

This notice contains important information that requires your immediate attention. Should you have any queries, you are recommended to seek independent professional advice.

The following change(s) in investment choice(s) relate(s) to the “FLEXI Series” investment plans, including Flexi-Invest Insurance Plan, FLEXI-Education InvestPlan and FLEXI-Annuity Investment Plan.

As advised by the board of directors of BNP Paribas Funds, there will be the following changes to the underlying funds with effect from 6 March 2020.

1. Change of Investment Policy for the Underlying Funds of the Investment Choices

- *Equity Asia ex-Japan Fund BP (BPEA)*
- *Equity Emerging Fund BP (BPÉE)*

To be compliant with the new Taiwanese Regulation in which the underlying funds of the investment choices above are registered, the limit of the overall exposure of these underlying funds to mainland China securities will be decreased from 25% to 20% of their assets.

2. Change of Investment Policy for the Underlying Fund of the Investment Choice

- *Energy Transition Fund BP (BPER)*

The underlying fund of the investment choice above may invest into participation notes for maximum 25% of its assets.

Further, the underlying fund's overall exposure (via both direct and indirect investments) to mainland China securities will not exceed 20% of its assets by investments in “China A-Shares” via the Stock Connect. Currently the underlying fund does not have any exposure to mainland China securities.

In addition to core financial derivative instruments, the underlying fund may use equity basket swaps for efficient portfolio management and hedging. The underlying fund's net derivative exposure would remain unchanged (i.e. up to 50% of the underlying fund's net asset value).

Such investments include the following specific risks related to investments in Mainland China disclosed on the appendix 3 of the book I of the prospectus of the underlying fund:

- Change in PRC taxation risk
- Risk related to Stock Connect

The changes would not materially change the features and overall risk profile of the underlying fund following the change. There would be no change in the operations or the manner in which the underlying fund is being managed. Further, the changes would not materially prejudice the existing investors' rights of interest.

You should refer to the relevant offering documents and the notice to shareholders of the underlying fund(s) of the above investment choice(s) in relation to the above changes, which are made available by YF Life Insurance International Ltd. upon request.

If you have selected the above investment choice(s) under your insurance policy and if for any reason you wish to change to other investment choice(s), you may switch your investment choice(s) to other available investment choice(s) provided by your policy. Please note that bid-offer spread and switching charge are applicable for switching between investment choices. For details, please refer to Investment Choice Brochure or contact YF Life Insurance International Ltd. at (852) 2533 5555 (Hong Kong)/ (853) 2832 2622 (Macau).

BNP Paribas Funds

Luxembourg SICAV – UCITS category

Registered office: 10 rue Edward Steichen, L-2540 Luxembourg

Luxembourg Trade and Companies Register n° B 33363

Notice to shareholders

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

Luxembourg, February 6, 2020

Dear Shareholders,

We hereby inform you of the following changes which will be incorporated in the next version of the Hong Kong Offering Document. Unless otherwise specified, these changes will be effective on March 6, 2020.

CHANGES APPLICABLE TO ALL SUB-FUNDS (BOOK II)

Centralisation of STP orders for December 24 and 31

Please note that regarding Centralisation of orders under Terms of subscription / conversion / redemption of each sub-funds on Book II of the Prospectus, for December 24 and 31 of each year, Centralisation will be exceptionally advanced to 12:00 CET for STP orders due to an early closure of markets.

This change is effective with immediate effect.

CHANGES APPLICABLE TO SOME SUB-FUNDS (BOOK II)

“Asia ex-Japan Equity”, “Emerging Equity”

To be compliant with the new Taiwanese Regulation in which the sub-funds are registered, please note that the limit of the overall exposure of these sub-funds to mainland China securities will be decreased from 25% to 20% of their assets.

“Energy Transition”

Please note that the sub-fund may invest into “P-Notes” for maximum 25% of its assets.

Further, the sub-fund’s overall exposure (via both direct and indirect investments) to mainland China securities will not exceed 20% of its assets by investments in “China A-Shares” via the Stock Connect. Currently the sub-fund does not have any exposure to mainland China securities.

In addition to core financial derivative instruments, the sub-fund may use Equity Basket Swaps for efficient portfolio management and hedging. The sub-fund’s net derivative exposure would remain unchanged (i.e. up to 50% of the sub-fund’s NAV).

Such investments include the following specific risks related to investments in Mainland China disclosed on the Appendix 3 of the Book I of the Prospectus:

- Change in PRC taxation risk
- Risk related to Stock Connect



BNP PARIBAS
ASSET MANAGEMENT

The asset manager
for a changing
world

“Europe Dividend”, “Europe Equity”, “Europe Growth”, “Europe Small Cap”

Please note that in the context of Brexit, the investment policy of the sub-funds will be updated in order to maintain their investment universe (which includes the United Kingdom) unchanged.

United Kingdom would be disclosed alongside the country members of the EEA in the respective investment policy.

This amendment is effective with immediate effect. It is not material and does not change the current strategy and asset allocation followed by the investment manager.

ADDITIONAL INFORMATION

Additional clerical changes have been made to update and enhance the general wording of the Prospectus or to comply with new laws and regulations.

Terms or expression not defined in the present notice have the same meaning as in the Prospectus of the Company.

The changes would not result in any change in fees level or costs in managing the sub-funds. In addition, the Management Company would bear the costs or expenses incurred in connection with the changes. The changes would not materially change the features and overall risk profile of the sub-funds following the change. There would be no change in the operations or the manner in which the sub-funds are being managed. Further, the changes would not materially prejudice the existing investors’ rights of interest.

Hong Kong shareholders who do not accept the changes mentioned above may ask the redemption of their shares according to the relevant procedures as disclosed in the Hong Kong Offering Document free of charge from the date of this notice until 6pm Hong Kong time on March 6, 2020.

The Hong Kong Offering Document will be updated to reflect the changes above. The current Hong Kong Offering Document of BNP Paribas Funds is available for inspection free of charge at the office of the Hong Kong Representative¹, during normal business hours on any Hong Kong business day; and on the website at <http://www.bnpparibas-am.hk> ². The updated Hong Kong Offering Document will be available later.

The Board of Directors of BNP Paribas Funds accepts responsibility for the accuracy of the contents of this notice.

Hong Kong shareholders may contact BNP PARIBAS ASSET MANAGEMENT Asia Limited, the Hong Kong Representative of BNP Paribas Funds, at (852) 2533 0088 for questions.

Best regards,

The Board of Directors

¹ The registered office of the Hong Kong Representative is located at 17/F Lincoln House, Taikoo Place, 979 King’s Road, Quarry Bay, Hong Kong.

² This website has not been reviewed by the Securities and Futures Commission of Hong Kong.