

# **BGF ESG Multi-Asset 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 Multi-Asset 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 1 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 Multi-Asset Fund follows an asset allocation policy that seeks to maximise total return in a manner consistent with the principles of environmental, social and governance “ESG”-focussed investing.

The Fund invests globally in the full spectrum of permitted investments including equities, fixed income transferable securities (which may include some high yield fixed income transferable securities), units of undertakings for collective investment, cash, deposits and money market instruments.

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

The Fund adopts a “best in class” approach to sustainable investing. This means that the Fund selects the best issuers (from an ESG perspective) for each relevant sector of activities. More than 90% of the issuers of securities the Fund invests in are ESG rated or have been analysed for ESG purposes.

The Fund has a flexible approach to asset allocation (which includes taking indirect exposure to commodities through permitted investments, principally through derivatives on commodity indices and exchange traded funds). The Fund may invest without limitation in securities denominated in currencies other than the reference currency (Euro). The currency exposure of the Fund is flexibly managed.

The Fund is a Stock Connect Fund and may invest directly in the PRC by investing via the Stock Connects.

The Fund is a CIBM Fund and may gain direct exposure 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 up to 20% in aggregate of its total assets in the PRC via the Stock Connects, the Foreign Access Regime and/or Bond Connect.

As part of its investment objective the Fund may invest up to 20% 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 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. The Fund may use total return swaps and contracts for difference that have, in accordance with its investment policy, equity or fixed income transferable securities and equity or fixed income related securities as underlying assets. Investors should refer to Appendix G (Securities Financing Transaction Disclosures) of the Luxembourg Prospectus for more details on the expected and maximum portion of total return swaps and contracts for difference held by the Fund. Any ESG rating or analyses referenced above will apply only to the underlying securities of derivatives used by the Fund.

This Fund may have a material 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: Relative VaR using 50% MSCI World Index / 50% FTSE World Government Bond Euro Hedged Index as the appropriate benchmark.

Expected level of leverage of the Fund: 300% of Net Asset Value.

#### **ESG Policy**

The Fund will apply the BlackRock EMEA Baseline Screens.

The Investment Adviser also intends to limit direct investment in securities of issuers involved in the production, distribution or licensing of alcoholic products; 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. The assessment of the level of involvement in each activity may be based on percentage of revenue, a defined total revenue threshold, or any connection to a restricted activity regardless of the amount of revenue received. The Investment Adviser will exclude any issuer with a MSCI ESG rating below BBB.

The remaining companies (i.e. those companies which have not yet been excluded from investment by the Fund) are then rated by the Investment Adviser based on their ability to manage the risks and opportunities associated with ESG compliant business practices and their ESG risk and opportunity credentials, such as their leadership and governance framework, which is considered essential for sustainable growth, their ability to strategically manage longer-term issues surrounding ESG and the potential impact this may have on a company's financials.

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 exposure (through, including but not limited to, derivatives, cash and near cash instruments and shares or units of CIS and fixed income transferable securities (also known as debt securities) issued by governments and agencies worldwide) to issuers with exposures that do not meet the ESG criteria described above.

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The Investment Adviser also intends to limit investments in companies within the Global Industry Classification Standard (GICS) Oil & Gas Exploration & Production sector and companies within the Global Industry Classification Standard (GICS) Integrated Oil & Gas sector to below 5% of its total assets.

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.etiqa.com.sg](http://www.etiqa.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 Multi-Asset Fund Class	15.70	-	-	-	12.61
A2 SGD Hedged					

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 no benchmark for the investors to compare the performance of the Fund. The Fund is actively managed with multiple asset classes and the extent to which the Fund is invested in these may vary without limit depending on market conditions and other factors at the Investment Adviser's discretion.

Source: BlackRock

## 11. Expense Ratio & Turnover Ratio

Underlying Fund	Expense Ratio*	Turnover Ratio^
BGF ESG Multi-Asset Fund Class A2 SGD Hedged	1.45% (as at 31 August 2021)	72.79% (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

Etiqua 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

Etiqua 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, Etiqua 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 Etiqua Insurance Pte Ltd website at [www.tiq.com.sg](http://www.tiq.com.sg) / [www.etiqua.com.sg](http://www.etiqua.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 EIPL's website at [www.tiq.com.sg](http://www.tiq.com.sg) / [www.etiqua.com.sg](http://www.etiqua.com.sg).