

**The notice contains important information that requires your immediate attention.
Should you have any query about this notice, please seek independent professional advice.**

December 10, 2020

To Policyowners of Flexible Investment Protector (the “Plan”)

Various Changes of the Underlying Funds

We would like to notify you of the following changes with regard to the following underlying funds (each an “**Underlying Fund**” and collectively, the “**Underlying Funds**”) corresponding to the following investment choices under the Plan, following our receipt of the shareholder notice of Manulife Global Fund (the Underlying Funds being sub-funds of which) dated November 16, 2020 (the “**Shareholder Notice**”).

Name of Investment Choice	Name of Underlying Fund	Share Class of Underlying Fund
Asian Equity Fund	Manulife Global Fund - Asian Equity Fund	Class A
China Value Fund	Manulife Global Fund - China Value Fund	Class A
Dragon Growth Fund	Manulife Global Fund - Dragon Growth Fund	Class A
Emerging Eastern European Fund	Manulife Global Fund - Emerging Eastern Europe Fund	Class A
European Growth Fund	Manulife Global Fund - European Growth Fund	Class A
Global Equity Fund	Manulife Global Fund - Global Equity Fund	Class A
India Equity Fund	Manulife Global Fund - India Equity Fund	Class AA
Japan Equity Fund	Manulife Global Fund - Japan Equity Fund	Class A
U.S. Equity Fund	Manulife Global Fund - U.S. Equity Fund	Class A

1. Use of Financial Derivative Instruments (“FDIs”) for Investment Purposes

Currently, each Underlying Fund’s use of FDIs will generally not form part of its investment strategy, and each Underlying Fund does not use FDIs extensively to achieve its investment objective or for investment purposes, but may from time to time, under normal circumstances, use FDIs for efficient portfolio management and hedging purposes.

As of December 17, 2020 (the “**Effective Date**”), each Underlying Fund may use FDIs for investment, efficient portfolio management and hedging purposes, and will therefore be subject to a greater extent to risks associated with investments in financial derivative instruments.

For avoidance of doubt, the net derivative exposure of each Underlying Fund will remain at up to 50% of its net asset value.

2. Introduction of Swing Pricing Policy

Currently, Manulife Global Fund does not employ any swing pricing policy within its valuation policy to adjust the calculation of the net asset value of the Underlying Funds.

In order to manage the liquidity risks of the Underlying Funds and with the aim of protecting existing shareholders of the Underlying Funds in the event of significant net cash inflows or outflows, as of January 18, 2021, Manulife Global Fund may make adjustments to the calculation of the net asset value of any Underlying Funds on each business day in accordance with its swing pricing policy, which shall be set out in the revised prospectus of the Underlying Funds. As a result of the introduction of the swing pricing policy, the Underlying Funds shall be subject to swing pricing risk. For details of the swing pricing policy and its relevant risks, please refer to the Shareholder Notice and the revised prospectus of the Underlying Funds.

Please note that, except as otherwise described above, the above changes (i) will have no effect on the investment objective, strategy, risk profiles and features of the Underlying Funds, (ii) will not result in any change in the operations and/or manner in which the Underlying Funds are being managed, (iii) will not lead to an increase in the fees to be borne by any of the Underlying Funds or their investors, and (iv) will not materially prejudice any of the rights or interests of the existing investors of the Underlying Funds.

The costs and expenses relating to the above changes will be borne by the Underlying Funds. Such costs and expenses



will be allocated to the Underlying Funds by reference to each of their net asset values.

Please refer to the Shareholder Notice and the offering documents of the Underlying Funds for further information relating to the above changes.

If you have any enquiry, please do not hesitate to contact your Manulife Insurance Advisor or call our Customer Service Hotline at (852) 2510 3941 during office hours: 9:00am - 6:00pm, Monday to Friday.

Customer Services

Individual Financial Products

Manulife (International) Limited

Incorporated in Bermuda with limited liability