

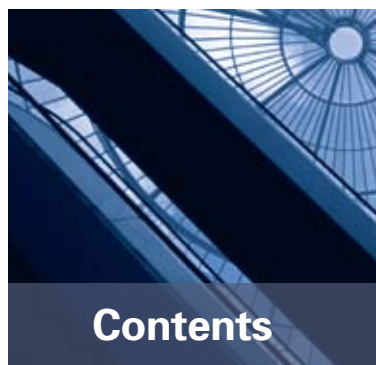


**Reserve**  
The international investment of choice

INTERNATIONAL

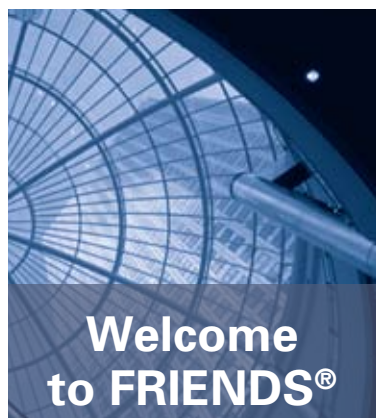






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You can find more  
information on Friends  
Provident International Limited  
and the Friends Provident  
Group on our website at  
[www.fpinternational.com](http://www.fpinternational.com),  
or ask your financial adviser.

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Friends Provident International Limited, part of the Friends Provident group of companies, is located at the heart of one of the world's leading international financial centres – the Isle of Man.

The island has the highest Sovereign Credit Rating 'AAA' from Standard and Poor's\* and 'Aaa' from Moody's\*.

From here, in a location with an enviable reputation for political and economic stability, we can offer real benefits to customers all over the world.

Our financial strength and sustained growth in a competitive and demanding market demonstrates how we understand the importance of delivering real financial benefits.

We have consistently delivered innovation and expertise to our clients for more than 30 years and our award-winning range of investment and insurance products is designed to be flexible enough to suit both local residents and expatriates.

\* Standard and Poor's and Moody's are independent ratings agencies, who assess the strength of financial centres. ([www.gov.im/iomfinance/limits](http://www.gov.im/iomfinance/limits))



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We don't guarantee what you'll get back in the future as this depends on how well your chosen investments perform. The value can go up and down. You could get back less than you've paid in.

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Reserve has been specially designed by Friends Provident International Limited to satisfy the number one demand of international investors and their advisers: freedom of choice.

And we know that this freedom of choice — and the investment flexibility that goes with it — must be more than just words on a page. It must deliver genuine benefits to you, the investor.

Reserve does just this. It gives you flexibility and choice by offering a true range of investment and administration options, all within the Reserve structure. More details are given on the following pages.

Whatever Reserve structure you opt for, this is flexibility with a purpose. You may decide to use Reserve as a key element in your tax planning for the future; you may decide that the appointment of an Investment Adviser or Discretionary Fund Manager gives you the investment freedom you need; or it may be that the globe-spanning range of investments available with the Personalised Assets version is just what you are looking for.

## Personalised Assets version

Personal investment selection from most asset types - allowing you to select your asset choice from a virtually limitless range including equities, bonds, collective investment schemes and so on. Your flexibility is further enhanced by the option of investing into Reserve on the following terms:

- Whole of Life
- Capital Redemption Policy

## Collective Investments version

Investment selection from virtually any collective investment scheme — this Reserve option gives you the investment choice from a very wide-ranging menu of collective investments, including unit trusts, investment trusts and Open-Ended Investment Companies (OEICs). Again, flexibility is enhanced by offering the following terms:

- Whole of Life
- Capital Redemption Policy

If you currently, or are planning to, reside in the UK, please refer to the **Important notes on taxation for UK residents** on page 16 before deciding which version of Reserve is best for you.



Reserve is a lump-sum investment bond, offering you the opportunity to construct a portfolio from a range of personalised assets or collective investments.

<b>Investment choice</b>	<ul style="list-style-type: none"> <li>• Choose from an extensive asset range</li> <li>• Develop a diversified portfolio under one roof</li> <li>• Make your own selection of assets from personalised assets or collective investment schemes</li> <li>• Choose from eight plan currencies</li> </ul>
<b>Expertise</b>	<ul style="list-style-type: none"> <li>• Have the option to appoint a personal Discretionary Fund Manager</li> </ul>
<b>Minimum investment</b>	<ul style="list-style-type: none"> <li>• Invest from GBP 50,000 (USD 75,000; EUR 75,000; HKD 600,000; CHF 125,000; AUD 150,000; SEK 750,000; JPY 10,000,000)</li> </ul>
<b>Flexibility</b>	<ul style="list-style-type: none"> <li>• Invest in a combination of up to 50 assets, at any one time</li> <li>• Adjust the balance of your investments between assets at any time (a dealing charge may apply)</li> <li>• Make your own investment decisions or use an Investment Adviser or Discretionary Fund Manager</li> <li>• Add to your investment at any time from GBP 10,000; USD 15,000; EUR 15,000; HKD 120,000; CHF 25,000; AUD 30,000; SEK 150,000; JPY 2,000,000</li> <li>• Split your investment in up to 100 equal policies, for greater flexibility when you take money out</li> <li>• Choose benefit options to suit you – life cover or a guaranteed maturity value</li> </ul>
<b>Access to capital</b>	<ul style="list-style-type: none"> <li>• Access up to 90% of your investment without penalty from day one (minimum total plan value may apply)</li> <li>• Take regular withdrawals</li> <li>• Make one-off withdrawals</li> <li>• Cash in your investment at any time</li> </ul>
<b>Value</b>	<ul style="list-style-type: none"> <li>• Personal charging structure</li> <li>• Substantial discounts on external fund charges</li> <li>• Flexible payment options</li> </ul>
<b>Effective tax and succession planning</b>	<ul style="list-style-type: none"> <li>• Potential for tax-efficient investing</li> <li>• Comprehensive range of trust options</li> <li>• Facility to include up to six lives assured</li> </ul>
<b>Understanding Reserve in full</b>	<ul style="list-style-type: none"> <li>• This brochure will help you to work out whether Reserve is the right choice for you</li> <li>• Your personal illustration lets you know how Reserve could work for you</li> <li>• The Policy Conditions provide the full terms and conditions of the investment</li> </ul>



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You can find more specific information about the product in the Policy Conditions. Or simply ask your financial adviser.

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Reserve is designed to give you maximum investment freedom:

- to choose your investment options - personalised assets or collective investments,
- to invest in a tax-efficient environment,
- to manage your investment your way,
- to make payments and take the benefits when it suits you, and
- to make the most of international investment opportunities.

Whether you prefer to take an active role in your investment choices or leave the key decisions to an expert, Reserve gives you access to an extensive range of investment options. It provides a flexible tool to manage all your investments in one place - keeping the paperwork and administration to a minimum, without having to compromise the diversity of your portfolio.

The charging structure and currency options can be tailored to meet your individual needs and you can access most of your capital without penalty, whenever you need it.

Reserve offers some great tax planning benefits. Because it's an international investment, your money has the potential to grow free from income tax, capital gains tax and corporation tax. When it comes to taking your benefits you can choose to build in a guaranteed maturity value, or an element of life cover to include up to six lives assured - helping you to plan effectively for the longer term.

We've developed Reserve for people who:

- Are looking to invest a lump sum of GBP 50,000\* or more
- Are happy to leave their capital invested for the medium to long term – at least five years
- Want to make the most of the tax advantages of an international investment
- Are looking for an extensive range of investments from which you can select your own personal portfolio, and
- Understand that investments like this can go down in value as well as up.

\* Currency equivalent

GBP 50,000	USD 75,000	EUR 75,000	HKD 600,000
CHF 125,000	AUD 150,000	SEK 750,000	JPY 10,000,000



<b>Paying money in</b> Page 08 – 12	<b>Managing your money</b> Page 13	<b>Taking money out</b> Page 14 – 15
<b>Invest from</b> GBP 50,000; USD 75,000; EUR 75,000; HKD 600,000; CHF 125,000; AUD 150,000; SEK 750,000; JPY 10,000,000	<b>Flexibility to adjust your chosen investments</b> Buying and selling assets to re-balance your portfolio is easy	<b>Withdrawals</b> <ul style="list-style-type: none"> <li>• Take regular withdrawals</li> <li>• Make a one-off withdrawal at any time</li> </ul>
<b>Add to your investment from</b> GBP 10,000; USD 15,000; EUR 15,000; HKD 120,000; CHF 25,000; AUD 30,000; SEK 150,000; JPY 2,000,000	<b>Leaving the decisions to your Investment Adviser or Discretionary Fund Manager</b>	<b>Cashing in</b> Access your investment whenever you need to
<b>Choose from eight currency options</b> GBP; USD; EUR; HKD; CHF; AUD; SEK; JPY	<b>Benefit from substantial fund discounts</b>	<b>Death benefits</b> Flexible life cover – name up to six lives assured, when you choose the Whole of Life option
<b>Into a wide range of equities, bonds and investment funds</b> Choose from the personalised assets or collective investments options	<b>How we record your transactions</b>	<b>Guaranteed maturity value</b> When you choose the Capital Redemption option
<b>Option to appoint an Investment Adviser or Discretionary Fund Manager</b>		
<b>Choose how to receive your benefits</b> Build in an element of life cover, or opt for a guaranteed maturity value		
<b>Considering a trust</b>		
<b>Payment options</b> By cash or transfer existing shares and assets		
<b>What about tax?</b> Page 16		
<b>The tax differences of an international investment</b>	<ul style="list-style-type: none"> <li>• Tax-deferred withdrawals for UK residents</li> </ul>	<ul style="list-style-type: none"> <li>• Important notes on taxation for UK residents</li> </ul>



## Understanding our charges

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### Personalised charging options

You can decide when you would like to pay the Establishment Charges

### Cashing in early

Costs which may apply during your Establishment Charge period

**Establishment Charge**  
**Administration Charge**  
**Dealing Charge**  
**Mirror Fund Charge**  
**External Fund Charge**  
**Other charges**

## How to invest

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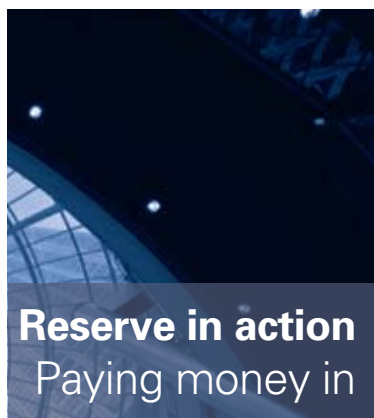
### Take professional advice

### How to invest

A step by step check list on how to apply

### Please bear in mind

Notes and advice on investments of this kind



Whatever investment options you choose, it is important to remember that the value can go down as well as up and where assets are in a different currency the value can also go down and up because of changes in the exchange rate. By selecting your own investment options, you also accept that the investment risk rests with you and your advisers.

## Your initial investment

Reserve enables you to invest a lump sum of GBP 50,000\* or more, into a combination of up to 50 different assets at any one time, from an extensive range of investment opportunities.

\* Currency equivalent

GBP 50,000	USD 75,000	EUR 75,000	HKD 600,000
CHF 125,000	AUD 150,000	SEK 750,000	JPY 10,000,000

Along with your financial adviser and your appointed Investment Adviser or Discretionary Fund Manager (please see '**Appointing a Discretionary Fund Manager**' on page 10), you have the freedom to select your own choice of assets, based on your own risk criteria and investment objectives.

The minimum amount for each asset is GBP 5,000\*.

\* Currency equivalent

GBP 5,000	USD 7,500	EUR 7,500	HKD 60,000
CHF 12,500	AUD 15,000	SEK 75,000	JPY 1,000,000

## Additional investments

You can make additional payments of GBP 10,000\* or more, to your investment at any time.

\* Currency equivalent

GBP 10,000	USD 15,000	EUR 15,000	HKD 120,000
CHF 25,000	AUD 30,000	SEK 150,000	JPY 2,000,000

## Currency options

Depending on your personal situation, you may benefit from investing in a particular currency. Reserve offers the flexibility to invest in:

GB Pounds (GBP)	US Dollars (USD)	Euro (EUR)
HK Dollars (HKD)	Swiss Francs (CHF)	Australian Dollars (AUD)
Swedish Krona (SEK)	Japanese Yen (JPY)	

Although your plan must be in one of these currencies, you can invest in assets in most major currencies.

If you take money out of your investment, your payment will usually be in your chosen valuation currency. If you would prefer to receive payment in a different currency the amount you receive will depend on market exchange rates at that time.

## Investment options

Depending on your tax situation, your country of residence and personal investment preferences, you have the flexibility to choose from either the Personalised Assets or Collective Investments version.

If you currently, or are planning to, reside in the UK, please refer to the **Important notes on taxation for UK residents** on page 16 before you make your choice.

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Some assets, particularly equities, carry a higher level of risk than others and may be subject to sudden and large falls in value. This could erode some or all of your capital.

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Your choice of collective investment schemes should be based on the full details contained in the prospectus/scheme particulars, copies of which are available from the investment manager.

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We recommend that you consider appointing an Investment Adviser or a Discretionary Fund Manager to ensure that you have a diversified portfolio, with a spread across different types of asset to match your investment objectives and attitude to investment risk.

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### Personalised Assets

Choosing the personalised assets option enables you to invest in assets from a virtually limitless range including:

- Equities and fixed-interest securities quoted on most recognised stock exchanges
- Unit trusts
- Open-Ended Investment Companies (OEICs)
- Investment trusts
- Offshore distributor and non-distributor funds
- Government securities
- Hedge Funds, Funds of Hedge Funds and Exchange Traded Funds (ETFs)
- Sukuks (asset backed trust certificates)
- Structured Notes and Deposits
- Cash, including bank and building society deposits.

We reserve the right to refuse some assets, such as:

- Shares in the Friends Provident group of companies
- Commodities
- Real property
- Futures and Options
- Precious metals
- UK National Savings and Investments Capital Bonds
- US and Canadian Mutual Funds.

This list is not exhaustive; we may refuse other assets which we believe are unsuitable.

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You can find more information on the types of investment available to you as a collective investment in our 'Pooled funds menu', available to download at [www.fpinternational.com](http://www.fpinternational.com)

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We don't guarantee what you'll get back in the future as this depends on how well your chosen investments perform. The value can go up and down. You could get back less than you've paid in.

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Because a Discretionary Fund Manager charges fees and carries out a proportion of the administration you may benefit from some reductions in our charges. (Please see the 'Reserve - Current Charges' leaflet or page 17.)

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For more information, please see the 'Discretionary Fund Manager' leaflet.

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## Collective Investments

This option allows you to invest in the following:

- UK authorised unit trusts
- UK authorised investment trusts (excluding warrants)
- Open-Ended Investment Companies (OEICs)
- An Interest in an Overseas Collective Investment Scheme\*, that is structured as one of the following:
  - an open-ended investment company
  - a unit trust
  - offshore distributor and non-distributor funds
- Hedge Funds and Exchange Traded Funds (ETFs) are permitted provided they comply with one of the structures above
- Cash, including bank and building society deposits.

\* "Collective Investment" as defined in section 235 of the UK Financial Services and Markets Act 2000.

## Appointing a Discretionary Fund Manager

This service is designed to help you tap into the skills of an investment expert of your choice from our panel of managers and benefit from maximum investment flexibility.

We deal with over 60 Discretionary Fund Managers all over the world.

You will have the opportunity to talk through your investment objectives and preferred strategies, and ensure that you are satisfied with your choice of Discretionary Fund Manager before a formal agreement is drawn up between Friends Provident International Limited and the Discretionary Fund Manager.

Your chosen Discretionary Fund Manager will be responsible for making the initial investment on your behalf, and carrying out any subsequent buying and selling of assets, in line with your agreed objectives and strategy. They will also make any day to day decisions and take care of the necessary administration.

To appoint a Discretionary Fund Manager you need to invest a minimum of GBP 75,000\*.

\* Currency equivalent

GBP 75,000	USD 112,500	EUR 112,500	HKD 900,000
CHF 187,500	AUD 225,000	SEK 1,125,000	JPY 15,000,000

Friends Provident International Limited cannot be held responsible for the advice or services offered by your Discretionary Fund Manager, who is completely independent of us. Any losses would be reflected in the value of your portfolio. You should always obtain independent legal advice, so that you fully understand the implications of entering into any agreement.



## Understanding risk

When choosing your investments it's important to understand the level of risk you are comfortable to accept. Generally speaking, the higher the opportunity to benefit from potential growth, the higher the level of associated risk.

## Choose the best benefit option for you

To help you to tailor your investment to best suit your individual needs, Reserve gives you the opportunity to choose either life cover or provide a guaranteed minimum value after 99 years.

### The life cover option

Known as 'Whole of Life', this option enables you to choose a plan with life cover which may have advantages depending on your circumstances. You have the flexibility to include up to six people as 'lives assured' (people covered by the policy), to make sure that your investment can continue until the last person dies - potentially helping with your longer term succession planning. (Please see page 15 for full detail of the benefits which would be paid.)

### The guaranteed maturity value option

Known as 'Capital Redemption', this option does not include any life cover or have any lives assured (person(s) covered by life cover). Instead it is set up with a fixed 99 year term and guarantees to pay a minimum of two times your initial investment amount, less any withdrawals, if you don't cash-in before the end of the term. This may have advantages if you do not wish to have a life assured, if for example the plan is company-owned or set up under a trust.

To receive a guaranteed maturity value you need to invest a minimum of GBP 100,000\*.

\* Currency equivalent

GBP 100,000	USD 150,000	EUR 150,000	HKD 1,200,000
CHF 250,000	AUD 300,000	SEK 1,500,000	JPY 20,000,000

## Considering a trust

You may want to consider writing your Reserve in trust; this can help with estate planning, protecting your assets and making sure that the value of your investment is passed on quickly to the policy beneficiaries if you die. Your financial or legal adviser will be able to provide more information.

## Payment options

To keep things simple, Reserve enables you to start your investment in a way which is convenient to you – whether it's by cash, share sale or by asset exchange.

- **Cash** can be sent by telegraphic transfer or banker's draft.
- **Share sale** is available if you want to make a payment using shares you already hold but no longer require. We will simply sell the shares on your behalf and invest the proceeds back into your Reserve. Please note
  - Only available on certificated UK equities - subject to a minimum value of GBP 1,000 per stock.
  - You will be charged any stockbroker fees, such as commission, which will be deducted from the share sale.
  - A share sale may result in a personal Capital Gains Tax liability, depending on your country of residence. You must meet any liability from your own funds.
- **Asset exchange** enables you to make your payment by transferring assets you already hold into Reserve. Most assets can be transferred this way, as long as they are quoted on a recognised stock exchange or are authorised collective investments, have a minimum value of GBP 5,000\* and are allowed within your selected Reserve options. Please note
  - An asset exchange may result in a personal Capital Gains Tax liability, depending on your country of residence. You must meet any liability from your own funds.

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You can find more information on asset exchanges in our 'Important notes relating to asset exchange', available to download at [www.fpinternational.com](http://www.fpinternational.com)

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## Behind the scenes

Your investment is split into multiple policies; this can be anything from five up to 100 policies.

Splitting your investment into a number of policies does not affect the performance of your investment in any way but it does give you greater flexibility if you want to take money out in the future. Each individual policy needs a minimum investment amount of GBP 5,000\*.

\* Currency equivalent

GBP 5,000	USD 7,500	EUR 7,500	HKD 60,000
CHF 12,500	AUD 15,000	SEK 75,000	JPY 1,000,000



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Please remember that your investment is not guaranteed and can go up and down. The total value of your investment can be lower than your initial investment.

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If you have a Discretionary Fund Manager the General Transactions Account is replaced with a Current Account, which does not attract any interest.

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Once invested, your money has the opportunity to benefit from the growth potential of your chosen investments.

## Flexibility to change and adjust

Reserve is specifically designed to give you the flexibility to keep your money working the way you want.

Throughout the lifetime of your investment, you can easily change and re-balance your portfolio whenever you need to; either by adjusting your investments between your current asset holdings or exploring new investment options.

When you want to buy or sell assets, simply complete and sign a dealing form detailing your request and send it to us. We will carry out your request and deduct the appropriate dealing charge from your General Transactions Account at the end of each quarter. The dealing department will confirm receipt of each instruction by return fax or email.

## Leave the decisions to your Investment Adviser or Discretionary Fund Manager

If you appoint an Investment Adviser or Discretionary Fund Manager they will automatically manage all your transactions on your behalf.

## Benefit from substantial fund discounts

We have been able to use our buying power to negotiate substantial discounts on the initial charges made by many fund management houses. By investing through Reserve, you automatically benefit from these savings, which would otherwise not be available to individual investors.

## How we record your transactions

We will set up a General Transactions Account (GTA) in your chosen valuation currency. This account acts as a cash fund, which will receive any payments you make.

If you make transactions in more than one currency, we will set up a separate GTA for each currency. We will deduct any charges from these accounts and any transactions, both buying and selling of assets, will also pass through these accounts. You will be able to earn interest on any credit balances held within these accounts and you will be charged when you are overdrawn.

We retain the right, at our reasonable discretion, to sell investments and credit the proceeds to your General Transactions Account or Current Account, subject to a minimum of three months' notice in writing.



Reserve enables you to keep access to your capital at all times and you won't be charged for any money you take out, as long as the value of your investment does not fall below the minimum value.

Reserve's minimum value is the greater of:

- 10% of any payments still within their Establishment Charge period (please see '**Understanding our charges**' on page 17).

Or

- GBP 10,000\*

\* Currency equivalent

GBP 10,000	USD 15,000	EUR 15,000	HKD 120,000
CHF 25,000	AUD 30,000	SEK 150,000	JPY 2,000,000

If you cannot take money out of your investment as it would fall below the minimum value, you will be given the option to cash-in your plan.

## Receiving a regular income

You can use Reserve to provide a regular income of GBP 250\* or more monthly, quarterly, termly, half yearly or annually by taking regular withdrawals.

## Make a one-off withdrawal

You can also make one-off withdrawals of GBP 250\* or more, as and when you need.

\* Currency equivalent

GBP 250	USD 375	EUR 375	HKD 3,000
CHF 625	AUD 750	SEK 3,750	JPY 50,000

## Cashing in the full value of your investment

You can cash in the full value of your Reserve investment at anytime and you will only be charged if your initial investment, or any additional investments, are still within their Establishment Charge period. If this is the case then any outstanding Establishment Charges will be taken (please see '**Understanding our charges**' on page 17).

Please remember that your money will have a better opportunity to benefit from potential growth if invested for five years or more.

Please note that in some circumstances, we may need to delay payment, if it is necessary to sell fund assets which cannot readily be turned into cash.



## Death Benefit

- **Whole of Life option** – If you choose to include life cover within Reserve, your investment will be protected if you die before you cash-in your bond. If you are the only person named on your investment as a life assured (the person whose life is insured against death), we will pay out the minimum of 101% of the cash-in value or the cash-in value + GBP 10,000 (or the currency equivalent) – whichever is the lower – to your chosen beneficiaries, your estate or trustees as appropriate, as soon as we have received the necessary documentation.

You also have the flexibility to include up to six people as 'lives assured' within a Reserve investment. If you have included other lives assured, your investment will continue to run until the last person dies. We will then pay the minimum of 101% of the cash-in value, or the cash-in value + GBP 10,000 (or the currency equivalent) – whichever is the lower – to their beneficiaries, estate or trustees as appropriate.

- **Capital redemption option** – If you choose to guarantee your maturity value, your investment can continue until the end of the term or, depending on ownership, your personal representatives, the trustees or a corporate body can choose to cash it in.



## What about tax?

As an international investment, Reserve helps you to benefit from some important tax advantages - as Friends Provident International Limited does not have to pay income tax, capital gains tax or corporation tax on the investments you hold within the plan. Some dividends, received on your behalf, may have a withholding tax deducted at source in the country of origin. Unfortunately we cannot usually reclaim this tax.

How you are taxed personally when you cash in your investment, depends on a number of factors, but largely your country of residence. We therefore recommend that you speak to a financial or tax adviser to fully understand all the tax considerations, before you invest.

## Tax-deferred withdrawals for UK residents

Current UK tax legislation enables you to take a withdrawal of up to 5% of your initial investment each year for 20 years, without any immediate income tax liability. If you don't use your allowance in one year it will roll over to the next. This facility is based on current UK legislation which may change in the future.

## Important notes on taxation for UK residents

If you are, or are planning to reside in the UK, Friends Provident International Limited has a statutory obligation to report to HM Revenue & Customs certain events where benefits are received from the plan by a UK-resident individual, company or trust. For further information please speak to your financial adviser.

If you choose the **Collective Investments** option, your investment will **not** be classed as a Personal Portfolio Bond, as defined by section 517 of The Income Tax (Trading and Other Income) Act 2005 and any subsequent amendments thereof.

We believe that if you choose the **Personalised Assets** option of Reserve it will be classed as a Personal Portfolio Bond, as defined by section 517 of The Income Tax (Trading and Other Income) Act 2005 and any subsequent amendments thereof.

If you are, or become, UK resident you will be subject to an annual tax liability based on 'deemed gains'. **We cannot accept new Personalised Assets Reserve applications from UK residents until they have signed a declaration** (available on request).

We recommend that you seek independent taxation advice before investing in Reserve.



Fixed amount charges in currencies other than Sterling are set by the Appointed Actuary four times each year. The amounts are based on the Sterling charges but can vary from quarter to quarter depending on the movements in exchange rates.

Please note that all fixed charges are linked to Isle of Man inflation. We may increase the charges if there are increases in our costs above inflation (for example, as a result of tighter regulation of the insurance industry).

Our aim is to keep all charges to a minimum, so that more of your money can work for you.

## Personalised charging options

With an investment as individual as Reserve, a personal charging structure is essential to give you the choice and flexibility of getting the most out of your investment.

The following charges may be applied to your investment. For information on current charges please see our '**Reserve - Current Charges**' leaflet.

### Policy charges

<b>Establishment Charge</b>	<p>This charge covers the costs involved with setting up your investment. It applies to your initial investment and any additional payments you make.</p> <p>It is based on the amount of money you invest each time, and can be repaid either:</p> <ul style="list-style-type: none"> <li>• On day one</li> <li>• Over five years</li> <li>• Over eight years.</li> </ul> <p>When deciding your preferred term you should remember that penalties may apply to withdrawals or cash-ins you make within the Establishment Charge period. The precise charge will be determined by your personal charging structure.</p>
<b>Administration Charge</b>	<p>This is a fixed charge to cover the costs of the on-going administration of your investment and is taken quarterly. If you agreed to your adviser receiving trail commission, then we will take an additional charge to allow for this.</p>
<b>Dealing Charge</b>	<p>A fixed cost to cover the costs of each transaction you make, taken on the last day of the quarter of the deal. This charge does not apply if you have a Discretionary Fund Manager.</p>

### Fund charges

<b>Mirror Fund Charge</b>	<p>If you have included Friends Provident International Limited mirror funds in your portfolio of assets, an annual management charge of, currently, 1.2% of the bid value of each mirror fund each year, will be applied. This charge is debited directly to the mirror fund on each valuation day.</p>
<b>External Fund Charge</b>	<p>It is common for external fund managers to apply a charge to the underlying assets of your chosen funds. Through Reserve, you will however be able to benefit from substantial discounts, which we have negotiated with the fund managers on your behalf.</p>

## Miscellaneous charges

### Other charges

The following charges relate to different services available through Reserve:

- Ad Hoc Charges, for certain alterations such as:
  - change of Investment Adviser or Discretionary Fund Manager;
  - change to non-discretionary managed portfolio;
  - valuation requested from Friends Provident International Limited, above the free quarterly valuation provided.
- Asset Exchange Charge (per asset GBP 100.00; maximum total charge per premium GBP 1,000.00).

### Third party charges

- Safe custody on securities.
- Delivery and receipt charges.
- Stockbrokers' fees.





## Professional advice

At Friends Provident International Limited we aim to keep all our products as simple, easy to understand and accessible as possible, but we still strongly recommend that you appoint a Financial or Investment Adviser to help you decide whether Reserve is the right investment option for you.

An adviser will be able to guide you through any currency considerations, investment options, trust options and any taxation restrictions or legislation which are relevant to your country of residence and which may affect your application.

Friends Provident International Limited does not provide legal, taxation or investment advice.

## Applying for Reserve

Your first step is to read this brochure, along with the Policy Conditions, to make sure that you fully understand how the investment works and the options available to you.

If you feel that Reserve provides you with the investment solutions you are looking for, applying is easy.

1. Check your eligibility.
  - You are aged between 18 and 79
  - You are able to apply for an international investment
  - You are resident outside the United States of America
  - Ask your financial adviser whether any taxation, exchange control or insurance legislation may affect your investment.
2. Complete a Reserve application form, including the section on how you would like to make your payment.

You will need the following documents to support your application; they must be an original or certified copy:

  - Personal Identification – such as a valid passport
  - Verification of your address
  - Evidence of Source of Wealth.
3. Return your application form and supporting documents to your financial adviser.

Please note that if your adviser submits copies of your documentation on your behalf, they must have seen the original document in person. They will not be able to certify any document which you have faxed or sent electronically, as a true copy of the original document.

## Next steps

If we need any further information, at any stage, we will get in touch. Otherwise we will send your Reserve policy documents to your financial adviser, as soon as we have received your payment and it has cleared through our bank.

You will also receive up to date quarterly statements to confirm your current investment holdings.

## Please bear in mind

The information given in this document is based on the understanding of Friends Provident International Limited of current law and Isle of Man taxation practice, which may change in the future. No liability can be accepted for any personal tax consequences of this scheme or for the effect of future tax or legislative changes.

Investment involves risk. Past performance should not be viewed as a reliable guide of future performance. Fund prices may go up and down depending upon underlying investment performance, and the value of your investment cannot be guaranteed. Investments held within a fund may not be denominated in the currency of that fund and the value of those assets can go up and down simply because of movements in currency exchange rates. All fund performance is quoted net of annual charges.

All policyholders are protected by the Life Assurance (Compensation of Policyholders) Regulation 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.

Complaints we cannot settle can be referred to the Financial Services Ombudsman Scheme for the Isle of Man.

Some telephone communications with the Company are recorded and may be randomly monitored or interrupted.

The legal interpretation is that each policy is governed by and shall be construed in accordance with the law of the Isle of Man. However, this will not preclude the right to bring legal action in a Hong Kong court. If you effect a policy whilst resident in the United Arab Emirates, all disputes regarding your investment will be subject to the non-exclusive jurisdiction of the courts of the United Arab Emirates.

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Friends Provident International Limited

Registered & 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)

Incorporated company limited by shares

Registered in the Isle of Man No. 11494

Authorised by the Isle of Man Insurance & Pensions Authority and regulated by the

Financial Services Authority for the conduct of investment business in the UK

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

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

