

This notice contains important information that requires your immediate attention. Should you have any queries, you are recommended to seek independent professional advice. YF Life Insurance International Ltd. (the “Company”) accepts responsibility for the accuracy of the contents of this notice.

The following change(s) in investment choice(s) relate(s) to the “Global Series” and “Premier-Choice Series” plans. The “Global Series” includes Global InvestPlan and Global InvestPlus. The “Premier-Choice Series” includes Premier-Choice ULife InvestPlan, Premier-Choice Flexi, Premier-Choice Flexi Plus, Premier-Choice InvestPlan and Premier-Choice PLUS InvestPlan. (Collectively, the “Schemes”)

Termination of Investment Choice

- Legg Mason Global Funds Plc - Legg Mason Western Asset U.S. Adjustable Rate Fund Class A US\$ Accumulating (LMUUAU)(the “Investment Choice”)

As advised by the directors of Legg Mason Global Funds plc (“Legg Mason”), they have determined to redeem all the shares and terminate Legg Mason Global Funds Plc - Legg Mason Western Asset US Adjustable Rate Fund (the “Underlying Fund”), the underlying fund of the Investment Choice, with effect from 2 August 2019.

The reason for the compulsory redemption and termination is that the Underlying Fund is small in terms of its net asset value. Its continuing operation is no longer considered economically viable. As a result, the directors of Legg Mason have determined that it is in the ultimate best interest of investors of the Underlying Fund to terminate the Underlying Fund.

As of 29 March 2019, the Underlying Fund’s total net assets amounted to approximately US\$2,412,325 and the total expense ratio (“TER”) of Class A Share Classes of the Underlying Fund was 1.40%.

The TER is calculated by dividing the total expenses by the average net asset value for the twelve months to 29 March 2019.

There are no unamortised preliminary expenses for the Underlying Fund. Expenses and costs relating to the termination of the Underlying Fund will be borne by Legg Mason Investments (Ireland) Limited as the manager of the Underlying Fund.

Consequential to the termination of the Underlying Fund, the Company decided that the following arrangements will apply to the Investment Choice:

Termination of Investment Choice

The Investment Choice will be terminated with effect from 31 July 2019 according to the section of “Closure of Investment Choice” or “Fund Closure” as set out in the respective policy provisions of the Schemes.

Closure of New Subscription/ New Premium Allocation/ Switch-in

With effect from the date of this notice, the Investment Choice is closed for any new subscription/ new instruction for regular premium allocation/ switch-in. However, this restriction does not apply to the subscription made under existing regular premium allocation instruction.

Change of Existing Regular Premium Allocation

If you have existing regular premium allocation to the Investment Choice, you may redirect to other investment choice(s) available under the Schemes free of charge by submitting a change instruction to us by 5:30p.m. (or 7:00p.m. through the online system) on 29 July 2019 (the “Deadline”). However, if we do not receive your change instruction by the Deadline, your existing regular premium allocation to the Investment Choice will be **automatically** changed to “YF Life Schroder HK Money Market Fund” by 11:59p.m. on 29 July 2019 free of charge.

Switching of Existing Notional Units of Investment Choice

If you have any existing notional unit holdings of the Investment Choice, you may switch the holdings to other investment choice(s) available under the Schemes free of charge by submitting a switching request to us by the Deadline. However, if we do not receive your switching request by the Deadline, your notional unit holdings of the Investment Choice will be **automatically** switched to “YF Life Schroder HK Money Market Fund” on 30 July 2019 free of charge.

You can make the request for change of existing regular premium allocation and switching of existing notional units of the Investment Choice by using the “Request for Change of Policy Value/Account Value Arrangement Form (A15)”. If you have registered for the e-Policy Service account, you can also submit such request through the online system (www.yflife.com).

Please note that all the relevant costs for the termination of the Investment Choice will be borne by the Company.

Here are the details of “YF Life Schroder HK Money Market Fund” (SCHDU) for your reference:-

Asset type:	Money Market
Name of corresponding underlying fund:	Schroder Hong Kong Money Market Fund
Fund manager of underlying fund:	Schroder Investment Management (Hong Kong) Limited

Currency of investment choice:	USD
Currency of underlying fund:	HKD
Dealing day of investment choice:	Dealing day of application for subscription and redemption of notional units of the investment choice approved on any one day will be the third valuation day after the approval of the application.
Objective and investment strategy of underlying fund:	The underlying fund's investment objective is to provide an investment medium for investors to enjoy the rates available from a managed portfolio of short term money market investments combined with a degree of security and ready availability of monies. The manager's policy will be to invest at least 70% of the fund's net asset value in a range of deposits with banks, debt securities and other money market instruments. Investments will be limited to HK Dollar deposits and HK Dollar denominated securities of less than 12 months maturity, with an average portfolio maturity not exceeding 90 days.
Management fee of underlying fund:	0.25% p.a. of the underlying fund's net asset value

Investment involves risk. For details of the Schemes and the investment choices available under the Schemes (including risk factors and charges), please refer to the offering documents of the Schemes and the offering documents of the underlying funds. For any enquiries, please contact YF Life Insurance International Ltd. - Customer Service Hotline at (852) 2533 5555 (Hong Kong)/ (853) 2832 2622 (Macau).

You should refer to the relevant offering documents and the notice to shareholders of the underlying fund(s) of the above investment choice(s), which are made available by YF Life Insurance International Ltd. upon request, or visit our website (www.yflife.com) to carefully read the details of the relevant documents in relation to the above change(s).

LEGG MASON GLOBAL FUNDS PLC
Riverside Two
Sir John Rogerson's Quay
Grand Canal Dock
Dublin 2, Ireland

28 May 2019

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF YOU ARE IN ANY DOUBT AS TO THE ACTION YOU SHOULD TAKE YOU SHOULD SEEK INDEPENDENT PROFESSIONAL ADVICE.

If you have sold or transferred all of your Shares in Legg Mason Western Asset US Adjustable Rate Fund, a sub-fund of Legg Mason Global Funds plc, an investment company with variable capital incorporated with limited liability in Ireland (the "Company"), please pass this document at once to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee as soon as possible.

Unless otherwise defined in this document, all capitalised terms have the same meaning as capitalised terms used in the Company's latest Hong Kong Extract Prospectus (the "Hong Kong Extract Prospectus"). Copies of the Hong Kong Extract Prospectus and the Product Key Facts Statement relating to Legg Mason Western Asset US Adjustable Rate Fund (together the "Hong Kong Offering Documents"), as well as the Memorandum and Articles of Association and the latest annual and semi-annual reports of the Company are available free of charge upon request during normal business hours from your distributor or the Hong Kong Representative. The latest Hong Kong Offering Documents are also available at <http://www.leggmason.com.hk>¹.

Please note that the Central Bank has not reviewed this letter. The Directors of the Company accept full responsibility for the accuracy of the information contained in this notice and confirm, having made all reasonable enquiries, that to the best of their knowledge and belief there are no other facts the omission of which would make any statement misleading.

Dear Shareholder,

Re: Termination of Legg Mason Western Asset US Adjustable Rate Fund

In accordance with the terms of Article 11(b) of the Articles of Association of the Company, the Directors have determined, with the consent of the Depositary, to compulsorily redeem all remaining Shares of the Legg Mason Western Asset US Adjustable Rate Fund (the "Fund") and to terminate the Fund, a sub-fund of the Company, with effect from Friday 2 August 2019 (the "Compulsory Redemption Date"). All Shares held in any Share Class of the Fund as of the close of business on the Compulsory Redemption Date will be compulsorily redeemed on such date at the applicable Net Asset Value per Share calculated in accordance with the Prospectus and Articles of Association. The Fund is no longer allowed to be marketed to the public in Hong Kong and has been closed to further subscriptions as from the date of this notice.²

¹ This website has not been reviewed by the Securities and Futures Commission of Hong Kong.

² Existing Shareholders may be allowed to make subsequent subscriptions for a period of time up to the Compulsory Redemption Date through dividend reinvestments or if necessary for operational reasons relevant to such Shareholders. Otherwise, Existing Shareholders are not allowed to make any further subscriptions.

The reason for the compulsory redemption and termination is that the Fund is small in terms of its Net Asset Value. Its continuing operation is no longer considered economically viable. As a result, the Directors have determined that it is in the ultimate best interest of Shareholders of the Fund to terminate the Fund.

The compulsory redemption of Shares and termination of the Fund will be conducted in accordance with the terms of the Hong Kong Offering Documents, the Constitution and Irish law.

This notice does not in any way impact your ability (i) to redeem Shares in the Fund free of charge, in accordance with the redemption procedures set out in the Hong Kong Offering Documents that apply to Shares in the Fund or (ii) to exchange Shares in the Fund for Shares in another sub-fund of the Company authorized for offering to the public in Hong Kong³ free of charge, in accordance with the exchange procedures set out in the Hong Kong Offering Documents, provided that such request is received by the Administrator at any time up to the Dealing Deadline on 2 August 2019, being the last dealing day of the Fund (or such earlier deadline as may be imposed by your distributor on the Compulsory Redemption Date) (the "**Final Dealing Deadline**"). Before investing in such other fund, please ensure that you have read the Hong Kong Offering Documents applicable to that fund.

If you have not made a redemption or switching request before the Final Dealing Deadline, your holdings in the Fund will be compulsorily redeemed from the Fund on the Compulsory Redemption Date. You will receive your pro-rata entitlement of the termination proceeds within three Business Days of the Compulsory Redemption Date, provided that all required verification documentation has been received and approved.

As of 29 March 2019, the Fund's total net assets amounted to approximately US\$2,412,325 and the total expense ratio ("TER") of Class A Share Classes of the Fund was 1.40%.

The TER is calculated by dividing the total expenses by the average net asset value for the twelve months to 29 March 2019.

There are no unamortised preliminary expenses for the Fund. Expenses and costs relating to the termination of the Fund will be borne by Legg Mason Investments (Ireland) Limited as the manager of the Fund.

Ordinarily, the termination of the Fund should not have any tax implications for Hong Kong shareholders. Where transactions in the Shares form part of a trade, profession or business carried on in Hong Kong, Hong Kong profits tax may be payable on the gains received. No Hong Kong stamp duty or estate duty will be payable by Shareholders in respect of their Shares. We recommend, however, that you seek specific tax advice should your circumstances require. We also recommend that you consult your financial advisor if you have any questions pertaining to the implications of this termination.

Western Asset Management Company Limited, as the Fund's Investment Manager, may begin the orderly liquidation of the Fund's assets from the date of this notice. As the liquidation of the Fund's assets begins, the Fund may not be managed in accordance with its investment objective and policy.

Should you have any questions relating to these matters, you should contact the Company or the Administrator, or alternatively you should contact your investment consultant, tax adviser, legal adviser

³ Authorisation by the Hong Kong Securities and Futures Commission is not a recommendation or endorsement of a product nor does it guarantee the commercial merits of a product or its performance. It does not mean the product is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

or the Hong Kong Representative at Suites 1202-03, 12/F., York House, The Landmark, 15 Queen's Road Central, Hong Kong (Investor hotline: +852 3652 3088) as appropriate.

Yours sincerely,



Director
For and on behalf of
Legg Mason Global Funds plc