

<Policyholder>  
<Policyholder Address 1>  
<Policyholder Address 2>  
<Policyholder Address 3>  
<Policyholder Address 4>  
<Policyholder Address 5>  
<Policyholder Address 6>  
<Policyholder Address 7>

**Financial Adviser**

<Agent name>  
<Agent Address 1>  
<Agent Address 2>  
<Agent Address 3>  
<Agent Address 4>  
<Agent Address 5>  
<Agent Address 6>  
<Agent Address 7>

26 May 2022

**THIS IS AN IMPORTANT DOCUMENT THAT REQUIRES YOUR IMMEDIATE ATTENTION.  
IF IN DOUBT PLEASE SEEK PROFESSIONAL ADVICE BEFORE ACTING ON THE CONTENTS.**

Dear Policyholder

**Policy Number: «Policy\_Number»**  
**Your financial adviser: «Agent\_Name»**

**Closure of the FPIL L26 Alquity Africa fund (the “Closing Mirror Fund”)**

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

Due to the small size and lack of demand from FPIL policyholders, FPIL has made the decision to close **L26 Alquity Africa** (the “Closing Mirror Fund”) in which you are currently invested and/or into which you are making ongoing contributions. The Closing Mirror Fund will be removed from the FPIL fund range from **30 August 2022** (the “Closure Date”).

When an FPIL fund is closed, we select another fund from our internal fund range (the “Default Mirror Fund”) to act as an alternative investment for the resulting proceeds being switched out of the Closing Mirror Fund. Your existing holdings in the Closing Mirror Fund will be automatically redirected into the Default Mirror Fund on **26 August 2022** (the “Switch Date”).

The Default Mirror Fund we have selected from the available fund range is **J42 JPM USD Money Market VNAV**, which is a Currency/Money Market fund. You should be aware that this mirror fund has a very different risk/reward profile to the Closing Mirror Fund. Details of the Closing Mirror Fund and the Default Mirror Fund are set out in the Appendix at the end of this letter. Please refer to the Appendix for further information.

Where applicable any future regular premium or contributions into the Closing Mirror Fund will also be redirected into the Default Mirror Fund from the Switch Date.

From the Switch Date, no new single or regular contributions will be permitted into the Closing Mirror Fund, whether from new or existing investors. From the date of this letter, only continuing regular contributions will be permitted into the Closing Mirror Fund until the Closure Date. These ongoing contributions into the Closing Mirror Fund may not be increased from their current level.

## Your options

**These changes will happen automatically within your policy or contract and you do not need to take any action if you agree with the choice of Default Mirror Fund that we have selected.**

However, should you prefer, you can choose to switch your current holdings and/or redirect your regular premiums or contributions, into a different fund in the FPIL range. You can do this at any time, but if you wish to override the transfer or redirection to the Default Mirror Fund that we have selected, you must provide us with alternative instructions by 3pm UK time on 24 August 2022.

No FPIL charges will arise from these transactions.

Factsheets for the available FPIL mirror funds can be found via our interactive Fund Centre research tool on our website [www.fpinternational.com/fundcentre](http://www.fpinternational.com/fundcentre). Full details on the underlying funds of the mirror funds can be found in the fund prospectus, which is available on request.

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

Please note that you can always switch your funds or redirect future premiums online through the FPI Portal, without charge. Simply login at <https://portal.fpinternational.com>. It is a simple, convenient and secure way to manage your policy.

## Getting in touch

If you have any questions regarding your policy or contract with us, please get in touch, either by phone on + 44 1624 821212 or by email [customerservices@fpiom.com](mailto:customerservices@fpiom.com)

If you have any questions regarding the operation of the FPIL fund range please contact our Investment Marketing team in the Isle of Man at [Fundqueries.Intl@fpiom.com](mailto:Fundqueries.Intl@fpiom.com)

Yours sincerely



Chris Corkish  
Investment Marketing Manager

**Friends Provident International Limited:** Registered and Head Office: Royal Court, Castletown, Isle of Man, British Isles, IM9 1RA. Telephone: +44 (0)1624 821212 | Fax: +44 (0)1624 824405 | Website: [www.fpinternational.com](http://www.fpinternational.com). Isle of Man incorporated company number 11494C. Authorised and regulated by the Isle of Man Financial Services Authority. Provider of life assurance and investment products. Authorised by the Prudential Regulation Authority. Subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. Details about the extent of our regulation by the Prudential Regulation Authority are available from us on request. **Singapore branch:** 182 Cecil Street, Level 17 Frasers Tower, Singapore 069547. Telephone: +65 6320 1088 | Website: [www.fpinternational.sg](http://www.fpinternational.sg). Registered in Singapore No. T06FC6835J. Licensed by the Monetary Authority of Singapore to conduct life insurance business in Singapore. Member of the Life Insurance Association of Singapore. Member of the Singapore Financial Dispute Resolution Scheme. **Hong Kong branch:** 803, 8/F., One Kowloon, No.1 Wang Yuen Street, Kowloon Bay, Hong Kong. Telephone: +852 2524 2027 | Fax: +852 2868 4983 | Website: [www.fpinternational.com.hk](http://www.fpinternational.com.hk). Authorised by the Insurance Authority of Hong Kong to conduct long-term insurance business in Hong Kong. **Dubai branch:** PO Box 215113, Emaar Square, Building 6, Floor 5, Dubai, United Arab Emirates. Telephone: +9714 436 2800 | Fax: +9714 438 0144 | Website: [www.fpinternational.ae](http://www.fpinternational.ae). Registered in the United Arab Emirates with the UAE Insurance Authority as an insurance company. Registration date, 18 April 2007 (Registration No. 76). Registered with the Ministry of Economy as a foreign company to conduct life assurance and funds accumulation operations (Registration No. 2013). Friends Provident International is a registered trademark and trading name of Friends Provident International Limited.

### Appendix – Comparison table of Closing Mirror Fund and Default Mirror Fund

	Closing Mirror Fund	Default Mirror Fund
<b>Name and code of mirror fund</b>	L26 Alquity Africa	J42 JPM USD Money Market VNAV
<b>Name of corresponding underlying fund</b>	Alquity SICAV - Alquity Africa Fund	JPMorgan Funds - USD Money Market VNAV Fund
<b>Name of management company of underlying fund</b>	East Capital Asset Management S.A.	JPMorgan Asset Management (Europe) S.à r.l
<b>Share class of underlying fund</b>	A - Acc	A Acc
<b>Currency of mirror fund</b>	USD	USD
<b>Currency of underlying fund</b>	USD	USD
<b>Investment objective and investment policy/strategy of the underlying fund</b>	<p>To provide long term capital appreciation by investing mainly at least 70% of its net assets in equity securities listed on either (i) the regulated stock markets of African countries or (ii) the regulated stock markets outside the African continent provided that the relevant companies realized more than 50% of their revenue and/or profit in the African continent.</p> <p>The underlying fund will mainly invest, directly or indirectly, in listed equities but will also consider bonds and convertible bonds. The underlying fund may also invest in assets such as money market instruments, time deposits.</p> <p>The underlying fund may hold cash and cash equivalents temporarily, on an ancillary basis and, under exceptional circumstances (e.g. the global financial crisis of 2008 or Asian financial crisis of 1998), the underlying fund may also be invested up to 100% in cash and cash equivalents.</p> <p>Within the limits set forth and as described under Appendix II. of the prospectus, the underlying fund may use financial techniques and instruments such as call and</p>	<p>The underlying fund seeks to achieve a return in USD in line with prevailing money market rates whilst aiming to preserve capital consistent with such rates and to maintain a high degree of liquidity by investing in USD denominated short-term debt securities (i.e. money market instruments, eligible securitisations and asset-backed commercial paper) and deposits with credit institutions and reverse repurchase transactions.</p> <p>All assets will be invested in USD denominated short-term debt securities (i.e. money market instruments, eligible securitisations and asset-backed commercial paper) and deposits with credit institutions and reverse repurchase transactions. These debt securities may be rated by an independent rating agency or unrated.</p> <p>In addition to receiving a favourable credit quality assessment pursuant to the management company's internal credit procedures, debt securities are rated at least A or A-1 by Standard &amp; Poor's (or equivalent ratings given by other independent rating agencies) for long-term and short-term ratings, respectively. Independent rating</p>

	<p>put options and financial futures for efficient portfolio management or to attempt to hedge or reduce the overall risk of its investments. For so long as the underlying fund remains authorised for public offering in Hong Kong, the underlying fund will not use financial derivative instruments primarily or extensively for investment purposes without the prior approval of the SFC and at least one month's prior notice to investors.</p> <p>The underlying fund will not engage in securities lending or enter into repurchase agreements.</p> <p>The underlying fund will not invest in debt securities issued and/or guaranteed by any single sovereign issuer (including its government, a public or local authority of that country) with a credit rating below investment grade, including unrated sovereign issuer.</p> <p>The underlying fund will not invest in real-estate investment trusts, asset-backed securities or mortgage-backed securities.</p> <p>The investment process of the underlying fund encompasses the consideration of environmental, social and governance (ESG) factors.</p>	<p>agencies include Standard &amp; Poor's, Moody's and Fitch. The underlying fund may also invest in unrated debt securities of comparable credit quality to those specified above.</p> <p>The investment manager assigns an internal credit rating to all debt securities, whether they are rated or unrated by an independent credit rating agency. Credit research of debt securities involves qualitative and quantitative analysis as well as peer group comparison. Ongoing monitoring on debt securities is performed by the portfolio management team and a dedicated risk team. The weighted average maturity of the underlying fund's portfolio will not exceed 60 days and the initial or remaining maturity of each money market instrument, eligible securitisation and asset-backed commercial paper will not exceed 397 days at the time of purchase.</p> <p>The underlying fund may have exposure to investments in zero or negative yielding securities in adverse market conditions. In adverse market conditions, investments in short-term debt securities may generate a zero or negative yield. A short-term debt security may have a negative yield if, for example, the security has a zero coupon (i.e. it is a security that normally earns a positive yield by being purchased at a price below its final maturity value, such as a three month US treasury bill) and in adverse market conditions is available for purchase only at a price above its final maturity value.</p> <p>The underlying fund may at any time enter into reverse repurchase transactions on over-the-counter markets. The expected proportion of the assets under management of the underlying fund that could be subject to reverse repurchase transactions fluctuates between 0% and 30%, subject to a maximum of 100%. All income generated from reverse repurchase transactions entered</p>
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		<p>into by the underlying fund will accrue to the underlying fund. The underlying fund will only enter into transactions with counterparties which the management company believes to be creditworthy. Approved counterparties will typically have a credit rating of A- or above as rated by Standard &amp; Poor's or otherwise similarly rated by Moody's and Fitch.</p> <p>Counterparties will comply with prudential rules considered by the Commission de Surveillance du Secteur Financier as equivalent to EU prudential rules. The collateral underlying the reverse repurchase transactions will only include USD denominated short-term debt securities valued greater than or equal to the value of the reverse repurchase transactions.</p> <p>The underlying fund will not invest more than 10% of its net asset value in securities issued or guaranteed by any single country (including its government, a public or local authority of that country) with a credit rating below investment grade. The underlying fund does not intend to invest in financial derivative instruments for any purposes.</p>
<b>Annual Management Charge (AMC) of the underlying fund</b>	1.90% of net asset value per annum.	0.25% of net asset value per annum.
<b>Ongoing Charges Figure (OCF) of the underlying fund</b>	<p>2.50%</p> <p>The ongoing charges figure is expressed as an annualised percentage of the ongoing expenses over the average net asset value of the share class for period 1 January 2020 to 31 December 2020. This figure may vary from year to year.</p>	<p>0.45%</p> <p>The ongoing charges figure is based on the annualised expenses for the period from 1 July 2020 to 31 December 2020 and may vary from year to year.</p>
<b>Risk/reward profile of the mirror fund*</b>	5	1

\*The risk/reward profile is for each Mirror Fund and is determined by Friends Provident International from information provided by the underlying fund houses and is based on the following characteristics of the underlying fund:

- volatility;
- asset type; and
- geographical region.

The risk/reward rating scale used is 1 to 5. A mirror fund with a risk/reward profile of 1 represents low risk/potential low reward, rating 5 represents high risk/potential high reward.

The risk/reward profile will be reviewed and, if appropriate, revised at least yearly by Friends Provident International as a result of our ongoing research analysis. The information given in the risk/reward profile is for reference only.

***Whilst appropriate due diligence has been carried out on the Default Mirror Fund we do not accept any liability for the future performance of this, or any other FPIL fund.***

***Fund prices may fluctuate and are not guaranteed. Investment involves risks. 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.***

***All policyholders will receive the protection of the Life Assurance (Compensation of Policyholders) Regulations 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 deposit accounts are unlikely to apply in the event of failure of such an investment held within insurance contracts.***