

Reg. No. T06FC6835J

**Friends Provident International Limited,
Singapore Branch**

Investment-Linked Funds

Report for the year 1 July 2011 (or the date of
commencement of the respective Investment-Linked Funds,
whichever is later) to 30 June 2012

Friends Provident International Limited, Singapore Branch

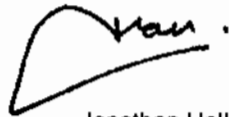
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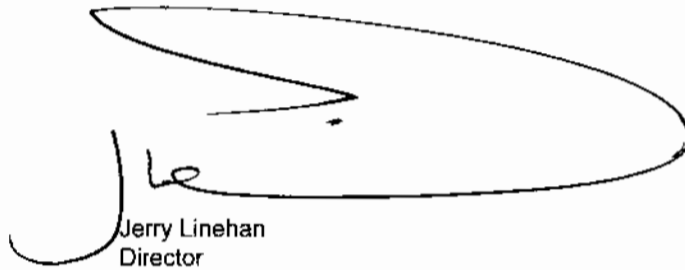
**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Statement by Directors

In our opinion, the financial statements of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch ("Singapore Branch") set out on page 5 to 22 present fairly, in all material respects, the state of affairs of the Investment-Linked Funds of the Singapore Branch as at 30 June 2012 and the capital movements for the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012, in accordance with the stated accounting policies.



Jonathan Hall
Director



Jerry Linehan
Director

27 September 2012

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Independent Auditors' Report to Friends Provident International Limited, Singapore Branch

We have audited the accompanying financial statements of the Investment-Linked Funds (as set out on page 4) of Friends Provident International Limited, Singapore Branch (the "Singapore Branch"), which comprise the Statement of Assets and Liabilities as at 30 June 2012, the Capital and Income Account for the year from 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012, and a summary of significant accounting policies and other explanatory information, as set out on pages 5 to 22.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the stated accounting policies, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair Capital and Income Account and Statement of Assets and Liabilities and to maintain accountability of assets.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Investment-Linked Funds' internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Independent Auditors' Report to Friends Provident International Limited, Singapore Branch

Opinion

In our opinion, the financial statements present fairly, in all material aspects, the state of affairs of the Investment-Linked Funds of the Singapore Branch as at 30 June 2012 and the capital movements for the period 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012, in accordance with the stated accounting policies.

Our report is intended solely for the use of the Singapore Branch and our duties are owed solely to the Singapore Branch. We do not accept responsibility and we expressly disclaim liability for loss occasioned to any third party acting or refraining from acting as a result of our report.

This report relates solely to the financial statements of the Investment-Linked Funds of the Singapore Branch and does not extend to the financial statements of the Singapore Branch taken as a whole.

Ernst & Young LLP
Ernst & Young LLP
Public Accountants and
Certified Public Accountants
Singapore

27 September 2012

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Independent Auditors' Report to Friends Provident International Limited, Singapore Branch

The Statements of Assets and Liabilities, Capital and Income Accounts and a summary of significant accounting policies and other explanatory notes of the following Investment-Linked Funds are covered in this report:

<u>Funds</u>	<u>Commencement Date</u>
Amundi Absolute Volatility World Equities	30 September 2010
Amundi Aqua Global	12 January 2009
Amundi ASEAN New Markets	12 January 2009
CF Miton Special Situations (GBP)	30 September 2010
CF Miton Special Situations (USD) (L08)	30 September 2010
CF Miton Special Situations (USD) (R116)	22 February 2012
Franklin US Government Fund	12 January 2009
Henderson Horizon Asia-Pacific Property Equities	12 January 2009
Henderson Horizon China	30 September 2010
JF Taiwan	12 January 2009
JPM Emerging Markets Small Cap	16 June 2009
JPM Global Consumer Trends	31 August 2010
Mellon Global Bond (GBP)	16 June 2009
Templeton Asian Bond (R97)	30 September 2010
Templeton Asian Bond (R129)	25 April 2012
Templeton BRIC (P58)	26 November 2008
Templeton BRIC (R119)	22 February 2012
Templeton Emerging Markets (J60)	26 November 2008
Templeton Emerging Markets (R110)	5 October 2011
Templeton Global	26 November 2008
Templeton Global Bond (SGD HDG)	30 March 2012
Templeton Global Bond (USD)	30 September 2010
Templeton Global Total Return (EUR)	30 September 2010
Templeton Global Total Return (SGD HDG)	30 March 2012
Templeton Global Total Return (USD) (L04)	30 September 2010
Templeton Global Total Return (USD) (R115)	22 February 2012
Templeton Latin America	12 January 2009

The fund is invested as one part of the sub-fund of Friends Provident International Limited (the Company). This represents the element of the sub-fund that is dedicated to customers of the Company's Singapore Branch (the Branch). The sub-fund is, in turn, invested in the underlying funds.

CF Miton Special Situations (USD), Templeton BRIC, Templeton Emerging Markets, Templeton Global Total Return (USD) and Templeton Asian Bond are part of an on-going fund segregation project. Customers of the Company's Singapore Branch will now have their own sub-funds (R116, R119, R110, R115 and R129) as opposed to being a part of a larger sub-fund. This segregated sub-fund is, in turn, invested in the underlying funds.

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Amundi Absolute Volatility World Equities S\$	Amundi Aqua Global S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	38,687	85,203
Amounts received by the Fund for creation of units	74,966	125,512
Amounts paid by the Fund for liquidation of units	(32,349)	(3,398)
Net amounts received by the Fund	42,617	122,114
Unrealised appreciation/(diminution) in value of investments	1,741	(10,678)
Gain on sale of investments	1,583	15,555
Other income	-	-
Management fees	(650)	(1,793)
Other expenses	(11)	(12)
Increase in net asset value for the year	2,663	3,072
Value of Fund		
As at 30 June 2012	83,967	210,389
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	83,678	210,652
Cash and bank balances	291	-
Other debtors	-	1,011
Total assets	83,969	211,663
<u>Liabilities</u>		
Other creditors	2	1,274
Total liabilities	2	1,274
Value of Fund		
As at 30 June 2012	83,967	210,389

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Amundi ASEAN New Markets
	S\$
Capital and Income Account	
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012	
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	58,085
Amounts received by the Fund for creation of units	73,962
Amounts paid by the Fund for liquidation of units	(36,676)
Net amounts received by the Fund	37,286
Unrealised diminution in value of investments	(830)
Loss on sale of investments	(165)
Other income	-
Management fees	(789)
Other expenses	(3)
Decrease in net asset value for the year	(1,787)
Value of Fund	
As at 30 June 2012	93,584
 Statement of Assets and Liabilities	
As at 30 June 2012	
<u>Assets</u>	
Investments in funds	93,244
Cash and bank balances	342
Other debtors	-
Total assets	93,586
<u>Liabilities</u>	
Other creditors	2
Total liabilities	2
Value of Fund	
As at 30 June 2012	93,584

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	CF Miton Special Situations (GBP)*
	S\$
Capital and Income Account	
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012	
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	404,793
Amounts received by the Fund for creation of units	166,845
Amounts paid by the Fund for liquidation of units	(16,035)
Net amounts received by the Fund	150,810
Unrealised diminution in value of investments	(5,436)
Gain on sale of investments	1,769
Other income	-
Management fees	(2,804)
Other expenses	(22)
Decrease in net asset value for the year	(6,493)
Value of Fund As at 30 June 2012	549,110
Statement of Assets and Liabilities	
As at 30 June 2012	
<u>Assets</u>	
Investments in funds	548,508
Cash and bank balances	70,518
Other debtors	-
Total assets	619,026
<u>Liabilities</u>	
Other creditors	69,916
Total liabilities	69,916
Value of Fund As at 30 June 2012	549,110

* The financial period of this investment linked fund is from 1 January 2012 to 30 June 2012 as there was a change in the reporting year end from 31 December to 30 June for this fund.

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	CF Miton Special Situations (USD) (L08)** S\$	CF Miton Special Situations (USD) (R116) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	1,048,958	-
Amounts received by the Fund for creation of units	52,291	1,551,991
Amounts paid by the Fund for liquidation of units	(1,102,249)	(97,389)
Net amounts (paid)/received by the Fund	(1,049,958)	1,454,602
Unrealised appreciation/(diminution) in value of investments	8,735	(11,337)
(Loss)/gain on sale of investments	(5,060)	2,237
Other income	-	-
Management fees	(2,650)	(5,082)
Other expenses	(25)	(467)
Increase/(decrease) in net asset value for the year	1,000	(14,649)
Value of Fund As at 30 June 2012	-	1,439,953
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	-	1,434,296
Cash and bank balances	-	5,692
Other debtors	-	-
Total assets	-	1,439,988
<u>Liabilities</u>		
Other creditors	-	35
Total liabilities	-	35
Value of Fund As at 30 June 2012	-	1,439,953

** The financial period of this investment linked fund is from 1 January 2012 to 22 February 2012 as there was a change in the reporting year end from 31 December to 30 June followed by segregation of the fund to CF Milton Special Situations (USD) (R116) on 22 February 2012.

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Franklin US Government Fund S\$	Henderson Horizon Asia- Pacific Property Equities S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	268,779	174,626
Amounts received by the Fund for creation of units	459,254	142,957
Amounts paid by the Fund for liquidation of units	(393,682)	(59,643)
Net amounts received by the Fund	65,572	83,314
Unrealised diminution in value of investments	(1,800)	(26,122)
Gain on sale of investments	27,114	22,274
Other income	7,625	-
Management fees	(3,554)	(2,247)
Other expenses	(23)	(11)
Increase/(decrease) in net asset value for the year	29,362	(6,106)
Value of Fund As at 30 June 2012	363,713	251,834
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	364,522	251,516
Cash and bank balances	-	316
Other debtors	4	2
Total assets	364,526	251,834
<u>Liabilities</u>		
Other creditors	813	-
Total liabilities	813	-
Value of Fund As at 30 June 2012	363,713	251,834

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Henderson Horizon China	JF Taiwan
	S\$	S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	1,560	21,277
Amounts received by the Fund for creation of units	6,137	11,655
Amounts paid by the Fund for liquidation of units	(390)	(963)
Net amounts received by the Fund	5,747	10,692
Unrealised diminution in value of investments	(1,441)	(5,156)
Gain on sale of investments	790	1,258
Other income	-	-
Management fees	(48)	(286)
Other expenses	-	(2)
Decrease in net asset value for the year	(699)	(4,186)
Value of Fund As at 30 June 2012	6,608	27,783
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	6,611	27,901
Cash and bank balances	-	-
Other debtors	31	-
Total assets	6,642	27,901
<u>Liabilities</u>		
Other creditors	34	118
Total liabilities	34	118
Value of Fund As at 30 June 2012	6,608	27,783

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	JPM Emerging Markets Small Cap S\$	JPM Global Consumer Trends S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	214,471	783
Amounts received by the Fund for creation of units	150,718	68,466
Amounts paid by the Fund for liquidation of units	(83,236)	(3,128)
Net amounts received by the Fund	67,482	65,338
Unrealised diminution in value of investments	(44,753)	(4,803)
Gain on sale of investments	6,514	2,266
Other income	-	1
Management fees	(2,609)	(387)
Other expenses	(18)	(18)
Decrease in net asset value for the year	(40,866)	(2,941)
Value of Fund		
As at 30 June 2012	241,087	63,180
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
investments in funds	242,343	63,253
Cash and bank balances	-	482
Other debtors	2	-
Total assets	242,345	63,735
<u>Liabilities</u>		
Other creditors	1,258	555
Total liabilities	1,258	555
Value of Fund		
As at 30 June 2012	241,087	63,180

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Mellon Global Bond (GBP)
	S\$
Capital and Income Account	
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012	
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	381,383
Amounts received by the Fund for creation of units	363,804
Amounts paid by the Fund for liquidation of units	(155,585)
Net amounts received by the Fund	208,219
Unrealised appreciation in value of investments	14,431
Gain on sale of investments	8,643
Other income	6,248
Management fees	(5,851)
Other expenses	(1,298)
Increase in net asset value for the year	22,173
Value of Fund As at 30 June 2012	611,775
Statement of Assets and Liabilities	
As at 30 June 2012	
<u>Assets</u>	
Investments in funds	610,139
Cash and bank balances	1,636
Other debtors	-
Total assets	611,775
<u>Liabilities</u>	
Other creditors	-
Total liabilities	-
Value of Fund As at 30 June 2012	611,775

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Templeton Asian Bond (R97)	Templeton Asian Bond (R129)
	S\$	S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	84,415	-
Amounts received by the Fund for creation of units	701,690	906,926
Amounts paid by the Fund for liquidation of units	(778,014)	(29,229)
Net amounts (paid)/ received by the Fund	(76,324)	877,697
Unrealised diminution in value of investments	(2,083)	(11,230)
(Loss)/gain on sale of investments	(1,999)	16,136
Other income	-	-
Management fees	(3,977)	(1,676)
Other expenses	(32)	(4)
(Decrease)/increase in net asset value for the year	(8,091)	3,226
Value of Fund		
As at 30 June 2012	-	880,923
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	-	881,872
Cash and bank balances	-	-
Other debtors	-	8
Total assets	-	881,880
<u>Liabilities</u>		
Other creditors	-	957
Total liabilities	-	957
Value of Fund		
As at 30 June 2012	-	880,923

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Templeton BRIC (P58) S\$	Templeton BRIC (R119) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	674,195	-
Amounts received by the Fund for creation of units	315,816	1,013,866
Amounts paid by the Fund for liquidation of units	(925,090)	(110,182)
Net amounts (paid)/received by the Fund	(609,274)	903,684
Unrealised diminution in value of investments	(127,422)	(147,293)
Gain/(loss) on sale of investments	67,646	(6,273)
Other income	-	-
Management fees	(5,126)	(3,001)
Other expenses	(19)	(1,325)
Decrease in net asset value for the year	(64,921)	(157,892)
Value of Fund		
As at 30 June 2012	-	745,792
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	-	745,486
Cash and bank balances	-	6,658
Other debtors	-	-
Total assets	-	752,144
<u>Liabilities</u>		
Other creditors	-	6,352
Total liabilities	-	6,352
Value of Fund		
As at 30 June 2012	-	745,792

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Templeton Emerging Markets (J60) S\$	Templeton Emerging Markets (R110) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	1,048,686	-
Amounts received by the Fund for creation of units	666,692	2,049,984
Amounts paid by the Fund for liquidation of units	(1,509,711)	(530,984)
Net amounts (paid)/received by the Fund	(843,019)	1,519,000
Unrealised (diminution)/ appreciation in value of investments	(45,159)	47,076
Loss on sale of investments	(157,008)	(25,284)
Other income	-	-
Management fees	(3,485)	(11,142)
Other expenses	(15)	(181)
(Decrease)/increase in net asset value for the year	(205,667)	10,469
Value of Fund		
As at 30 June 2012	-	1,529,469
Statement of Assets and Liabilities		
As at 30 June 2012		
Assets		
Investments in funds	-	1,520,350
Cash and bank balances	-	9,104
Other debtors	-	15
Total assets	-	1,529,469
Liabilities		
Other creditors	-	-
Total liabilities	-	-
Value of Fund		
As at 30 June 2012	-	1,529,469

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
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Financial Statements

	Templeton Global S\$	Templeton Global Bond (SGD HDG) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	66,846	-
Amounts received by the Fund for creation of units	52,903	53,247
Amounts paid by the Fund for liquidation of units	(2,857)	(217)
Net amounts received by the Fund	50,046	53,030
Unrealised (diminution)/appreciation in value of investments	(19,179)	1,156
Gain on sale of investments	8,810	900
Other income	-	126
Management fees	(972)	(74)
Other expenses	(4)	(7)
(Decrease)/ Increase in net asset value for the year	(11,345)	2,101
Value of Fund As at 30 June 2012	105,547	55,131
Statement of Assets and Liabilities		
As at 30 June 2012		
Assets		
Investments in funds	105,183	52,904
Cash and bank balances	364	2,229
Other debtors	-	-
Total assets	105,547	55,133
Liabilities		
Other creditors	-	2
Total liabilities	-	2
Value of Fund As at 30 June 2012	105,547	55,131

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
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Financial Statements

	Templeton Global Bond (USD) S\$	Templeton Global Total Return (EUR) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	192,865	303
Amounts received by the Fund for creation of units	837,754	53,600
Amounts paid by the Fund for liquidation of units	(106,945)	(306)
Net amounts received by the Fund	730,809	53,294
Unrealised appreciation in value of investments	7,099	3,609
Gain/(loss) on sale of investments	14,710	(2,292)
Other income	-	3
Management fees	(7,264)	(48)
Other expenses	(36)	(1)
Increase in net asset value for the year	14,509	1,271
Value of Fund		
As at 30 June 2012	938,183	54,868
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	936,396	55,136
Cash and bank balances	1,810	1,986
Other debtors	-	-
Total assets	938,206	57,122
<u>Liabilities</u>		
Other creditors	23	2,254
Total liabilities	23	2,254
Value of Fund		
As at 30 June 2012	938,183	54,868

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Financial Statements

	Templeton Global Total Return (SGD HDG) S\$	Templeton Global Total Return (USD) (L04) S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective Investment-Linked Funds or 1 July 2011, whichever is later	-	632,205
Amounts received by the Fund for creation of units	101,704	1,523,710
Amounts paid by the Fund for liquidation of units	(1,016)	(2,274,194)
Net amounts received/(paid) by the Fund	100,688	(750,484)
Unrealised appreciation/(diminution) in value of investments	534	(25,609)
Gain on sale of investments	1,331	155,585
Other income	488	-
Management fees	(134)	(11,646)
Other expenses	(8)	(51)
Increase in net asset value for the year	2,211	118,279
Value of Fund As at 30 June 2012	102,899	-
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	100,012	-
Cash and bank balances	2,891	-
Other debtors	-	-
Total assets	102,903	-
<u>Liabilities</u>		
Other creditors	4	-
Total liabilities	4	-
Value of Fund As at 30 June 2012	102,899	-

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
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	Templeton Global Total Return (USD) (R115) S\$	Templeton Latin America S\$
Capital and Income Account		
For the year 1 July 2011 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 June 2012		
Value of Fund as at the date of commencement of the respective investment-Linked Funds or 1 July 2011, whichever is later	-	476,431
Amounts received by the Fund for creation of units	2,780,344	492,731
Amounts paid by the Fund for liquidation of units	(102,278)	(153,792)
Net amounts received by the Fund	2,678,066	338,939
Unrealised diminution in value of investments	(48,103)	(105,648)
Gain on sale of investments	6,728	4,272
Other income	-	-
Management fees	(9,332)	(6,834)
Other expenses	(9,125)	(26)
(Decrease)/increase in net asset value for the year	(59,832)	108,236
Value of Fund		
As at 30 June 2012	2,618,234	707,134
Statement of Assets and Liabilities		
As at 30 June 2012		
<u>Assets</u>		
Investments in funds	2,629,662	704,054
Cash and bank balances	-	3,097
Other debtors	-	-
Total assets	2,629,662	707,151
<u>Liabilities</u>		
Other creditors	11,428	17
Total liabilities	11,428	17
Value of Fund		
As at 30 June 2012	2,618,234	707,134

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012

Notes to the Financial Statements

1. Units in issue and net asset value

1.1 The Units in issue and the Net Asset Value per unit of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch as at 30 June 2012 comprise:

<u>Funds</u>	<u>Commencement date</u>	<u>Units in issue as at 30 June 2012</u>	<u>Net asset value per unit S\$</u>
Amundi Absolute Volatility World Equities	30 September 2010	69,277	1.21
Amundi Aqua Global	12 January 2009	219,900	0.96
Amundi ASEAN New Markets	12 January 2009	98,169	0.95
CF Miton Special Situations (GBP)	30 September 2010	284,465	1.93
CF Miton Special Situations (USD) (L08)	30 September 2010	-	-
CF Miton Special Situations (USD) (R116)	22 February 2012	1,150,963	1.25
Franklin US Government Fund	12 January 2009	255,959	1.42
Henderson Horizon Asia-Pacific Property Equities	12 January 2009	228,445	1.10
Henderson Horizon China	30 September 2010	7,919	0.83
JF Taiwan	12 January 2009	27,005	1.03
JPM Emerging Markets Small Cap	16 June 2009	200,735	1.20
JPM Global Consumer Trends	31 August 2010	53,452	1.18
Mellon Global Bond (GBP)	16 June 2009	234,122	2.61
Templeton Asian Bond (R97)	30 September 2010	-	-
Templeton Asian Bond (R129)	25 April 2012	622,703	1.33
Templeton BRIC (P58)	26 November 2008	-	-
Templeton BRIC (R119)	22 February 2012	461,741	1.62
Templeton Emerging Markets (J60)	26 November 2008	-	-
Templeton Emerging Markets (R110)	5 October 2011	899,641	1.70
Templeton Global	26 November 2008	78,982	1.34
Templeton Global Bond (SGD HDG)	30 March 2012	60,144	0.92
Templeton Global Bond (USD)	30 September 2010	725,667	1.29
Templeton Global Total Return (EUR)	30 September 2010	29,483	1.86
Templeton Global Total Return (SGD HDG)	30 March 2012	112,346	0.92
Templeton Global Total Return (USD) (L04)	30 September 2010	-	-
Templeton Global Total Return (USD) (R115)	22 February 2012	1,906,727	1.37
Templeton Latin America	12 January 2009	265,865	2.66

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Notes to the Financial Statements

2. Summary of significant accounting policies

2.1 Basis of preparation

The financial statements of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch ("Singapore Branch") are presented in Singapore dollars. The financial statements have been prepared on the historical cost basis, except for investments which are carried at fair value.

Where Singapore policy holders are not the only investors in a fund, an apportionment method is applied. This apportionment method is based on Singapore policy holders' unit holdings as a percentage of the total unit holdings of the fund. In the instance that the fund is wholly owned by Singapore investors there is no apportionment method applied.

CF Miton Special Situations (USD), Templeton Asian Bond, Templeton BRIC, Templeton Emerging Markets and Templeton Global Total Return (USD) are part of an on-going fund segregation project. Customers of the Company's Singapore Branch will now have their own sub-funds (R116, R129, R119, R110, and R115) as opposed to being a part of a larger sub-fund. This segregated sub-fund is, in turn, invested in the underlying funds.

Customers invested in the funds under-going segregation will have been informed by the Company's customer services department.

2.2 Investments

All purchases of investments, which include unit trusts, quoted equities and bonds, are recognised on their trade dates, i.e. the date the commitment exists to purchase the investments. The investments are initially recorded at cost, being the fair value of the consideration given. The attributable transaction costs are recognised in the Capital and Income Account when incurred. Subsequent to initial recognition, the investments are recorded at fair value and the unrealised gains or losses on re-measurement to fair value are taken to the Capital and Income Account. The fair value is determined by using open market valuation at the year-end date.

2.3 Amounts received by the funds for creation of units

The amounts received by the funds comprise the gross premiums received by the Singapore Branch (after deducting charges which include bid-offer spread) and switches by the policyholders from other funds.

2.4 Amounts paid by the funds for liquidation of units

The amounts paid by the funds for liquidation of units comprise the sale of units in the Investment-Linked Funds for the payment of death claims or surrenders and for switches by the policyholders to the other funds.

2.5 Gains/losses from sale of investments

All sales of investments are recognised on their trade dates, the date the fund commits to sell the investments. The cost of disposal of investments is determined on the weighted-average cost basis. Realised gains/losses from the sale of investments are taken to the Capital and Income Account.

**Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 July 2011 to 30 June 2012**

Notes to the Financial Statements

2. Summary of significant accounting policies (cont)

2.6 *Income and expenses*

Income and expenses are accounted for on an accrual basis. Dividend income is recognised in the Capital and Income Account when the right to receive payment is established. Interest income from investments is recognised on an accrual basis. Income and expense balances are apportioned monthly based on the Singapore Branch's unit holding at the month end.

2.7 *Foreign currencies*

Foreign currency monetary assets and liabilities are translated at exchange rates prevailing at the balance sheet date. Foreign currency transactions are translated at exchange rates on transaction dates. Differences in exchange are taken to the Capital and Income Account.