

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.

**R233 Fundsmith Equity Fund (GBP)
(Invests in Fundsmith Equity Fund R GBP Acc)**

Product Type (Specified Investment Product)	ILP Sub-Fund ¹	Launch Date	February 2021
Manager (Authorised Corporate Director)	Fundsmith LLP	Custodian	HSBC Plc
Capital Guaranteed	No	Dealing Frequency	Every UK Business Day
Name of Guarantor	N/A	Expense Ratio for the underlying fund	1.56% (as at 05/02/21)

SUB-FUND SUITABILITY

WHO IS THE SUB-FUND SUITABLE FOR?

The ILP Sub-Fund is only suitable for investors who have a long term investment horizon and are prepared to accept a moderately high level of volatility. Please note the ILP Sub-Fund does not distribute income and where applicable will re-invest any income received from the underlying fund.

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.

Additional Information

For details of surrender charges please refer to the section on 'Fees and Charges' in the relevant Product Summary.

Please refer to the underlying fund's prospectus for further information on the suitability of the ILP 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 Fundsmith Equity Fund* ('the Fund' or 'underlying fund'), apart from a proportionately small amount which may be held as a cash balance to optimise dealing efficiencies in the underlying fund. We endeavour to maintain a cash balance limit of up to 0.75%. The underlying fund is an accumulation fund, which means the fund will automatically reinvest any dividends.

*The Fundsmith Equity Fund is incorporated in England and Wales as an open-ended investment company with variable capital, whose effective date of authorisation by the FCA was 19th October 2010. Its registration number is IC000846. Its FCA product reference number is 529093. The Company has an unlimited duration. The Company has been established as a UCITS Scheme.

The investment objective and strategy of this Fund is to generate a long-term (over 5 years) total

Please refer to the underlying fund's prospectus for further information on the features of the Fund.

¹ For ILP sub-fund that feeds 100% into an underlying CIS fund, some information provided below could be similar to the underlying CIS fund. In this instance this ILP sub-fund will be at minimum feed 99.25% into the underlying CIS fund.

return.	
Investment Strategy	
<p>-The Fund’s objective is to achieve long-term (over 5 years) growth in value, investing in shares of companies on a global basis. The Fund’s approach is to be a long-term investor in its chosen stocks and it will not adopt short-term trading strategies.</p> <p>-The Fund aims to invest in businesses:</p> <ul style="list-style-type: none"> -That can sustain a high return on operating capital employed; -Whose advantages are difficult to replicate; -Which do not require significant borrowing to generate returns; -With a high degree of certainty of growth from reinvestment of their cash flows at high rates of return; -That are resilient to change, particularly technological innovation; -Whose valuation is considered to be attractive; <p>-The Fund will not invest in other funds, property or derivatives nor hedge any currency exposure. The Fund will not borrow money, except in unusual circumstances. The Fund is actively managed meaning that the fund manager uses their expertise to select investments to achieve the fund’s objective. The Fund does not track and is not managed by reference to any particular benchmark. The Fund does not have any specific geographical or sector focus.</p> <p>-This Fund invests for the long-term (over 5 years) and may not be appropriate for investors who plan to withdraw their money within 5 years.</p>	<p>Please refer to section ‘2. Investment objectives and policy’ of the underlying fund’s prospectus for further information on the investment strategy of the Fund.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <p>Authorised Corporate Director (“ACD”) of the underlying fund: Fundsmith LLP</p> <p>Investment Manager of the underlying fund: Fundsmith Investment Services Ltd</p> <p>Depository of the underlying fund: State Street Trustees Limited</p> <p>Custodian of the underlying fund: Citibank N.A.</p>	<p>Please refer to the “Management and administration” of the underlying fund’s prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>-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 may, subject to the Appointed Actuary’s agreement and provisions allowed for in the Policy Conditions, 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.</p> <p>-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.</p> <p>These risk factors may cause you to lose some or all of your investment:</p>	<p><u>Additional Information</u></p> <p>Please refer to the ‘Valuations and Pricing’ section of your Policy Conditions for further information. Please refer to section ‘23. Risk Factors’ of the underlying fund’s prospectus for further information on the risks of the Fund.</p>

Market and Credit Risks									
<p>You are exposed to investment risk -There is no guarantee that the Fund will achieve its objective. A capital loss of some or all of the amount invested may occur.</p> <p>You are exposed to political and / or environmental risks -The investee companies may operate in countries where the ownership rights may be uncertain and development of the resources of investee companies may be subject to disruption due to factors including civil disturbances, industrial action, interruption of power supplies, as well as adverse climatic conditions.</p> <p>You are exposed to currency risk -The values, in pounds sterling terms, of investments that are not denominated in pounds sterling may rise and fall purely on account of exchange rate fluctuations, which will have a related effect on the price of Shares. The Company will not hedge currency exposures.</p>									
Liquidity Risks									
<p>You are exposed to liquidity risks -There may be occasions when the manager is unable to sell some or all of the shares within the Fund, which could delay payment or redemption of proceeds.</p>	<p>Please refer to section '24.4' of the underlying fund's prospectus for further information in relation to the ACD's approach to liquidity risk management.</p>								
Product-Specific Risks									
<p>You are exposed to concentration risk -The Fund's investment approach is to invest in a relatively small number of securities. This may result in portfolio concentration in sectors, countries, or other groupings. These potential concentrations mean that a loss arising in a single investment may cause a proportionately greater loss to the Company than if a larger number of investments were made.</p>									
FEES AND CHARGES									
WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?									
<p>Charges are deducted by both FPIL and the underlying investment managers at each valuation point before calculating the unit price, as set out below.</p> <p>FPIL charges (payable directly by you)</p> <p>You will need to pay an ILP Sub-Fund administration charge of 1.2%.</p> <p>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.</p> <p>Any sales and/or redemption charges will be determined by the terms of your Policy Conditions.</p> <p>Underlying investment managers' charges (these charges are as at 05/02/21 and are payable by the ILP Sub-Fund from invested proceeds)</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <tbody> <tr> <td>Annual Management Charge (AMC)</td> <td style="text-align: center;">1.50%</td> </tr> <tr> <td>Additional Expenses</td> <td style="text-align: center;">0.06%</td> </tr> <tr> <td>Expense Ratio *</td> <td style="text-align: center;">1.56%</td> </tr> <tr> <td>Performance Fee</td> <td style="text-align: center;">Nil</td> </tr> </tbody> </table>	Annual Management Charge (AMC)	1.50%	Additional Expenses	0.06%	Expense Ratio *	1.56%	Performance Fee	Nil	<p>For full details of the charges that may apply please refer to the section on 'Fees and Charges' in the relevant Product Summary.</p> <p>Please refer to the 'Charges' section of your Policy Conditions for further information.</p>
Annual Management Charge (AMC)	1.50%								
Additional Expenses	0.06%								
Expense Ratio *	1.56%								
Performance Fee	Nil								

*The Expense Ratio above is quoted in the underlying fund prospectus as the Ongoing Charges Figure (“OCF”).

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

Every UK Business Day
 Latest fund prices can be obtained from <http://www.fpinternational.sg/fund-centre/>

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

There is a Cooling off period of 14 days from when you receive your Policy Documents. If you decide to exit the policy during this time you should complete the cancellation form 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) which may result if the value of your investment falls 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 this FPIL ILP Sub-fund you have selected, you may switch all or part of your holdings into alternative fund(s) by sending us a completed Fund Transfer 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 *:

<u>Realisation price</u>	<u>Number of units sold</u>	=	<u>Gross Realisation Proceeds</u>
S\$0.93	X 100,000		S\$93,000
<u>Gross Realisation Proceeds</u>	<u>Realisation Fee</u>	=	<u>Net Realisation Proceeds</u>
S\$93,000	- S\$3,720		S\$89,280

Additional Information

Please refer to the ‘Valuations and Pricing’ section of your Policy Conditions for further information.

* For full details of the charges that may apply please refer to the section on ‘Fees and Charges’ in the relevant Product Summary.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

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APPENDIX : GLOSSARY OF TERMS

Bond/Fixed Interest Security

A bond is a type of investment that represents a written promise to repay a debt at an agreed time and to pay an agreed rate of interest on that debt. It provides periodic payments (which may be fixed or variable) and the return of capital at maturity. Generally, because these types of assets produce an income and can be less risky than other types of assets they offer a lower return.

Collective Investment Scheme

An arrangement that enables a number of investors to 'pool' their assets and have these professionally managed by an independent manager.

Derivatives

Also known as Financial Derivative Instruments (FDI). Financial contracts whose value is tied to an underlying asset. Derivatives include futures and options.

Equities

Ownership positions in companies that can be traded in public markets. Often produce current income which may be paid in the form of dividends. In the event of the company going bankrupt equity holders' claims are subordinate to the claims of preferred stockholders and bondholders.

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.

ILP

Investment-linked policy

ILP Sub-Fund

Investment-linked policy sub-fund refers to each separate sub-fund within an ILP to which a policyholder can choose to allocate his or her premiums under the ILP.

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 <http://www.fpinternational.sg/fund-centre/product-highlight-sheets.jsp>.

Details of the calculation methodology can be found in full at: http://www.esma.europa.eu/system/files/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.

UCITS

Undertaking for Collective investment in Transferable Securities. A type of collective investment (or fund) that allows financial institutions to operate freely throughout the European Union on the basis of a single authorisation from one member state.

Umbrella Fund

An investment company which has a group of sub-funds (pools) each having its own investment portfolio. The purpose of this structure is to provide investment flexibility and widen investor choice.

Volatility

The relative rate at which the price of a security or fund moves up and down. Volatility is found by calculating the annualised standard deviation of daily change in price. If the price of a stock moves up and down rapidly over short time periods, it has high volatility. If the price almost never changes, it has low volatility.

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