

Prepared on 15 October 2018

This Product Highlights Sheet is an important document.

- 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.

Schroder ISF Asian Bond Total Return
(invests in Schroder International Selection Fund Asian Bond Total Return A Acc USD)

Product Type	ILP Sub Fund ¹	Launch Date	17 January 2000
Units in the ILP Sub-Fund are Excluded Investment Products²	No	Custodian	Not Applicable
Manager	Schroder Investment Management (Europe) S.A.	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for the financial year ended 31 December 2017	1.62%
Name of Guarantor	N.A.		

SUB-FUND SUITABILITY

WHO IS THE SUB-FUND SUITABLE FOR?

The ILP Sub Fund is only suitable for investors who:

- seek capital growth and income; and
- understand the risks of investing in Asian fixed and floating rate securities and currencies.

The ILP Sub-Fund does not distribute income and where applicable will re-invest any income received from Schroder International Selection Fund Asian Bond Absolute Return A Acc USD (the “Underlying Fund”).

Further information

Refer to Paragraph 4 of the Underlying Fund’s Prospectus for further information on Sub-Fund suitability.

KEY FEATURES OF THE SUB-FUND

¹ For ILP sub-funds that feed 100% into an underlying CIS fund, some of the information provided below could be similar to the underlying CIS fund.

² In order for units in the ILP sub-fund to be classified as Excluded Investment Products, the investment objectives and investment focus of the ILP sub-fund, and investment approach of the manager have to be stated in the product summary:

- (a) to invest only in deposits or other Excluded Investment Products; and
- (b) not to engage in securities lending or repurchase transactions for the ILP sub-fund.

The definition of “Excluded Investment Product” can be found in Annex 1 to the Notice on Recommendations on Investment Products [Notice No. FAA-N16] at <http://www.mas.gov.sg/Regulations-and-Financial-Stability/Regulations-Guidance-and-Licensing/Financial-Advisers/Notices.aspx>.

<p>WHAT ARE YOU INVESTING IN?</p> <ul style="list-style-type: none"> You are investing in an ILP Sub-Fund that feeds 100% into the Underlying Fund, a sub-fund of Schroder International Selection Fund (“SISF”). SISF is an umbrella structured open-ended investment company with limited liability in Luxembourg, organised as a “societe anonyme” and qualifies as a Societe d’Investissement a Capital Variable (“SICAV”) under Part I of the law on undertakings for collective investment dated 17 December 2010. The Underlying Fund aims to provide capital growth and income by investing in fixed and floating rate securities issued by governments, government agencies, supra-nationals and companies in Asia. Fund aims to provide a positive return over a period of not more than 12 months. Accumulation Shares accumulate net income received from the Underlying Fund’s investments, meaning it is kept in the Underlying Fund and its value is reflected in the price of the Shares in the Classes. Hedged Classes aim to provide you with the performance returns of the Underlying Fund’s investments in the Underlying Fund’s base currency by reducing the effects of exchange rate fluctuations between the relevant Class currency and the Underlying Fund’s base currency. 	<p>Refer to the “Important Information” section and Paragraphs 1, 2.2 and 4 of the Underlying Fund’s Prospectus for further information on features of the Sub-Fund.</p>
Investment Strategy	
<p>The Underlying Fund invests at least two-thirds of its assets in fixed and floating rate securities, derivatives related to these securities and currencies. The fixed and floating rate securities are issued by governments, government agencies, supra-nationals and companies in Asia. For the purposes of this Underlying Fund, Asia includes the following west Asian countries: Bahrain, Israel, Lebanon, Oman, Qatar, Saudi Arabia, Turkey and United Arab Emirates.</p> <p>The Underlying Fund is designed to participate in rising markets whilst aiming to mitigate losses in falling markets through the use of derivatives. The mitigation of losses cannot be guaranteed.</p> <p>The Underlying Fund may invest in mainland China through the RQFII scheme or Regulated Markets (including the China Interbank Bond Market via the Bond Connect).</p> <p>The Underlying Fund may invest up to 50% of its assets in securities that have a below investment grade credit rating (as measured by Standard & Poor’s or any equivalent grade of other credit rating agencies for rated bonds and implied Schrodgers ratings for non-rated bonds). The Underlying Fund may (exceptionally) hold 100% of its assets in money market instruments or cash.</p> <p>The Underlying Fund may use derivatives (including total return swaps), long and short, with the aim of achieving investment gains, reducing risk or managing the Underlying Fund more efficiently.</p>	<p>Refer to Paragraph 4 of the Underlying Fund’s Prospectus for further information on the investment strategy of the Underlying Fund.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> The Underlying Fund is a sub-fund of SISF. The Management Company of the Underlying Fund is Schroder Investment Management (Europe) S.A. The Investment Manager of the Underlying Fund is Schroder Investment Management (Singapore) Ltd The Custodian of the Underlying Fund is J.P. Morgan Bank Luxembourg S.A. 	<p>Refer to Paragraphs 1 and 3 of the Underlying Fund’s Prospectus for further information on the role and responsibilities of these entities.</p>

<ul style="list-style-type: none"> The Singapore Representative of the Underlying Fund is Schroder Investment Management (Singapore) Ltd. 	
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>The value of the Underlying Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:</p>	<p>Refer to Paragraph 7 of the Underlying Fund’s Prospectus for further information on risks of the Sub-Fund.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> You are exposed to market risk in Asia excluding Japan The value of investments by the Underlying Fund may go up or down due to changing economic, political or market conditions, or due to an issuer’s individual situation. You are exposed to credit risk A decline in the financial health of an issuer could cause the value of its bonds to fall or become worthless. 	<p>Refer to Paragraph 7.1 of the Underlying Fund’s Prospectus for further information.</p>
Liquidity Risks	
<p>You are exposed to liquidity risk The ILP Sub-Fund is not listed and you can redeem only on Business Days. There is no secondary market for the ILP Sub-Fund. All realisation requests should be submitted to Aviva Limited.</p>	<p>Refer to the “Important Information” section and Paragraphs 7.1 and 10.1 of the Underlying Fund’s Prospectus for further information.</p>
Product-Specific Risks	
<p>You are exposed to emerging and frontier markets risk Emerging markets will generally be subject to greater political, legal, counterparty and operational risk.</p> <p>You are exposed to counterparty risk The counterparty to a derivative or other contractual agreement or synthetic financial product could become unable to honour its commitments to the Underlying Fund, potentially creating a partial or total loss for the Underlying Fund.</p> <p>You are exposed to derivatives risk. The Underlying Fund may use financial derivative instruments as part of the investment process. The use of futures, options, warrants, forwards, swaps or swap options involves increased risk. 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 financial derivative instruments do not work as anticipated, the Underlying Fund could suffer greater losses than if the Underlying Fund had not used such instruments.</p> <p>You are exposed to operational risk Failures at service providers could lead to disruptions of fund operations or losses.</p> <p>You are exposed to onshore renminbi currency risk Non-investment grade securities will generally pay higher yields than more highly rated securities but will be subject to greater market, credit and default risk.</p>	<p>Refer to Paragraph 7.1 of the Underlying Fund’s Prospectus for further information.</p>

<p>You are exposed to negative yields risk. When interest rates are very low or negative, the Fund's yield may be zero or negative, and you may not get back all of your investment.</p> <p>You are exposed to China country risk. Changes in China's political, legal, economic or tax policies could cause losses or higher costs for the Underlying Fund.</p> <p>You are exposed to currency risk. The Underlying Fund can be exposed to different currencies. Changes in foreign exchange rates could create losses.</p>	
FEES AND CHARGES	
<p>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT? <u>Payable directly by you</u> There is currently no Switching Fee for fund switching. Sales and/or Surrender Charges may be applicable as described in the relevant Product Summary. However, Aviva reserves the right to review and amend the Fees and Charges.</p> <p><u>Payable by the Underlying Fund from invested proceeds</u> Annual Management Fee: 1.00% p.a. Custody Fee: Up to a maximum of 0.3% p.a. and US\$150 per transaction Administration Fee: Up to 0.25% p.a. Accounting and valuation Fee: Up to 0.015% p.a.</p>	<p>Refer to the Fees and Charges Section of the Product Summary for further information of the Fees and Charges of this investment.</p>
VALUATIONS AND EXITING FROM THIS INVESTMENT	
<p>HOW OFTEN ARE VALUATIONS AVAILABLE? All ILP Sub-Funds will be priced based on the frequency of the fund manager's pricing. The fund prices are available at Aviva Ltd's website at www.aviva.com.sg.</p> <p>HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?</p> <ul style="list-style-type: none"> You can exit the ILP Sub-Fund on any Dealing Day by submitting a request for withdrawal or fund switching (i.e. switches) to Aviva Ltd. If your Policy is newly incepted, you may cancel the Policy by giving us written notice of cancellation provided that such notice of cancellation is received by Aviva Ltd at its Registered Office within the free-look period, which is fourteen (14) days from the date on which you receive the Policy. <p>Upon cancellation of the Policy, Aviva Ltd will sell all units allocated to the Policy at the next appropriate ILP Sub-Fund Valuation Date and will pay all sums received upon such sale to you on or before the Settlement Date. No increase in market value of the units allocated to the Policy shall be payable to you. No interest shall accrue or be payable on any sums payable to you pending payment. Any applicable Fees and Credit Card Charges deducted from the Policy will be refunded to you and the Exit Fee will be waived.</p> <ul style="list-style-type: none"> For subsequent withdrawal/surrender or fund switching, Aviva Ltd must receive your applications by 12 noon (Singapore Time) for the withdrawal/surrender or switches to be based on the same working day's price and currency conversion (if required). Applications received after 12 noon (Singapore Time) will be allocated using the next working day's price and currency conversion. For partial/full withdrawal, exit fee may be applicable. The ILP Sub-Fund will have a single "dealing" price used for all switches and withdrawals/surrenders. There is no bid/offer spread, except where the fund house imposes a charge on the Underlying Fund. 	<p>Refer to the Pricing of Units & Dealing Deadline, Fund Switching, Requesting for Partial Withdrawals or Surrender of Policy and Free Look sections of the Product Summary for further information</p>

- The ILP Sub-Fund will be priced based on the frequency of the fund manager’s pricing policy. As units are cancelled using a forward price, the unit price for all switching and withdrawal of units will not be available at the time of receiving your application.

The cut-off time stated is correct as at the time of print. Aviva Ltd reserves the right to change the cut-off time by giving you thirty (30) days’ prior notice or any such shorter period of notice as Aviva Ltd may agree with the relevant authorities.

- The Withdrawal Amount you will receive as part of a subsequent withdrawal is illustrated as follows:

Assuming: Policy term of 10 years and the Policyholder wishes to exit in Year 5; Initial Units withdrawn = 10,000; Unit price = S\$2; Exit Fee applicable in Year 5 is S\$6,950.

Withdrawal Amount = 10,000 X S\$2 = S\$20,000

Amount payable to You = S\$20,000 – S\$6950= S\$13,050

CONTACT INFORMATION

HOW DO YOU CONTACT US?

Aviva Ltd

4 Shenton Way, #01-01 SGX Centre 2, Singapore 068807

Email: cs_life@aviva-asia.com

Website: www.aviva.com.sg

Hotline: 6827 9929

APPENDIX: GLOSSARY OF TERMS

Accumulation Shares: Shares which accumulate their net income so that the income is included in the price of the Shares.

Business Day: unless otherwise provided in the Underlying Fund’s details in Appendix III of the Underlying Fund’s Luxembourg Prospectus, a Business Day is a week day other than New Year’s Day, Good Friday, Easter Monday, Christmas Eve, Christmas Day and the day following Christmas Day.

CIS: Collective Investment Scheme

ILP Sub-Fund: Investment-Linked Policy Sub-Fund

Class: a class of Shares with a specific fee feature.

Dealing Day: unless otherwise provided in the Underlying Fund’s details in Appendix III of the Underlying Fund’s Luxembourg Prospectus, a Dealing Day is a Business Day which does not fall within a period of suspension of calculation of the net asset value per Share of the Underlying Fund. The Management Company may also take into account whether relevant local stock exchanges and/or regulated markets are open for trading and settlement, and may elect to treat such closures as non-Dealing Days for sub-funds of SISF which invest a substantial amount of their portfolio on these closed stock exchanges and/or regulated markets. A list of non-Dealing Days for the Underlying Fund is available from the Singapore Representative on request and is also available on the internet site www.schroders.lu.

Luxembourg Prospectus: the Luxembourg Prospectus of SISF (together with any addendum to such Luxembourg Prospectus) attached to the Underlying Fund’s Prospectus.

Shares: shares in the Underlying Fund.

Singapore Business Day: means a day (other than a Saturday or a Sunday or a gazetted public holiday) on which commercial banks in Singapore are open for normal banking business.