

Premier Wealth

Capital Redemption

Helping you plan
for your future
with confidence



INTERNATIONAL





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Making it easier to achieve life's ambitions

Whatever you hope to do in life, it makes sense to start planning as soon as possible. The same is true of your financial future.

Having a contract that will help meet your goals and adapt to changing circumstances is fundamental. You may be investing to prepare for a comfortable retirement, paying for your children's education or their wedding, a holiday home, or perhaps you plan to travel the world.

Whatever your goals may be, Premier Wealth - Capital Redemption can help you to achieve them.

The intelligent, regular savings contract

Premier Wealth - Capital Redemption is a savings contract that gives you access to a wide range of funds that offer exposure to asset classes suitable for any investment philosophy, at investment levels not normally available to individual investors.

By investing regularly over the medium to long-term, Premier Wealth - Capital Redemption offers you the versatility to make intelligent investment decisions at the right time. This means you can balance between investing when stock markets and unit prices are high and benefit from allocating more units to your Premier Wealth - Capital Redemption contract when markets are relatively low.

"If you're thinking ahead then think about Premier Wealth - Capital Redemption and plan for your future with sound investments."





What's on offer - at a glance

- **Improved guaranteed bonus - rewards you with a guaranteed bonus after the third contract anniversary**
- **A comprehensive range of over 200 professionally managed funds**
- **Free fund switching, allowing you to adapt to changing market conditions**
- **The opportunity to spread risk and diversify your investments**
- **Regular contribution payments, at a frequency that suits you and your changing circumstances**
- **Save as little as USD300 per month**
- **Choice of contribution and valuation currency**
- **Withdrawal flexibility that meets your needs**
- **Issued as 10 identical contracts for greater freedom of choice – ideal for gifting to your spouse or children.**

A contract designed for you...

However well we prepare, life can still surprise us. It's comforting to know that when your circumstances change, so can your contract.

Premier Wealth - Capital Redemption has been built to deliver an investment solution for your medium to long-term needs. Your first step should be to select your investment term. This can be anywhere between 10 and 25 years, ending on what's known as the Maturity Date. On the Maturity Date your contract will be encashed, meaning the full value of the units will be paid out without penalty, and a guaranteed payment of USD150 will be made in addition to the unit value.

It's all about...choice

Depending on your investment needs and where you live, you can choose the way in which you pay your contributions and receive your benefits. Premier Wealth - Capital Redemption can be denominated – and contributions paid – in US dollars, sterling, euro or Hong Kong dollars. Contract currency and the valuation currency can be changed in the future to suit your needs.

Contributions – all the options you need

Monthly, quarterly, half-yearly or yearly contributions? You choose.

If your circumstances change, Premier Wealth - Capital Redemption can change with you.

Increasing your contribution

You can choose to increase your contributions - or add a one-off lump sum - provided there are five or more years remaining to the Maturity Date.



Initial Unit Period

The Initial Unit Period will vary according to the length of your chosen savings term. It can range from 18 months to 24 months and further details can be found in the technical section of this brochure.

Reducing your contribution

After the Initial Unit Period you can reduce your contributions, take a Contribution Holiday (for a maximum period of 12 months) or even stop paying altogether if necessary meaning you can enjoy the full flexibility that Premier Wealth - Capital Redemption has to offer.

Your money, your way

We know it's not always possible to mark a date on the calendar for when you'll need access to your money. With Premier Wealth - Capital Redemption you can take regular or one-off withdrawals – or a combination of both.

A new car perhaps, a holiday, home improvements, a house deposit or a child's wedding... you can access your money for anything you might need it for.

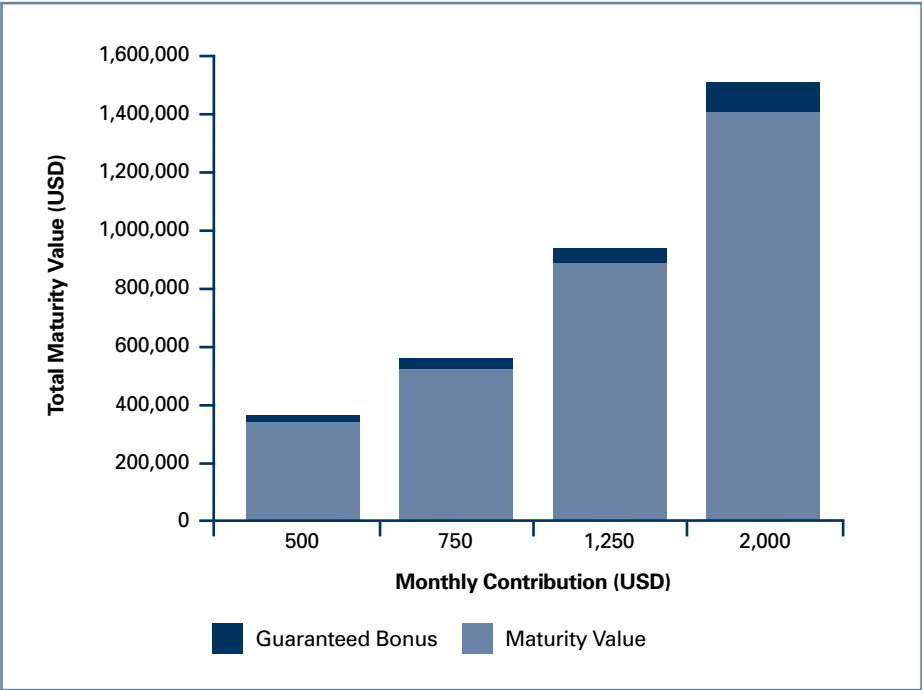


Welcome to the world of Friends Provident International Limited (FPIL), where loyalty is rewarded

If you choose to invest in Premier Wealth - Capital Redemption, you can look forward to your loyalty being recognised. FPIL is committed to providing the best investment solutions and we firmly believe that all our customers should be rewarded – not just new ones!

An example of what this means for you

You invest a contribution of USD1,500 per month for 20 years. On the third contract anniversary you will receive a guaranteed bonus of 0.2% of the current total contract value which will be payable as a lump sum. This means that if the current total contract value was USD200,000 then we would give you an extra USD400 (USD200,000 * 0.2%) worth of Accumulation Units on this date. Then, after the fifth anniversary you will receive 0.2% per year of the contract value, payable every month until year 10, followed by 0.4% per year payable every month after the tenth contract anniversary. To be eligible for the guaranteed bonus, your contract must have a contribution payment term of above 10 years and be paying contributions of at least USD500 per month at the date of each bonus calculation.



These figures are based on a contract with a 25 year term, standard Initial Unit allocation rates and a 7% per year growth rate. The figures are net of the 1.2% per year fund admin charge and all external fund management charges.

This is a hypothetical example and is not intended to represent the actual rate of return or performance of your investments.

Giving you the potential to achieve your financial goals

Premier Wealth - Capital Redemption is designed to help you with your medium to long-term financial planning. Simple and flexible, it's designed to suit your needs - whatever your financial goals.

Our fund range offers a comprehensive choice of investment options, which means there is the potential for the value of your contract to grow substantially.

You can switch between funds at any time, free of charge, which means your investments can be adjusted to reflect changing market conditions. As there is no difference between the buying and selling price of your funds, more of your money is working for you, when you need it to.

The information you need - at your fingertips

We've built a dedicated customer website to ensure that you have a range of services that give you access to all the information you need - at the touch of a button.

With our range of online services you have the option to view your contract information whenever you want - including fund values and the facility to download detailed reports on both your contribution and transaction history. You can submit switch and redirect instructions - all at a time that suits you!

A world of opportunities with Premier Wealth - Capital Redemption

Making the right investment choices is fundamental in meeting your financial goals. Premier Wealth - Capital Redemption lets you choose from a comprehensive range of funds selected on the basis of performance and investment expertise – ensuring your investment has genuine growth potential.

With Premier Wealth - Capital Redemption you have easy access to our award-winning fund range from some of the most respected fund management companies in the world. We work hard to ensure that the investment choices we offer meet your needs. We continually monitor and develop our fund range to maintain a high level of choice coupled with the potential for good performance. We currently offer more than 200 funds for you to choose from, across a wide range of asset classes and in a selection of currencies.



Created for you with solutions in mind

We understand every investor is different, so with Premier Wealth - Capital Redemption we've built in options. These options give you what you need to tailor a contract that fits your attitude to investment and the level of risk you feel comfortable with.



Tailored solutions

Premier Wealth - Capital Redemption provides intelligent solutions suitable for investors with all levels of experience. For example, if you are short on time or have limited investment knowledge and don't want to actively manage your portfolio, you can choose from our range of risk-graded, multi-asset funds. These solutions offer managed investment exposure to a range of asset classes, allowing for diversification of holdings through a single fund.

More experienced investors can benefit from access to an exciting range of specialist funds, run by professional fund managers and focused on individual asset classes. These are offered on a geographical basis, by sector, by theme (such as new energy or technology) and in funds that have ethical and environmental considerations. You can invest in both the most developed and fastest growing economies in the world.



Risk graded solutions

We've assessed and rated every fund available through Premier Wealth - Capital Redemption from one to five, based on the underlying asset type and fund management approach. This will give you a snapshot of the risk associated with each fund and then, the choice is yours.



Tracking your portfolio

However you choose to invest, creating and maintaining your portfolio with Premier Wealth - Capital Redemption is easy. Up to date information on your investment is available by visiting our funds website where you will find detailed monthly fund fact sheets and all of the latest performance figures.

For further information please visit our website **www.fpinternational.com** or our brochure - 'Savings and Investments – A helpful guide'.

"Meeting all your investment needs - now and in the future"

Please bear in mind

The law of the Isle of Man applies to all Premier Wealth – Capital Redemption investments and the information given in this brochure is based on our current understanding of Isle of Man law and taxation practices 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 changes or legislative changes.

Investment involves risk. Past performance should not be viewed as a reliable guide to 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 contract holders will receive the protection of 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 deposits 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.

Each contract is governed by and shall be construed in accordance with the law of the Isle of Man.



Experience, innovation, stability and customer service – as standard.

Before you invest in Premier Wealth - Capital Redemption let us tell you a little more about the people behind it.

- Premier Wealth - Capital Redemption is provided by Friends Provident International Limited (FPIL), a leading provider of sophisticated financial products.
- FPIL 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* as of 30 April 2011. 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. Since 1978, FPIL has been continually adapting to the changing demands of individuals and companies around the world.
- FPIL provides competitive life assurance, pensions and investment products for Asia, Middle East, UK and other selected markets, and is part of the Friends Life group.
- FPIL benefits from a strong relationship with the Friends Life business, sharing a heritage that dates back over 200 years, and a reputation for trust, commitment and integrity in providing financial products to customers throughout their lives. Remaining faithful to our heritage, we take pride in continuing to pioneer a comprehensive and competitive range of products.

All this together means that flexibility and growth remain at the forefront of our thinking for international investors.

* Standard and Poor's and Moody's are independent ratings agencies, who assess the strength of financial centres. (www.gov.im/iomfinance/About/sovereign.xml)

Ready to invest?

All the information you need to know to get started

Product Description

Type of Contract

Premier Wealth - Capital Redemption is a unit-linked savings contract.

Contracts

Premier Wealth - Capital Redemption will be issued as a series of 10 identical contracts. These can be used, for example, for making gifts to your spouse or children, or tax efficiency should you take up residence in a country where the proceeds of capital redemption contracts are subject to tax.

If you would like to have your Premier Wealth - Capital Redemption issued as one single contract, you can indicate your choice to us in the Application Form.

Once the Contract has been issued the number of contracts cannot be altered.

Eligibility

The Contract Owner must be aged 65 or younger to be able to start the Contract. A minimum age of 18 years applies.

For both single and joint contract owners at least one contract owner must be 75 years of age or under on the Maturity Date.

Contract Term

This is the length of the savings term.

- Minimum: 10 years
- Maximum: 25 years

The new term of any regular contribution increase must match the original Maturity Date.

Currency

Premier Wealth - Capital Redemption can be denominated and contributions paid in US dollars (USD), sterling (GBP), euro (EUR) or Hong Kong dollars (HKD).

The currency in which you pay your contributions will be the currency in which your contract is valued, unless specified otherwise. Once issued, both the contract currency and the valuation currency can be changed if required.

Any payments or withdrawals you wish to take will normally be made in the selected valuation currency, unless you request otherwise.

Funds

Available Funds

Premier Wealth - Capital Redemption can invest in a selection of any of the funds within the FPIL mirror fund range.

Maximum Funds

The maximum number of funds that can be linked to the Contract is 10 at any one time.

Mirror fund prices

Performance details and prices of the available mirror funds are in our Fund Prices leaflet, which is published monthly, and on our website www.fpinternational.com



Investments

Contribution Payment Flexibility

You can pay your contributions monthly, quarterly, half-yearly or yearly. The frequency of your payments can be changed on any contribution due date, provided the due date is in line with the new frequency requested.

Minimum Regular Contribution

The minimum contribution for Premier Wealth - Capital Redemption depends on the contribution frequency and currency chosen as detailed below:

Frequency	USD	GBP	EUR	HKD
Monthly	300	200	300	2,400
Quarterly	900	600	900	7,200
Half-yearly	1,800	1,200	1,800	14,400
Yearly	3,600	2,400	3,600	28,800

Minimum Additional Single Contribution

Additional single contribution payments can be made to an existing Contract (whether contribution-paying or paid up) at any time provided there are at least five years remaining to the Maturity Date.

The minimum single contribution payment is as follows:

Currency	Contribution
USD	3,000
GBP	2,000
EUR	3,000
HKD	24,000

Single contribution payments can only be added to existing contracts and cannot be accepted for standalone contracts.

Initial Unit Period

The length of the Initial Unit Period varies depending on the savings term chosen (part years will be rounded up to the next whole year):

Term (years)	Duration (months)
10	18
11 to 15	20
16 to 20	22
21 to 25	24

Initial and Accumulation units

Units within your funds are allocated either as Initial Units or Accumulation Units.

Contributions made during the Initial Unit Period and any subsequent Initial Unit Period are allocated to Initial Units. These are subject to an additional quarterly charge levied by deduction of units.

Additional single contribution payments are allocated to Accumulation Units.

Units

Each of the FPIL mirror funds is divided into 'units'. The contribution paid will be multiplied by the appropriate allocation rate and will be applied to purchase units in the mirror fund chosen, on the next dealing day following receipt of cleared payment.

Allocation Rates

Units will be allocated to your Contract according to a tiered structure as follows:

Contract Currency	Contribution (monthly)				
USD	300 - 499	500 - 749	750 - 1,249	1,250 - 1,999	2,000+
GBP	200 - 332	333 - 499	500 - 832	833 - 1,332	1,333+
EUR	300 - 499	500 - 749	750 - 1,249	1,250 - 1,999	2,000+
HKD	2,400 - 3,999	4,000 - 5,999	6,000 - 9,999	10,000 - 15,999	16,000+
Term	Initial Unit Allocation Rate				
10	100%	105%	110%	115%	120%
11	100%	105%	110%	115.5%	120.5%
12	100%	105%	110%	116%	121%
13	100%	105%	110%	116.5%	121.5%
14	100%	105%	110%	117%	122%
15	100%	105%	110%	117.5%	122.5%
16	100%	105%	110%	118%	123%
17	100%	105%	110%	118.5%	123.5%
18	100%	105%	110%	119%	124%
19	100%	105%	110%	119.5%	124.5%
20	100%	105%	110%	120%	125%
21	100%	105%	110%	120.5%	125.5%
22	100%	105%	110%	121%	126%
23	100%	105%	110%	121.5%	126.5%
24	100%	105%	110%	122%	127%
25	100%	105%	110%	122.5%	127.5%

Quarterly, half-yearly and yearly allocation rates will be calculated on a pro-rata basis, as follows: Quarterly (3 x monthly), Half-yearly (6 x monthly) and Yearly (12 x monthly).

Single contribution payments will be allocated to Accumulation Units at a rate of 93%.

Flexibility

Regular Contribution Increase

Provided there are five or more years remaining to the Maturity Date, contribution increases can be made at any contribution due date. The contribution increase will be applied to Initial Units for the duration of the Subsequent Initial Unit Period, the length of which depends on the term remaining to the Maturity Date, after which 100% of the contribution will be applied to Accumulation Units.

Contribution increase minimum levels are as follows:

Frequency	USD	GBP	EUR	HKD
Monthly	50	33	50	400
Quarterly	150	100	150	1,200
Half-yearly	300	200	300	2,400
Yearly	600	400	600	4,800

If a contribution increase takes the new contribution into a higher allocation band then the full amount of the contribution increase will be invested at the higher Initial Unit allocation rate.

Contribution Reduction

Contribution reductions can be made at any contribution due date without charge once the first Initial Unit Period is complete. Contributions can be reduced to any level provided the reduced contribution is above the minimum contribution level that applies at the time (see ‘Minimum Regular Contribution’ section).



Contribution Holidays

Once the first Initial Unit Period is complete you can take a contribution holiday at any time for a maximum of 12 months without charge. A contribution holiday will effectively make the Contract paid up for a limited period only.

Charges will continue to be deducted during any contribution holiday and the contract must retain the minimum value (see ‘Minimum Contract Value’ section) throughout the contribution holiday otherwise the contract will lapse.

Paid Up Contracts

Contracts can be made paid up at any point (the contract remains in force although no contributions are received) without charge provided the first Initial Unit Period is complete. If the value of a paid-up contract falls below the minimum contract value (see ‘Minimum Contract Value’ section) the contract will be encashed.

Contributions can be restarted at a later date if required.

Regular or one-off withdrawals

Withdrawals from your Premier Wealth - Capital Redemption contract can be taken on a regular or one-off basis.

Regular withdrawals can be taken monthly, quarterly, half-yearly, yearly or on a termly basis (to accommodate those using them to pay education fees). Withdrawals can only be taken from Accumulation Units and are free of charge.

The minimum withdrawal per payment depends on the Contract currency, as detailed below:

Contract Currency	Minimum Withdrawal
USD	750
GBP	500
EUR	750
HKD	6,000

Withdrawals can be taken whilst contributions are being paid, during contribution holidays or after the Contract has been made paid up.

If there are insufficient Accumulation Units to make a payment on the selected date or the contract value will fall below the minimum allowed (see ‘Minimum Contract Value’ section) after the withdrawal is made then the withdrawal will not be allowed and any regular withdrawals will cease.

Encashment

Contracts that cease to pay contributions, in whole or in part, during the first Initial Unit Period will be encashed (the Contract will no longer remain in force and all appropriate benefits, minus any encashment charge, will be paid out).

Premier Wealth – Capital Redemption will not acquire an encashment value until the first Initial Unit Period is complete and all contributions expected during this period have been paid.

If you wish to encash your Contract, written notice should be sent to FPIL along with the contract documents and all other relevant documentation.

Maturity Date

The Maturity Date is the date the savings term comes to an end and will be selected at the commencement of the Contract. On the Maturity Date the full value of units will be paid out without penalty with a payment of USD150 (or currency equivalent) being made in addition to the unit value.

Minimum Contract Value

The minimum contract values applicable are as detailed below:

Currency	Contract Value
USD	2,000
GBP	1,333
EUR	2,000
HKD	16,000

Additional Features

Guaranteed Bonus

On the third anniversary of the date you took out your contract, guaranteed bonus units to the value of 0.2% of the total contract value will be added to your contract as a lump sum. After the fifth anniversary, guaranteed bonus units to the value of 0.2% per year of the total contract value will be added to your contract on a monthly basis. After the tenth anniversary, guaranteed bonus units to the value of 0.4% per year of the total contract value will be added to your contract on a monthly basis. The total contract value also includes the value of any units created as a result of increased regular or single contributions.

The guaranteed bonus will only apply to contracts with a contribution-payment term of more than 10 years and that are paying at least USD500 (or currency equivalent) per month at the time each guaranteed bonus is due. Only those contracts that are contribution-paying at the date of each bonus calculation will receive the guaranteed bonus.

The guaranteed bonus will be used to allocate additional Accumulation Units at the bid price.

Switches and Redirections

Units can be switched – and future contributions easily redirected – between our full range of mirror funds at any time.

Currently no charge is imposed for switching between any of the funds within our mirror fund range. Although we do reserve the right to impose a charge of up to 1% of the amount involved or USD15, GBP10, EUR15 or HKD120 whichever is greater upon one month's written notice.

Can I change my mind?

- If you decide that you do not want to keep the contract, let us know in writing within 30 days and we will give you your money back less any fall in the investment value. Please remember to include your contract documents, full name, and address and state that you wish to cancel your Premier Wealth – Capital Redemption contract.
- If you don't cancel within 30 days, your contract will continue as set out in the contract conditions.



Summary of charges

Initial Charge	Quarterly charge of 1.5% of the then value of the Initial Unit holding, taken by cancelling Initial Units on the quarterly anniversary of the Contract commencement. The length of the Initial Unit Period depends on the savings term of the Premier Wealth - Capital Redemption contract. The Initial Charge will continue until the Maturity Date.															
Contract charge	The Contract charge is taken by cancellation of Accumulation Units at monthly intervals based on the Contract commencement date. The Contract charge is USD6, GBP4, EUR6 or HKD48 per month. During the Initial Unit Period, where no Accumulation Units are available, the Contract charge will be accrued until Accumulation Units become available.															
Additional single contribution charge	Additional single contributions will be subject to a charge of 7% of the contribution, which will be deducted before the contribution is applied to Accumulation Units.															
Paid-up charge	Nil.															
Encashment charge	Premier Wealth - Capital Redemption will not acquire an encashment value until after the first Initial Unit Period is complete and all contributions expected during this period have been paid. If the Contract is encashed before the Maturity Date, an encashment charge will be taken as a percentage of the bid value of Initial Units allocated to the contract. The charge will depend upon the outstanding term (part years will be rounded up to the next whole year) as outlined in the table below:															
Years since issue	Contract Term															
	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25
1	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
2	45%*	48%*	51%*	54%*	57%*	60%*	64%*	68%*	72%*	75%*	100%	100%	100%	100%	100%	100%
3	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%	78%	81%	84%	87%	90%
4	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%	78%	81%	84%	87%
5	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%	78%	81%	84%
6	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%	78%	81%
7	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%	78%
8	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%	75%
9	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%	72%
10	6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%	68%
11		6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%	64%
12			6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%	60%
13				6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%	57%
14					6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%	54%
15						6%	12%	18%	24%	30%	36%	39%	42%	45%	48%	51%
16							6%	12%	18%	24%	30%	36%	39%	42%	45%	48%
17								6%	12%	18%	24%	30%	36%	39%	42%	45%
18									6%	12%	18%	24%	30%	36%	39%	42%
19										6%	12%	18%	24%	30%	36%	39%
20											6%	12%	18%	24%	30%	36%
21												6%	12%	18%	24%	30%
22													6%	12%	18%	24%
23														6%	12%	18%
24															6%	12%
25																6%

*encashment charge only applies to those Contracts that have completed their first Initial Unit Period. All other Contracts still within their first Initial Unit Period are subject to a 100% encashment charge.

Credit card charge	Where contributions are paid by credit card, we will make a charge of 1% of each contribution to cover charges imposed by the issuing company.
Other Charges	Fees or transmission charges for incoming or outgoing payments may be taken by banking partners. We do not levy any additional payment charges but reserve the right to pass on any fees or charges taken by banking partners.

Mirror fund charges	
Administration charge	0.1% per month (1.2% per year) of the bid value of each mirror fund each year, debited directly to the mirror fund on each valuation day.
Bid/offer spread	Nil.
Switch charge	Currently no charge is made, although we reserve the right to impose a charge, upon one month's written notice to you, of up to 1% of the amount involved or USD15, GBP10, EUR15 or HKD120, whichever is greater.
Other fund-related costs	<p>We will be entitled to take from each FPIL mirror fund a number of expenses. These will be reflected in the price of the mirror fund and will be as follows:</p> <ul style="list-style-type: none"> Any costs, expenses and charges incurred by us in acquiring, managing, maintaining, valuing or disposing of the assets relating to that mirror fund, not covered by the administration charge described above Any expense, charge, tax, levy or fiscal enforcement not taken into account elsewhere, which we reasonably consider is a liability relating to that mirror fund.

Underlying fund charges	
External fund annual management charge	Between 0.1% and 3.35% each year, depending on the mirror fund chosen. Please refer to the relevant investment house for information. This charge is reflected in the price of the mirror fund.



Note: FPIL reserve the right to change its charges if there are any changes in circumstances. We will give you one month's prior written notice of any changes. For full details of when we may increase charges, please refer to the Contract Conditions. Any charge or fee will be calculated in the currency of the appropriate FPIL mirror fund selected by you.

Encashment and tax treatment

This document must be read in conjunction with the brochure - Savings and Investments - a helpful guide.

Payment of Proceeds

We expect to make the proceeds of any Contract available normally within 10 working days following receipt of all necessary documentation, except where the circumstances are beyond our control. We must reserve the right to delay payment of any encashment value where this could result in the need to sell assets which may not be readily realisable. However, we would revoke this restriction only in the most extreme circumstances. No interest will be payable in respect of any delay in payment of the encashment value or withdrawal sum under any circumstances.

Tax Treatment

Friends Provident International Limited is not liable to income tax, capital gains tax or corporation tax on its contract holders' funds. Some dividends may be received net of withholding tax, deducted at source in the country of origin, but once inside your Contract they can accumulate free of tax.

The personal tax consequences of investing in the Contract will depend on many factors. You may have a personal tax liability in respect of the proceeds of the Contract. This will largely depend on your country of residence. It is therefore important that professional guidance is sought before proceeding with an investment.

Important note for proposed contract holders who are planning to become resident in the UK. Friends Provident International Limited is under a statutory obligation to report to the UK Inland Revenue certain events where benefits are received from the Contract by a UK resident individual, company or trust. For further information, please contact us or your usual Independent Financial Adviser.



How to apply

Next steps

If we need information from you, we will get in touch. Otherwise we will send your Premier Wealth - Capital Redemption contract documents as soon as we have received your first payment and it has cleared through our bank. You will also receive a statement on the contract anniversary, confirming your current investment holding.

Make sure you receive independent advice

Friends Provident International Limited does not provide legal, taxation or investment advice. You should obtain advice that is independent and directly relevant to the specific legislation within your country of residence. If you do not have a financial or legal adviser, then we strongly recommend that you appoint one.

Premier Wealth - Capital Redemption is available to anyone (as the owner of the Contract) aged between 18 and 65 who is able to apply for an international investment. Not all residencies are acceptable. This means you should check with your financial adviser whether any taxation, exchange control or insurance legislation which exists in your country of residence means you cannot take out an international capital redemption contract.

Simply complete the application form and return it to your Independent Financial Adviser together with full details of the proposed investment selection for the Contract.

You should also include any other relevant supplementary forms as well as documentary proof of identity and address such as a certified copy of a current valid passport and a utilities bill.

Your contract documents will be sent to you as soon as your Contract has been established and your contribution has been received and cleared through our bank. Then, at least once a year, we will send you a statement confirming your current investment holding.

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.

Important information

A copy of the relevant contract document and provisions may be obtained from FPIL on request.

Investment involves risk and each class of investment will involve its own individual level of risk. We recommend that you discuss specific risks associated with individual investments with your Financial Adviser before making any investment decisions.

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

All mirror fund performance is quoted net of annual charges. However, mirror fund performance should not be viewed as an indication of future performance – the value of your investment cannot be guaranteed and you may get back less than you paid in.

To ensure the protection of contract holders' interest the Isle of Man Insurance and Pensions Authority has put in place a number of statutory measures:

- **Ring fencing of assets** – the Insurance Act 2008 (The Act) requires insurers to keep contributions received in a special 'long-term business fund', which can only be used to meet the claims and long-term liabilities of contract holders. The Act also requires the insurer to hold funds in excess of its long-term liabilities, and submit independently audited annual solvency reports to the regulator.

- **A contract holder compensation fund** – in the event that the above measures fail, and FPIL is unable to meet its liabilities, all capital redemption contract holders will benefit from the protection of the Life Assurance (Compensation of Policyholders) Regulations 1991 of the Isle of Man, wherever their place of residence. The Regulations ensure that in the unlikely event of FPIL becoming insolvent, a levy would be made against all other Isle of Man resident life assurance companies so that up to 90% of our liabilities to eligible contract holders would be met (without any upper monetary limit).

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

Each Contract is governed by and shall be construed in accordance with the law of the Isle of Man.

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

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

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Friends Provident International Limited

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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

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

