

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of the ILP sub-fund and complements the Product Summary. It is important to read the Product Summary before deciding whether to purchase the ILP Sub-Fund.
- If you do not have a copy, please contact us to ask for one.
- You should not invest in the ILP Sub-Fund if you do not understand it or are not comfortable with the accompanying risks.

R129 FPIL Templeton Asian Bond (USD) (Invests in Franklin Templeton Investment Funds – Templeton Asian Bond Fund A (Acc) USD)

Product Type (Specified Investment Product)	ILP Sub-Fund ¹	Launch Date	April 2012
Management Company	Franklin Templeton International Services S.à r.l.	Custodian	HSBC Plc
Capital Guaranteed	No	Dealing Frequency	Every UK Business Day
Name of Guarantor	N/A	Expense Ratio for the underlying fund	1.44% (as at 08/02/23)

SUB-FUND SUITABILITY

WHO IS THE SUB-FUND SUITABLE FOR?

The ILP Sub-Fund is only suitable for investors who seek total investment return consisting of interest income, capital appreciation and currency gains; seek to invest in debt securities of issuers located throughout Asia; and plan to hold their investment for the medium to long term.

It is important to remember that, as with most investments, the value of your investments are not guaranteed and can go down as well as up. Therefore we suggest that you only invest money that can be committed for the medium to long term. You should also bear in mind that securities held within a fund may not be denominated in the currency of that fund, so unit prices may fall purely on account of exchange rate fluctuations.

Please note that Friends Provident International Limited (FPIL) investment products are intended for medium to long term investment and are not therefore designed for early surrender. If you do surrender early, a product surrender charge may be applied. Please note that the earlier you terminate your plan, the more you may lose.

Further Information

-Refer to the 'Fees and Charges' section in the relevant Product Summary.

-Refer to the 'Fund Information, Objectives and Investment Policies' section of the underlying fund's Luxembourg Prospectus for further information on the suitability of the Sub-Fund.

KEY FEATURES OF THE SUB-FUND

WHAT ARE YOU INVESTING IN?

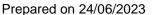
You are investing in an ILP Sub-Fund that invests in the Franklin Templeton Investment Funds – Templeton Asian Bond Fund* ("the Fund" or "underlying fund"), apart from a proportionately small amount which may be held in cash to optimise dealing efficiencies in the underlying fund. We endeavour to maintain a cash balance limit of up to 0.75%.

The underlying fund of the ILP Sub-Fund is an accumulation fund, which means the fund will automatically reinvest any dividends.

*The underlying Fund is a Sub-Fund of Franklin Templeton Investment Funds ("FTIF"). FTIF is an Open-Ended Investment Company incorporated in Luxembourg and its home regulator is the Commission de Surveillance du Secteur Financier (CSSF).

- Refer to the 'Fund Information, Objectives and Investment Policies' section of the underlying fund's Luxembourg Prospectus for further information on the features of the Fund.

¹ For an ILP Sub-Fund that feeds 100% into the underlying Fund, therefore some information provided below could be similar to the underlying Fund. In this instance, this ILP Sub-Fund will at a minimum, feed 99.25% into the underlying Fund, Templeton Asian Bond Fund.





Investment Strategy

- -The Fund seeks to achieve its objective by investing principally in a portfolio of fixed and floating-rate debt securities and debt obligations issued by government and government-related issuers, and corporate entities located throughout Asia. The Fund may also purchase debt obligations issued by supranational entities organised or supported by several national governments, such as the International Bank for Reconstruction and Development or the European Investment Bank.
- -The Fund employs Environmental, Social and Governance (ESG) methodologies on the sovereign and corporate issuers that are existing or potential investments for the Fund
- -The Fund may also utilise Financial Derivative Instruments for Hedging, Efficient Portfolio Management and investment purposes.
- -The Fund may invest up to 33% of its net assets, either directly or through the use of Financial Derivative Instruments, in fixed and floating rate debt securities and debt obligations issued by government and government-related issuers or corporate entities located outside of Asia which are impacted by economic or financial dynamics in Asia.
- -The Fund may invest up to 25% of its net assets in debt securities issued or guaranteed by a single sovereign issuer (including its government, public or local authority) with a credit rating below Investment Grade at the time of purchase. The Fund may also invest up to 10% of its net assets in units of UCITS and other UCIs.

-Refer to the 'Fund Information, Objectives and Investment Policies' section of the underlying fund's Luxembourg Prospectus and the 'Investment Objective, Focus and Approach of the Funds' section of the underlying fund's Singapore Prospectus for further information on the investment strategy of the Fund.

Parties Involved

WHO ARE YOU INVESTING WITH?

Management Company of the underlying fund: Franklin Templeton International Services S.à r.l.

Investment Manager of the underlying fund: Franklin Advisers, Inc.

Depositary of the underlying fund: J.P. Morgan SE

Singapore representative of the underlying fund: Templeton Asset Management Ltd.

-Refer to the 'Management and Administration' section of the underlying fund's Singapore Prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

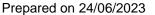
- -The value of an investment is not guaranteed and can go up and down depending on performance. You could get back less than you have paid in. At times, the ILP Sub-Fund (subject to the Appointed Actuary's agreement and provisions allowed for in the Policy Conditions) may need to change the way its price is calculated, to ensure that those moving into and out of the ILP Sub-Fund are treated fairly. This can have a negative effect on the ILP Sub-Fund's price and performance.
- -Fund managers have the ability, in exceptional circumstances, to suspend trading in their funds for as long as necessary. When this occurs we will need to delay the 'cashing in' or switching of units in the relevant fund. You may not be able to access your money during this period.

These risk factors may cause you to lose some or all of your investment:

Further Information

-Refer to the 'Valuations and Pricing' section of your Policy Conditions for further information.

-Refer to the 'Risk Factors' section of the underlying fund's Singapore Prospectus, also the 'Risk Considerations' and section of the underlying fund's Luxembourg Prospectus for further information on the risks of the Fund.





Market and Credit Risks

Interest Rate Risks: Movements in interest rates in the Asian markets may negatively affect the value of the Fund's investments in debt securities. Debt securities with longer-term maturities tend to be more sensitive to interest rate changes than shorter-term securities.

-Refer to the 'Risks' section of the relevant Product Summary for further information.

Issuer Credit Risks: If an issuer fails to make principal and interest payments when due, the value of your investment in such issuers will be adversely affected. This Fund invests principally in government securities where there is generally less risk of default than in the case of corporate securities.

The Fund may invest in low-rated, unrated or Non-Investment Grade debt securities or instruments. Such investments may fluctuate significantly, more so than Investment Grade securities, and there is a greater likelihood that the issuer may default, subjecting your investment to losses.

Chinese Market Risks: Investing in China involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity, market volatility (such as interest rate and price volatility) and regulatory risks.

Emerging Market Risks: Investments in emerging markets involve certain risks such as currency fluctuations and economic and political uncertainties. These markets are generally smaller in size and have less liquidity than developed markets.

Currency Movement Risks: Securities held by the Fund may be denominated in currencies different from its base currency. The Fund may seek to Hedge currency exposures or take a currency position for investment purposes, exposing your investments to losses if currencies move against these positions.

Liquidity Risks

Liquidity Risks: The Fund may not be able to easily sell its securities during an economic event or due to deterioration in the creditworthiness of issuers in which it invests.

Product-Specific Risks

Derivative Risks: The Fund may invest in Derivatives, which may be purchased on regulated markets or over-the-counter and may have less liquidity than conventional assets, exposing the Fund to higher risks and potential losses. The Fund may invest in Structured Products and Derivatives such as Credit Default Swaps, Total Return Swaps, interest rate, index or Foreign Exchange Swaps, futures, forwards, and options, all of which are subject to significant liquidity and counterparty risks.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Charges are deducted by both FPIL and the underlying investment managers at each valuation point before calculating the unit price, as set out below.

FPIL charges (payable directly by you)

- -You will need to pay an ILP Sub-Fund administration charge of 1.2%.
- -There is currently no charge for switching funds although switching to a fund which differs from your plan currency may involve a cost associated with currency exchange. However, we reserve the right to charge for switches under certain conditions.
- -Any sales and/or redemption charges will be determined by the terms of your Policy Conditions.

Underlying investment managers' charges (these charges are as at 08/02/23 and are payable by the ILP Sub-Fund from invested proceeds)

- -Refer to the 'Fees and Charges' section in the relevant Product Summary.
- -Refer to the 'Charges' section of your Policy Conditions for further information.





Annual Management Charge (AMC)	1.05%
Additional Expenses	0.39%
Expense Ratio	1.44%
Performance Fee	Nil

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

Every UK Business Day.

Latest fund prices can be obtained from https://www.fpinternational.sg/fundcentre

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- -There is a cooling off period of 30 days from when you receive your Policy Documents. If you decide to exit the policy during this time you should complete the Cancellation Form (enclosed with your Policy Documents) and send this back to the address provided, together with the original Policy Documents. We will refund any monies paid, less any shortfall (if any) as a result of the value of your investment falling by the time you tell us of your wish to cancel. If you elect to exit your policy after the cooling off period has expired, penalties may be applied.
- -If you no longer wish to invest in the FPIL ILP Sub-Fund you have selected, you may switch all or part of your holdings into an alternative Fund(s) by sending us a completed Switch/Redirection Request form, signed. Switching from one Fund to another is done on a bid-to-bid basis, without charge (although we do reserve the right to charge). If you are switching between currencies, the relevant exchange rates will be applied, and shown on your switch confirmation
- -The sale proceeds that you will receive will be the realisation price multiplied by the number of units sold, less any charges. An example (assuming a redemption charge of 4%) is as follows*:

Realisation price proceeds	Number of units sold	Gross Realisation
S\$0.93	x 100,000	= S\$93,000

Gross Realisation price proceeds	Realisation Fee	Net Realisation
S\$93,000	- S\$3,720	= S\$89,280

Further Information

-Please refer to the 'Valuations and Pricing' section of your Policy Conditions and Appendix E of the underlying fund's Luxembourg Prospectus for further information.

*Refer to the 'Fees and Charges' section in the relevant Product Summary.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

For enquiries in relation to the Fund or any FPIL ILP Sub-Fund contact the Singapore representative at Friends Provident International Limited (Singapore Branch), 182 Cecil Street, Level 17 Frasers Tower, Singapore 069547, telephone number: (65) 6320 1088, email singapore.enquiries@fpiom.com

APPENDIX: GLOSSARY OF TERMS

Derivatives

A short name used for Financial Derivative Instruments (FDI). These are financial contracts, the value of which is tied to an underlying asset. Derivatives include futures and options.

Efficient Portfolio Management (EPM)

EPM is a set of standards for prudent management of investment funds. The standards call for economically appropriate transactions that reduce risk, reduce cost or generate additional capital or income. For example, a currency overlay strategy using Derivative instruments could be used to reduce volatility in asset returns resulting from currency fluctuations or be used to take advantage of these fluctuations to gain extra return.



ESG

Environmental, Social, and Governance (ESG) investing refers to a set of standards for a company's behaviour used by socially conscious investors to screen potential investments.

Expense Ratio

The Expense Ratio provides customers with an indication of the overall costs of investing in a particular fund. The Expense Ratio as calculated in accordance with the Investment Management Association of Singapore's guidelines on the disclosure of Expense Ratios. Different methods of calculation of Expense Ratio can be used, including Total Expense Ratio (TER) and Ongoing Charges Figure (OCF) but these are broadly the same

Hedge / Hedging

Any transaction with the objective of limiting exposure to risk such as changes in exchange rates or prices.

Investment Grade

A rating that indicates that a municipal or corporate bond has a relatively low risk of default.

Ongoing Charges Figure (OCF)

A type of Expense Ratio. The Ongoing Charges Figure is based on expenses for the previous year and is a ratio of the total ongoing charges to the fund's average net asset value over its last reporting period. This figure may vary from year to year. The charges you pay are used to pay the costs of the underlying ILP Sub-Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment. For more information about charges, please consult the Prospectus for the underlying fund of the ILP Sub-Fund invested in, available from https://www.fpinternational.sg/phs. Details of the calculation methodology can be found in full at https://www.esma.europa.eu/sites/default/files/library/2015/11/10 674.pdf

Open-Ended Investment Company

An open-ended collective investment vehicle, structured as an investment company, where new shares are created or redeemed, depending on demand from investors.

Specified Investment Product (SIP)

SIP is a class of investment products defined by the Monetary Authority of Singapore (MAS). Generally, (although not in all instances), financial advisers have to carry out more due diligence, including customer knowledge assessment, when advising about a SIP

Structured Products

Investment instruments specially created to meet specific needs that cannot be met from standardised financial instruments of which the Structured Product is based upon. Examples of Structured Products are Mortgage Backed Securities, Asset Backed Securities and Structured Notes.

Swap

A Derivative in which counterparties exchange certain benefits of one party's financial instrument for those of another party's financial instrument.

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