



WealthSave (Renminbi)
Insurance Plan II

HSBC 

Insurance

HSBC Life (International) Limited

HSBC Life (International) Limited ("the Company") is incorporated in Bermuda with limited liability, and is one of the HSBC Group's insurance underwriting subsidiaries.

Registered office

6 Front Street, Hamilton HM11, Bermuda

Hong Kong SAR office

18/F, Tower 1, HSBC Centre, 1 Sham Mong Road, Kowloon, Hong Kong

The Company is authorised and regulated by the Hong Kong Commissioner of Insurance to carry on long-term insurance business in the Hong Kong SAR.

WealthSave (Renminbi) Insurance Plan II is underwritten by the Company.

The Hongkong and Shanghai Banking Corporation Limited (referred to as "HSBC") is an insurance agent authorised by the Company.

The Company accepts full responsibility for the accuracy of the information contained in the Principal Brochure and confirms, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading. The information shown therein is intended as a general summary. Please refer to your insurance policy for the detailed terms and conditions.

January 2014

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WealthSave (Renminbi) Insurance Plan II



Diversify your portfolio with a Renminbi savings insurance plan

Whatever stage of life you're at, you will want to diversify your funds in today's ever-changing market environment to achieve your savings goals and safeguard yourself and your family.

WealthSave (Renminbi) Insurance Plan II gives you an alternative way to accumulate your wealth with guaranteed savings¹ and Renminbi exposure, together with life cover during the policy term for added peace of mind. **At the end of the 5-year policy term, WealthSave (Renminbi) Insurance Plan II offers you:**

Guaranteed cash value of 113% of the single payment, which is equivalent to guaranteed annualised return of 2.56% p.a. in Renminbi terms[^]

Application is simple and no health questions will be asked².

Limited offer

The plan is only available for a limited period and the Company reserves the right to accept or decline any applications subject to plan availability.

[^]Note: You have a choice of paying your premiums in the first two years annually (regular payment) or in a lump sum (single payment). For single payment policy, the guaranteed cash value at the end of the 5-year policy term equals to 113% of the single payment, which is equivalent to guaranteed annualised return of 2.56% p.a. in Renminbi terms. For regular payment policy, the guaranteed cash value at the end of the 5-year policy term equals to 111% of the Total Premiums Paid, which is equivalent to guaranteed annualised return of 2.40% p.a. in Renminbi terms. Such guaranteed cash values and guaranteed annualised return rates are calculated based on premiums and policy values in Renminbi terms and are only guaranteed in Renminbi terms.

1 The guaranteed savings are calculated based on premiums and policy values in Renminbi terms and are only guaranteed in Renminbi terms. Such guaranteed savings amount, if illustrated or paid in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate. You could experience loss or gain subject to the Renminbi-Hong Kong dollar exchange rate movement.

2 The Company reserves the right to accept or decline any applications subject to the availability of this plan and based on the information provided by the applicant and/or the life insured during the application. In case of unsuccessful application, the premiums paid in the original amount and original payment currency will be refunded.

WealthSave (Renminbi)

Insurance Plan II

Achieve your savings goal with ease

WealthSave (Renminbi) Insurance Plan II is a 5-year savings and insurance plan. It serves as an alternative savings tool with Renminbi exposure and helps achieve your wealth accumulation target in a secured way.¹

Premium payment

The plan currency is Renminbi but you have a choice of paying premiums in Renminbi or in Hong Kong dollars at a market-based prevailing exchange rate³. You can pay your premiums in the first two years annually (regular payment) or in a lump sum (single payment⁴).

Guaranteed returns in Renminbi terms

When your policy matures at the end of the 5-year policy term, you are guaranteed to receive your target savings amount (i.e. the sum insured of your policy), which is equivalent to 113% of the single payment⁴ (applicable to single payment⁴ policy) or 111%⁵ of the Total Premiums Paid⁶ (applicable to regular payment policy) in Renminbi terms. Such amount will be settled⁷ in Renminbi, or at the sole discretion of the Company, in Hong Kong dollars at a market-based prevailing exchange rate.

Renminbi exposure

The benefits payable⁷ under your policy in Hong Kong dollar terms are subject to the Renminbi-Hong Kong dollar exchange rate fluctuation. There is a possibility that you may enjoy an extra gain on your benefit values⁷ in Hong Kong dollar terms if the Renminbi appreciates against the Hong Kong dollar. However, you may experience a loss if the Renminbi depreciates substantially against the Hong Kong dollar.

Life protection to support your family

In the unfortunate event of the life insured's death during the policy term, your family or your chosen beneficiary(ies) will be entitled to the death benefit⁷ which is equivalent to 101% of the Total Premiums Paid⁶ or 101% of the guaranteed cash value of your policy in Renminbi terms (whichever is higher), plus any balance of single payment⁴ (applicable to single payment⁴ policy), less any indebtedness. You can rest assured that your loved ones will receive financial assistance in their time of need.

- 1 The guaranteed savings are calculated based on premiums and policy values in Renminbi terms and are only guaranteed in Renminbi terms. Such guaranteed savings amount, if illustrated or paid in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate. You could experience loss or gain subject to the Renminbi-Hong Kong dollar exchange rate movement.
- 3 The Renminbi payment option is only available for policyholders with a CNY account eligible for premium payment under the relevant regulatory requirement. The availability of such option is at the sole discretion of the Company at the time of application. For regular payment policy, the subsequent annual premium payment must be in the same currency as the initial annual premium payment.
- 4 The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.
- 5 For single payment⁴ policy, the guaranteed maturity benefit⁷ of 113% is equal to the guaranteed cash value at maturity divided by the single payment⁴ in Renminbi terms; for regular payment policy, the guaranteed maturity benefit⁷ of 111% is equal to the guaranteed cash value at maturity divided by the Total Premiums Paid⁶ in Renminbi terms. You should refer to the *insurance proposal summary* for details. The guaranteed maturity benefit⁷ only applies to a policy which is held until maturity. Such guaranteed benefit is calculated based on premiums and policy values in Renminbi terms and is only guaranteed in Renminbi terms. In Hong Kong dollar terms, the guaranteed maturity benefit⁷ will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate. You will experience loss or gain subject to the Renminbi-Hong Kong dollar exchange rate movement.
- 6 Total Premiums Paid refers to:
 - for the purpose of illustrating cash value at maturity, the total amount of premiums due in Renminbi terms; or
 - for the purpose of computing the death benefit⁷ and Additional Accidental Death Benefit^{7, 8}, the total amount of premiums due in Renminbi terms (whether or not actually paid) as of the date of death of the life insured, except that any premium prepayment under single payment⁴ policy will not be considered as paid unless and until such part of the premiums is actually due on that day. Please refer to the policy for the detailed terms and conditions.
- 7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.
- 8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.
- 10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

Extra protection

• Additional Accidental Death Benefit^{7, 8}

In the unfortunate event of the life insured's death as a result of an accident, your family or your chosen beneficiary(ies) will receive an amount equivalent to 30% of the Total Premiums Paid⁶ in Renminbi terms in addition to the death benefit⁷ payable under your policy.

• Terminal Illness Benefit^{7, 9}

This benefit allows your chosen beneficiary(ies) to receive the death benefit⁷ of your policy in advance if the life insured is diagnosed with a terminal illness which commences before the life insured reaches the age¹⁰ of 65 and which is likely to result in death within one year.

• Unemployment Benefit¹¹

If you, as the policyholder, are a HKID cardholder and become unemployed for at least 30 consecutive days before the age¹⁰ of 65, you can defer payment of premiums due for up to 365 days and still enjoy the full protection of the policy.

• Hassle-free Application

With no medical examination required, applying for WealthSave (Renminbi) Insurance Plan II only requires you to complete one simple application form. No health questions will be asked².

2 The Company reserves the right to accept or decline any applications subject to the availability of this plan and based on the information provided by the applicant and/or the life insured during the application. In case of unsuccessful application, the premiums paid in the original amount and original payment currency will be refunded.

4 The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

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- for the purpose of illustrating cash value at maturity, the total amount of premiums due in Renminbi terms; or
- for the purpose of computing the death benefit⁷ and Additional Accidental Death Benefit^{7, 8}, the total amount of premiums due in Renminbi terms (whether or not actually paid) as of the date of death of the life insured, except that any premium prepayment under single payment⁴ policy will not be considered as paid unless and until such part of the premiums is actually due on that day. Please refer to the policy for the detailed terms and conditions.

7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.

8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

9 The Terminal Illness Benefit is applicable to life insured aged¹² 64 or below. The benefit will terminate when the life insured attains the age¹⁰ of 65 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

11 The Unemployment Benefit is not applicable to single payment⁴ policy. The benefit is only applicable to policyholders aged¹² between 19 and 64 who are HKID cardholders. The benefit will terminate when the policyholder attains the age¹⁰ of 65 or all premiums due have been paid or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

12 Age means your/life insured's age at next birthday.

WealthSave (Renminbi) Insurance Plan II

Important Risk Warning:

- **WealthSave (Renminbi) Insurance Plan II is underwritten by HSBC Life (International) Limited. Your policy is subject to the credit risks of the Company.**
- **If you select Renminbi as the premium payment currency, please note that Renminbi is currently not freely convertible and subject to regulatory restrictions. For personal customers who are HKID cardholders, conversions conducted through Renminbi accounts with banks in Hong Kong are subject to the limit of up to CNY20,000 per person per day. You should allow time for conversion of Renminbi from another currency of an amount exceeding the daily limit.**
- **Due to exchange rate fluctuation, there is a risk that if the Renminbi appreciates substantially against the Hong Kong dollar, your subsequent annual premium payment would be, in Hong Kong dollar terms, higher than your initial annual premium payment; likewise you could lose a substantial portion of your benefit values⁷, in Hong Kong dollar terms if the Renminbi depreciates substantially against the Hong Kong dollar.**

⁷ Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.

How do I find out more?

If you are looking for an insurance plan with savings in Renminbi coupled with the protection that comes with life cover for 5 years, WealthSave (Renminbi) Insurance Plan II could be a right choice for you. Your Premier Relationship Manager will be happy to help review your current and future needs and help you decide if WealthSave (Renminbi) Insurance Plan II is the right product to meet your needs.

To arrange a financial planning review meeting, you can:



Call 2233 3131

Go to www.hsbc.com.hk

Visit any HSBC branch

Plan summary

A plan combining savings and protection:

Savings at Maturity	Guaranteed maturity benefit ⁷	<ul style="list-style-type: none"> • 113% of the single payment⁴ (applicable to single payment⁴ policy) or 111%⁵ of the Total Premiums Paid⁶ (applicable to regular payment policy) in Renminbi terms
Protection	Death benefit ⁷	<ul style="list-style-type: none"> • 101% of the Total Premiums Paid⁶ or 101% of the guaranteed cash value in Renminbi terms (whichever is higher), plus any balance of single payment⁴ (applicable to single payment⁴ policy), less any indebtedness
	Additional Accidental Death Benefit ^{7,8}	<ul style="list-style-type: none"> • 30% of the Total Premiums Paid⁶ in Renminbi terms in addition to the death benefit⁷ of your policy in the unfortunate event of the life insured's death as a result of an accident
	Terminal Illness Benefit ^{7,9}	<ul style="list-style-type: none"> • Advance payment of the death benefit⁷ of your policy if the life insured is diagnosed with a terminal illness before the age¹⁰ of 65 and such illness is likely to result in death within one year
	Unemployment Benefit ¹¹	<ul style="list-style-type: none"> • Payment of premiums due can be deferred up to 365 days if you become unemployed for at least 30 consecutive days prior to the age¹⁰ of 65
At Maturity	Maturity benefit settlement	<ul style="list-style-type: none"> • Lump sum payment
Term	Policy term	<ul style="list-style-type: none"> • 5 years
	Premium payment term	<ul style="list-style-type: none"> • 2 years
	Premium payment mode	<ul style="list-style-type: none"> • Annually or single payment⁴

4 The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

5 For single payment⁴ policy, the guaranteed maturity benefit⁷ of 113% is equal to the guaranteed cash value at maturity divided by the single payment⁴ in Renminbi terms; for regular payment policy, the guaranteed maturity benefit⁷ of 111% is equal to the guaranteed cash value at maturity divided by the Total Premiums Paid⁶ in Renminbi terms. You should refer to the *insurance proposal summary* for details. The guaranteed maturity benefit⁷ only applies to a policy which is held until maturity. Such guaranteed benefit is calculated based on premiums and policy values in Renminbi terms and is only guaranteed in Renminbi terms. In Hong Kong dollar terms, the guaranteed maturity benefit⁷ will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate. You will experience loss or gain subject to the Renminbi-Hong Kong dollar exchange rate movement.

6 Total Premiums Paid refers to:

- for the purpose of illustrating cash value at maturity, the total amount of premiums due in Renminbi terms; or
- for the purpose of computing the death benefit⁷ and Additional Accidental Death Benefit^{7,8}, the total amount of premiums due in Renminbi terms (whether or not actually paid) as of the date of death of the life insured, except that any premium prepayment under single payment⁴ policy will not be considered as paid unless and until such part of the premiums is actually due on that day. Please refer to the policy for the detailed terms and conditions.

7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.

8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

9 The Terminal Illness Benefit is applicable to life insured aged¹² 64 or below. The benefit will terminate when the life insured attains the age¹⁰ of 65 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

11 The Unemployment Benefit is not applicable to single payment⁴ policy. The benefit is only applicable to policyholders aged¹² between 19 and 64 who are HKID cardholders. The benefit will terminate when the policyholder attains the age¹⁰ of 65 or all premiums due have been paid or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

12 Age means your/life insured's age at next birthday.

Currency	Plan currency	<ul style="list-style-type: none"> Renminbi (CNY)
	Payment currency ³	<ul style="list-style-type: none"> Renminbi (CNY) / Hong Kong dollars (HK\$)
	Settlement currency ⁷	<ul style="list-style-type: none"> Renminbi (CNY) / Hong Kong dollars (HK\$)
	Currency conversion	<ul style="list-style-type: none"> Whenever the payment³ or settlement⁷ currency is different from the plan currency, we will apply a market-based prevailing exchange rate which will be determined by the Company from time to time
Application	Eligibility	<ul style="list-style-type: none"> Basic Plan: Age¹² 75 or below (applicable to life insured) Additional Accidental Death Benefit^{7,8}: Age¹² 75 or below (applicable to life insured) Terminal Illness Benefit^{7,9}: Age¹² 64 or below (applicable to life insured) Unemployment Benefit¹¹: Age¹² 19 – 64 (applicable to policyholder) Both policyholder and life insured are subject to the relevant nationality requirements of the Company
	Underwriting	<ul style="list-style-type: none"> No medical examination required Application is simple and no health questions will be asked²
	Sum insured	<ul style="list-style-type: none"> Minimum sum insured: CNY80,000 (per policy) Maximum sum insured: CNY6,000,000 (per life insured)¹³

2 The Company reserves the right to accept or decline any applications subject to the availability of this plan and based on the information provided by the applicant and/or the life insured during the application. In case of unsuccessful application, the premiums paid in the original amount and original payment currency will be refunded.

3 The Renminbi payment option is only available for policyholders with a CNY account eligible for premium payment under the relevant regulatory requirement. The availability of such option is at the sole discretion of the Company at the time of application. For regular payment policy, the subsequent annual premium payment must be in the same currency as the initial annual premium payment.

4 The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.

8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

9 The Terminal Illness Benefit is applicable to life insured aged¹² 64 or below. The benefit will terminate when the life insured attains the age¹⁰ of 65 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

11 The Unemployment Benefit is not applicable to single payment⁴ policy. The benefit is only applicable to policyholders aged¹² between 19 and 64 who are HKID cardholders. The benefit will terminate when the policyholder attains the age¹⁰ of 65 or all premiums due have been paid or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

12 Age means your/life insured's age at next birthday.

13 The aggregate amount of the sum insured of all pending applications and inforce policies of WealthSave (Renminbi) Insurance Plan II for each Proposed Insured shall not exceed CNY6,000,000.

Illustrative examples

Assumption

Sum Insured: CNY300,000

Case 1:

If you choose to make single payment⁴,

At maturity (end of policy year 5)

(Plan currency: CNY)

Single payment ⁴	Guaranteed cash value	Guaranteed cash value ÷ Single payment ⁴
264,431	300,000	113%

Explanations:

- This is only an illustrative example. You should refer to the *insurance proposal summary* for details.
- The illustration above assumes that (i) the policy is in force until maturity; and (ii) there is no reduction in the sum insured of the policy during the policy term.
- Any changes in the Renminbi-Hong Kong dollar exchange rate will have direct impact on the value of your benefits in Hong Kong dollar terms. Due to exchange rate fluctuation, there is a risk that you will lose a substantial portion of your benefit values in Hong Kong dollar terms, if the Renminbi depreciates substantially against the Hong Kong dollar.
- If you surrender your policy before the end of the policy term, the amount you get back may be considerably less than the amount of premiums you have paid in either Hong Kong dollar or Renminbi terms.

⁴ The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

Assumption

Sum Insured: CNY300,000

Case 2:

If you choose to make regular payments:

Annual Premium: CNY134,808

At maturity (end of policy year 5)

(Plan currency: CNY)

Total Premiums Paid ⁶	Guaranteed cash value	Guaranteed cash value ÷ Total Premiums Paid ⁶
269,616	300,000	111%

Explanations:

- This is only an illustrative example. You should refer to the *insurance proposal summary* for details.
- The illustration above assumes that (i) all premiums due are paid in full; (ii) the policy is in force until maturity; and (iii) there is no reduction in the sum insured of the policy during the policy term.
- If the Renminbi appreciates after the payment of initial annual premium then the subsequent annual premium would be higher than the initial annual premium in Hong Kong dollar terms.
- Any changes in the Renminbi-Hong Kong dollar exchange rate will have direct impact on the value of your benefits in Hong Kong dollar terms. Due to exchange rate fluctuation, there is a risk that you will lose a substantial portion of your benefit values in Hong Kong dollar terms, if the Renminbi depreciates substantially against the Hong Kong dollar.
- If you surrender your policy before the end of the policy term, the amount you get back may be considerably less than the amount of premiums you have paid in either Hong Kong dollar or Renminbi terms.

4 The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

6 Total Premiums Paid refers to:

- for the purpose of illustrating cash value at maturity, the total amount of premiums due in Renminbi terms; or
- for the purpose of computing the death benefit⁷ and Additional Accidental Death Benefit^{7,8}, the total amount of premiums due in Renminbi terms (whether or not actually paid) as of the date of death of the life insured, except that any premium prepayment under single payment⁴ policy will not be considered as paid unless and until such part of the premiums is actually due on that day. Please refer to the policy for the detailed terms and conditions.

7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.

8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.

10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

Frequently asked questions

Given that WealthSave (Renminbi) Insurance Plan II is denominated in Renminbi, how are premium and benefit amounts determined if the premium is paid or benefit is settled in Hong Kong dollars?

Besides making premium payment in Renminbi, you can also choose to pay premiums in Hong Kong dollars³ based on a fixed annual premium amount expressed in Renminbi. For regular payment policy, please note that the initial premium and subsequent premium must be paid in the same currency. The Hong Kong dollar premium amount will be calculated from the Renminbi fixed amount based on a market-based prevailing exchange rate at the time when the payment is processed. Similarly, if the benefits⁷ are settled in Hong Kong dollars, the benefits payable expressed in Renminbi will be converted to Hong Kong dollars based on a market-based prevailing exchange rate at the time of settlement. Please note that the prevailing Renminbi-Hong Kong dollar exchange rate will be determined by the Company from time to time.

For regular payment policy, due to exchange rate fluctuation, there is a risk that if the Renminbi appreciates substantially against the Hong Kong dollar, your subsequent annual premium payment could be, in Hong Kong dollar terms, higher than your initial annual premium payment; likewise you could lose a substantial portion of your benefit values in Hong Kong dollar terms if the Renminbi depreciates substantially against the Hong Kong dollar.

On the contrary, should Renminbi appreciate against Hong Kong dollars, your benefits⁷ in Hong Kong dollar terms may be enhanced on top of the growth of guaranteed cash values.

Is WealthSave (Renminbi) Insurance Plan II a pure savings plan?

No. The plan is not a pure savings plan. It is an insurance policy with life protection and a savings element. At the end of the policy term it provides a guaranteed cash value of 113% of the single payment⁴ (applicable to single payment⁴ policy) or 111%⁵ of the Total Premiums Paid⁶ (applicable to regular payment policy) in Renminbi terms.

- 3 The Renminbi payment option is only available for policyholders with a CNY account eligible for premium payment under the relevant regulatory requirement. The availability of such option is at the sole discretion of the Company at the time of application. For regular payment policy, the subsequent annual premium payment must be in the same currency as the initial annual premium payment.
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- 5 For single payment⁴ policy, the guaranteed maturity benefit⁷ of 113% is equal to the guaranteed cash value at maturity divided by the single payment⁴ in Renminbi terms; for regular payment policy, the guaranteed maturity benefit⁷ of 111% is equal to the guaranteed cash value at maturity divided by the Total Premiums Paid⁶ in Renminbi terms. You should refer to the *insurance proposal summary* for details. The guaranteed maturity benefit⁷ only applies to a policy which is held until maturity. Such guaranteed benefit is calculated based on premiums and policy values in Renminbi terms and is only guaranteed in Renminbi terms. In Hong Kong dollar terms, the guaranteed maturity benefit⁷ will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate. You will experience loss or gain subject to the Renminbi-Hong Kong dollar exchange rate movement.
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 - for the purpose of computing the death benefit⁷ and Additional Accidental Death Benefit⁷⁻⁸, the total amount of premiums due in Renminbi terms (whether or not actually paid) as of the date of death of the life insured, except that any premium prepayment under single payment⁴ policy will not be considered as paid unless and until such part of the premiums is actually due on that day. Please refer to the policy for the detailed terms and conditions.
- 7 Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. For the Renminbi settlement option, it is only available for policyholders with a CNY account eligible for benefit settlement under the relevant regulatory requirement. For the Hong Kong dollar settlement option, all benefit payments are to be settled in Hong Kong dollars, and therefore a market-based prevailing exchange rate to be determined by the Company from time to time shall apply. As all benefit payables under this plan are denominated in Renminbi, the benefit values, in Hong Kong dollar terms, will fluctuate in accordance with changes in the prevailing Renminbi-Hong Kong dollar exchange rate.
- 8 The Additional Accidental Death Benefit will terminate when the life insured attains the age¹⁰ of 80 or payout of the relevant benefits or the policy is terminated (whichever is the earliest). Please refer to the policy for the detailed terms and conditions.
- 10 The policy anniversary at which you/life insured reach(es) the specified age based on age at next birthday.

How much can I get back if I surrender the policy?

If you surrender the policy at any time during the policy term, you will receive the surrender value of the policy, which is equal to the guaranteed cash value less any indebtedness.

If this is a single payment⁴ policy, the surrender value will be paid together with the balance of single payment⁴ subject to a surrender charge of 25% of the balance of single payment⁴.

Please note that early surrender of your policy may result in you getting back a lesser amount than the total premiums you have paid into the policy in either Hong Kong dollar or Renminbi terms.

What if I change my mind after purchasing the plan?

As with all life insurance plans, you can review your policy and decide whether the plan is suitable for your needs within the Cooling-off period. If you decide not to continue with the plan within the cooling-off period, we will refund all premiums you have paid in the original amount and original payment currency, subject to any market value adjustment (applicable to single payment⁴ policy).

What happens if I miss a premium payment? (applicable to regular payment policy)

There is a 30-day grace period for premium payments that are due. If you cannot make the payment by the end of the grace period, the policy will lapse immediately and the guaranteed cash value less any indebtedness will be paid to you.

If I choose to pay with a single payment⁴, can I withdraw the balance of the single payment⁴ during the policy term?

The single payment⁴ option allows you to pre-pay all the required premiums at a discount.

If you cancel the policy or partial surrender on or before the end of the first policy year, the balance of single payment⁴ will be paid subject to a surrender charge equals to 25% of the surrendered portion of the balance of single payment⁴.

Please be aware that if you choose the single payment⁴ option, you should ensure that you can afford to leave your pre-paid lump sum in your plan. You are therefore advised to choose at the time of application the premium payment method that best fits your financial circumstances.

How can I keep track of my plan?

You will receive an *annual statement* showing updated policy values. You may also contact us on 2583 8000.

⁴ The single payment option allows you to pre-pay all the required premiums at a discount. You cannot withdraw the balance of single payment unless you cancel the policy or partial surrender the policy on or before the end of the first policy year. A surrender charge equals to 25% of the surrendered portion of the balance of single payment will be applied before the refund.

Important notes

Cooling-off period

If you are not satisfied with the policy, you have a right to cancel it and obtain a refund of any premiums paid in the same currency as the premium(s) paid by giving written notice, subject to any market value adjustment (applicable to single payment policy). To cancel, you must sign on such notice, return the policy (if received) and ensure that such notice and the policy are received directly by the office of HSBC Life (International) Limited at 18/F, Tower 1, HSBC Centre, 1 Sham Mong Road, Kowloon, Hong Kong within the Cooling-off period (that is, 21 days after the delivery of the policy or issue of a Notice informing the availability of the policy to you or your representative, whichever is earlier).

After the expiration of the Cooling-off period, if you cancel the policy before the end of the term, the total surrender value is likely to be less than the total premiums you have paid in either Hong Kong dollar or Renminbi terms.

Eligibility

WealthSave (Renminbi) Insurance Plan II is generally available² for the proposed life insured who is aged¹² 75 or below. The Plan will not be offered to Policyholder who is a Mainland Chinese presenting only his/her Chinese passport or identity card as the sole proof of identification document at the time of this insurance application. The plan is also subject to the relevant requirements on nationality and/or addresses of the policyholder and/or life insured as determined by the Company from time to time.

Plan currency

The plan currency is Renminbi but you have a choice of paying premiums in Renminbi or in Hong Kong dollars at a market-based prevailing exchange rate which will be determined by the Company from time to time. Options at the time of application for the payment currency are subject to their availability as determined by the Company from time to time. The subsequent annual premium payment must be in the same currency as the initial annual premium payment. Any benefit payable (including death benefit, maturity benefit and net cash value upon policy surrender) will be settled in either Renminbi, or at the sole discretion of the Company, Hong Kong dollars. Whenever benefit payments are to be settled in Hong Kong dollars, we will apply a market-based prevailing exchange rate which will be determined by the Company from time to time. The payment and settlement in Renminbi option is only applicable to policyholders with a CNY account eligible for premium payment and benefit settlement under the relevant regulatory requirement.

Policy surrender

If you surrender your policy before the end of the policy term, the amount you get back may be less than what you have paid in either Hong Kong dollar or Renminbi terms.

Applicable law

The laws governing the policy are the laws of Bermuda. However, in the event of any dispute arising in the Hong Kong Special Administrative Region, the non-exclusive jurisdiction of the Hong Kong Special Administrative Region courts will apply.

² The Company reserves the right to accept or decline any applications subject to the availability of this plan and based on the information provided by the applicant and/or the life insured during the application. In case of unsuccessful application, the premiums paid in the original amount and original payment currency will be refunded.

¹² Age means your/life insured's age at next birthday.

