

Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other similar products. This document's information shall be completed with detailed information with regard to each investment fund, available in each fund's specific KID on our website.

Product: LifeStar PENSION Pro

Manufacturer: LifeStar Insurance Limited

Website: www.lifestarinsurance.com

Regulator: Malta Financial Services Authority

KID Production Date: 15/11/2020

Telephone no: Call +356 21 342 342 for more information



You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Product Type: LifeStar **PENSION Pro** is an group pension plan based on a life insurance unit - linked premium investment plan that qualifies as a personal pension scheme.

Objectives:

- The LifeStar PENSION Pro is a long-term regular premium unit-linked plan designed to provide policyholder with the potential for long term growth and is intended to provide you with an income following the retirement date. The growth of this plan is linked to 3 underlying funds available for you to choose from: **LS Cautious Managed Strategy, LS Balanced Managed Strategy and LS Aggressive Managed Strategy funds**. The performance of these funds will be available on our website and we will send you a yearly statement on your policy anniversary.
- The funds have been designed to match the needs of policyholders with different risk attitudes, and are managed to ensure they continuously reflect these characteristics.
- The level of risk you choose is completely at your own discretion and you can change your investment strategy over time depending on your risk appetite and your targeted level of return.
- The plan allows you to pay regular premiums throughout the life time of the plan which can be increased or decreased at the next anniversary date subject to the minimum premium payable of minimum 480 EUR annually.
- The minimum term is 10 years, no withdrawals are permitted before you are 61 years old; however, you may elect to transfer your account value to another provider, subject to transfer charges as outlined in this document.

Intended Retail Investor: This product is intended for a retail customer who:

- Would like to save on a regular basis and doesn't have solid past experience with this type of product, however understands notions about capital market.
- Is seeking the potential for higher returns on a medium term of investment than a normal savings account, with the understanding that this plan carries more risk.
- Needs protection in case of the death event and comfort of an additional income at retirement, in order to supplement the state pension.

Before purchasing this plan your intermediary will ask you a set of questions to verify that this plan meets your objectives and falls in line with your risk and reward appetite.

Plan Benefits:

This is a life insurance product and insurance benefits may become payable during the term. These benefits are outlined below:

a) Death Benefit:

- If the Life Insured dies before the retirement date, your Beneficiaries will receive a guaranteed life insurance of €2.000, free of charge together with the policy account value.
- If the Life Insured dies after the retirement date, the Beneficiaries may choose between receiving the remaining policy account value, or the instalment payments.

b) Retirement Benefit: On survival of the Life Insured to the Retirement Date, We shall calculate the amount equal to the Retirement Value of the Policy. The Retirement Benefit shall be paid according to your option, under the available legislation at the Retirement Date. Under current legislation, You would have the following options at the Retirement Date:

- Cash periodic instalments, or
- Cash lump sum plus periodic instalments:
 - Lump sum up to 30% of the Policy Account, tax free, as calculated at the Retirement Date
 - The remaining balance will be split in periodic instalments, subject to the policy account value as accumulated at the retirement date

If you choose to transfer your policy account to another provider before the retirement date, transfer charges may apply. These charges are also explained in the section hereunder entitled "How long should I hold it and can I take money out early?"

c) Taxation Benefit: You are eligible, subject to current legislation, for a tax credit of twenty-five percent (25%) of the aggregate amount of the qualifying contributions made into qualifying schemes during the year, up to a maximum of five hundred euro (€500).

d) Beneficiaries: You can select who will receive the benefit in the event of your death, before or after the retirement date.

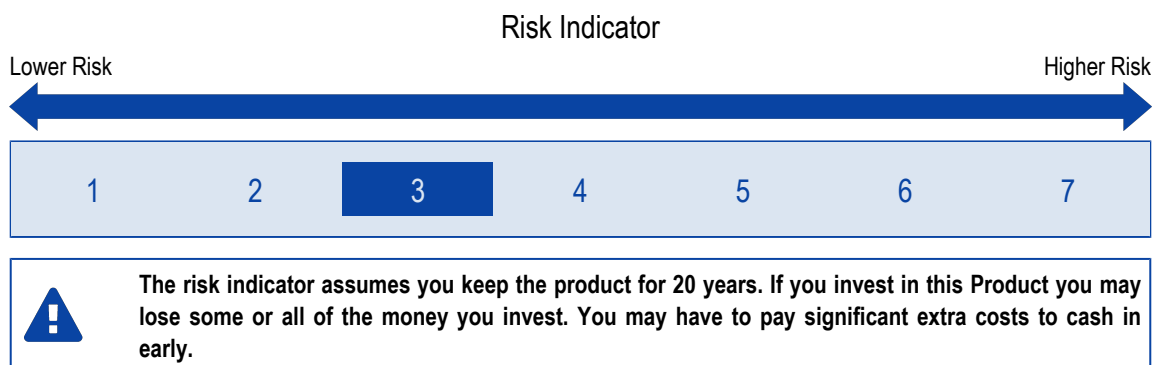
e) Contract Clause: LifeStar Insurance Limited contracts are Maltese contracts for all effects and purposes, and shall be governed by and according to Maltese Law.

Term of PRIIPs: is the retirement date of the insurance policy and the Life Insured cannot exceed 70 years of age at retirement date. The product

duration is set at policy inception and can be minimum 10 years.

The policy will terminate in case of policy account transfer or in case of an accepted death claim, according to article 13 of the terms and conditions. Also, the Policy shall be null and void should You or the Life Insured make any false negligent or misleading declaration or non-disclosure, according to article 15.8 of the terms and conditions.

What are the risks and what could I get in return?



- The Summary Risk Indicator, seen hereunder, is a guide to the level of risk of this this plan carries when compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are unable to pay. The Underlying Funds are made up of investments which have different levels of risk, each ranging from one (1) as the lowest to seven (7) as the highest.
- The Share Class is in risk category 3, due to the rises and falls of its price or simulated data in the past. As the Share Class' risk category has been calculated using historical data, it may not be a reliable indication of the Share Class' future risk profile. The lowest category does not mean a risk free investment.
- The level of risk your plan carries depends on your own choices and appetite to risk. What you get back will depend on the investment performance of the funds you choose throughout the lifetime of your policy in addition to policy charges outlined hereunder in section entitled "What are the Costs?".
- Tax legislation of retail investor's home Member State may have an impact on the actual payout.
- The risk and returns on this product will be dependent upon which investment you choose. Further information on the possible returns for each fund available can be found in the Key Information Document (Investment Options Information) applicable to each fund. These can be found on our website <https://lifestarinsurance.com/documents/>.
- The product may include early exit penalties, which are described in the section "How long should I hold it and can I take my money out early?".

Performance Scenarios

Performance scenarios on this product will be dependent upon which investment you choose. Please refer to the Key Information Document (Investment Options Information) to view the possible performance scenarios.

What happens if LifeStar Insurance Limited is unable to pay out?

In the event of insolvency whereby the Company is unable to meet its obligations to your policy, you as the Policy Owner may be entitled to compensation under the "Protection and Compensation Fund". This Fund is regulated by the Protection and Compensations Fund Regulations 2003 issued under the Insurance Business Act (Cap. 403).

What are the costs?

The Company shall charge a number of fees as outlined in this section which are comprised of "one-off costs, ongoing costs & incidental costs". The Reduction in Yield (RIY) shows the impact of these fees based on the three (3) holding periods provided and any early exit charges are included. The figures are estimative and may change in the future.

Cost over time

The following illustration is based on a Life policy (age 40 at inception) and an annual premium of 1,000 Euro. The person presenting you this product may charge you other costs. If so, this person will provide you with information about these costs and show you the impact that costs may have on your investment.

Investment [€ 1,000]		If you cash in after 1 year	If you cash in after 10 years	If you cash in after 20 years
Scenarios				
Total costs	Min	€ 199.71	€ 1,064.62	€ 3,494.12
	Max	€ 206.43	€ 1,151.29	€ 3,854.07
Impact on return (RIY) per year	Min	19.97%	1.86%	1.32%
	Max	20.64%	1.95%	1.56%

Composition of costs

This table shows the impact on the return you might get per year, at the end of the recommended holding period and the meaning of each cost.

This table shows the impact on return per year				
One-off costs	Entry costs		0.00%	The impact of the costs you pay when entering your investment.
	Exit costs		0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs		0.00%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	Min	1.32%	The impact of the costs that we take each year for managing your investments.
	Max	1.56%		

The costs vary depending on the underlying investment options you choose. Further details are available in the Key Information Document of each Investment option, that can be found on our website following this [link](#).

How long should I hold it and can I take money out early?

Recommended holding period: 20 years

The product is designed as a long term investment in order to provide a sufficient income at retirement, so the minimum holding period recommended is 20 years. Early surrender of the plan is not allowed, as current legislation only allows you to start taking benefits between age 61 and 70. Once the policy starts you have 30 days to cancel your policy whereby the premium paid will be refunded; this is commonly known as the “cooling off” period. In case the policy is not paid at scheduled due dates, the protection in case of death stops and the policy enters a premium holiday status until you restart payments. In the event that you elect to transfer your policy account value to another eligible provider, transfer charges will apply as a percentage of the account value, depending on the policy year, as it follows: 20% in the first year, 15% in the second year and 10% in the 3rd year. Further details can be found in the Terms and Conditions of the contract.

How can I complain?

We are committed to providing you with a high level of service. If for any reason you are unhappy with the service you have received, we will be pleased to try to resolve your complaint. Firstly, you should contact your intermediary and explain your complaint. Most matters can be resolved in this manner. If you wish to take the subject further, please write to the Complaints Manager at the Company's registered address or by email to complaints@lifestarinsurance.com. In the unlikely event that you still feel aggrieved even after this step, you also have the right to refer your dispute to the Office of the Arbiter for Financial Services, at First Floor, St Calcedonius Square, Floriana FRN1530, where the final decision will be taken. Making a complaint will not affect your legal rights. The full detail of the complaints process can be found in the Complaint Policy document available on our website: <https://www.lifestarinsurance.com/complaint-procedure/>

Other relevant information

For more information about this product please refer to our website <https://lifestarinsurance.com/services/pension-pro/>.

The current document was drafted according to the Commission Delegated Regulation (EU) 2017/653.