



Product Summary for AIA Retirement Saver (IV) – Limited-Pay

Ver. 5.0

To help you understand Life Participating Insurance policies better, please refer to 'Your Guide To Participating Policies' (YGTPP), which can be found at www.aia.com.sg or www.lia.org.sg. YGTPP is also available from your AIA Financial Services Consultant, your Financial Adviser or their representatives.

1. Provider of the Plan

AIA Singapore Private Limited (Reg. No. 201106386R) ("we, our, us, AIA Singapore")
1 Robinson Road
AIA Tower
Singapore 048542

2. Nature & Objective of the Plan

AIA Retirement Saver (IV) is an endowment insurance policy designed to provide you with a monthly retirement income over your chosen Income Payout Period, starting from your chosen Retirement Age (as shown in the Policy Illustration). It also provides coverage against death.

This is a participating policy that allows you to participate in the performance of the participating fund in the form of dividends that are not guaranteed.

3. Benefits under the Plan

AIA Retirement Saver (IV) provides you with the following benefits:

a. Monthly Retirement Income

We will pay you the monthly retirement income (which is equivalent to Insured Amount) over the Income Payout Period, starting one month after the policy anniversary occurring on or immediately following the Insured's Retirement Age.

Before payment of the monthly retirement income, any amounts owing to us will first be deducted.

You may choose to receive the monthly retirement income or leave it with us to accumulate interest at the prevailing rate.

b. Maturity Benefit

If the Insured is alive on the maturity date (at the end of Income Payout Period) while your policy is in force, we will pay you:

- (1) last monthly retirement income; and
- (2) last monthly dividend (if any); and
- (3) terminal dividend (if any),

plus any monthly dividend and monthly retirement income which have been left to accumulate with us, after deducting any and all amounts owing to us.

Your policy will automatically terminate on the maturity date.

c. Death Benefit

If the Insured dies before the Retirement Age

We will pay:

- (1) an amount being the higher of the following; and



- 101% of the total premiums paid or waived (if any) on your basic policy based on the applicable Insured Amount (including any premium adjustment for premium payment mode), without interest; or
 - guaranteed cash value.
- (2) terminal dividend (if any),

after deducting any amounts owing to us.

For the avoidance of doubt, if death occurs during the premium pass period, the total premiums paid and/or waived (if any) will exclude the deferred premium amount.

If the Insured dies on or after the Retirement Age

We will pay:

- (1) an amount being the higher of the following; and
- 101% of the total premiums paid or waived on your basic policy based on the applicable Insured Amount (including any premium adjustment for premium payment mode), without interest, after deducting the total monthly retirement income paid; or
 - guaranteed cash value.
- (2) terminal dividend (if any),

plus any monthly dividends and monthly retirement income which have been left to accumulate with us, after deducting any amounts owing to us.

Your policy will automatically terminate on the death of the Insured.

d. Surrender Value

You may surrender your policy for its cash value (if any). Your policy will automatically terminate once it is surrendered in full.

e. Premium Pass Option

In the event of involuntary retrenchment, you may request to exercise the Premium Pass Option after the third policy anniversary, provided your policy is in force and premiums have been fully paid for the first three (3) policy years.

Upon successful activation of the Premium Pass Option, you are not required to pay premiums over a period of 12 consecutive months ("Premium Pass Period"). During the premium pass period, your policy (including any waiver (if any)) will continue to be in force. The cumulative premiums deferred during the Premium Pass Period shall be referred to as the "Deferred Premium Amount". No interest will be charged on the Deferred Premium Amount during the Premium Pass Period.

At the end of the Premium Pass Period, you will be granted an interest-free loan equal to the outstanding deferred premium amount, to be repaid over 12 consecutive months ("Interest-free Repayment Period") if there is sufficient guaranteed cash value. The interest-free loan will be deemed as an amount owing to us, but no interest will be charged during the Interest-free Repayment Period.

At the end of the Interest-free Repayment Period, interest will be charged for the outstanding deferred premium that remains unpaid after the Interest-free Repayment Period.

You may repay the Deferred Premium Amount anytime, in lump sum or regular instalments.

In order to activate the Premium Pass Option, supporting documents must be submitted to us within 2 months from the end of the Deferment Period. Deferment Period refers to a period of 2 months from the effective date of the involuntary retrenchment, during which you are unable to secure any full-time employment.



4. Exclusions

There are certain conditions under which no benefits will be payable. These are stated as exclusions in the contract. The exclusions for this plan include, but are not limited to, the following conditions. You are advised to read the policy contract for the full list of exclusions.

Death Benefit

If the Insured commits suicide within 1 year from the policy issue date or date of reinstatement (where applicable), whichever is later, our liability will be limited to a return of premiums paid without interest.

Premium Pass Option

The exclusions below are not exhaustive and any request to exercise Premium Pass Option is subject to our acceptance upon consideration of information submitted in support of the request.

You will not be able to exercise Premium Pass Option under this policy if:

- (a) you were not a Full-Time Employee immediately before your Involuntary Retrenchment;
- (b) you were self-employed or employed by your Immediate Family Member or a business owned by your immediate family member;
- (c) you and/or your Immediate Family Member (whether singly, jointly or in the aggregate) were in a position to exercise control or influence over the appointment and/or termination of employees by your employer;
- (d) the termination of your Full-Time Employment arose out of:
 - i. retirement;
 - ii. resignation;
 - iii. termination or suspension due to your breach of the terms of employment, or your own misconduct or negligence;
 - iv. your own wilful or deliberate misconduct or unlawful behaviour;
 - v. severance or natural termination of any fixed term contract of employment or of an interim contract;
 - vi. leave of absence whether paid or unpaid;
 - vii. military discharge;
 - viii. any voluntary forfeiture of income by you;
 - ix. failure to continue employment upon completion of probation period;
 - x. disability or injury due to any accident, sickness, pregnancy, childbirth or self destruction or any attempt threat, while sane or insane;
 - xi. your inability to continue the employment due to the need to service in armed forces in the time of war, declared or undeclared, or while under orders for warlike operations or restoration of public order;
 - xii. riot and civil commotion;
 - xiii. strike or labour disputes; or
 - xiv. any partial, seasonal or casual employment;
- (e) you had not worked for at least 6 consecutive months immediately prior to the Involuntary Retrenchment from Full-Time Employment; or
- (f) your loss of work relates to work as a self-employed person or independent contractor, and not termination from Full-Time Employment.



5. Investment of Assets

The premiums of the participating policies in the participating fund are invested in a range of assets that reflect the following investment objectives:

- (a) ensure that the participating fund is financially sound and is able to meet the regulatory fund solvency requirements at all times; and
- (b) achieve an investment return sufficient to meet the guaranteed liabilities; and
- (c) enable the declaration of dividends at reasonable levels.

The participating fund is managed by:

AIA Investment Management Private Limited

1 Robinson Road, AIA Tower #08-00, Singapore 048542

The current investment mix as at 31 December 2024 and target investment mix are as follows:

Asset Class	Target	Current
Bonds	62%	63%
Risky Assets*	38%	37%
Total	100%	100%

**Includes listed common stocks, private equity, alternative investments, investments into funds and real estate. We may vary the risk assets allocation depending on market conditions.*

Investment Rate of Return

For our Participating Fund, the past investment rates of return (after deducting investment expenses only) are shown in the table below. The Participating Fund can be separated into different sub-groups; the figures below refer to the investment returns for the sub-group or class of products that this policy belongs to.

	2022	2023	2024	Average over the last 3 years	Average over the last 5 years	Average over the last 10 years
Investment Returns	-9.3%	5.8%	7.1%	0.9%	2.7%	3.9%

Please note that past performance may not be indicative of future performance.

Total Expense Ratio

The Total Expense Ratio is the proportion of total expenses incurred by the Participating Fund to the assets of the Participating Fund. These expenses include costs such as investment, management, distribution, taxation and other expenses.

An expected level of expenses to be incurred by the Participating Fund has been allowed for in the premiums payable for your policy and is not an additional cost to you. If the actual level of expenses vary significantly from the expected level of expenses, it may affect the non-guaranteed benefits you may receive.



For our Participating Fund, the past Total Expense Ratios are shown in the table below.

	2022	2023	2024	Average over the last 3 years	Average over the last 5 years	Average over the last 10 years
Total Expense Ratio [^]	1.2%	1.3%	1.2%	1.3%	1.3%	1.5%

[^]The Total Expense Ratio is for the whole Participating Fund.

Please note that past expense ratios may not be indicative of actual expenses that may be incurred in the future.

6. Types of Risks Affecting the Level of Dividends

The key factors affecting the performance of the participating fund are investment returns, mortality and morbidity experience, lapse and surrender experience, business risks (including but not limited to product design, selling and marketing practices, and demographic changes) and expense experience of the participating fund as a whole.

We will determine the level of dividends taking into account the current performance as well as future outlook for the participating fund.

7. Sharing of Risks

Investment risks are shared among all the policies within the same group or class of products. Investment risks include foreign exchange risk on equities. The other key risks affecting the value of the Participating Fund including mortality, morbidity, lapses and surrenders, expenses and business risks are mostly shared by all the policies in the Participating Fund.

In determining the level of dividends that can be paid, the assets available to support the group or class of products that this participating policy belongs to are derived by accumulating the premiums paid and investment income, minus the payments attributed to the group of policies (e.g. death benefits, survival benefits, surrender benefits, dividends paid out (if any), distribution to shareholders, tax and expenses).

8. Smoothing of Dividends

In order to provide an element of stability in the returns to policyholders, smoothing is applied by spreading profits and losses from one year to the next. This means that in years where experience is good, not all the profits will be distributed to policyholders through dividends declared, but instead such profits may be used to increase returns to policyholders in years where experience is poor. The long-term cost of smoothing is intended to be broadly neutral across generations of policyholders.

For MDs, the scales are usually reviewed once a year. There is no maximum amount by which the scales may change from one year to the next.

For TD, the scales are usually reviewed once a year. However, TD may be changed at any time, particularly in adverse financial conditions.

This product was launched in 2021. MD is only available from policy year 6 onwards. As such, there is no past experience available for MD yet.

The TD declared over the past 2 years are consistent with the TD illustrated at the Illustrated Investment Rate of Return of 4.25% per annum as shown in the Policy Illustration / Supplementary Illustration.

Please note that past performance is not necessarily indicative of future performance.



9. Fees and Charges

This plan shares in the experience of the participating fund. This means that any expenses incurred by the plan can be charged to the policy including:

- commissions relating to participating policies;
- costs of acquiring new participating business (e.g. underwriting and issue expenses);
- costs of maintaining in-force participating business (e.g. premium collection, issuing renewal statements, administration system maintenance, financial and statutory reporting);
- investment expenses;
- taxation expenses;
- a reasonable and fair proportion of the general management and overhead expenses;
- claim expenses (e.g. mortality/morbidity, surrender); and
- any other expenses and charges properly attributable to the participating fund.

All expenses, except for commissions, are shared and charged to the assets backing the policy according to the Sharing of Risk described earlier. For commissions, the actual amount is charged to each individual policy. All fees and charges have been included in the calculation of the premium and will not be charged separately to you.

10. Adjustment in Premium Rates

The premium rates are guaranteed.

11. Impact of Early Surrender

You may wish to refer to the Policy Illustration which illustrates the surrender value you will receive if you intend to surrender your policy.

As buying a life insurance policy is a long-term commitment, an early termination of the policy usually involves high costs and the surrender value, if any, that is payable to you may be zero or less than the total premiums paid. You should consider carefully before terminating the policy or switching to a new one as there may be disadvantages in doing so. The new policy may cost more or have fewer benefits at the same cost.

12. Update on Performance

You will receive an annual performance update which consists of the following:

- Participating Policy Annual Statement that sets out the illustrated benefits at maturity / surrender within 2 months of your policy anniversary; and
- Participating Fund Commentary on the performance of the participating fund and the outlook, usually by July every year.

13. Conflict of Interest

Potential conflicting interests may arise from time to time between this policy and other policies issued by us, or between the participating fund of this policy and other funds of other policies or other funds managed by us. In such cases, we will act fairly in respect of all policies issued us and all funds managed by us and to balance the interests of this policy and the relevant fund.

14. Related Parties Transactions

AIA Investment Management Private Limited, the manager of AIA participating funds, is a related party to AIA Singapore. We will ensure that all related parties transactions are done in a just and equitable manner and carried out at arms' length.

For related party transactions which are considered material outsourcing, AIA Singapore will comply with its outsourcing guidelines which would require, among others, that the terms of the transaction are documented and that risks relating to business continuity management, monitoring and control, audit and inspection and performance standards are clearly set out.



15. Free-Look Period

After purchasing a life insurance policy, you have a 14-day free-look period starting from the day you receive your policy documents to review the documents carefully. During this time, if you choose to cancel your policy, the insurer will refund you the premiums you have paid, less any medical fees and other expenses, such as payments for medical check-ups and medical reports, incurred by the insurer.

If you opted for an electronic copy of your policy, the 14-day free-look period will start when you receive our SMS or email notification, informing you that the policy contract documents are available for your viewing on our customer portal.

If we have posted the policy to you, the 14-day free-look period will start 7 days from the date we posted the policy.

If the policy was delivered to you by hand, the 14-day free-look period will start seven (7) days from the date on which the policy was given to the postal/courier company or your insurance representative.

Important Notes:

This insurance plan is underwritten by AIA Singapore. All insurance applications are subject to our underwriting and acceptance. Submission of an application and payment of premium does not constitute and should not be construed as acceptance by us. We reserve the right to withdraw the plan or reject applications, at anytime or for any reason without notice.

This product summary does not form a part of any contract of insurance. It is intended only to be a simplified description of the product features applicable to this plan and is not exhaustive. The contents of this product summary may vary from the terms of cover eventually issued. Please refer to the actual policy contract for all terms and conditions, including exclusions whereby the benefits under your policy may not be paid out. You are advised to read the policy contract. For the avoidance of doubt, only the terms and conditions as set out in the policy contract will bind the parties.