



TOKIO MARINE
INSURANCE GROUP

SINGAPORE

2025

Participating Fund Update

(for the year ending 2024)

What is this Participating Fund Update for?

In this annual update, you will find useful information on the recent performance of Tokio Marine Life Insurance Singapore Ltd (TMLS) Participating Fund ("Par Fund") for the year ending 31 December 2024 and the impact of its performance on the bonuses and dividends allocated to your participating policies. In addition, we will present our views on the future outlook and how it could impact future bonuses and dividends based on our actuarial investigation of policy liabilities carried out under Section 95(1) of the Insurance Act 1966.

Please note that this Par Fund update contains only general commentary of the Par Fund and therefore may not be applied specifically to individual participating policy.

A Review of 2024

In 2024, most equity markets delivered positive returns despite interest rate fluctuations, uncertainties surrounding the U.S. elections, and the volatility of the "Magnificent Seven" stocks. After aggressively raising rates in previous years, the U.S. Federal Reserve adopted a more measured approach as it assessed the cumulative impact on economic growth. The year also saw Donald Trump securing a resounding victory in the U.S. presidential elections, with the Republican party gaining control of both the House of Representatives and the Senate.

Domestically, Singapore's economy grew by 4.4 percent in 2024 - the highest growth rate experienced since 2021, which surpassed both official forecasts and general market expectations.

In fixed income, interest rate expectations were a key driver throughout the year. The U.S. Federal Reserve maintained a restrictive monetary stance for most of 2024, before easing policy by cutting rates in the final quarter as inflation moderated. Fixed income valuations rose in tandem with the general decline in interest rates over the year.

About the Par Fund

The Par Fund's assets are invested prudently based on a long-term objective, which commensurate with the long-term commitment of your insurance policy.

Total Assets* as at 31 December

Market Value		
2022 S\$ 7,115 million	2023 S\$ 7,429 million	2024 S\$ 8,254 million

* Total Assets refer to assets backing policy liabilities which exclude assets acquired through repurchase agreements.
The year-on-year changes in asset values reflect both investment returns and non-investment related asset movements during the year.

Performance of the Par Fund

Investment performance over the years

2022	2023	2024
Investment Return [#] -13.94%	8.09%	7.94%
Total Expense ratio 0.58%	0.57%	0.60%

[#] The Investment Return is shown after deducting investment expenses incurred in managing the Par Fund. Past performance is not necessarily indicative of future performance.

The Par Fund delivered a net investment return of 7.94% for the year ended 31 December 2024. Positive returns across various asset classes contributed to the returns for the year.

Non-investment experience in 2024

Operating experience (which includes mortality & morbidity, surrender, management expenses and distribution expenses) was in-line with expectations.

Asset Mix of the Par Fund

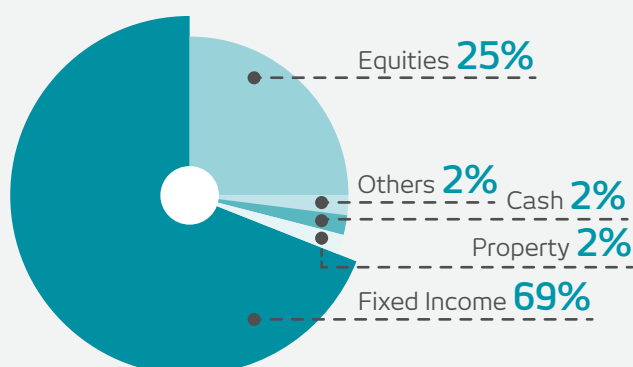
Taking into consideration the tenure of whole-life insurance products, the Par Fund has liabilities that tend to have a longer duration than the assets on its portfolio. Therefore, the Par Fund has utilised instruments such as repurchase agreements (used to acquire long-dated fixed income securities) and interest rate swaps for the purpose of asset liability management.

The asset mix shown below includes the fixed income assets that have been acquired using repurchase agreements (2024: 6% of total gross assets; 2023: 15% of total gross assets).

Gross Asset Mix for the year 2024 against year 2023

	Equities	Fixed Income	Property	Cash	Others	Total Gross Asset (\$'m)*
2023	22%	72%	2%	1%	3%	8,738
2024	25%	69%	2%	2%	2%	8,820

Asset Mix as at 31 December 2024



Strategic Asset Mix

Investment Mix	Strategic
Equities	27%
Fixed Income	70%
Cash & Others	3%

* The total gross asset includes assets acquired through repurchase agreements.

Equities:

Top 5 Equity Holdings as at 31 December 2024

Equity Holdings	% of Equity Holdings
iShares Core S&P 500 UCITS ETF	21%
DBS Group Holdings Ltd	9%
Oversea-Chinese Banking Corp	6%
Sea Ltd	5%
iFree ETF - Nikkei 225	4%

Fixed Income:

Breakdown of Fixed Income Assets as at 31 December 2024

Category	% of Fixed Income Asset
Singapore Government Securities	32%
Quasi-Govt / Investment-Grade Bonds	61%
Other Bonds	1%
Preference Shares / Perpetual Securities	6%

Bonus Allocation

The main feature of your participating policy is its ability to provide stable returns on your policy while allowing you to participate in the performance of the Par Fund in the form of bonuses and/or dividends.

Your policy benefits, including bonuses and/or dividends, are dependent on the Par Fund's performance, which includes past and future projected portfolio mix, investment returns, claims and surrender experiences, as well as expenses of the Par Fund. Based on the historical performance and future outlook, we will allocate part of the surplus of the Par Fund to increase your policy value via bonuses and/or dividends.

All bonus and dividend allocations are approved by the Board of Directors, based on the recommendation made by the Appointed Actuary.

Future Outlook

Financial markets have experienced varying levels of volatility in the first few months of this year, largely driven by the uncertainty caused by U.S. President Trump's tariff announcements. The fluctuating stance on trade policy has led to investors' nervousness, given the possible economic disruptions that may arise.

Despite these trade-related headwinds, fiscal stimulus initiatives undertaken by various major economies are expected to provide support and help offset some of the drag from these protectionist pressures. Domestically, growth momentum in Singapore is expected to slow in 2025 due to the shifts in global trade policies that may impact the local manufacturing and trade-related services sectors.

For non-investment factors, we expect future claims to remain in line with our expectations as we continue to maintain disciplined underwriting. We will continue to monitor our expenses closely to be as cost efficient as possible.

While future bonuses and dividends cannot be guaranteed, we remain committed to managing our investments, claims and expenses prudently to maintain the solvency of the Par Fund and strive to safeguard our policyholders' long-term interests. We will continue to review the supportability of future bonuses and dividends, taking into consideration, amongst others, the market environment.

About TMLS

Tokio Marine Life Insurance Singapore Ltd. is part of the Tokio Marine Holdings, Inc. which was established as the first insurance company in Japan more than 140 years ago. Today, Tokio Marine is one of the world's largest insurance groups, with a robust network that spans across 46 countries and regions operated by high-performing teams of more than 40,000 employees.

Our alignment of strategy to drive a strong performance and people-centric culture has advanced our standing in Singapore as a leading life insurer. Our values and vision define and guide us in everything that we do. A firm commitment to the traits of customer centricity, integrity and excellence underpins our promise to be the go-to partner for all financial planning needs.

Contact Us

If you wish to learn more about the current protection and cash value of your participating insurance policy, you can request a full Policy Illustration from your Financial Representative or email customercare@tokiomarine-life.sg.

Important Notes:

This policy is protected under the Policy Owners' Protection Scheme, which is administered by the Singapore Deposit Insurance Corporation (SDIC). Coverage for your policy is automatic, and no further action is required from you. The PFF Scheme does not apply to policies registered in Brunei. For more information on the types of benefits that are covered under the scheme as well as the limits of the coverage, where applicable, please contact us or visit the LIA or SDIC websites (www.lia.org.sg or www.sdic.org.sg).

Common Reporting Standard (CRS)

CRS is an internationally agreed standard for automatic exchange of financial account information for tax purposes. With effect from 1 January 2017, CRS requires all financial account holders to complete and submit a self-certification form on tax residency status. This includes changes in circumstances such as change of personal details, occupational status or TIN number etc. Certification form is available on our website at tokiomarine.com. The form can be found under Life & Health > Resources > Forms. You may send a completed and signed softcopy to customercare@tokiomarine-life.sg or through your representative. Alternatively, a completed and signed hardcopy may be submitted to us by mail. For more information on CRS, please visit the IRAS website at www.iras.gov.sg.