

Key Information Document

Objective

This document provides key information about the investment product. This is not marketing material. This information is required by law for you to understand the essence of the investment product, the risks and costs involved, and the possible profitability or unprofitability of this product, enabling you to compare it with other products.

Product

Name of the product	Growth Portfolio Junior
Insurer	SEB Life and Pension Baltic SE Estonian Branch
Home page	www.seb.ee
Phone	(+372) 665 5100
Supervised by	Financial Supervision Authority
Date of preparing the Key Information Document	12.03.2021

You are about to buy a complex product that may be difficult to understand.

What is this product?

Type of Product

Growth Portfolio Junior is a life insurance with an investment risk.

Objectives

The objective of the Growth Portfolio Junior Contract (hereinafter Contract) is to enable the policyholder (hereinafter you) to accumulate money for your child through fund investment. You can choose several equity, bond, or risk funds, as well as multi asset funds as underlying assets of the Contract. You also bear investment risk with the Contract. The value of underlying assets could either increase or decrease and there is no guarantee that payments made will be preserved. You can contribute into the Contract in the amount and at the time suitable for you. The Insurer is the owner of the fund shares that are the underlying assets of the Contract.

Classification of product according EU Sustainable Finance Disclosure Regulation is based on investment fund manager's classification. Classification of specific investment fund might be found in www.seb.ee/eng/underlying-assets, under document "Information about sustainability".

The retail investors target group

The objective of this product is to accumulate start-up money for your child by investing in various funds. Different funds have different target groups. Information about funds is available at the website www.seb.ee/eng/underlying-assets. When entering into the Contract, your child can be up to 17 years old, and to receive disbursements from the Contract, the child must be 18–25 years old.

Insurance benefits

The Contract can include accident insurance covers for the child and an insurance cover for the continuation of insurance payments. Calculation and disbursement of benefits is stipulated in the insurance conditions of the chosen covers. The insurance cover fees are risk-based and depend on the sum insured. The fees are deducted from the accumulated reserve.

When the child reaches the age stated in the Contract (hereinafter Transfer Day), the right for disbursement is transferred to the child. After Transfer Day the child has the right to apply for disbursements, and we will pay the sum received from selling the underlying assets accordingly.

Duration of the Contract

The Contract ends on the Transfer Day and the child receives the right to apply for disbursement.

More detailed grounds for terminating the Contract, including the insurer's right to terminate the Contract without prior notice, are available in the Growth Portfolio Junior and General Terms and Conditions of SEB Life and Pension Baltic SE Estonian Branch.

You have a right to withdraw from the Contract within 30 days from its conclusion, and we will return your contributions.

Which risks are involved and what are my rewards?

An aggregate indicator of risk



- ! You can choose funds from risk classes 1 to 7 (except risk class 1 and 7), where 1 is lowest and 7 is highest, as the underlying assets for the Contract. The risks and rewards are different by funds.
- The whole rate of return of the product depends on the rate of return of the funds you choose in the Contract.

An aggregate indicator of the risk helps to compare the risk level of the product to that of other products. The indicator shows the likeliness of the product losing value due to the market situation or our inability to pay you. The higher the fund's risk class on the scale, the higher the possible rate of return, but also the risk of losing money. Risk class 1 indicates a low risk for value change, but is not completely risk-free. The risk class of the fund could change in time and is calculated based on actual or, if actual previous data is not enough, modelled data of the previous rate of return. The previous rate of return might not be a reliable indicator of the future risk and rate of return profile of the fund. Information about the fund, a recommended maintenance period, and the risk class is available in the Key Information Document and Prospectus on the website www.seb.ee/eng/underlying-assets.

If you choose a fund for your underlying assets, which base currency is not euro, the Contract includes a currency risk, and the value of the underlying assets will also depend on the changes in the rate of exchange. That risk is not included in the aforementioned indicator.

If you terminate the Contract before the Transfer Day, you must pay a disbursement fee that is stated in detail in the section 'How long should I maintain my investment and can I collect my money sooner?'

The product does not include cover for the future rate of return of the market, so there is a chance of partially or completely losing your investment. See details in the section 'What happens if SEB Life and Pension Baltic SE Estonian Branch is unable to make the disbursement?'

Rate of return scenarios

Investments will be placed (from among the investment opportunities offered by the Estonian branch of SEB Life and Pension Baltic SE) in the investment funds selected by you and therefore, it is not possible to present rate of return scenarios. The rate of return of the agreement depends on the rate of return of the selected funds, and increases and decreases in the prices of these units affect the value of your agreement. The value of the agreement also depends on the fees presented in the price list of the funds and the product, regularity of payments, and taxation.

Information on the rates of return of previous periods can be found in the key information document of the respective fund, which is available at <https://www.seb.ee/eng/underlying-assets>.

The insurance agreement does not have death insurance cover, therefore no death scenario is presented. It is possible to choose additional insurance covers (see the section 'Insurance benefits').

What happens if SEB Life and Pension Baltic SE Estonian Branch is unable to make the payment?

Life insurance contract with an investment risk is not included in a national refund or guarantee scheme. In case of insurer's bankruptcy, underlying assets of respective cover assets are assigned to the Contract, and this is not included in the bankruptcy estate of the insurer. From the assigned assets, claims of policyholder / insured person are satisfied in accordance with the Contract.

What are the costs?

Costs over time

Costs for a retail investor are different by funds. A more detailed information about the costs of funds chosen as underlying assets is available in the Key Information Documents of the investment funds on the website www.seb.ee/eng/underlying-assets.

An aggregate indicator of costs, RIY (the reduction in yield) indicates the effect the total costs you pay have on the investment income you might gain. The total costs include single, fixed, and additional costs, as well as the fees and costs of the underlying assets fund(s) that are listed in the price list of the product.

The sums shown here are cumulative costs of the product in case of three different maintenance periods, should you invest 1,000 euros annually or make a single investment of 10,000 euros. The calculations assume that the annual rate of return of the funds in the underlying assets of your Contract is 3%. The indicators are estimations and may change in the future.

The person selling you the product or consulting you might ask for additional fees. In that case, they will inform you thereof and show the affect that all the costs have on your investment over time.

Annual investment of 1,000 euros

Scenarios	If you take the money out after 1 year	If you take the money out after 5 years	If you take the money out after 10 years
Total costs	26–63 euros	223–586 euros	801–1 995 euros
Annual effect on income (RIY)	2,6–6,4%	1,5–3,9%	1,4–3,4%

Single investment of 10,000 euros

Scenarios	If you take the money out after 1 year	If you take the money out after 5 years	If you take the money out after 10 years
Total costs	149–519 euros	726–1 813 euros	1 500–3 559 euros
Annual effect on income (RIY)	1,5–5,3%	1,4–3,6%	1,4–3,3%

Composition of costs

The following table states:

- the annual effect of different types of costs on the rate of return of an investment, gained at the end of the recommended maintenance period;
- the meanings of different types of costs.

The table states the annual effect on income in the case of regular payments

Single costs	Entry costs	0	The effect of fees when entering into the Contract.
	Exit costs	0	The effect of exiting the investment after Transfer Day.
Regular costs	Transaction costs of the Portfolio	0	The effect of costs from selling and purchasing the underlying assets of the product.
	Other ongoing costs	1,4–3,4%	The effect of annual costs made to manage your investment.

The table states an annual effect on income in the case of a single payment

Single costs	Entry costs	0	The effect of fees when entering into the Contract.
	Exit costs	0	The effect of exiting the investment after Transfer Day.
Regular costs	Transaction costs of the Portfolio	0	The effect of costs from selling and purchasing the underlying assets of the product.
	Other ongoing costs	1,4–3,3%	The effect of annual costs made to manage your investment.

How long should I maintain my investment and can I take out my money sooner?**The recommended maintenance period is 10 years**

The Contract does not include a minimal maintenance period. If your goal is to save money for your child through a long-term investment, we recommend you start saving when the child is young and invest for at least 10 years. Long-term saving helps to level the unwanted market instability effects on the profitability of your investments, and lower the total cost of the product. The effect that costs have on income is shown in the table 'Costs over time'. You have a right at any time to take out your money from the Contract and terminate the Contract. In that case, we will pay you the sum from selling your underlying assets, deducting 12 euros of disbursement fee as listed in the price list. If we make the disbursement after the Transfer Day, the fee will not be deducted.

How can I file a complaint?

You can file a complaint by phone at (+372) 665 8020 or by e-mail at kindlustusleping@seb.ee. We will answer in writing within 15 days from the day the complaint is received.

Additionally, you can turn to the Consumer Protection and Technical Regulatory Authority (Endla 10a, Tallinn 10142, ttja.ee), the Financial Supervision Authority (Sakala 4, Tallinn 15030, www.fi.ee), the independent insurance arbitration or conciliation body with the Estonian Insurance Association (Mustamäe tee 46, Tallinn 10621) for advice or explanations, or to court.

Other relevant information

The insurance terms, price list and list of underlying assets for Growth Portfolio Junior is available at www.seb.ee/eng/savings-and-investments/saving-children/growth-portfolio-junior. Income tax is deducted from disbursements in accordance with the Income Tax Act.