

Nordic High Yield Abs

Investment basket brochure

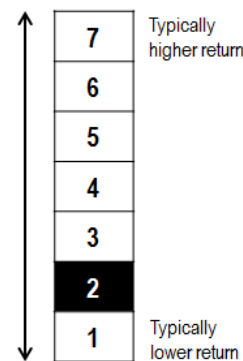
Valid as of 1.1.2018



Main conditions of the investment basket

- **Name:** Mandatum Life Nordic High Yield Abs
- **Portfolio manager of the investment basket:** Mandatum Life Insurance Company Limited
- **Target market of the investment basket:**
 - Nordic bonds with a low credit rating or with no credit rating
- **Hedging the value of the investment basket:**
 - The investment basket does not have a capital guarantee.
- **Start date of the investment basket:** 28 January 2013
- **Sales period:** Continuous
- **Investment period:** Continuous
- **Value of the investment basket unit:**
 - A value is calculated for the investment basket unit on each banking day.
- **Annual management fee of the investment basket:** 1.0%

Risk level



Investment strategy

The Mandatum Life Nordic High Yield Abs investment basket offers the opportunity to invest diversely in Nordic fixed income investments with a good return potential at a moderate risk level.

The investment basket invests its assets in the bonds of Nordic companies, which have no credit rating or which are rated as *high yield**

The objective of the investment basket's investment activities is to achieve, through proactive portfolio management, a long-term yield on the investment basket's assets that outperforms the typical return on conventional fixed income in-

vestments. The interest rate risk of the portfolio is managed proactively.

The base currency of the investment basket is the euro. Investments can also be made in bonds denominated in other currencies. The foreign exchange risk is hedged according to the portfolio manager's judgement at any given time.

Target investors

The investment basket suits investors who seek higher returns than those typical for conventional fixed income investments and accept the risk typically associated with bonds that have a low credit rating.

Calculation of the investment basket's value

The value of the investment basket is calculated regularly at the current market values of the instruments it contains. The value of the investment basket is available on Mandatum Life's website.

The value of redemptions made from the investment basket will be determined per order in accordance with the market situation at the time of redemption.

*Credit rating at most BB+ (Standard and Poor's) or Ba1 (Moody's).

The investment basket's risk profile

The investment basket's return risk and capital risk are typical of corporate bonds with a low credit rating. The investment basket does not have a capital guarantee.

Changes in interest rate levels and credit risk premiums are reflected in the value of the investment basket, which may vary in the short term. If the investment basket includes investments other than euro-denominated investments, changes in exchange rates may affect the performance of the investment basket.

Interest rate risk refers to the sensitivity of fixed income investments to changes in the markets. Credit risk refers to the uncertainty related to the ability of the issuer of a promissory note to carry out their obligations. As the interest rate level and credit risk levels decline, the value of the investment rises and vice versa.

The investment basket is not covered by the investors' compensation fund or the deposit guarantee fund.

Investment basket's fees and expenses

The annual management fee of the investment basket is 1.0%. The investment basket's management fee and expenses associated with investments, including trading costs, investment-object fees and any taxes and other public-law fees will be deducted from the value of the investment basket when the value of the unit is calculated; they will not be charged separately.

Risks and observations related to unit-linked insurance policies

This brochure does not provide exhaustive information on the Mandatum Life Nordic Yield investment basket or the associated terms and conditions. Prospective policyholders must carefully familiarise themselves with the investment basket's rules, terms and conditions, price lists, product information and brochures relating to the insurance and investments before purchasing or changing an insurance policy or selecting or changing investments.

The performance of unit-linked insurance policies is dependent on the performance of the investments (such as investment baskets) selected by the policyholder. The value of the investments may rise or fall, and the policyholder bears

the risk of losing the value of the investment object appended to an investment insurance policy, either entirely or in part.

Policyholders should note that the past performance of investments is no guarantee of future returns. Investors may lose the assets they have invested in the investment basket in part or in full. The information and calculations concerning the returns, fees and expenses for investment objects do not take into account the expenses for the insurance policy.

Policyholders independently decide on the selection of investment objects in accordance with their own investment objectives, and bear the risk of a decrease or loss in the value of the insurance savings. Neither Mandatum Life Insurance Company Limited nor its agents are liable for the performance of the investments.

Information on investments and related matters is supplied for information purposes only, and cannot be construed as a recommendation to subscribe for, hold or exchange certain investments, or to carry out any other actions affecting the performance of the insurance.

The investment basket is an investment object owned by Mandatum Life that may be appended to a unit-linked life insurance policy or capital redemption policy. Insurance or capital redemption contract granted by and investment basket offered by