

Annual policy charge structure

Note: These charges apply to policy form numbers GLP4/GLP5 and GPP4/GPP5. Please refer to your policy schedule for details.

For all other policy form numbers, please visit www.fpinternational.sg

This document aims to inform you of the charges that apply to the Global Portfolio annual policy charge structure and how they change. These charges are correct as at 01 April 2019. For details of charges in other currencies, please refer to www.fpinternational.sg 'Quarterly current charges update'.

Please remember that investment involves risk. Fund prices may go up and down depending upon underlying investment performance, and the value of your investment cannot be guaranteed. The value of investments can be impacted by foreign exchange rate movement. You may get back less than you paid in.

Annual policy charge

An annual policy charge, equal to a percentage of the higher of the value of the policy and the total premium paid, is deducted on the first day of each calendar quarter. The charge is taken from the General Transaction Account (GTA) in the policy currency for the duration of the policy and is dependent on the total premium paid at the date the charge is due

Total premium from*	Annual policy charge
SGD 225,000	0.35%
SGD 1,125,000	0.25%
SGD 2,250,000	0.20%
SGD 3,375,000+	0.15%

If you agreed to pay your financial adviser a trail commission, then this will be added to the Annual Policy Charge as a percentage of policy value to allow for this.

* or currency equivalent

Initial charge

This charge is used to cover the costs involved with setting up your investment. Depending on which initial charge period you choose, as shown in the table below, we will take an initial charge either:

- on the commencement date of the initial premium or any additional premiums; or
- on the first day of each calendar quarter during the initial charge period.

The initial charge is deducted from the GTA in the policy currency and is based on the amount of money you invest, meaning it will not change as the value of your investment does. The maximum charges are:

Initial charge period		
Premium from*	Upfront	5 years (p.a.)
SGD 225,000+	7%	1.505%

You will also be charged an initial charge on any additional premiums you pay. The initial charge period you choose for any additional premiums can be different to that chosen at the commencement of the policy.

When deciding your preferred initial charge period you should remember that penalties may apply if you surrender during the initial charge period. The precise charge and initial charge period will be determined by your personal charging structure.

Administration charge

The administration charges stated in the table below will update once per year. The fixed amount charges in currencies other than US dollar and Sterling are set by the appointed actuary four times each year, 28 days prior to each calendar quarter end.

Initial premium from*	Administration charge	
SGD 225,000	USD 137.50	GBP 108.00
SGD 1,125,000+	Nil	

* or currency equivalent

The administration charge will be deducted from the GTA in the policy currency on the first day of each calendar quarter for the duration of the policy. Note that no fixed annual administration charge will only apply if the initial premium is **SGD 1,125,000** or above (or currency equivalent).

Dealing charge

We will take a dealing charge for each sale and purchase you make. The dealing charge will be deducted from the GTA in the currency of the deal on the last day of the calendar quarter in which the deal was placed. We will not charge this fee when you transfer money from a GTA in one currency to one in a different currency.

Dealing charge	
USD 40.80	GBP 32.00

Ad hoc charge

The following charges relate to different services available through Global Portfolio and will be deducted from the GTA directly.

- We will take an ad hoc charge in your valuation currency each time you make certain requests in relation to your policy, such as:
 - switching from discretionary managed to non-discretionary managed product, or vice versa;
 - switching of discretionary fund manager;
 - changing of your investment adviser;
 - requesting one-off valuations;
 - changing of the life assured.

Ad hoc charge	
USD 201.20	GBP 158.00

Other charges

- Asset exchange charge of **USD 200.00** (or currency equivalent) for each asset/investment that is transferred in kind to Friends Provident International. The maximum charge taken for any premium paid will be **USD 2,000.00**.
- Interest at the rate of 5% above the three month LIBOR for the currency of the GTA when the said account is overdrawn.

Early surrender charge

During the initial charge period of your initial premium and any additional premiums, an early surrender charge equal to the outstanding initial charges will apply. This charge does not apply if the upfront initial charge period is chosen.

External fund charge

External fund management houses may apply their own charges to the assets held within your Global Portfolio. However, we have used our buying power to negotiate substantial discounts with fund management houses on the initial charges, which would be unavailable to the individual investor. These discounts are then passed on to you. Full details of the underlying assets are available from the relevant fund management house, which you should contact for more information.

Third party charges

All these third party charges will be deducted from the GTA directly.

- Any agents' charges in respect of securities which are held by safe custodian banks throughout the world will be taken monthly from your GTA account.
- Any agents' fees charged for receipt and delivery of securities (such as fixed interest securities and equities) will be taken from your GTA account.
- Stockbrokers' fees are charged when you buy or sell assets. You will not see these listed separately in your statements, as they are included in the total value shown for each sale or purchase which will be reflected in your contract note.
- Payments out made by Telegraphic Transfer (TT) will incur a charge. The applicable charge depends on the currency the payment out is made in:

SGD 55.00	USD 40.00	GBP 25.00	AUD 45.00	CAD 45.00	CHF 40.00
EUR 30.00	HKD 310.00	JPY 3,320.00	NZD 55.00	SEK 270.00	

Note: Friends Provident International reserves the right to vary the fees and charges or impose new fees and charges with not less than one month's prior written notice.

Inflation

Our appointed actuary increases the fixed US dollar and Sterling charges once a year, 28 days before the end of December, in line with the Retail Prices Index issued by the Isle of Man Government. We may increase the charges above the rate of inflation if there are increases in our costs above inflation.

The fixed amount charges in currencies other than US dollar and Sterling are set by the appointed actuary four times each year, 28 days prior to each calendar quarter end. The amounts are based on the US dollar and Sterling charges but can vary from quarter to quarter depending on movements in exchange rates.

Important information

All policyholders are protected by the Life Assurance (Compensation of Policyholders) Regulation 1991 of the Isle of Man, wherever their place of residence.

Investors should be aware that specific investor protection and compensation schemes that may exist in relation to collective investments and deposits accounts are unlikely to apply in the event of failure of such an investment held within investment-linked insurance policies.

Complaints we cannot settle may be referred to the Financial Insurance Disputes Resolution Centre Limited ('FIDReC') for assistance within six months from the date you failed to reach an agreement with Friends Provident International.

You can contact FIDReC at:



36 Robinson Road
#15-01 City House
Singapore 068877



6327 8878 Fax: 6327 8488 / 6327 1089



www.fidrec.com.sg



info@fidrec.com.sg

Some telephone communications with the Company are recorded and may be randomly monitored or interrupted.

Each policy is governed by and shall be construed in accordance with the law of Singapore.

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