

## **Purpose**

This document provides you with key information about this investment product.

It is not marketing material.

The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product to help you compare it with other products.

## **Product**

<b>Name of Product:</b>	HSBC Onshore Investment Bond (Select)	<b>Manufacturer:</b>	HSBC Life (UK) Limited
<b>Website:</b>	<a href="https://www.life.hsbc.co.uk/customers">https://www.life.hsbc.co.uk/customers</a>	<b>Phone Number:</b>	0345 603 9164
<b>Published Date:</b>	31/03/2025		

## **What is this product?**

### **Type**

- The Onshore Investment Bond (OIB) is a life insurance bond which allows you to make one off investments.

### **Objective**

- With the OIB, you can hold a range of investments to build a portfolio that suits your needs and appetite for risk. The investments available aim to increase the value of your bond. However, as these investments directly affect the value of your OIB this is not guaranteed. Examples of this are shown in the 'What are the risks and what could I get in return?' in the accompanying Key Information Document (Investment option information).
- The OIB may allow you to hold these investments tax efficiently. It also helps you to manage the timing of any tax that you may need to pay and gives you the option to take a tax-efficient income.

### **Intended retail investor**

- The OIB could suit a broad range of investors with a minimum of £25,000 to invest, including those looking to grow their wealth, provide an income or preserve it for future generations. The product is a medium-term investment and you should be comfortable investing for at least 5 years. You should not expect to need access to your investment straight away.
- We wouldn't normally expect this to be your first or only investment product. The investment choices available in the OIB could go down in value as well as up and you should be comfortable with this risk.

### **Insurance benefits and costs**

- The OIB is an insurance product.
- It does not have a maturity date but it pays out a death benefit. We will pay out 100.1% of the current value of the OIB upon the death of the last remaining person insured under the policy.
- If you die accidentally, we could pay out up to 120% of the bond value. (We explain what we mean by 'accidentally' in the Terms and Conditions).
- The OIB gives you access to a range of investments that reflect different asset types, or different investment styles or have a different geographic focus. You can move between the investment options without immediately having to pay tax. It also lets you hold multiple investments within one product, which makes it easier for you to manage.
- The OIB can also be placed into a trust which may provide an immediate or future inheritance tax saving.

You pay one administration fee for the whole product – there aren't any individual charges for these benefits.

## What are the risks and what could I get in return?

### Risk Indicator



**The risk indicator assumes that you keep the product for 5 years.  
The actual risk can vary significantly if you cash in at an early stage and you may get back less.**

The recommended holding period for the OIB is at least 5 years, however you can choose an investment or investments which may have longer or shorter recommended holding periods.

In order to provide a consistent comparison of the risk, performance and costs of the investments, the recommended holding period of the OIB has been used for the calculations in this document.

The OIB offers a range of underlying investment options with risk classes ranging from 1 as the lowest risk class to 7 as the highest risk class. The risk and return of the investment varies on the basis of your chosen underlying investment option(s).

This product does not include any protection from future market performance so you could lose some or all of your investment. However, you may benefit from a consumer protection scheme (see the section “what happens if we are unable to pay out”). The indicator shown above does not consider this protection.

### Investment Performance Information

The risk and returns on this product will be dependent upon which investment(s) you choose. Further details of the possible returns for each investment available can be found in the Key Information Document (Investment options information) applicable to each investment. These can be found on the HSBC Life (UK) Limited website detailed in the Product section of this document, via your financial adviser or by requesting them from us.

## What happens if HSBC Life (UK) Limited is unable to pay out?

HSBC Life (UK) Limited is covered by the Financial Services Compensation Scheme (FSCS). This is limited to transferring your policy to another insurer providing a new policy. If this is not possible then the FSCS will provide cover for 100% of the claim with no upper limit.

## What are the costs?

- The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get.
- The total costs take into account one-off, ongoing and incidental costs.
- The amounts shown here are the cumulative costs of the product itself, for three different holding periods.
- They include potential early exit penalties.
- The figures assume you invest £10,000. However, the minimum initial investment for this product is £25,000.
- The figures are estimates and may change in the future. The person selling you or advising you about this investment may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

### Cost over time

Investment £ 10,000			
Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
<b>Total costs</b>	£ 43.26 to £ 2,724.35	£ 137.16 to £ 9,135.11	£ 241.60 to £ 19,361.06
<b>Impact on return (RIY) per year</b>	0.4% to 27.2%	0.4% to 23.9%	0.4% to 23.2%

## Composition of costs

The table below shows:

- The impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period.
- The meaning of the different cost categories.

This table shows the impact on return per year

One-off costs	Entry costs	0.0% to 1.5%	The impact of the costs you pay when entering your investment.
	Exit costs	0.0% to 0.6%	The impact of the costs of exiting your investment when it matures.
Other ongoing costs	Portfolio transaction costs	0.00 %	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	0.4% to 2.8%	The impact of the costs that we take each year for administering your OIB, any platform charges and the investment charges shown in the Key Information Document (Investment option information).
Incidental costs	Performance fees	0.0% to 20.6%	The impact of the performance fee. We take these from your product if the investment outperforms its benchmark.

- Occasionally, the portfolio transaction costs shown could be negative. This happens when the investment manager has been able to buy investments at a rate lower than the market rate.
- The overall costs of the product will depend on the investments chosen and the table above shows what the lower and higher possible costs will be if you hold the product for the recommended holding period.
- Further details of the costs of each of the investments available can be found in the Key Information Document (Investment option information) applicable to each investment.
- These can be found on our website detailed in the Product section of this document, via your financial adviser or by requesting them from us.
- The figures are estimates and may change in the future.

## How long should I hold it and can I take money out early?

### **Recommended Holding Period: minimum of 5 years**

While this product has no required minimum holding period it is designed for medium to long term investment (minimum of 5 years). However, you can take your investment out at any time but the underlying fund may apply a penalty as stated in the relevant fund KID.

## How can I complain?

If you need to complain about the product or any other part of the service HSBC Life has provided please contact HSBC Life (UK) Limited:

- by phone on 0345 603 9164
- by writing to HSBC Life (UK) Limited,  
HSBC Onshore Investment Bond Team,  
PO Box 1053,  
St. Albans,  
Hertfordshire,  
AL1 9QG
- If you are not satisfied with our response you can contact the Financial Ombudsman Scheme (<http://www.financialombudsman.org.uk>).

If you need to complain about how the policy has been sold, please contact your adviser in the first instance.

## Other relevant information

- The OIB is an insurance wrapper providing access to a range of funds offered and managed by third party fund managers.
- HSBC Life makes no assessment about ESG factors in the choice of funds available.
- Please refer to the Product Key Features Document for further details
- Other policy documentation relating to this product is available from your adviser, or by phoning 0345 603 9164 (Lines are open 9am-5.30pm Monday to Friday excluding public holidays in England and Wales; to help us continually improve our service and in the interests of security, we may monitor and/or record your communications with us).

### **HSBC Life (UK) Limited**

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