

«Client_Name»
«Address1»
«Address2»
«Address3»
«Address4»
«Address5»
«Address6»

May 2016

Dear Policyholder

Policy Number: «Plan_No»

Fund Closure of R114 Investec GS Euro Money

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT PLEASE SEEK PROFESSIONAL ADVICE.**

We are writing to you as your policy holds units in the Friends Provident International Limited (“Friends Provident International”) fund named above.

Following a recent notification from Investec Asset Management Limited (the “Company”), Friends Provident International Limited has been advised of the decision to liquidate the underlying fund into which **R114 Investec GS Euro Money** invests, due to its small fund size. As a result of the closure of the underlying fund **R114 Investec GS Euro Money** will close too, both with effect from **31 May 2016**.

Due to the pending closure, the underlying fund closed to further investments with effect from **29 April 2016**, and as a consequence **R114 Investec GS Euro Money** was no longer able to accept further investments, with effect from the same date.

When a fund is closed we select a fund from our internal fund range to act as an alternative investment for the resulting proceeds (default fund) and, in this case, your investment will be switched to **J87 Fidelity Euro Bond**. Details of the closing fund and the default fund are set out in the following table:

	Before 31 May 2016	From 31 May 2016
Fund name	Investec GS Euro Money	Fidelity Euro Bond
Fund code	R114	J87
Currency	EUR	EUR

<p>Investment objective and policy of the underlying fund</p>	<p>The Fund aims to give holders of the relevant shares access to income at wholesale Eurocurrency market interest rates in Euro. This Fund is a short term money market fund and while the Fund aims to preserve capital, this is not guaranteed.</p> <p>The Fund normally comprises of deposits repayable within six months and other short-term financial instruments available on the Eurocurrency markets and on the relevant domestic markets (where interest is earned free of withholding tax) having a life to maturity of less than twelve months. The average life to maturity of the deposits is generally unlikely to exceed ninety days. Please note the FPIL ILP Sub-Fund does not distribute income and where applicable will re-invest any income received from the underlying fund.</p> <p>The Fund's portfolio consists of short-term deposits placed in the Eurocurrency inter-bank markets (maximum maturity six months) and certificates of deposit and other negotiable money market instruments (including bank acceptances, commercial paper, liquid short-term debt securities including treasury bills, bonds, floating rate notes and other debt securities) (maximum maturity twelve months) and short-term fixed interest securities.</p> <p>For the purposes of efficient portfolio management (EPM), the Fund may hold or engage in repurchase agreements and securities lending in respect of assets held by the Fund. However, when, in the opinion of</p>	<p>The Fund invests primarily in bonds denominated in Euro.</p>
--	---	---

	<p>the Investment Manager, interest rates either appear or are judged stable or likely to rise, a shorter average life to maturity may be selected and the converse may apply when there is a prospect of a general fall in interest rates.</p> <p>A conservative and rigorous approach to credit assessment is adopted and specific limits are established for each bank and institution with which deposits in respect of the Fund are made.</p> <p>Although the investments comprising the Fund are usually denominated in Euro, investments may be made which are denominated in another currency provided that a forward currency sale into the relevant currency of the principal amount of the investment, plus the expected interest to maturity, is undertaken. In this way, advantage may be taken of opportunities to maximise the return in a particular currency, whilst adhering to the principle that there should be no currency risk outside the currency of denomination within the Fund.</p> <p>The Fund will also be allowed to use derivatives for the purposes of hedging and/or efficient portfolio management.</p> <p>There are no limits disclosed in the Prospectus, Key Investor Information Document, Factsheet, Product Keyfacts Statements or Report & Accounts of the asset value that can be invested in derivatives for hedging, tactical asset allocation or EPM.</p>	
<p>Annual Management Charge (AMC) (underlying fund)</p>	<p>0.50% per annum of the Net Asset Value of the underlying fund</p>	<p>0.75% per annum of the Net Asset Value of the underlying fund</p>

Ongoing Charges Figure (OCF) of the underlying fund	0.31%	1.05%
Risk profile (determined by Friends Provident International for reference only)	1	2

Please note that the OCF, AMC and Risk Profile for the default fund is higher than the OCF, AMC and Risk Profile on the closing fund, however there are other funds available to you.

This change will happen automatically within your policy and you do not need to take any action if you are happy with the default we have selected. However, you can choose to switch to a different investment choice from our fund range and should you wish to do so no Friends Provident International charges will arise from this transaction.

Fact sheets are available, through the Fund Centre section of our website, for the default fund and the alternative funds available to you (<http://www.fpinternational.sg.>). Full details on the underlying funds into which the Friends Provident International fund range invests can be found in the fund prospectuses, which are also available through the Fund Centre.

We recommend that you seek the advice of your usual financial adviser before making any investment decisions.

If you have any questions regarding the information in this letter in connection with your policy with us, please contact our enquiries team, by either phone or email.

Singapore Enquiries Team: + 65 6320 1088

Email: singapore.enquiries@fpiom.com

Yours sincerely

International Funds & Investments
Friends Provident International Limited

Important Information

Fund prices may fluctuate and are not guaranteed. Investment involves risk. Past performance should not be viewed as a reliable guide of future performance.

Please refer to the principal brochure of the scheme for details including charges and risk factors.

