



How much growth do you need?

Premier Advance

Perhaps not as much as you might think with **Premier Advance...**

It is often thought that an investment needs to grow at an astonishingly high rate just to offset the effect of charges; with Premier Advance this is certainly not the case.



Premier Advance is a unit-linked regular premium savings plan, meaning its value is determined by the value of the funds you choose to invest in.

Two types of charges apply to Premier Advance:

Product charges for managing your plan – this includes an initial charge of 1.5% per quarter on Initial Units and a monthly plan charge of USD6. Both charges apply from the plan commencement date and are taken by deduction of units in your chosen funds.

Fund charges – this includes a 1.2% annual fund administration charge and also an underlying fund charge (called an annual management charge) which is imposed by the external fund manager. Both of these fund charges are reflected in the unit price of the funds you choose and debited directly from your fund on each valuation day.

But the current special offer terms available on Premier Advance mean you can benefit from an allocation rate of up to 150% for the first 18 months. This not only gets your investment off to a great start, but also helps reduce the level of growth required to cover the product and fund charges.

Here's how it works

For the first 18 months of your plan your premiums are used to purchase Initial Units in your chosen funds. To calculate the amount of Initial Units allocated to your plan, your premium is multiplied by an allocation rate. It is these allocation rates that have been enhanced for the duration of this offer.

And the effect...

The following tables illustrate how much growth you need to cover the product charges and fund charges, if you keep your plan and pay all premiums due until the end of the savings term.

| Product charges only | | |
|-----------------------|----------------------------------------------------------|---------------------|
| Monthly premium level | Annual fund growth required to cover the product charges | |
| | with a 15 year term | with a 25 year term |
| USD500 | 0.60% | 0.02% |
| USD750 | 0.51% | -0.02% |
| USD1,250 | 0.43% | -0.05% |
| USD2,000 | 0.37% | -0.08% |

If you were to invest USD500 a month over a term of 25 years, your investment only needs to grow by just 0.02% a year to cover the product charges.

The figures in the table assume a growth in the fund unit price net of the 1.2% annual fund administration charge and the underlying fund annual management charge.

All mirror fund prices quoted on www.fpinternational.com are net of the 1.2% annual fund administration charge and underlying fund annual management charge.

| Product and fund charges | | |
|--------------------------|---------------------------------------------------------------|---------------------|
| Monthly premium level | Annual fund growth required to cover product and fund charges | |
| | with a 15 year term | with a 25 year term |
| USD500 | 2.84% | 2.25% |
| USD750 | 2.75% | 2.21% |
| USD1,250 | 2.67% | 2.17% |
| USD2,000 | 2.61% | 2.15% |

If you were to invest USD1,250 a month over a term of 25 years, your investment only needs to grow by just 2.17% a year to cover all the product and fund charges.

Or, putting it another way, the maturity value would equal the amount of premiums you had paid over the 25 year term. Of course, we would hope that your investment would grow by considerably more – and any additional growth would be yours.

The figures in the table include product charges and the 1.2% annual fund administration charge. They also allow for an underlying fund annual management charge of 1%. The annual management charge varies depending on the funds you choose and ranges from 0.1% to 3.35%.

A little more about Premier Advance

- Payments can be made monthly, quarterly, half-yearly or annually.
- No bid/offer spread (a difference in the price at which units are bought or sold).
- Premium increases can be made on any premium due date.
- Loyalty bonus after 10 years.
- Regular or ad-hoc withdrawals can be taken free of charge.
- A special offer is available on premiums from as little as USD500 per month, with a minimum plan term of ten years.

With Friends Provident International, you also benefit from a company with more than 30 years’ experience in international investment and with a base on the Isle of Man, one of the leading centres for international life assurance.

This document should be read with the Premier Advance brochure and technical guide which are available on our website (www.fpinternational.com) or from your financial adviser. Investment involves risk and each class of investment will involve its own individual level of risk. Before making any investment decisions we recommend that you discuss with your financial adviser the specific risks associated with individual investments. The value of your investment may go up and down depending on the underlying investment performance, it is not guaranteed and you may not get back the amount you invested.



Special offer terms and conditions

Any new business will benefit from the special offer terms, provided the following criteria are met:

- The minimum premium for a Premier Advance proposal to qualify for extra allocation is USD500 per month.
- A maximum term of 25 years applies when calculating offer terms.
- To qualify, application forms must be received at the offices of Friends Provident International between 01 July and 31 August 2013 (both dates inclusive), with all necessary documentation received, and the plan put in force by 30 September 2013.
- The minimum term to Option Date (when the savings term ends) is ten years.
- Only complete years will apply towards calculations.
- There will be a grace period until 30 September 2013 to enable Friends Provident International to complete the new business process.
- Applications received after 31 August 2013 will receive standard terms.
- Extra offer allocations will invest into Initial Units for the 18-month Initial Unit Period (subject to a 1.5% Initial Unit charge per quarter listed in the technical guide/brochure).
- Friends Provident International reserves the right to withdraw, or to make amendments to, the terms at any time without prior notice. All other standard product terms and conditions apply.

If a dispute should arise from this offer, the decision of Friends Provident International will be final.

For your information, the minimum qualifying premiums in the other available currencies are given in the table below:

Minimum premium to qualify for offer terms

| | USD | GBP | EUR | HKD | AED |
|--------------------|-------|-------|-------|--------|--------|
| Monthly | 500 | 334 | 500 | 4,000 | 1,833 |
| Quarterly | 1,500 | 1,000 | 1,500 | 12,000 | 5,500 |
| Half-Yearly | 3,000 | 2,000 | 3,000 | 24,000 | 11,000 |
| Annual | 6,000 | 4,000 | 6,000 | 48,000 | 22,000 |

Important Information

For details on how to apply, please speak to your financial adviser.

Fund prices may go up and down depending upon the underlying investment performance or, where investments held within a fund are not denominated in the currency of that fund, simply because of movements in currency exchange rates.

All policyholders will receive the protection of the Life Assurance (Compensation of Policyholders) Regulations 1991 of the Isle of Man, wherever your place of residence.

You should be aware that specific investor protection and compensation schemes that may exist in relations to collective investments and deposit accounts are unlikely to apply in the event of failure of such an investment held within insurance contracts.

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Incorporated company limited by shares
Registered in the Isle of Man No. 11494

Authorised by the Isle of Man Insurance & Pensions Authority
Provider of life assurance and investment products

Authorised by the Office of the Commissioner of Insurance to conduct long-term insurance business in Hong Kong

Registered in the United Arab Emirates as an insurance company (Registration No.76)
and as a foreign company (Registration No. 2013)

Authorised by the United Arab Emirates Insurance Authority to conduct life insurance and savings business

Registered in Singapore No. F06835G

Registered by the Monetary Authority of Singapore to conduct life insurance business in Singapore

