

# **BGF ESG Global Bond Income Fund (The “Fund”)**

This Fund Summary is for the above ILP Sub-Fund and should be read in conjunction with the Product Summary.

## **1. Structure of the ILP Sub-Fund**

The ILP Sub-Fund is a feeder fund investing in the BlackRock Global Funds (“BGF”) ESG Global Bond Income Fund. The Fund is a Sub-Fund of the BlackRock Global Funds (the “Company”), an umbrella type open-ended variable capital investment company, with segregated liability under the laws of Luxembourg. Please refer to “Important Information” and section on “The Company” in the BlackRock Global Funds Prospectus for further information on the structure of the Fund.

## **2. Information on the ILP Sub-Fund Manager**

BlackRock (Luxembourg) S.A. has been appointed by the Company to act as its management company (the “Management Company”).

The Management Company is a wholly owned subsidiary within the BlackRock Group<sup>1</sup>. It is regulated by the CSSF. The Management Company has been managing collective investment schemes or discretionary funds since 1988.

In the event that the Management Company becomes insolvent, the Company may terminate its appointment immediately. A replacement or successor entity would be appointed in accordance with applicable laws and regulations.

**Investors should note that any past performance of the Management Company is not indicative of the future performance of the Management Company.**

In respect of the Funds, the Management Company has delegated its investment management functions to BlackRock Investment Management (UK) Limited, BlackRock Financial Management, Inc., BlackRock Investment Management, LLC and BlackRock (Singapore) Limited (collectively, the “Investment Advisers”). The Investment Advisers provide advice and management in the areas of stock and sector selection and strategic allocation.

BlackRock Investment Management (UK) Limited (“BIMUK”) is domiciled in England and Wales and regulated by the Financial Conduct Authority. BIMUK has been managing collective investment schemes or discretionary funds since 1982.

BlackRock Financial Management, Inc. (“BFM”) and BlackRock Investment Management, LLC (“BIMLLC”) are domiciled in the United States of America and regulated by the Securities and Exchange Commission. BFM and BIMLLC have been managing collective investment schemes or discretionary funds since 1995 and 1999 respectively.

BlackRock (Singapore) Limited (“BSL”) is domiciled in Singapore and regulated by the MAS. BSL has been managing collective investment schemes or discretionary funds since 2001.

The Investment Advisers and the Sub-Advisers are indirect operating subsidiaries of BlackRock, Inc., the ultimate holding company of the BlackRock Group. The Investment Advisers and the Sub-Advisers form part of the BlackRock Group.

Both the Investment Advisers and Sub-Advisers listed above and the Investment Advisers and Sub-Advisers in respect of a Fund may change from time to time and such change will be updated at the next Singapore Prospectus registration date. The list of all investment advisers and sub-advisers over the last six or twelve months will be published at the annual and semi-annual reports of the Company. Please contact the Singapore Representative for up-to-date information regarding the relevant Investment Advisers and Sub-Advisers of a Fund.

In the event that any of the Investment Managers or Sub-Advisers becomes insolvent, the appointment of the relevant Investment Manager or Sub-Adviser, as the case may be, may be terminated pursuant to the terms of the relevant advisory agreement and in accordance with applicable laws and regulations.

**Investors should note that any past performance of the Investment Advisers and Sub-Advisers is not indicative of their future performance.**

### 3. Other Parties

Please refer to section on “Other Parties” of the BlackRock Global Funds Prospectus for details.

### 4. Investment Objectives, Focus & Approach

The ESG Global Bond Income Fund seeks to maximise income without sacrificing long term capital growth in a manner consistent with the principles of environmental, social and governance “ESG” focused investing. The Fund invests at least 70% of its total assets in fixed income transferable securities denominated in various currencies issued by governments, government agencies, companies and supranationals worldwide, including in emerging markets. In order to maximise income the Fund will seek diversified income sources across a variety of such fixed income transferable securities. The full spectrum of available fixed income securities may be utilised, including investment grade, non-investment grade (which may be significant exposure) and unrated. Currency exposure is flexibly managed.

The Fund’s total assets will be invested in accordance with the ESG Policy described below.

The Fund is a CIBM Fund and may gain direct exposure for no more than 20% of its total assets to onshore bonds distributed in Mainland China in the CIBM via the Foreign Access Regime and/or Bond Connect and/or other means as may be permitted by the relevant regulations from time to time.

The Fund may invest more than 10% (but not more than 20%) of its Net Asset Value in debt securities issued by and/or guaranteed by governments in each of Brazil, Hungary, Indonesia, Russia, Republic of South Africa, and Turkey, countries which are, at the date of this Prospectus, rated non-investment grade. Such investments are based on the professional judgment of the Investment Adviser, whose reasons for investment may include a favourable/positive outlook on the relevant sovereign/foreign issuer, potential for ratings upgrade and the expected changes in the value of such investments due to ratings changes. Due to market movements, as well as credit/investment rating changes, the exposures may change over time. The aforementioned countries are for reference only and may change without prior notice to investors.

As part of its investment objective the Fund may invest up to 60% of its total assets in ABS and MBS whether investment grade or not. These may include asset-backed commercial paper, collateralised debt obligations, collateralised mortgage obligations, commercial mortgage-backed securities, credit-linked notes, real estate mortgage investment conduits, residential mortgage-backed securities and synthetic collateralised debt obligations. The underlying assets of the ABS and MBS may include loans, leases or receivables (such as credit card debt, automobile loans and student loans in the case of ABS and commercial and residential mortgages originating from a regulated and authorised financial institution in the case of MBS). The ABS and MBS in which the Fund invests may use leverage to increase return to investors. Certain ABS may be structured by using a derivative such as a credit default swap or a basket of such derivatives to gain exposure to the performance of securities of various issuers without having to invest in the securities directly.

The Fund’s exposure to Distressed Securities is limited to 10% of its total assets and its exposure to contingent convertible bonds is limited to 20% of total assets.

The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.

This Fund may have significant exposure to ABS, MBS and non-investment grade debt, and investors are encouraged to read the relevant risk disclosures contained in the section headed “Specific Risk Considerations” of the Luxembourg Prospectus.

Risk management measure used: Absolute VaR.

Expected level of leverage of the Fund: 200% of Net Asset Value.

#### ESG Policy

The Fund will apply the BlackRock EMEA Baseline Screens.

The Investment Adviser also intends to invest in “green bonds” (as defined by its proprietary methodology which is guided by the International Capital Markets Association Green Bond Principles) and limit direct investment in securities of issuers involved in the ownership or operation of gambling related activities or facilities; production, supply and mining activities related to nuclear power and production of adult entertainment materials.

To undertake this analysis, the Investment Adviser may use data provided by external ESG Providers, proprietary models and local intelligence and may undertake site visits.

The Fund may gain limited indirect exposure (through, including but not limited to, derivatives and shares or units of CIS) to issuers that do not meet the ESG criteria described above.

The Fund has been categorised as an Article 8 fund under the EU Regulation 2019/2088 on sustainable finance disclosure.

## 5. ILP Sub-Fund Risks

Please refer to section on “Risk Factors” of the BlackRock Global Funds Prospectus for details.

## 6. Fees and Charges

Please refer to the Product Summary.

## 7. Subscription/Redemption/Switching of Units

Please refer to the Product Summary.

## 8. Obtaining Prices of Units

Please refer to the Product Summary.

Prices for the ILP Sub-Fund are also available on [www.tiq.com.sg](http://www.tiq.com.sg) / [www.etiga.com.sg](http://www.etiga.com.sg).

## 9. Suspension of Dealings

Please refer to section on “Suspension of Valuation and Subscription, Transfer, Conversion and Redemption of Shares” of the BlackRock Global Funds Prospectus for details.

## 10. Past Performance

### NOTE: PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF ITS FUTURE PERFORMANCE

Performance (%) as at 31 December 2021

Underlying Fund/Benchmark	1yr	3yrs	5yrs	10yrs	Since Inception
BGF ESG Global Bond Income Fund A6 SGD Hedged	-0.67	-	-	-	2.01

Performance shown in fund base currency and calculated before sales charges are deducted. Fees and charges payable through deduction of premium or cancellation of units are excluded in deriving the performance. Performance calculations are on a single pricing basis, on the assumption that all dividends and distributions are reinvested net of all charges payable upon reinvestment, in Fund base currency, taking into account the maximum initial charge of 5% (where applicable) and any redemption charge.

**Note: There is currently no benchmark for investors to compare performance of the Fund. The Investment Adviser has discretion to select the Fund's investments without reference to a benchmark.**

Source: BlackRock

## 11. Expense Ratio & Turnover Ratio

Underlying Fund	Expense Ratio*	Turnover Ratio^
BGF ESG Global Bond Income Fund A6 SGD Hedged	1.23% (as at 31 August 2021)	82.36% (as at 31 August 2021)

\* The expense ratio is calculated in accordance with the requirements in the Investment Management Association of Singapore's guidelines on the disclosure of expense ratios (the “IMAS Guidelines”) and is based on the Fund's latest audited accounts. The following expenses (where applicable) as set out in the IMAS Guidelines (as may be updated from time to time), are excluded from the calculation of the expense ratio:

- (a) brokerage and other transaction costs associated with the purchase and sales of investments (such as registrar charges and remittance fees);
- (b) foreign exchange gains and losses, whether realised or unrealised;
- (c) front-end loads, back-end loads and other costs arising on the purchase or sale of other funds;
- (d) tax deducted at source or arising on income received, including withholding tax;
- (e) interest expense; and
- (f) dividends and other distributions paid to the Holders.

^The turnover ratio is calculated based on the lesser of purchases or sales expressed as a percentage over average net asset value, i.e. average daily net asset value.

Source: BlackRock

## **12. Soft Dollar Commissions or Arrangements**

Etiqa Insurance Pte Ltd does not receive or enter into soft dollar commissions or arrangements in the management of the ILP Sub-Fund.

Please refer to section on “Soft Dollar Commissions” of the BlackRock Global Funds Prospectus for details.

## **13. Conflicts of Interest**

Etiqa Insurance Pte Ltd does not have any conflict of interest which may exist or arise in relation to the ILP Sub-Fund and its management.

Please refer to section on “Conflicts of Interest” of the BlackRock Global Funds Prospectus for details.

## **14. Reports**

The financial year end of the ILP Sub-Fund is 31 December. The semi-annual and annual report of the ILP Sub-Fund will be made available within two (2) months and three (3) months respectively, from the last date of the period to which reports relate to.

In addition, Etiqa Insurance Pte Ltd will make available financial reports of the ILP Sub-Fund as they become available from the ILP Sub-Fund Manager. Policyholders can access these reports via the Etiqa Insurance Pte Ltd website at [www.tiq.com.sg](http://www.tiq.com.sg) / [www.etiqa.com.sg](http://www.etiqa.com.sg).

## **15. Specialised ILP Sub-Fund**

The ILP Sub-Fund is not a specialised fund as set out in the Code on Collective Investment Schemes issued by the Monetary Authority of Singapore.

## **16. Other Material Information**

This Fund Summary should be read in conjunction with the relevant Product Summary, Product Highlights Sheet and Underlying Fund’s Prospectus.

You understand that you will be provided with, and will read and understand the applicable sections of the most recent versions of the relevant Product Summary and Underlying Fund’s Prospectus in relation to the application for this Policy. The respective Product Summary and Prospectus may also be found on the Etiqa Insurance Pte Ltd’s website at [www.tiq.com.sg](http://www.tiq.com.sg) / [www.etiqa.com.sg](http://www.etiqa.com.sg).