

CAPITAL BUILDER

PRODUCT PROFILE



HANSARD

Description: Capital Builder, available from Hansard Europe Limited, is a unit-linked life assurance policy for single or regular premiums.

Eligibility: Clients must be at least 18 years of age and not resident in the Republic of Ireland. The Capital Builder can be written on a single or joint-life first- or second-death basis. Applications cannot currently be accepted from residents of the United States of America or the United Kingdom. In other markets where Hansard Europe Limited's products are sold, there may be restrictions on certain categories of clients, based on local legislation. If in doubt, please contact Hansard Europe Limited on +353 1 211 2800.

Clients will need to complete a Declaration of Residence Outside the Republic of Ireland (Ref EO0194O) before the policy can be issued.

Minimum Premiums: The minimum regular premium is € 450 per month or € 5,000 per year. Alternatively ad-hoc premiums may be paid subject to a minimum total premium of € 15,000 being paid within three years of commencement of the policy. Clients may pay premiums in most freely convertible currencies, with the minimum premium level being set at the start of the policy by converting the Euro limit to the chosen policy currency.

Currencies: The Capital Builder may be expressed in a number of European Union currencies including UK Sterling and Euro and in a selection of international currencies including US Dollars and Swiss Francs. Premium payments, the funds to be invested and withdrawals by the client may be made in any currency of their choice. Clients may change at any time the currency in which their policy is expressed.

Unit Allocation: Accumulator units are allocated at bid price for 100% of all premiums paid. The units allocated are directly related to specific premiums.

Switching: A switch transaction is the switching of units in one or more funds into units of equal value in one or more other funds. Fund switching is possible at any time on a bid-to-bid basis. Prior to the payment of premiums totalling € 15,000 the first switch transaction in any policy year is free. Thereafter, the first five switch transactions in any policy year are free of charge; subsequent switches attract a charge, currently € 50 per fund switch, subject to a minimum charge, currently € 108 per switch transaction. For the purposes of this charge, the number of switches in a transaction is taken to be the higher number of the number of funds switched out of or the number of funds switched into. Future premiums can be redirected to a different choice of funds at any time without charge.

Withdrawals: Withdrawals may be made on an ad-hoc basis or automatically to provide an income subject to normal encashment rules and charges, provided premiums totalling at least € 15,000 have been paid. There is a fee, currently € 34 per withdrawal, which is waived, depending on the amount of the total premiums paid and the frequency of income payments, in accordance with the table below:

| Total Premiums Paid | Regular Withdrawal Frequency |
|---------------------|---|
| € 15,000 - € 34,999 | Annually or Half-yearly |
| € 35,000 - € 69,999 | Annually, Half-yearly or Quarterly |
| € 70,000 + | Annually, Half-yearly, Quarterly or Monthly |

Encashment Value: Withdrawals can be made at any time, for the value of encashed units less the balance of the year's management charge (on the amount realised) subject to the notes below. The value is calculated using the unit bid prices. The minimum encashment is € 150.

Units relating to premiums which have been invested for less than seven years are subject to an additional charge on encashment. This charge is 7% of the amount encashed if the related premium has been invested for less than twelve months, reducing by 1% for each year of investment of the related premium.

This additional charge is waived when units are encashed which relate to premiums which have been invested for between five and seven years, provided that the amount encashed does not exceed 10% per annum of the sum of those premiums.

On full encashment, the balance of the year's service fee and any outstanding establishment charges will be levied.

If the minimum premium of € 15,000 in total is not received within three years of the commencement of the policy, or if the policy is fully encashed within that period and the minimum premium has not been received, a special discontinuance fee, currently of € 980, is levied by cancellation of units.

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Where a partial surrender takes place within that period and before the minimum premium has been received, if the value of the units remaining allocated to the policy after the partial surrender will be less than the special discontinuance fee, then that fee will be deducted from the partial surrender amount.

Sum Assured:

The benefit payable on the death of the appropriate life assured is 101% of the value of units allocated to the Capital Builder policy at the appropriate bid prices.

Where the life assured (the younger life assured under a joint-life second-death policy or either life assured under a joint-life first-death policy) was age 75 or over on the date the policy was put into force, the sum assured is an amount equal to 101% of the Encashment Value, calculated using the previously mentioned unit bid prices.

Charges:

There is an establishment charge of 0.6% of each premium levied quarterly in advance for four quarters. An annual service fee is deducted monthly, currently at the rate of € 26.50 per month. There is a management charge, currently 1% per year of the value of the funds allocated. Where the services of other managers are used (including the external managers of mirror funds), those fund managers levy their own charges in addition, which may vary at any time. These management charges are taken into account in the unit price.

Cooling-off period:

30 days.

Variation in Terms:

The terms on which future unscheduled premiums may be invested are not guaranteed and may change at any time. To confirm that these are the current terms, please contact the Product Support Department of Hansard Europe Limited by telephoning +44 1624 688140.

IMPORTANT NOTES

This Plan is valued on the basis of the performance of the funds that are chosen by the client. It is based on the unit price where the fluctuation in the price may result in losses, especially in the short term. This may be further impacted, positively or negatively as the case may be, as a result of any exchange rate movements. In addition, dependent on the choice of assets, it may not be possible to sell certain assets immediately when required.

Hansard Europe Limited does not and cannot accept any responsibility or liability for:

- (i) any country's tax or legislative measures, which might affect the policy. As the client you should ensure that you understand the tax, exchange control and insurance legislation that exists in your country of residence and in the country where you expect to reside when you take the benefits. In particular you must satisfy yourself that under such legislation in your current country of residence, you are allowed to effect this policy. Such legislation may change between the start of the policy and its encashment. The effect of such changes cannot be predicted
- (ii) any contradictory or supplementary information to that contained in this product profile provided by any third party
- (iii) the suitability or otherwise of its products for individual clients as it does not give any investment advice. The products are available only through independent financial advisors, on the basis that the independent financial advisor is, in all respects, acting solely on behalf of the client

The relevant Policy Conditions set out the full details of the policy between the client and Hansard Europe Limited and these should be reviewed in detail before any application for the product is completed.

If a client becomes resident in the United States of America, Hansard Europe Limited may not be able to accept any further premiums or any instruction to vary the fund choice until after the client subsequently ceases to be a resident of the United States of America.

Monetary charges are expressed in Euro and increase each year, normally in July, by 5% or in line with the rate of inflation in the Republic of Ireland, if this is higher, rounded up to the next Euro.