

Slim Tail World Equity

Rules of the investment basket, valid as of 26 April 2018

Main terms and conditions of the investment basket

- **Name of the investment basket:** Mandatum Life Slim Tail World Equity
- **Capital protection of the investment basket:** The investment basket does not have capital protection.
- **Portfolio manager of the investment basket:** Mandatum Life Insurance Company Limited
- **Start date of the investment basket:** 26 April 2018
- **Sales period:** Continuous
- **Investment period:** Continuous
- **Value of the investment basket unit:** Value is calculated for the investment basket unit on each banking day.
- **Annual management fee of the investment basket:** The investment basket does not have a management fee.

Definition of the investment basket

The investment basket is an investment object owned by Mandatum Life Insurance Company Limited (hereinafter "Insurance Company") that may be linked to unit-linked life insurance and capital redemption contracts (hereinafter collectively "Contract") specified by the Insurance Company, where the assets of the investment basket are invested in accordance with the investment strategy.

The investment basket does not distribute its return. Instead, any eventual return increases the value of the unit. The return of the investment basket depends on the performance

of the assets in the investment basket.

Unless otherwise provided in these rules, the regulations concerning investment objects in the terms and conditions of the Contract apply to the investment basket. A review of the investment basket is available by request from the Insurance Company.

The investment strategy of the investment basket

The objective of the investment basket's investment operations is to achieve an annual return on the investment basket's assets that exceeds the equity market return in the long run. The Insurance Company is not held liable for not attaining the objective of the investment basket's investment activities.

The investment basket invests its assets in the Mandatum Life Slim Tail World Equity Fund managed by Mandatum Life Fund Management S.A. (hereinafter Underlying Fund) and, for liquidity and management reasons, partly in EUR and USD-denominated deposits.

The objective of the investment activities is for the Underlying Fund to have at least a 95% share of the investment basket's assets at all times. However, the Underlying Fund's proportion can temporarily deviate from the objective, for example, in connection with subscriptions and redemptions that are large, considering the size of the investment basket.

The base currency of the investment basket is the euro. However, investors bear the foreign exchange risk of investments other than euro-denominated investments.

Investment basket's benchmark index

The investment basket has a benchmark index to which the return on the investment basket is compared. The benchmark index has been specified in the investment basket's brochure. The long-term objective of the investment basket is to exceed the development of the benchmark index.

The investment basket's risk profile

The investment basket's return risk and capital risk are characteristic of products investing in the equity markets. The investor incurs the risk that the investment does not produce a return. In addition, the investor may lose all or part of the capital he or she has invested in the investment basket. The investment basket does not have capital protection.

Since the investment basket mainly contains USD-denominated investments, changes in foreign exchange rates have an impact on the investment basket's value development.

The investment basket is not covered by the Investors' Compensation Fund or the Deposit Guarantee Fund.

Targeted investors

The investment basket suits investors who seek returns that are characteristic of the equity markets and who accept the risk associated with equity investments.

The investment basket's fees and expenses

No management fee is charged for the investment basket. Any expenses associated with the investment basket's investments, including trading costs and any taxes and other public charges will be deducted daily from the value of the investment basket when the value of the unit is calculated; they will not be charged separately. The management fee and performance-based fee are charged for the Underlying Fund and other expenses in accordance with the Underlying Fund's rules. These fees are taken into account in unit value calculations.

Calculation of the investment basket's value

The value of the investment basket is calculated by deducting the liabilities of the investment basket from its assets, including expenses associated with investments. The fund units, securities, money market instruments and derivative contracts are valued at the current market value. Securities for which a reliable market value is not available are valued according to objective criteria. The value of the investment basket is expressed in euros.

A value is calculated for the investment basket on the days that Finnish deposit banks are generally open (banking days). Based on any changes, market disturbances or other similar reasons possibly affecting the investment basket's investments, the Insurance Company can interrupt the calculation of the investment basket's value until the calculation of the value can be carried out normally.

Calculation of the value of the investment basket unit

The value of the investment basket unit is calculated by dividing the

value of the investment basket by the number of investment basket units in circulation. The unit value of the investment basket may be divided into fractions. An investment basket unit comprises ten thousand (10,000) fractions of equal size.

The latest value of the investment basket unit is available from the Insurance Company and on the Insurance Company's website.

Investment basket unit subscription, redemption and associated restrictions

The subscription of the investment basket units means the tying of a new payment under the customer's Contract or of already existing savings to the value of the investment basket unit. The redemption of the investment basket means the withdrawal of the savings tied to the Contract's investment basket or their transference to another investment basket or some other investment object. The Insurance Company can decide the minimum number of units or the minimum amount in euros to be subscribed for or redeemed at one time.

The Insurance Company is entitled to refuse subscriptions for the investment basket's units. Policyholders are entitled to withdraw their savings in the investment basket in accordance with the terms and conditions of the Contract.

The Insurance Company is entitled to refuse a subscription assignment if it has not been provided with the required information for carrying out the subscription. The Insurance Company can provide more detailed information about how the subscription for units is carried out overseas or in a currency other than in euros. The redemption value of the investment basket unit is determined according to the exchange rate for the day on which the required sales of the investment objects have been registered and taken into account in the calculation of the investment basket's value. Redemption assignments will be fulfilled in the order

of arrival. The redemption value is credited to the Investment Policy once the redemption has been completed at the earliest on the banking day following the redemption date.

The redemption assignment can only be cancelled with the approval of the Insurance Company. The Insurance Company is entitled to restrict withdrawals due to market disturbances or other similar reasons.

Termination of the investment basket

The Insurance Company is entitled to terminate the investment basket. When the activities of the investment basket end, the policyholder must notify the Insurance Company, within a reasonable period assigned by the Insurance Company, which investment object's performance he or she wants the savings to be tied to. If the policyholder does not do this, the Insurance Company is entitled to transfer the investment savings tied to the basket to other investment objects of its choice.

Ownership of the investment basket and its units, and rights to them

The policyholder and beneficiaries do not have title or other rights to the investment basket linked to the Contract or to its units. The Insurance Company holds the title of the units of the basket and the investment instruments belonging to the basket linked to the Contract.

Changes concerning the investment basket

The Insurance Company is entitled to change the portfolio manager of the investment basket and make changes to the rules of the invest-

ment basket. The Insurance Company will notify the policyholders of changes.

Restrictions on actions concerning investment baskets

The Insurance Company is entitled to restrict Investment Basket unit redemptions and subscriptions if the restriction is deemed necessary to protect the interests of other policyholders.

Taxes and payments to authorities

If the investment basket or investment objects in the basket are subject to indirect taxes under a law or an order issued or other fees imposed by the authorities, and which are payable by the Insurance Company, the Insurance Company is entitled to charge the corresponding sum from the investment basket.

Due dates

If a due date referred to in these rules is not a banking day, the due date in question will be considered the first banking day following the due date.

Risks associated with the investment basket

MARKET RISK

Investment objects are affected by market risk, i.e. risk which is caused by general economic development, in other words factors that affect the financial position of issuers and/or that the value of the investment changes as a result of changes in the economic outlook.

RETURN RISK

The performance of the investment basket is dependent on the performance of the target market, which may vary during the investment period. No guarantees can be made concerning the performance of the

target market. The past performance of investments is no guarantee of future performance. Investing in the investment basket is not the same as investing directly in the target market.

INTEREST RATE RISK

Interest rate risk results from changes in the value of the investment basket due to a change in the market interest rates.

CREDIT RISK

Credit risk means a loss or the weakening of the financial position due to the fact that the issuer of a security or other debtor fails to meet his or her obligations. If the credit risk materialises, the investor bears the risk of losing the investment entirely or in part.

COUNTERPARTY RISK

Counterparty risk arises due to the other party in a financing or derivative contract and materialises if the counterparty is unable or unwilling to meet his or her obligations. If the counterparty risk materialises, the market value of the contract concluded with the counterparty is subject to risk. The investor bears the risk of losing the investment entirely or in part if the counterparty risk materialises due to the insolvency of the derivative counterparty prior to the redemption of the investment.

FOREIGN EXCHANGE RISK

If the investment objects include investments other than euro-denominated investments, changes in exchange rates may affect the performance of the investment object.

LIQUIDITY RISK

The markets' liquidity risk means that investments cannot be or cannot easily be realised or covered at the current market price or that a value cannot be determined for the investments due to the markets' lack of depth or because the markets are not working due to some kind of disturbance. The value of an investment may need to be defined in an exceptional manner at an exceptional time as the result of a market disturbance.

Risks and observations related to unit-linked insurance

Risk is always inherent in investment activities. The performance of unit-linked insurance policies and capital redemption policies is based on the performance of the investment objects selected by the policyholder, such as that of investment baskets, mutual funds, indices, currencies, commodities or equities. The value of the investment objects may rise or fall and the policyholder bears the risk of the financial consequences of his or her investment decisions and of losing his or her insurance savings. The past performance of investments is no guarantee of future performance.

The information and calculations concerning the returns, fees and expenses for investment objects do not take into account the expenses for the insurance and capital redemption contract.

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 the Insurance Company nor its agents are liable for the performance of the investments, or the selection of the investments linked to the insurance policy.

The Insurance Company may change the investments or the wealth manager responsible for the investments that can be selected for an insurance policy during the validity of the insurance policy.

The 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.

Prospective policyholders must carefully familiarise themselves with the terms and conditions and brochures relating to the insurance and investments before taking out

or changing an insurance policy or selecting or changing investments.

Changes in legislation, other regulations and official procedures or the decisions of courts of law can

affect the business operations, financial position and performance of the Insurance Company as well as the market value of the investments in the Investment Basket.

Additionally, the investor bears the risk of changes in taxation affecting the insurance products.

The investment basket is an investment object owned by Mandatum Life that may be linked to unit-linked insurance or a capital redemption contract.

The insurance policy or capital redemption contract is granted by and the investment basket is offered by

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