

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

- YF Life Morgan Stanley Investment Funds European Property Fund "A" Shares (MSEPU)(the "Investment Choice")

As advised by Morgan Stanley, the board of directors of Morgan Stanley Investment Funds have decided to apply to withdraw the authorisation of Morgan Stanley Investment Funds European Property Fund (the "Underlying Fund"), the underlying fund of the Investment Choice, by the Securities and Futures Commission (the "SFC") with effect from 30 December 2020 (the "Effective Date").

As part of its regular review, MSIM Fund Management (Ireland) Limited (the "Management Company") has recently reconsidered the asset classes and strategies being offered to investors in Asia. Taken into consideration of, amongst other things, asset under management, market trends and general investor appetite, the Management Company has decided that it is not economical to keep the Underlying Fund authorized in Hong Kong and as such, the Management Company has no further intention to offer the Underlying Fund to retail Hong Kong investors through public distribution.

As at 31 August 2020, the fund size of the Underlying Fund was approximately EUR38.47 million (equivalent to USD45.92 million).

The costs associated with the withdrawal of authorisation of the Underlying Fund will be borne by the Management Company.

Consequential to the withdrawal of authorisation 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 the Effective Date 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 28 December 2020 (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 28 December 2020 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 29 December 2020 free of charge.

You can make the request for 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:	<p>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 and high quality money market investments and seeks to offer returns in line with money market rates 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 short-term deposits and high quality money market instruments and money market funds that are authorised by the SFC under 8.2 of the Code on Unit Trusts and Mutual Funds or regulated in a manner generally comparable with the requirements of the SFC and acceptable to the SFC. Money market instruments refer to securities normally dealt in on the money markets, for examples, government bills, certificates of deposit, commercial papers, short-term notes and bankers' acceptance etc. In assessing whether a money market instrument is of high quality, at a minimum, the credit quality and the liquidity profile of the money market instruments must be taken into account.</p> <p>Investments will be limited to HK Dollar short-term deposits and HK Dollar denominated high quality money market instruments with a remaining maturity of less than 397 days, or two years in the case of Government and other public securities, with a weighted average portfolio maturity not exceeding 60 days and a weighted average life not exceeding 120 days.</p>
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).

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION. IF IN DOUBT, PLEASE SEEK PROFESSIONAL ADVICE.

MORGAN STANLEY INVESTMENT FUNDS

Société d'Investissement à Capital Variable
Registered office: 6B, route de Trèves, L-2633 Senningerberg
R.C.S. Luxembourg: B 29192
(The "**Company**")

NOTICE TO THE SHAREHOLDERS OF MORGAN STANLEY INVESTMENT FUNDS GLOBAL PROPERTY FUND ("GLOBAL PROPERTY FUND") AND MORGAN STANLEY INVESTMENT FUNDS EUROPEAN PROPERTY FUND ("EUROPEAN PROPERTY FUND", COLLECTIVELY THE "SUB-FUNDS")

30 September 2020

Dear Shareholders,

The board of directors of the Company (the "**Board of Directors**") wishes to notify you of the withdrawal of authorisation by the Securities and Futures Commission (the "**SFC**") of the Sub-Funds with effect from 30 December 2020 (the "**Effective Date**").

This notice describes the implications of the withdrawal of authorisation. Please contact your financial advisor if you have any questions on the content of this notice. The withdrawal of authorisation may impact your tax situation. Shareholders should contact their tax advisor for specific tax advice in relation to the withdrawal of authorisation.

Capitalized terms not defined herein have the same meaning as in the prospectus of the Company (the "**Prospectus**").

1. Background and rationale for the withdrawal of authorisation

As part of its regular review, MSIM Fund Management (Ireland) Limited (the "**Management Company**") has recently reconsidered the asset classes and strategies being offered to investors in Asia. Taken into consideration of, amongst other things, asset under management, market trends and general investor appetite, the Management Company has decided that it is not economical to keep the Sub-Funds authorized in Hong Kong and as such, the Management Company has no further intention to offer the Sub-Funds to retail Hong Kong investors through public distribution.

As at 31 August 2020, the fund size of Global Property Fund was approximately USD604.45 million (equivalent to EUR506.41 million) and the fund size of European Property Fund was approximately EUR38.47 million (equivalent to USD45.92 million).

After the withdrawal of authorisation of the Sub-Funds, it is intended that the investment management delegation structure of the Sub-Funds will be amended such that the Management Company will retain some of the investment management function with respect to the Sub-Funds and in particular the Sub-Funds will be managed by a Dutch branch of the Management Company as part of a corporate reorganization (the "**Corporate Reorganization Changes**"). The Corporate Reorganization Changes comply with the UCITS Directive. Shareholders will be informed separately of details of the Corporate Reorganization Changes at least one month before the Corporate Reorganization Changes take effect.

The Corporate Reorganization Changes have not been reviewed or approved by the SFC as the Corporate Reorganization Changes shall only take place after the Effective Date. Once the withdrawal of authorisation of the Sub-Funds is effective, the Sub-Funds will no longer be regulated by the SFC and any changes to the Sub-Funds, including the Corporate Reorganization Changes, will not be subject to the approval by the SFC. As such, you should carefully assess the impact of the Corporate Reorganization Changes to the Sub-Funds and their effect on your investments.

2. Impact of the withdrawal of authorisation on shareholders of the Sub-Funds

Shareholders should note that the Sub-Funds will cease to be marketed to the public of Hong Kong and will not accept any new subscriptions from new investors in Hong Kong from the date of this Notice.

The Investment Manager will continue to manage the Sub-Funds in accordance with the constitutive and offering documents of the Sub-Funds. Apart from the withdrawal of authorisation of the Sub-Funds in Hong Kong and the Corporate Reorganization Changes, there are no other changes in the key features (including the way the Sub-Funds is operated, fee level, investment objectives and policies, and risk profile), operation and administrative arrangements of the Sub-Funds.

Upon the withdrawal of authorisation of the Sub-Funds by the SFC, the Sub-Funds will cease to be regulated by the SFC and will no longer be subject to the regulatory requirements applicable to SFC-authorized funds in Hong Kong.

However, the Sub-Funds will remain in existence post the deauthorisation. The CSSF, the competent authority supervising the Sub-Funds in Luxembourg, will continue to regulate the Sub-Funds. The rights attached to the shares owned by Hong Kong shareholders will remain intact after the withdrawal of authorisation of the Sub-Funds in Hong Kong.

In addition, any offering documents and other product documentation specific to the Sub-Funds (including the product key facts statements of the Sub-Funds and marketing materials in relation to the Sub-Funds) that are currently in the possession of Hong Kong investors should be retained for their personal use only and should not be circulated to the public in Hong Kong from the date of this notice.

3. Rights of shareholders of the Sub-Funds

From the date of this notice, shareholders of the Sub-Funds may choose to:

- (i) take no action and continue to hold the shares of the Sub-Funds although the Sub-Funds will no longer be authorised by the SFC in Hong Kong from the Effective Date onwards; or
- (ii) request the redemption or, where possible, the conversion of their shares in accordance with the provisions of the Hong Kong offering documents of the Company at the applicable net asset value into shares of the same or another share class of another SFC-authorized sub-fund of the Company, free of charge (with the exception of any applicable contingent deferred sales charge and any transaction costs charged by intermediaries), until 5:00 pm Hong Kong time on the day before the Effective Date.¹

¹ Authorisation by the SFC 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. Before converting to other SFC-authorized sub-fund of the Company, please ensure you have read and understood the investment objective, policies, risks factors, fees and other information applicable to the relevant SFC-authorized sub-fund of the Company as described in the relevant Hong Kong offering documents of the Company.

4. Costs of the withdrawal of authorisation

The Management Company will bear the legal, advisory and administrative costs and all other expenses associated with the preparation and completion of the withdrawal of authorisation, estimated to be approximately USD30,000 to USD35,000.

5. Taxation

The withdrawal of authorisation of the Sub-Funds may have tax consequences for shareholders. Generally, shareholders will not be subject to any Hong Kong tax on capital gains realised on the redemption or switching of any shares. Shareholders should consult their professional advisers about the consequences of the withdrawal of authorisation on their individual tax position.

GENERAL

Please contact your financial adviser or the registered office of the Company if you have questions regarding this matter.

Capitalised terms used in this notice shall have the meaning ascribed to them in the current Prospectus, unless the context otherwise requires.

The Board of Directors accepts responsibility for the accuracy of the information contained in this notice.

Hong Kong residents who require further information, please contact Morgan Stanley Asia Limited, of Floor 41, International Commerce Centre, 1 Austin Road West, Kowloon, Hong Kong or on (852) 2848 6632.

The revised Hong Kong offering documents (including the Prospectus) will be available in due course to investors, free of charge, at the registered office of the Company or at the offices of foreign representatives.

Should you have any questions or concerns about the foregoing, please contact the Company at its registered office in Luxembourg or the representative of the Company in your jurisdiction. You should inform yourself of, and where appropriate take advice on, the tax consequences of the foregoing in your country of citizenship, residence or domicile.

Yours faithfully,

The Board of Directors