

Legend Rich Insurance Plan 2022

Underwritten by China Life Insurance (Overseas)
Company Limited



Agency :



Insurance Company :



Legend Rich Insurance Plan 2022

A flexible plan can help accumulate wealth for a prosperous future for you and your family.

Underwritten by China Life Insurance (Overseas) Company Limited ("China Life (Overseas)" / the "Company"), Legend Rich Insurance Plan 2022 (the "Plan") provides potential long-term capital growth with guaranteed cash value, non-guaranteed terminal dividend¹ and the total amount of terminal dividend management account² (if any). You can access your wealth flexibly to achieve an ideal life for yourself and your family. You can also pass on your wealth to the next generations, building a solid financial foundation for your loved ones.

Plan Features

Multiple potential returns to accelerate wealth building

The Plan is a participating insurance plan that offers you potential capital growth. Its policy value consists of 3 components: guaranteed cash value, non-guaranteed terminal dividend¹ (if any) and total amount of terminal dividend management account² (if any).

Guaranteed cash value grows over the policy years helping you accumulate wealth.

Terminal dividend¹ is non-guaranteed. It is not perpetually attached to the policy. The amount of the terminal dividend will be subject to adjustment when it is declared. Terminal dividend is payable from the 5th policy anniversary upon policy surrender, policy maturity or payment of death benefit (if applicable), whichever is the earliest. Terminal dividend may become zero in some circumstances.

Total amount of terminal dividend management account is equivalent to locked-in terminal dividend and interest³ (if any) less withdrawal amount (if any).

Terminal dividend management option to help you lock in gains

To facilitate your financial need, you can choose to exercise terminal dividend management option² within 30 days starting from every policy anniversary (including the date of policy anniversary) to lock in gains from part of your terminal dividend (if any) starting from the 15th policy anniversary and every policy anniversary thereafter so as to respond to market fluctuation. The terminal dividend which is applied to lock in will be transferred to the terminal dividend management account and will become locked-in terminal dividend. The locked-in terminal dividend will then be guaranteed and will accumulate with interest^{2,3} at a non-guaranteed rate. The Company reserves the right to revise the rate from time to time.

The terminal dividend management option can only be exercised once every policy anniversary. The minimum percentage for each locked-in terminal dividend under the terminal dividend management option is 10% and the aggregate percentage limit for locked-in terminal dividend is 50%. Please refer to the illustrative example: Case 1.

Upon the completion of transferring the terminal dividend to the terminal dividend management account by the Company as per application, the terminal dividend (if any) of the relevant policy year will be reduced accordingly. The terminal dividend (if any) of subsequent policy years will be reduced accordingly with adjustment percentage subject to sole discretion of the Company.

You can submit request to the Company to withdraw part or all of the locked-in terminal dividend and interest (if any) from terminal dividend management account without surrendering the policy. The withdrawal amount is subject to minimum requirement set by the Company from time to time.

Unlimited change of insured to pass on wealth across generations

We understand you wish to provide your loved ones with a secure financial future. This is why the Plan features the "change of insured option"⁵, allowing you to change the insured on or after the 1st policy anniversary for unlimited times while the insured is alive. The benefit term of the policy will be extended to age 138 of the new insured upon each change, giving your wealth more time to grow and pass on through generations.

The new insured must have insurable interest with the policyholder. The new insured must be aged between 15 days and 80 and must not be older than the attained age of the current insured, whichever is lower. The new insured is also subject to the applicable terms and conditions determined by us from time to time.

Contingent insured to sustain insurance coverage

You can appoint and prioritize a maximum of 2 contingent insureds⁶ at a time while the insured is alive and the policy is in force. In case the insured unfortunately passes away, the Company will arrange the contingent insured who is first in line to be the new insured according to relevant administrative procedures and orders for allowing the policy to continuously provide protection to you and your family.

The contingent insured must have insurable interest with the policyholder. The contingent insured must be aged between 15 days and 80 and must not be older than the attained age of the current insured, whichever is lower. The contingent insured is also subject to the applicable terms and conditions determined by us from time to time.

If the policyholder and the insured passes away at the same time, the applications of the change of policyholder and contingent insured to be the new insured will be submitted simultaneously, the application for contingent insured to be the new insured will be processed first, while the application for the change of policyholder will be handled afterwards. The appointment of the new policyholder is in accordance with the probate issued by the high court.

Life protection provides peace of mind to your loved ones

Death benefit

In case the insured passes away when the policy is in force and no contingent insured is assigned, we will pay the beneficiary a death benefit which is equal to the higher of:

- 1) 105% of the accumulated premium due and paid of the Plan; or
- 2) sum of guaranteed cash value and non-guaranteed terminal dividend (if any) of the Plan at the date of death of the insured, plus the total amount of terminal dividend management account (if any), less all indebtedness (if any).

Where the insured does not survive the age of 180 days, the death benefit payable shall be the premium paid.

The policy will be terminated after we pay the death benefit.

Death benefit settlement option

While the insured is alive, you can choose how the death benefit is to be paid to safeguard your family's financial future. You can choose to settle the benefits in a lump sum or by instalments with a fixed amount annually over a fixed payment term of 10, 20 or 30 years.

For the instalment option, the remaining balance of death benefit will be deposited in the policy to accumulate interest until the end of the payment term, the beneficiary has no right to change the death benefit settlement option. The interest will be calculated on an annual basis and it is non-guaranteed which will be determined by us from time to time. The accumulated interest (if any) will be paid together with the last instalment of death benefit. If the beneficiary dies during the settlement period of the death benefit, we will pay the remaining balance of the death benefit with interest (if any) in a lump sum payment to the estate of the deceased beneficiary.

If the death benefit at the date of the insured's death is less than USD50,000 (for USD policy) or HKD400,000 (for HKD policy), or the policyholder does not specify any settlement option, we will pay out the benefit amount to the beneficiary in a lump sum.

Simplified underwriting

To enable you to achieve your goals with ease, application of the Plan is easy. Simplified underwriting procedures are available and no medical examination is required.

Enrollment Terms

Issue age	15 days to age 70	Premium payment mode	1. Annual
Benefit term	To age 138 of the latest insured		2. Semi-annual
Premium payment term ⁷	5 years		3. Quarterly
Policy currency	USD / HKD		4. Monthly
Minimum basic amount ⁴	USD10,000 / HKD80,000		5. Annual and premium prepayment ⁸














Case 1: Lock-in gains

Simon is an accountant who never compromises for his quality of living. He hopes to be financially well-prepared for his retirement to enjoy a stable and comfortable life. He takes out Legend Rich Insurance Plan 2022 which helps him achieve wealth accumulation with its feature of locked-in terminal dividend.

Insured's gender: Male
 Insured's age: Age 35
 Basic amount⁴: USD500,000
 Actual premium paid⁸: USD458,753

Premium payment mode: Annual and premium prepayment
 Premium payment term: 5 years
 Annual premium: USD100,000

(Policy currency: USD)






Scenario 1			
End of policy year	0 (policy effective date)	15	35
Event	 At age 35, Simon takes out the Plan.	 At age 50, the declared terminal dividend is USD348,735. Simon locks in 50% of the terminal dividend (i.e. USD174,368) which is transferred to the terminal dividend management account ^{**} . The remaining projected terminal dividend ^{***} is USD174,368.	 At age 70, Simon withdraws the total amount from the terminal dividend management account (i.e. USD 374,780) for his retirement life.
Total amount of terminal dividend management account ² (non-guaranteed) 			 \$ 374,780
Projected terminal dividend ¹ (non-guaranteed) 			 907,150 (The declared terminal dividend of that year)
Guaranteed cash value 	 11,460	 174,368 174,368 518,270	 632,270
Aggregate percentage of locked-in terminal dividend	-	50%*	50%*
Prepaid premium balance ⁸	358,753	-	-
Projected surrender value (non-guaranteed) 	363,038	867,005	1,539,420
Guaranteed surrender value	equivalent to 79% of actual premium paid	equivalent to 113% of actual premium paid	equivalent to 138% of actual premium paid
Projected surrender value (non-guaranteed) + amount withdrawn from the terminal dividend management account 	equivalent to 79% of actual premium paid	equivalent to 189% of actual premium paid	equivalent to 417% of actual premium paid

* The aggregate percentage limit for locked-in terminal dividend is 50%. Since it has reached the 50% limit, no more terminal dividend can be locked afterwards.

** The locked-in terminal dividend transferred to the terminal dividend management account will accumulate with interest at a non-guaranteed rate of 3.9% p.a.

*** Upon the completion of transferring the terminal dividend to the terminal dividend management account by the Company as per application, the terminal dividend (if any) of the relevant policy year will be reduced accordingly. The terminal dividend (if any) of subsequent policy years will be reduced accordingly with adjustment percentage subject to sole discretion of the Company.

(Policy currency: USD)

Scenario 2					
End of policy year	0 (policy effective date)	15	20	30	35
Event	 At age 35, Simon takes out the Plan.	 At age 50, the declared terminal dividend is USD348,735. Simon locks in 10% of the terminal dividend (i.e. USD34,874) which is transferred to the terminal dividend management account**. The remaining projected terminal dividend*** is USD313,862.	 At age 55, the declared terminal dividend is USD527,085. Simon locks in 20% of the terminal dividend (i.e. USD105,417) which is transferred to the terminal dividend management account**. Plus the original balance of USD 42,225 in the terminal dividend management account, the total amount of the terminal dividend management account is USD147,642. The remaining projected terminal dividend*** is USD421,668.	 At age 65, the declared terminal dividend is USD939,485. Simon locks in 20% of the terminal dividend (i.e. USD187,897) which is transferred to the terminal dividend management account**. Plus the original balance of USD 216,454 in the terminal dividend management account, the total amount of the terminal dividend management account is USD404,351. The remaining projected terminal dividend*** is USD751,588.	 At age 70, Simon withdraws the total amount from the terminal dividend management account (i.e. USD489,595) for his retirement life.
Total amount of terminal dividend management account ² (non-guaranteed)					
Projected terminal dividend ¹ (non-guaranteed)					
Guaranteed cash value					
Aggregate percentage of locked-in terminal dividend	-	10%	30%	50%*	50%*
Prepaid premium balance ⁸	358,753	-	-	-	-
Projected surrender value (non-guaranteed)	363,038	867,005	1,111,285	1,748,624	1,677,307
Guaranteed surrender value	equivalent to 79% of actual premium paid	equivalent to 113% of actual premium paid	equivalent to 118% of actual premium paid	equivalent to 129% of actual premium paid	equivalent to 138% of actual premium paid
Projected surrender value (non-guaranteed) + amount withdrawn from the terminal dividend management account	equivalent to 79% of actual premium paid	equivalent to 189% of actual premium paid	equivalent to 242% of actual premium paid	equivalent to 381% of actual premium paid	equivalent to 472% of actual premium paid

* The aggregate percentage limit for locked-in terminal dividend is 50%. Since it has reached the 50% limit, no more terminal dividend can be locked afterwards.

** The locked-in terminal dividend transferred to the terminal dividend management account will accumulate with interest at a non-guaranteed rate of 3.9% p.a.

*** Upon the completion of transferring the terminal dividend to the terminal dividend management account by the Company as per application, the terminal dividend (if any) of the relevant policy year will be reduced accordingly. The terminal dividend (if any) of subsequent policy years will be reduced accordingly with adjustment percentage subject to sole discretion of the Company.

The figures in the above scenarios are rounded to the nearest whole number and for illustrative purpose only.

The above scenarios are based on the following assumptions:

- all premiums exclude levy; and
- the projected surrender value is equal to the prepaid premium balance (if any), guaranteed cash value, terminal dividend (if any) and total amount of terminal dividend management account (if any); and
- the terminal dividend is non-guaranteed. It is not perpetually attached to this policy and the amount of terminal dividend will be subject to adjustment when it is declared. Terminal dividend may become zero in some circumstance; and
- there is no policy loan and indebtedness throughout the benefit term and that all premiums are paid in full when due.






Case 2: Passing wealth down the generations

Karina, a successful musician, would like to plan for a financially secured future for her future generations. Therefore, she takes out Legend Rich Insurance Plan 2022, which will help her grow her savings and pass the wealth from generation to generation.

Insured's gender: Female
 Insured's age: Age 40
 Basic amount⁴: USD500,000
 Actual premium paid⁸: USD458,753

Premium payment mode: Annual and premium prepayment
 Premium payment term: 5 years
 Annual premium: USD100,000

(Policy currency: USD)

	1 st generation	1 st generation	2 nd generation	3 rd generation	3 rd generation
End of policy year	0 (policy effective date)	20	55	65	95
Insured	Karina	Karina	Barry*	Celine*	Celine
Event	At age 40, Karina takes out the Plan	At age 60, Karina changes the insured and policyholder to her 30-year-old son, Barry*, and the benefit term of the policy will be extended to age 138 of the new insured.	At age 65, Barry changes the insured and policyholder to his 35-year-old daughter, Celine*, and the benefit term of the policy will be extended to age 138 of the new insured.	At age 45, Celine appoints her 10-year-old son, Derek*, as contingent insured, and the benefit term of the policy will remain as age 138 of the original insured (Celine).	At age 75, Celine passes away due to traffic accident. Then, her 40-year-old son, Derek*, becomes the new insured**. (Note: If the contingent insured cannot be arranged to be the new insured due to any reason by the Company, the Company will pay the death benefit to the beneficiary. The policy will then be terminated.)
					
	Prepaid premium balance ⁸ 358,753	Guaranteed surrender value equivalent to 118% of actual premium paid	Guaranteed surrender value equivalent to 173% of actual premium paid	Guaranteed surrender value equivalent to 193% of actual premium paid	Guaranteed surrender value equivalent to 268% of actual premium paid
Projected terminal dividend ¹ (non-guaranteed)	Projected surrender value 363,038 equivalent to 79% of actual premium paid	Projected surrender value 1,127,625 equivalent to 246% of actual premium paid	Projected surrender value 7,733,465 equivalent to 1,686% of actual premium paid	Projected surrender value 14,344,010 equivalent to 3,127% of actual premium paid	Projected surrender value 92,841,925 equivalent to 20,238% of actual premium paid
Guaranteed cash value					
Projected surrender value (non-guaranteed)	11,460	585,650 541,975	6,938,675 794,790	13,457,325 886,685	91,610,755 (The declared terminal dividend of that year) 1,231,170

* The requirements of the incontestability clause of 2 years and the suicide clause of 1 year will calculate again from the effective date of the change of the insured and / or the contingent insured becoming the insured.

** Assumed that the Company received the required documents within 90 days of the death of the original insured and the contingent insured fulfills the related administrative procedure of the Company.

The figures in the above case are rounded to the nearest whole number and for illustrative purpose only.

The above case is based on the following assumptions:

- all premiums exclude levy; and
- the projected surrender value is equal to the prepaid premium balance (if any), guaranteed cash value, terminal dividend (if any) and total amount of terminal dividend management account (if any); and
- the terminal dividend is non-guaranteed. It is not perpetually attached to this policy and the amount of terminal dividend will be subject to adjustment when it is declared. Terminal dividend may become zero in some circumstance; and
- there is no withdrawal, policy loan, indebtedness and withdrawal from total amount of terminal dividend management account made throughout the benefit term and that all premiums are paid in fully when due.

Remark: The policyholder is subject to the credit risk of China Life (Overseas). If the policyholder discontinues and / or surrenders the insurance plan in the early policy years, the amount of the benefit he / she will get back may be considerably less than the amount of the premiums he / she paid. Past, current, projected and / or potential benefits and / or returns (e.g. bonuses, dividends, interests) presented herein are not guaranteed and are for illustrative purposes only. The actual future amounts of benefits and / or returns may be lower or higher than the currently quoted benefits / or returns.

Notes:

1. Terminal dividend is non-guaranteed. Amount of terminal dividend shown in proposal illustration is just an indicative figure. Declared terminal dividend is not perpetually attached to the policy. It may be reduced or increased at subsequent declarations. Its actual amount will only be determined when it becomes payable. The actual amount may be lower or higher than the projected figure. Under some circumstances, actual amount of terminal dividend may be zero. The amount of terminal dividend is affected by various factors including but not limited to the performance of the underlying investments, so the amount is relatively volatile and will move up and down over time. China Life (Overseas) reserves the right to revise the terminal dividend from time to time. Past record is not necessarily indicative of future result.
Starting from the 5th policy anniversary, the terminal dividend shall be paid upon the occurrence of the earliest of the following conditions:
 - (i) when the death benefit is paid (only applicable if the sum of guaranteed cash value and the terminal dividend of the Plan on the date of death of the insured is higher than 105% of the accumulated premium due and paid of the Plan); or
 - (ii) when the policy is surrendered; or
 - (iii) when the policy reaches the policy maturity date.
2. The minimum percentage for each locked-in terminal dividend under the terminal dividend management option is 10% and the aggregate percentage limit for locked-in terminal dividend is 50%. The aggregate percentage limit is subject to change by the Company from time to time and this option can only be exercised once every policy anniversary. The option will only be exercised provided that the application fulfills the application requirement and is confirmed by the Company. The Company will only process this option once for each written request. Should this option be exercised again afterwards, written request must be resubmitted. No application will be accepted if there is any indebtedness (if any) during application. The amount of locked-in terminal dividend is guaranteed after exercising this option successfully. Once the application is approved by the Company, the terminal dividend which is applied to lock in will be transferred to the terminal dividend management account as soon as practicable and will become locked-in terminal dividend, which will accumulate with interest at a non-guaranteed rate of 3.9% per annum (USD policy) or 3.45% per annum (HKD policy). The Company reserves the right to revise the rate from time to time.
There may be a delay when exercising terminal dividend management option at the time of market volatility. The actual amount of the locked-in terminal dividend will only be determined after the application has been processed successfully by the Company. Upon the completion of transferring the terminal dividend to the terminal dividend management account by the Company as per application, the terminal dividend (if any) of the relevant policy year will be reduced accordingly. The terminal dividend (if any) of subsequent policy years will be reduced accordingly with adjustment percentage subject to sole discretion of the Company. Locked-in terminal dividend will not be allowed to be reset or reversed to terminal dividend. For details, please refer to the policy provision.
3. The interest is not guaranteed. The actual benefits and/or returns may be lower or higher than estimates. China Life (Overseas) reserves the right to revise the interest from time to time.
4. "Basic amount" means the amount shown on the policy information page or endorsement as the "basic amount". The "basic amount" is used to calculate the premium and relevant values of the policy, but is not applicable to the calculation of the death benefit. If the basic amount has been amended while the policy is in force, premium and relevant values of the policy will be adjusted accordingly.
5. Both current insured and new insured should be alive during the application for change of insured, which is subject to the prevailing administrative rules of China Life (Overseas). The basic amount, cash value, policy date, policy year, premium expiry date, accumulated premium due and paid, death benefit, terminal dividend management option, total amount of terminal dividend management account (if any) and policy indebtedness (if any) will remain unchanged after the change of insured.
6. Application for contingent insured is subject to the prevailing administrative rules of China Life (Overseas). After the primary contingent insured became the new insured, the policy's basic amount, cash value, policy date, policy year, premium expiry date, accumulated premium due and paid, death benefit, terminal dividend management option, total amount of terminal dividend management account (if any) and indebtedness (if any) will remain unchanged.
7. If the required renewal premium is paid by you within the grace period, the policy shall continue to be in force. For details, please refer to the policy provisions issued by China Life (Overseas). If the policy is lapsed or surrendered early, the policy cash value received by you may be considerably less than the total amount of the premium paid.
8. You can withdraw the unused prepaid premium (including interest, if any) and China Life (Overseas) will charge 2% of the withdrawal amount, at a minimum amount of USD12.5 or HKD100. You can withdraw the unused prepaid premium once only. The interest rate of prepaid premium is guaranteed.

Important Information

This product brochure is for reference only. It does not form a contract between China Life (Overseas) and anyone or any entity else. The detailed terms, conditions and exclusions of the Plan are subject to the relevant policy contract. You are reminded to review the policy contract and all relevant product materials and to seek independent professional advice if necessary. For a copy of the policy provisions, please contact China Life (Overseas) for enquiry.

1. The Plan is underwritten by China Life Insurance (Overseas) Company Limited ("China Life (Overseas)", the "Company" or "us / we / our"). China Life (Overseas) is responsible for the features, underwriting and benefit payments under the Plan. You should fully understand all of the risks involved in the Plan and consider whether the Plan is affordable and suitable to you before making your application.
2. The Plan is underwritten by China Life (Overseas). It is not a bank deposit scheme or bank savings plan. Bank of China (Hong Kong) Limited ("BOCHK") is an appointed insurance agency of China Life (Overseas) for distribution of life insurance products. The life insurance product is a product of China Life (Overseas) but not BOCHK.
3. In respect of an eligible dispute (as defined in the Terms of Reference for the Financial Dispute Resolution Centre in relation to the Financial Dispute Resolution Scheme) arising between BOCHK and the customer out of the selling process or processing of the related transaction, BOCHK is required to enter into a Financial Dispute Resolution Scheme process with the customer; however any dispute over the contractual terms of the insurance product should be resolved directly between China Life (Overseas) and the customer.
4. China Life (Overseas) is authorized and regulated by Insurance Authority to carry on long term insurance business in the Hong Kong Special Administrative Region of the People's Republic of China. BOCHK is granted insurance agency licence under the Insurance Ordinance (Cap. 41 of the Laws of Hong Kong) by Insurance Authority (insurance agency licence no. of BOCHK is FA2855).
5. China Life (Overseas) reserves the right to decide at its sole discretion whether to accept or decline any application for the Plan according to the information provided by the proposed insured and/or the applicant at the time of application.
6. The Plan is subject to the formal policy documents and provisions issued by China Life (Overseas). Please refer to the relevant policy documents and provisions for details of the insured items and coverage, provisions and exclusions.
7. This product brochure is issued by China Life (Overseas), and is distributed by BOCHK. China Life (Overseas) accepts full responsibility for the information contained in this product brochure. China Life (Overseas) recommends you to carefully consider whether the Plan is appropriate for you in view of your financial needs before application. You should not purchase the Plan unless you understand it and it has been explained to you how it is suitable for you. The final decision is yours.
8. The Plan is an insurance product. Part of the premium is paid for the insurance and related costs.
9. This product brochure is for distribution in Hong Kong only and shall not be construed as any provision of or offer to sell or solicitation to buy any insurance product outside Hong Kong. China Life (Overseas) does not provide or offer to sell any insurance product outside Hong Kong. The above information is for reference only. The detailed terms, conditions and exclusions of the Plan are subject to the terms and conditions of the policy contract of the Plan. For a copy of the policy provisions, please contact China Life (Overseas) or the branch staff of BOCHK for enquiry.
10. China Life (Overseas) reserves the right to revise, suspend or terminate the Plan, or alter the relevant terms and conditions at any time without prior notice. In case of disputes, the decision of China Life (Overseas) shall be final.
11. China Life (Overseas) shall make the final decisions on the underwriting and claims. China Life (Overseas) shall rely on your submitted information to assess whether to accept or decline your application, and shall refund any premium and levy (if any) paid without interest for declined cases.
12. Dividend philosophy
Policyholders of participating insurance plans can enjoy the potential surplus arising from the long term operation of the participating fund via a form of non-guaranteed dividend in addition to the guaranteed benefits. Your premiums will usually be allocated into a relevant participating fund and will be invested in a variety of asset classes according to our investment strategy. We will manage the relevant participating fund in a prudent manner and aim to ensure a fair distribution of surplus and risks between policyholders and shareholders, and among different groups of policyholders.

As dividends are mainly affected by the overall performance of the participating business, in order to alleviate the volatility of achieved gains and losses and the future uncertainties, in particular, future investment returns, we may take moderate smoothing measures to achieve relatively more stable dividends and strive to meet policyholders' reasonable expectation. We will maintain a fair distribution method or sharing ratio, and appropriate grouping to ensure policyholders are treated fairly, and to ensure policyholders' benefit expectation and rights are protected.

The current dividend projection is not guaranteed. We will review and declare the dividend at least once a year. When determining the dividend, we will consider the overall performance of all relevant policies on factors including but not limited to past experience as well as future prospect of investment returns, claims and surrenders:

- Investment return – including the interest income, dividend income, investment outlook and changes to asset values.
- Claims – including the costs of providing death benefit as well as other benefits under the product(s).
- Surrenders – including policy termination, partial surrenders and the corresponding experience and impact.

If there are any changes in the actual dividends against the illustration or to the projected future dividends, such changes will be reflected in the policy anniversary statement.

The declaration of actual dividends is recommended by the Appointed Actuary and is subject to the approval of the Board (including one or more Independent Non-Executive Director(s)).

For products that are associated with an element of non-guaranteed accumulation interest rate, the Company will consider past investment experience as well as future expected return and other related factors when determining this non-guaranteed interest rate. If there are changes from market, expectation or policyholder behavior, the Company may apply reasonable adjustments to the non-guaranteed interest rate.

13. Investment strategy

Our investment philosophy aims at containing volatility and providing long term stable return. Meanwhile, in order to control and diversify risks, maintain adequate liquidity, and achieve higher potential returns for policyholders under an acceptable risk appetite, we will invest in a wide range of asset classes with consideration of the status of assets and liabilities. The target asset mix may also differ between different participating products. We will actively manage the investment portfolio and adjust the asset mix in response to the external market conditions.

Currently, our investments include bonds and other fixed income assets, such as government and corporate bonds and other fixed income instruments, to support the guaranteed liability payment. To enhance the potential performance of the investment portfolio, the Company will invest in equity-type assets and other investment instruments such as private funds, mutual funds and direct/indirect investment in properties or commercial institutions. Subject to our investment policy, we may also utilise derivatives to manage risks and enhance returns, or use security lending to improve returns. The investment portfolio will be diversified across different geographic regions and /or industries.

China Life (Overseas)'s current investment strategy on this participating plan is as follows:

Asset type	Target asset mix (%)
Bonds and other fixed income instruments	30% to 90%
Equity-type investment and other investments	10% to 70%

Please refer to China Life (Overseas)'s website www.chinalife.com.hk/products/dividend-philosophy-and-investment-strategy for dividend history, dividend philosophy, investment strategy, as well as the fulfillment ratio of China Life (Overseas).

14. Cooling-off right

You have the right to cancel the policy within the cooling-off period and obtain a refund of any premiums and premium levy (if any) paid provided that no claim has been made under it. You must submit a written notice signed by you to China Life (Overseas) at 22/F, CLI Building, 313 Hennessy Road, Wan Chai, Hong Kong within 21 calendar days after the delivery of the policy or Notice of Policy Issuance (telling you about the availability of the policy and the expiry date of the cooling-off period) to you or your representative, whichever is earlier.

15. Payout arrangement at maturity

The maturity benefit will be payable after the policy maturity date and receipt of all necessary documents by China Life (Overseas). The actual processing time required will depend on the payment collection method to be selected by the customer. For details about the collection of maturity benefit, please refer to the website of China Life (Overseas) at www.chinalife.com.hk or call our customer service hotline at (852) 3999 5519.

What are the key product risks?

Credit risk:

The Plan is a life insurance policy issued by China Life (Overseas). Any premium paid will become part of our assets and our financial strength will affect our ability to meet our contractual obligations to you under the policy. Therefore, you are subject to our credit risk.

Early surrender risk:

The savings component of the Plan is subject to risks and possible losses. Should you surrender the policy early, you may receive an amount considerably less than the total amount of premiums paid.

Exchange rate and currency risks:

Any policy with foreign currencies involves risks, such as potential changes in political or economic conditions that may substantially affect the price or liquidity of a currency. The fluctuations in exchange rates may also cause financial losses to you during currency conversions. You should take exchange rate risk into consideration when deciding the policy currency.

The policy currency of the Plan offers HKD and USD. Currency exchange rate can go up and down. If the policy currency is USD but calculated in HKD, the calculation is subject to the exchange rate. There is a risk that you could lose a substantial portion of total value of the policy or benefit if the policy currency depreciates substantially against your local currency. China Life (Overseas) will base on the prevailing market-based exchange rate of that respective currency to the policy currency and / or from the relevant sources at the time of processing such conversion, which will be subject to change from time to time. Such exchange rate may be different from the exchange rate offered by the Bank.

Inflation risk:

The cost of living in the future may be higher than expected due to the effects of inflation. Therefore, your current planned benefits and / or returns may be insufficient to meet your future needs even if we fulfill all of our contractual terms and obligations.

Non-payment of premium / automatic premium loan:

You should pay premium(s) on time according to the selected premium payment term. If the due premium(s) remains unpaid upon the expiry of the grace period, an automatic premium loan will be taken out against the policy to settle the unpaid premium automatically. All premium loans are interest-bearing and calculated at a rate (as stated on China Life (Overseas)'s website www.chinalife.com.hk) to be declared by us from time to time. Interest accrued shall become a part of the indebtedness. When the loan balance is equal to or exceeds the guaranteed cash value of the basic plan of the policy, the policy will be lapsed and you will lose the related benefits and suffer a financial loss. Under these circumstances, the surrender value of the policy will be deducted to repay the outstanding loan balance (including interest), and the remaining value will be refunded to you.

Suicide, exclusions and limitations:

If the Insured commits suicide within 1 year from the Policy Effective Date of the Policy or within 1 year from the latest date of reinstatement of the Policy (whichever occurs later), irrespective of whether the Insured was sane or insane at the time of committing suicide, the liability of China Life (Overseas) shall be limited to the refund of the higher of the below without interest: (i) the accumulated Premium(s) paid for the Basic Plan; or (ii) sum of the guaranteed cash value and terminal dividend (if applicable) of the Plan at the date of the death of the Insured; plus the total amount of terminal dividend management account (if applicable), thereon and subject to the deduction of any claim paid (if applicable), any benefit paid under the Benefit Provisions (if any) and any Indebtedness (if applicable).

In addition, the information stated in this product brochure is for reference only. Please refer to the "general provisions" and "benefit provisions" for the exact terms and conditions and limitations such as incontestability, suicide and fraud, etc.

Incontestability clause

Save for where there is fraud or non-payment of Premium(s) falling due, during the lifetime of the Insured, and after two years have passed since the Policy Effective Date or since the latest date of reinstatement of the Policy (whichever occurs later), China Life (Overseas) will not contest the validity of the Policy. The Incontestability Clause is only applicable to the death benefit under the Policy.

Liquidity and withdrawal risk:

You are obliged to hold the policy and pay the premium(s) for the designated period of time. If you terminate the policy prior to the policy maturity date, you may suffer a financial loss. In case you make partial withdrawals from the policy, your policy value, death benefit and other policy benefits will be affected, and you may need to pay the relevant fee or charges (if any).

Non-guaranteed benefit:

The Plan consists of non-guaranteed benefits and / or returns. The actual amounts of benefits and / or returns in the future may be different from the benefits and / or returns which project on the product materials. The product materials are for illustrative purposes only.

Policy termination:

The policy will be terminated if (a) the policy is lapsed or surrendered; or (b) China Life (Overseas) has paid the maturity benefit; or (c) China Life (Overseas) has paid the death benefit in full; or (d) the due premium has not been paid within 31 days after the premium due date, and the policy has no remaining guaranteed cash value; or (e) the indebtedness of the policy is equal to or exceeds the guaranteed cash value of the policy.

Effective from 1 January 2018, all policyholders are required to pay a levy on each premium payment made for both new and in-force policies to the Insurance Authority (the "IA"). For levy details, please visit our website at www.chinalife.com.hk or contact our customer service hotline at 3999 5519 or visit IA's website at www.ia.org.hk.

China Life Insurance (Overseas) Company Limited (incorporated in the People's Republic of China with limited liability)

Agency :



Insurance Company :

