

July 2022



Dear Valued Customer,

Important Document
重要文件

Re: Changes in respect of JPMorgan ASEAN Fund (Code: JAS), JPMorgan Korea Fund (Code: JKO) and JPMorgan Pacific Securities Fund (Code: JPS) (the "PRU-Investment Choices") available under the Policies (as defined below)

IMPORTANT: This notice contains important information and requires your immediate attention. Please read this notice carefully and seek independent professional advice if you have any questions about this notice. Prudential Hong Kong Limited ("Prudential") accepts responsibility for the accuracy of the contents of this notice.

Thank you for choosing Prudential.

The PRU-Investment Choices are available under PRULink Empower Investment Plan, PRULink portfolio investment plan, PRULink single premium investment plan, PRULink investment plan, PRULink smart wealth builder, PRUKid extra (previously known as PRUKid edulink), PRULink assurance (previously known as PRULink Diamond, PRULink Gold and PRULink Silver), PRULink assurance plus, PRULink Investlife, PRULink optimiser plus (previously known as PRULink optimizer), PRUretirement extra (previously known as PRUretirement plus and PRUretirement plan), Investment Plus, PRUflexilife, PRULink maxisavings, PRULink Protector, and PRULink wealth builder (collectively, the "**Policies**").

We have been informed by the JPMorgan Funds (Asia) Limited that the following changes to JPMorgan ASEAN Fund, JPMorgan Korea Fund and JPMorgan Pacific Securities Fund (the "**Reference Fund**" and collectively, the "**Reference Funds**"), which are the reference funds of the JPMorgan ASEAN Fund, JPMorgan Korea Fund and JPMorgan Pacific Securities Fund respectively, will be effective on **25 July 2022** (the "**Effective Date**").

Changes related to Adjustment Mechanism applicable to net asset value per unit

The respective trust deeds of all Reference Funds empower JPMorgan Funds (Asia) Limited, as the manager of the Reference Funds (the "**Manager**"), to adjust the net asset value per unit of the Reference Funds to reflect the fiscal charges which, as the Manager estimates, would be incurred by the Reference Funds in order to buy or sell the underlying securities to meet subscription or redemption requests (the "**Adjustment Mechanism**"). The purpose of the Adjustment Mechanism is to protect interests of all investors of the Reference Funds under specific circumstances (including but not limited to high volatility and/or lack of liquidity in the underlying market) where dealings of units of the Reference Funds might result in potential impact on the interests of existing investors (hereinafter referred as "**dilution effects**").

Currently, the Adjustment Mechanism is applicable to all the Reference Funds.

In order for the Adjustment Mechanism to better achieve its purpose of protecting investors of the Reference Funds from anticipated dilution effects, the following changes will be made to the Adjustment Mechanism of the Reference Funds with effect on and from the Effective Date.

1. Circumstances under which the Adjustment Mechanism may be applied

Currently, the offering documents of the Reference Funds state that the Manager may apply the Adjustment Mechanism where there are large dealings of units of the Reference Funds under exceptional circumstances, including but not limited to high volatility and/or lack of liquidity in the underlying market, which might result in potential impact on the interests of existing investors.

From the Effective Date, the offering documents of the Reference Funds will be amended to provide that the Manager may make swing pricing adjustments when the net capital flow of a Reference Fund exceeds the threshold pre-determined by the Manager from time to time and if the Manager considers it is in the interests of all investors to do so. Such thresholds are determined by the Manager based on a range of factors including but not limited to asset flows of the Reference Fund and the liquidity in the underlying markets. Examples of circumstances which may cause net capital flow includes net unit dealing due to subscription/redemption requests, fund mergers where

there are asset flows into/out of the Reference Fund, etc. Such amendments will allow the Adjustment Mechanism to be deployed under more circumstances in which there are anticipated dilution effects, which in turn provides better protection to existing investors.

2. Increase in the maximum rate of adjustment

Currently, the offering documents of the Reference Funds state that the adjustment rate will not exceed 1% of the net asset value per unit of the Reference Funds/classes of the Reference Funds except under extreme market conditions.

From the Effective Date, the offering documents of the Reference Funds will be amended to provide that, under normal market conditions, the adjustment rate will not exceed 2% of the net asset value per unit of the Reference Funds or classes (in respect of Reference Funds with different classes); however, it may be significantly higher during extreme market conditions such as periods of high volatility, reduced asset liquidity and market stress. In any event, unless with the approval of the trustee and the Securities and Futures Commission ("SFC") (if required), swing pricing adjustment rate exceeding 2% will only be applied on a temporary basis and will not exceed 5%.

3. Renaming of the Adjustment Mechanism and clarification of its purpose

The Adjustment Mechanism will be renamed as "**swing pricing**" (currently referred to as "**fiscal charge**" in the current offering documents of the Reference Funds) and it will be clarified in the offering documents of the Reference Funds that the purpose of the Adjustment Mechanism is to mitigate the anticipated dilution effects caused by purchasing/selling underlying investments (including but not limited to bid-offer spreads and transaction costs such as brokerage, taxes and government charges) when there is net capital flow of a Reference Fund.

The trust deed of each Reference Fund will also be amended by way of an amended and restated trust deed ("**Amended and Restated Deed**") and the offering documents of the Reference Funds will be amended to reflect the above changes where applicable.

Save as disclosed above, there will be no implications on the features and risks applicable to the Reference Funds or change in the operation and/or manner in which the Reference Funds are being managed or change in the fee level/cost in managing the Reference Funds. The above changes will not materially prejudice the interests of existing investors of the Reference Funds.

The legal and other administrative costs associated with the above changes, estimated to be approximately USD 2,482.76, will be borne by the relevant Reference Funds equally.

As a result, the PRU-Investment Choices will also experience the same changes regarding the changes of their corresponding reference fund(s) on the same Effective Date.

As a holder of the notional units of the PRU-Investment Choice(s), if you do not wish to accept the change(s), you may choose to switch your existing notional units of the PRU-Investment Choice(s) and redirect your future premium allocation / dividend allocation to other investment choice(s) by submitting a request to Prudential. You can arrange your request through our website www.prudential.com.hk at myPrudential or submit to Prudential the duly signed form available from your consultant or our Customer Service Center. Currently, you can opt for an unlimited number of switching of investment choice(s) and change of premium allocations or dividend allocations for future contributions in Prudential investment-linked insurance plans without incurring switching charges. Or else, you are not required to take any action for the change described.

For further information on the PRU-Investment Choice(s) and other investment choices available under the Policies and their corresponding reference fund(s), including fees and charges, investment objectives and risk factors, please refer to the offering documents of the Policies and the corresponding reference fund(s), which can be downloaded from our website at www.prudential.com.hk.

Should you have any inquiries, please do not hesitate to contact your consultant or our Customer Service Hotline at 2281 1333.

Thank you once again for your continued support.

Yours sincerely,

Prudential Hong Kong Limited

(Part of Prudential plc (United Kingdom))

(This is a computer print out and no signature is required)

2022 年 7 月



Important Document
重要文件

親愛的保單持有人：

有關：摩根東協基金（編號：JAS）、摩根南韓基金（編號：JKO）及摩根太平洋證券基金（編號：JPS）（「保誠投資選項」），適用於以下所訂之保單之更新

重要提示：本通告乃重要文件，務請您即時處理。煩請詳閱本通告，如對本通告的內容有任何疑問，應徵詢獨立的专业意見。保誠保險有限公司（「保誠」）對本通告的內容的準確性承擔責任。

感謝您選擇保誠。

保誠投資選項適用於雋賦投資計劃、「雋景」組合投資計劃、「雋景」整付保費投資計劃、「運籌」晉景投資計劃、「運籌智賞」投資計劃、俊傑尚盛計劃〔早前名稱為俊傑智選計劃〕、「運籌」智選保障計劃〔早前名稱為保誠運籌鑽石計劃、保誠運籌金計劃及保誠運籌銀計劃〕、「運籌」財智保障計劃、「投資創富」保障計劃、「運籌」優越投資計劃〔早前名稱為「運籌」盈豐投資計劃〕、尊尚退休寶計劃〔早前名稱為豐裕退休寶計劃及「退休寶」計劃〕、「投資寶」、「卓越人生」保障計劃、「極蓄」智選計劃、「運籌」萬全保障計劃及「運籌智富」投資計劃〔統稱「保單」〕。

我們已接獲摩根基金（亞洲）有限公司通知，以下有關分別為摩根東協基金、摩根南韓基金及摩根太平洋證券基金之參考基金摩根東協基金、摩根南韓基金和摩根太平洋證券基金〔「參考基金」及統稱「該等參考基金」〕之變更將於**2022年7月25日**〔「生效日期」〕起生效。

有關適用於每單位資產淨值的調整機制的變更

所有該等參考基金各自的信託契約均賦予摩根基金（亞洲）有限公司（作為該等參考基金的經理人（「經理人」））權力調整該等參考基金的每單位資產淨值，以反映經理人估計該等參考基金為應付認購或贖回要求而買賣相關證券將會引致的財務費用（「調整機制」）。調整機制的目的是為了在特殊情況下（包括但不限於在相關市場出現高波幅及／或缺乏流通性），該等參考基金單位的交易將可能對現有投資者的利益有潛在影響（以下簡稱「攤薄影響」）時保障該等參考基金的所有投資者的利益。

現時，調整機制適用於所有該等參考基金。

為了使調整機制能夠更好地達致保障該等參考基金的投資者免受預期攤薄影響的目的，該等參考基金的調整機制將由生效日期（包括該日在內）起作出以下變更。

1. 可運用調整機制的情況

現時，該等參考基金的銷售文件載明，倘若在特殊情況下，包括但不限於在相關市場出現高波幅及／或缺乏流通性，該等參考基金單位出現大額交易，可能對現有投資者的利益有潛在影響，則經理人可運用調整機制。

由生效日期起，該等參考基金的銷售文件將作出修訂，以訂明當參考基金的資本淨流動超過經理人不時預先釐定的限額時及倘若經理人認為符合所有投資者的利益，經理人可作出波動定價調整。該等限額由經理人根據一系列因素釐定，包括但不限於參考基金的資產流動以及相關市場的流通性。可能導致資本淨流動的情況的例子包括由於認購／贖回要求、基金合併（當中涉及資產流入／流出參考基金）等而導致的單位淨交易。該等修訂將令調整機制能夠在更多出現預期攤薄效應的情況下予以運用，從而為現有投資者提供更佳保障。

2. 上調最高調整比率

現時，該等參考基金的銷售文件載明，除非在極端市況下，否則調整比率將不會超過該等參考基金／該等參考基金的類別的每單位資產淨值的 1%。

由生效日期起，該等參考基金的銷售文件將作出修訂，以訂明在正常市況下，調整比率將不會超過該等參考基金或類別（就擁有不同類別的該等參考基金而言）的每單位資產淨值的 2%；然而，在極端市況下（例如在出現高波幅、資產流通性下降及市場受壓的期間），該比率可能大幅上升。在任何情況下，除非獲得信託管理人及證券及期貨事務監察委員會（「證監會」）（如要求）的批准，否則應用超過 2% 的波動定價調整比率只屬暫時性質，而有關比率將不會超過 5%。

3. 更改調整機制的名稱及澄清其目的

調整機制的名稱將改為「**波動定價**」(現時在現行該等參考基金的銷售文件內稱為「**財務費用**」)，而該等參考基金的銷售文件將作出澄清，以表明調整機制的目的是為了當參考基金出現資本淨流動時，減低因購買／出售相關投資所引致的預期攤薄影響(包括但不限於買賣差價及交易費用，如經紀費、稅項及政府收費)。

各參考基金的信託契約亦將透過一份經修訂及重述信託契約(「**經修訂及重述契約**」)作出修訂，及該等參考基金的銷售文件將作出修訂以反映上述變更(如適用)。

除上文所披露者外，適用於該等參考基金的特徵及風險不會受到任何影響，該等參考基金的運作及／或管理方式或管理該等參考基金的費用水平／成本亦不會發生任何改變。上述變更將不會對該等參考基金現有投資者的利益造成重大損害。

與上文所述變更相關的法律及其他行政成本估計約為 2,482.76 美元，將由該等參考基金平均承擔。

因此，保誠投資選項將就其對應的參考基金的修訂於同一生效日期作出相同更新。

作為保誠投資選項的單位持有者，若閣下不希望接受是次更新，閣下可遞交指示至本公司，以轉換現有保誠投資選項之單位及重新分配閣下日後的保費分配／紅利分配至其他投資選項。閣下可透過本公司網站 www.prudential.com.hk 之 myPrudential 安排相關指示，或透過閣下的顧問或客戶服務部索取表格並填妥交回本公司。現時，於各保誠投資相連壽險計劃下，閣下可不限次數選擇作出投資選項調配、轉換日後的保費分配或紅利分配，而毋須繳付調配費用。否則，閣下毋須就上述更新採取任何行動。

如欲查閱更多保誠投資選項及於保單下之其他投資選擇及其相關參考基金的資料，包括費用及收費、投資目標及風險因素，請參閱相關保單及個別參考基金的銷售文件，該等銷售文件可於本公司網頁 www.prudential.com.hk 下載。如有任何查詢，請聯絡您的顧問或致電客戶服務熱線 2281 1333。

感謝您一直以來的支持！

保誠保險有限公司 謹啟
(保誠集團成員)

(此信件為電腦列印文件，毋需簽署)