

Reg. No. T06FC6835J

Friends Provident International Limited,  
Singapore Branch

Investment-Linked Funds

Report for the financial period ended 30 June 2018

## Friends Provident International Limited, Singapore Branch

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**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**STATEMENT BY DIRECTORS**

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In our opinion, the financial statements of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch (the "Singapore Branch") as set out on pages 6 to 19 present fairly, in all material respects, the state of affairs of the Investment-Linked Funds of the Singapore Branch as at 30 June 2018 and the capital movements for the financial period from 1 July 2017 (or date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018, in accordance with the stated accounting policies.

Director

Director

26 September 2018

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**INDEPENDENT AUDITOR'S REPORTS**

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***Our Opinion***

In our opinion, the accompanying financial statements of the investment-linked funds as set out on page 5 (the "Funds") of Friends Provident International Limited, Singapore Branch (the "Branch") are prepared, in all material respects, in accordance with the stated accounting policies as set out in Note 2 to the financial statements (the "Notes").

*What we have audited*

The financial statements of the Funds comprise:

- the Statements of Assets and Liabilities as at 30 June 2018;
- the Capital and Income Accounts for the financial period from 1 July 2017 (or date of commencement of the respective investment-linked funds, whichever is later) to 30 June 2018; and
- the notes to the financial statements, including a summary of significant accounting policies.

***Basis for Opinion***

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Independence*

We are independent of the Branch in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

***Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use***

We draw attention to Note 2 to the financial statements which describes the basis of accounting. The financial statements are prepared to assist the Branch to comply with MAS Notice 307 Investment Linked-Life Insurance Policies. As a result, the financial statements may not be suitable for another purpose.

This report is intended for the sole benefit and use of the Branch and is not intended to nor may it be relied upon by any other party, other than the Branch. We accept no liability or responsibility to any other party to whom this report is disclosed or otherwise made available to.

This report relates solely to the financial statements of the Funds of the Branch and does not extend to the financial statements of the Branch taken as a whole. Our report is not modified in respect of this matter.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**INDEPENDENT AUDITOR'S REPORTS**

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***Other Information***

Management is responsible for the other information. The other information comprises the Statement by Directors and List of Investment-Linked Funds, and excludes the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

***Responsibilities of the Management and those Charged with Governance for the Financial Statements***

Management is responsible for the preparation of these financial statements in accordance with the accounting policies as set out in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to terminate the Funds or to cease the Funds' operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**INDEPENDENT AUDITOR'S REPORT**

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***Auditor's Responsibilities for the Audit of the Financial Statements (continued)***

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Branch's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause any or all of the Funds to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Public Accountants and Chartered Accountants  
Singapore, 26 September 2018

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**LIST OF INVESTMENT-LINKED FUNDS**

The Statements of Assets and Liabilities, Capital and Income Accounts and a summary of the significant accounting policies and other explanatory notes of the following Investment-Linked Funds are covered in this report:

<u>Funds</u>	<u>Commencement Date</u>
Amundi Absolute Volatility World Equities (R86)	30 September 2010
Amundi Absolute Volatility World Equities (R218)	31 January 2018
Franklin US Government (R179)	28 July 2015
Henderson Horizon China (R205)	12 April 2017
JPM Emerging Markets Small Cap (R150)	22 January 2014
JPM Global Unconstrained Equity (R187)	17 August 2016
JPMorgan Taiwan (R09)	02 February 2009
JPM USD Money Market (R175)	28 July 2015
LF Miton Cautious Multi Asset (GBP) (R141) <i>- Previously reported as CF Miton Cautious Multi Asset (GBP) (R141)</i>	29 August 2012
LF Miton Cautious Multi Asset (USD) (R116) <i>- Previously reported as CF Miton Cautious Multi Asset (USD) (R116)</i>	22 February 2012
Mellon Global Bond (GBP) (R142)	29 August 2012
Templeton Asian Bond (R129)	25 April 2012
Templeton BRIC (R119)	22 February 2012
Templeton Emerging Markets (R110)	05 October 2011
Templeton Global (R159)	15 May 2014
Templeton Global Bond (SGD HDG) (R123)	29 March 2012
Templeton Global Bond (USD) (R131)	27 June 2012
Templeton Global Total Return (EUR) (R188)	17 August 2016
Templeton Global Total Return (SGD HDG) (R124)	29 March 2012
Templeton Global Total Return (USD) (R115)	22 February 2012
Templeton Latin America (R138)	29 August 2012

With the exception of Amundi Absolute Volatility World Equities (R218), Franklin US Government (R179), Henderson Horizon China (R205), JPM Emerging Markets Small Cap (R150), JPM Global Unconstrained Equity (R187), JPMorgan USD Money Market (R175), LF Miton Cautious Multi Asset (GBP) (R141), LF Miton Cautious Multi Asset (USD) (R116), Mellon Global Bond (GBP) (R142), Templeton Asian Bond (R129), Templeton BRIC (R119), Templeton Emerging Markets (R110), Templeton Global (R159), Templeton Global Bond (SGD HDG) (R123), Templeton Global Bond (USD) (R131), Templeton Global Total Return (EUR) (R188), Templeton Global Total Return (SGD HDG) (124), Templeton Global Total Return (USD) (R115) and Templeton Latin America (R138) which are segregated Investment-Linked Funds, the funds are invested as one part of the sub-fund of Friends Provident International Limited (the Company). These represent the elements of the sub-funds that are dedicated to customers of the Singapore Branch. The segregated Investment-Linked Funds and sub-funds are, in turn, invested in the underlying funds.

Amundi Absolute Volatility World Equities (R86) has been fully segregated to Amundi Absolute Volatility World Equities (R218) as at 30 June 2018, and is no longer available to customers of the Company's Singapore Branch.

The name of CF Miton Cautious Multi Asset (GBP) (R141) and CF Miton Cautious Multi Asset (USD) (R116) changed to LF Miton Cautious Multi Asset (GBP) (R141) and LF Miton Cautious Multi Asset (USD) (R116).

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Amundi Absolute Volatility World Equities (R86)*  S\$	Amundi Absolute Volatility World Equities (R218)**  S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	249,574	-
Amounts received by the Fund for creation of units	38,650	216,176
Amounts paid by the Fund for liquidation of units	(263,457)	(38,491)
Net amounts (paid)/ received by the Fund	(224,807)	177,685
Unrealised appreciation/ (diminution) in value of investments	12,006	(690)
Loss on sale of investments	(36,358)	(1,303)
Investment income	1,360	-
Management fees	(1,732)	(723)
Other expenses	(43)	(1,797)
Decrease in net asset value for the period	(24,767)	(4,513)
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>-</b>	<b>173,172</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	-	173,378
Other debtors	-	60,175
Total assets	-	233,553
<u>Liabilities</u>		
Other creditors	-	60,381
Total liabilities	-	60,381
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>-</b>	<b>173,172</b>

\* 'Amundi Absolute Volatility World Equities (R86)' has been fully segregated to 'Amundi Absolute Volatility World Equities (R218)' as at 30 June 2018, and is no longer available to customers of the Company's Singapore Branch.

\*\* The financial period for 'Amundi Absolute Volatility World Equities (R218)' is from the segregation date 31 January 2018 to 30 June 2018.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Franklin US Government (R179)	Henderson Horizon China (R205)
	S\$	S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	2,141,550	608,012
Amounts received by the Fund for creation of units	147,919	295,659
Amounts paid by the Fund for liquidation of units	(1,011,664)	(134,475)
Net amounts (paid)/ received by the Fund	(863,745)	161,184
Unrealised (diminution)/ appreciation in value of investments	(40,300)	81,277
(Loss)/ Gain on sale of investments	(31,948)	20,273
Investment income	28,991	18,410
Management fees	(17,753)	(9,452)
Other expenses	(1,299)	(1,572)
(Decrease)/ Increase in net asset value for the period	(62,309)	108,936
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,215,496</b>	<b>878,132</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	1,215,729	878,825
Cash and bank balances	-	7,513
Total assets	1,215,729	886,338
<u>Liabilities</u>		
Other creditors	233	8,206
Total liabilities	233	8,206
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,215,496</b>	<b>878,132</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	<b>JPM Emerging Markets Small Cap (R150)</b>	<b>JPM Global Unconstrained Equity (R187)</b>
	<b>S\$</b>	<b>S\$</b>
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	1,815,763	778,029
Amounts received by the Fund for creation of units	1,104,383	72,071
Amounts paid by the Fund for liquidation of units	(553,955)	(323,324)
Net amounts received/ (paid) by the Fund	550,428	(251,253)
Unrealised appreciation in value of investments	8,984	6,797
Gain on sale of investments	101,283	45,349
Investment income	-	680
Management fees	(27,205)	(8,132)
Other expenses	(2,349)	(2,060)
Increase in net asset value for the period	80,713	42,634
<b>Value of Fund As at 30 June 2018</b>	<b>2,446,904</b>	<b>569,410</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	2,450,765	566,367
Cash and bank balances	13,918	3,043
Total assets	2,464,683	569,410
<u>Liabilities</u>		
Other creditors	17,779	-
Total liabilities	17,779	-
<b>Value of Fund As at 30 June 2018</b>	<b>2,446,904</b>	<b>569,410</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	JPMorgan Taiwan (R09)	JPM USD Money Market (R175)
	S\$	S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	24,993	3,577,823
Amounts received by the Fund for creation of units	6,439	2,100,746
Amounts paid by the Fund for liquidation of units	(936)	(2,440,505)
Net amounts received/ (paid) by the Fund	5,503	(339,759)
Unrealised diminution in value of investments	(526)	(17,274)
Gain on sale of investments	1,878	18,082
Investment income	1,229	79
Management fees	(336)	(35,452)
Other expenses	(8)	(2,495)
Increase/ (Decrease) in net asset value for the period	2,237	(37,060)
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>32,733</b>	<b>3,201,004</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	33,607	3,203,646
Other debtors	-	23,250
Total assets	33,607	3,226,896
<u>Liabilities</u>		
Other creditors	874	25,892
Total liabilities	874	25,892
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>32,733</b>	<b>3,201,004</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	<b>LF Miton Cautious Multi Asset (GBP) (R141)</b>	<b>LF Miton Cautious Multi Asset (USD) (R116)</b>
	<b>S\$</b>	<b>S\$</b>
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	1,424,268	1,989,552
Amounts received by the Fund for creation of units	258,857	364,062
Amounts paid by the Fund for liquidation of units	(643,020)	(662,115)
Net amounts paid by the Fund	(384,163)	(298,053)
Unrealised (diminution)/ appreciation in value of investments	(59,120)	13,112
Gain on sale of investments	70,023	23,196
Investment income	26,558	28,875
Management fees	(15,081)	(22,818)
Other expenses	(1,323)	(8,272)
Increase in net asset value for the period	21,057	34,093
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,061,162</b>	<b>1,725,592</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	1,062,131	1,720,772
Cash and bank balances	7,981	4,820
Total assets	1,070,112	1,725,592
<u>Liabilities</u>		
Other creditors	8,950	-
Total liabilities	8,950	-
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,061,162</b>	<b>1,725,592</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	<b>Mellon Global Bond (GBP) (R142)</b>	<b>Templeton Asian Bond (R129)</b>
	<b>S\$</b>	<b>S\$</b>
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	1,301,194	1,069,253
Amounts received by the Fund for creation of units	208,673	182,520
Amounts paid by the Fund for liquidation of units	(771,328)	(296,978)
Net amounts paid by the Fund	(562,655)	(114,458)
Unrealised diminution in value of investments	(74,198)	(23,036)
Gain on sale of investments	56,094	59
Investment income	13,099	-
Management fees	(10,693)	(11,839)
Other expenses	(1,989)	(1,270)
Decrease in net asset value for the period	(17,687)	(36,086)
<b>Value of Fund As at 30 June 2018</b>	<b>720,852</b>	<b>918,709</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	720,084	915,425
Cash and bank balances	768	3,284
Total assets	720,852	918,709
<u>Liabilities</u>		
Other creditors	-	-
Total liabilities	-	-
<b>Value of Fund As at 30 June 2018</b>	<b>720,852</b>	<b>918,709</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Templeton BRIC (R119)	Templeton Emerging Markets (R110)
	S\$	S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	866,813	7,034,947
Amounts received by the Fund for creation of units	250,323	1,419,524
Amounts paid by the Fund for liquidation of units	(124,259)	(2,277,840)
Net amounts received/ (paid) by the Fund	126,064	(858,316)
Unrealised appreciation in value of investments	105,428	84,466
Gain on sale of investments	11,044	340,274
Investment income	695	-
Management fees	(12,328)	(84,951)
Other expenses	(1,375)	(5,916)
Increase in net asset value for the period	103,464	333,873
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,096,341</b>	<b>6,510,504</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	1,094,716	6,523,351
Cash and bank balances	1,625	18,609
Total assets	1,096,341	6,541,960
<u>Liabilities</u>		
Other creditors	-	31,456
Total liabilities	-	31,456
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,096,341</b>	<b>6,510,504</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Templeton Global (R159)	Templeton Global Bond (SGD HDG) (R123)
	S\$	S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	6,400,588	2,695,116
Amounts received by the Fund for creation of units	954,194	365,833
Amounts paid by the Fund for liquidation of units	(2,712,586)	(1,708,383)
Net amounts paid by the Fund	(1,758,392)	(1,342,550)
Unrealised appreciation/ (diminution) in value of investments	3,066	(58,837)
Gain/ (Loss) on sale of investments	249,613	(106,303)
Investment income	4,408	128,855
Management fees	(67,463)	(23,004)
Other expenses	(3,215)	(4,527)
Increase/ (Decrease) in net asset value for the period	186,409	(63,816)
<b>Value of Fund As at 30 June 2018</b>	<b>4,828,605</b>	<b>1,288,750</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	4,839,334	1,285,246
Cash and bank balances	-	18,504
Total assets	4,839,334	1,303,750
<u>Liabilities</u>		
Other creditors	10,729	15,000
Total liabilities	10,729	15,000
<b>Value of Fund As at 30 June 2018</b>	<b>4,828,605</b>	<b>1,288,750</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Templeton Global Bond (USD) (R131)  S\$	Templeton Global Total Return (EUR) (R188)  S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	1,493,169	607,122
Amounts received by the Fund for creation of units	270,901	178,936
Amounts paid by the Fund for liquidation of units	(293,705)	(138,882)
Net amounts (paid)/ received by the Fund	(22,804)	40,054
Unrealised diminution in value of investments	(56,952)	(36,937)
Gain on sale of investments	16,268	4,733
Investment income	-	771
Management fees	(16,865)	(7,320)
Other expenses	(2,523)	(323)
Decrease in net asset value for the period	(60,072)	(39,076)
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,410,293</b>	<b>608,100</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	1,410,796	601,342
Cash and bank balances	10,438	6,758
Total assets	1,421,234	608,100
<u>Liabilities</u>		
Other creditors	10,941	-
Total liabilities	10,941	-
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>1,410,293</b>	<b>608,100</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	Templeton Global Total Return (SGD HDG) (R124)  S\$	Templeton Global Total Return (USD) (R115)  S\$
<b>Capital and Income Account</b>		
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>		
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	9,324,192	8,442,528
Amounts received by the Fund for creation of units	1,668,614	2,292,115
Amounts paid by the Fund for liquidation of units	(3,084,732)	(1,502,364)
Net amounts (paid)/ received by the Fund	(1,416,118)	789,751
Unrealised diminution in value of investments	(769,101)	(413,094)
(Loss)/ Gain on sale of investments	(212,155)	31,783
Investment income	636,750	-
Management fees	(101,543)	(104,765)
Other expenses	(3,470)	(25,136)
Decrease in net asset value for the period	(449,519)	(511,212)
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>7,458,555</b>	<b>8,721,067</b>
<b>Statement of Assets and Liabilities</b>		
<b>As at 30 June 2018</b>		
<u>Assets</u>		
Investments in funds	7,460,962	8,732,726
Other debtors	107,000	64,279
Total assets	7,567,962	8,797,005
<u>Liabilities</u>		
Other creditors	109,407	75,938
Total liabilities	109,407	75,938
<b>Value of Fund</b>		
<b>As at 30 June 2018</b>	<b>7,458,555</b>	<b>8,721,067</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES**

*For the financial period ended 30 June 2018*

	<b>Templeton Latin America (R138) S\$</b>
<b>Capital and Income Account</b>	
<b>For the financial period from 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2018</b>	
Value of Fund as at 1 July 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	954,501
Amounts received by the Fund for creation of units	140,673
Amounts paid by the Fund for liquidation of units	(224,540)
Net amounts paid by the Fund	(83,867)
Unrealised diminution in value of investments	(39,106)
Loss on sale of investments	(6,649)
Investment income	3,399
Management fees	(11,980)
Other expenses	(3,591)
Decrease in net asset value for the period	(57,927)
<b>Value of Fund</b>	<b>812,707</b>
<b>As at 30 June 2018</b>	<b>812,707</b>
 <b>Statement of Assets and Liabilities</b>	
<b>As at 30 June 2018</b>	
<u>Assets</u>	
Investments in funds	812,879
Other debtors	6,838
Total assets	819,717
<u>Liabilities</u>	
Other creditors	7,010
Total liabilities	7,010
<b>Value of Fund</b>	<b>812,707</b>
<b>As at 30 June 2018</b>	<b>812,707</b>

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial period ended 30 June 2018*

**1. Units in issue and net asset value**

- 1.1 The units in issue and the net asset value per unit of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch (the "Singapore Branch") as at 30 June 2018 comprise:

<u>Funds</u>	<u>Commencement Date</u>	<u>Units in issue as at 30 June 2018</u>	<u>Net asset value per unit S\$</u>
Amundi Absolute Volatility World Equities (R218)	31 January 2018	226,567	0.76
Franklin US Government (R179)	28 July 2015	848,466	1.43
Henderson Horizon China (R205)	12 April 2017	488,164	1.80
JPM Emerging Markets Small Cap (R150)	22 January 2014	1,218,845	2.01
JPM Global Unconstrained Equity (R187)	17 August 2016	287,033	1.98
JPMorgan Taiwan (R09)	02 February 2009	18,149	1.80
JPM USD Money Market (R175)	28 July 2015	2,074,099	1.54
LF Miton Cautious Multi Asset (GBP) (R141)	29 August 2012	519,949	2.04
LF Miton Cautious Multi Asset (USD) (R116)	22 February 2012	1,314,923	1.31
Mellon Global Bond (GBP) (R142)	29 August 2012	285,306	2.53
Templeton Asian Bond (R129)	25 April 2012	680,190	1.35
Templeton BRIC (R119)	22 February 2012	531,211	2.06
Templeton Emerging Markets (R110)	05 October 2011	3,149,008	2.07
Templeton Global (R159)	15 May 2014	2,062,747	2.34
Templeton Global Bond (SGD HDG) (R123)	29 March 2012	1,361,975	0.95
Templeton Global Bond (USD) (R131)	27 June 2012	979,234	1.44
Templeton Global Total Return (EUR) (R188)	17 August 2016	283,559	2.14
Templeton Global Total Return (SGD HDG) (R124)	29 March 2012	7,616,382	0.98
Templeton Global Total Return (USD) (R115)	22 February 2012	5,461,555	1.60
Templeton Latin America (R138)	29 August 2012	420,170	1.93

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial period ended 30 June 2018*

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**2. Summary of significant accounting policies**

**2.1 *Basis of preparation***

The financial statements of the Investment-Linked Funds of the Singapore Branch are presented in Singapore dollar. The financial statements have been prepared on the historical cost basis, except for investments which are carried at fair value.

Where Singapore policyholders are not the only investors in a fund, an apportionment method is applied. This apportionment method is based on Singapore policyholders' unit holdings as a percentage of the total unit holdings of the fund. In the instance that the fund is wholly owned by Singapore investors there is no apportionment method applied.

Customers invested in a fund that went through segregation would have been informed by the Company's customer services department.

**2.2 *Investments***

All purchases of investments, which include unit trusts, quoted equities and bonds, are recognised on their trade dates, i.e. the date the commitment exists to purchase the investments. The investments are initially recorded at cost, being the fair value of the consideration given. The attributable transaction costs are recognised in the Capital and Income Account when incurred. Subsequent to initial recognition, the investments are recorded at fair value and the unrealised gains or losses on re-measurement to fair value are taken to the Capital and Income Account. The fair value is determined by using open market valuation at the year-end date.

**2.3 *Amounts received by the funds for creation of units***

The amounts received by the funds comprise the gross premiums received by the Singapore Branch (after deducting charges which include bid-offer spread) and switches by the policyholders from other funds.

**2.4 *Amounts paid by the funds for liquidation of units***

The amounts paid by the funds for liquidation of units comprise the sale of units in the Investment-Linked Funds for the payment of death claims or surrenders and for switches by the policyholders to the other funds.

**2.5 *Gains/losses from sale of investments***

All sales of investments are recognised on their trade dates, the date the fund commits to sell the investments. The cost of disposal of investments is determined on the weighted-average cost basis. Realised gains/losses from the sale of investments are taken to the Capital and Income Account.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH  
INVESTMENT-LINKED FUNDS**

**NOTES TO THE FINANCIAL STATEMENTS**

*For the financial period ended 30 June 2018*

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**2. Summary of significant accounting policies (continued)**

**2.6 *Management fee***

The annual management charges for each Fund are accrued on a monthly basis and payable to the Singapore Branch.

**2.7 *Income and expenses***

Income and expenses are accounted for on an accrual basis. Investment income consists of dividend income, interest income and other income. Dividend income is recognised in the Capital and Income Account when the right to receive payment is established. Interest income from investments and other income are recognised on an accrual basis. For segregated funds, income and expense balances are apportioned monthly based on the Singapore Branch's unit holding at the month end.

**2.8 *Foreign currencies***

Foreign currency transactions are translated into the functional currency, British Pound, at exchange rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate at the reporting date. Currency exchange differences arising from the settlement of such transaction are recognised in Capital and Income account.

Assets and liabilities are translated from the functional currency into the presentation currency, Singapore dollar, at the closing rate at the balance sheet date, and income and expenses are translated at average exchange rates for the period. Differences in exchange are taken to the Capital and Income Account.

**2.9 *Other debtors and creditors***

Other debtors and creditors arise as a result of outstanding settlement of creations and liquidations of units respectively as at period end.