

Reg. No. T06FC6835J

Friends Provident International Limited,
Singapore Branch

Investment-Linked Funds

Report for the year 1 April 2012 (or the date of
commencement of the respective Investment-Linked Funds,
whichever is later) to 31 March 2013

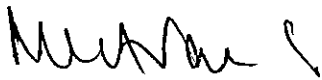
Friends Provident International Limited, Singapore Branch

Index	Page
Statement by Directors	1
Independent Auditors' Report	2
Capital and Income Account	5
Statement of Assets and Liabilities	5
Notes to the Financial Statements	8

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

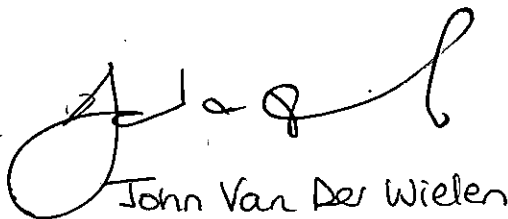
Statement by Directors

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 10 present fairly, in all material respects, the state of affairs of the Investment-Linked Funds of the Singapore Branch as at 31 March 2013 and the capital movements for the year 1 April 2012 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 31 March 2013, in accordance with the stated accounting policies.



Director Marcus Adams.

Director



John Van Der Wielen

[Date] 27 June 2013

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

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 31 March 2013, the Capital and Income Account for the year from 1 April 2012 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 31 March 2013, and a summary of significant accounting policies and other explanatory information, as set out on pages 5 to 10.

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 April 2012 to 31 March 2013**

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 31 March 2013 and the capital movements for the period 1 April 2012 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 31 March 2013, 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 JUN 2013

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

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>
HSBC Chinese Equity	31 July 2009
HSBC GEM Debt Total Return	30 November 2008
HSBC Hong Kong Equity	31 July 2009
Martin Currie GF Asia-Pacific (EUR)	30 September 2010
Martin Currie GF Asia-Pacific (USD)	26 November 2008
Martin Currie GF Global Resources (R108)	24 August 2011
Nevsky Capital Eastern European	31 July 2009

With the exception of the Martin Currie GF Global Resources fund (R108) which is a segregated Investment-Linked Fund, the funds are invested as one part of the sub-fund of Friends Provident International Limited (the Company). These represent the elements of the sub-funds that are dedicated to customers of the Company's Singapore Branch (the Branch). The segregated Investment-Linked Fund and sub-funds are, in turn, invested in the underlying funds.

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

Financial Statements

	HSBC Chinese Equity	HSBC GEM Debt Total Return
	S\$	S\$
Capital and Income Account		
For the year 1 April 2012 to 31 March 2013		
Value of Fund as at 1 April 2012	251,142	314,662
Amounts received by the Fund for creation of units	156,688	504,794
Amounts paid by the Fund for liquidation of units	(72,772)	(190,644)
Net amounts received by the Fund	83,916	314,150
Unrealised appreciation in value of investments	31,190	44,436
Loss on sale of investments	(14,644)	(28,660)
Other income	2,355	-
Management fees	(3,788)	(6,174)
Other expenses	(15)	(124)
Increase in net asset value for the year	15,098	9,478
Value of Fund		
As at 31 March 2013	350,156	638,290
Statement of Assets and Liabilities		
As at 31 March 2013		
<u>Assets</u>		
Investments in funds	351,320	641,988
Cash and bank balances	-	-
Other debtors	-	31,020
Total assets	351,320	673,008
<u>Liabilities</u>		
Other creditors	1,164	34,718
Total liabilities	1,164	34,718
Value of Fund		
As at 31 March 2013	350,156	638,290

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

Financial Statements

	HSBC Hong Kong Equity S\$	Martin Currie GF Asia-Pacific (USD) S\$
Capital and Income Account		
For the year 1 April 2012 to 31 March 2013		
Value of Fund as at 1 April 2012	79,065	221,295
Amounts received by the Fund for creation of units	61,051	238,289
Amounts paid by the Fund for liquidation of units	(33,715)	(89,874)
Net amounts received by the Fund	27,336	148,415
Unrealised appreciation in value of investments	15,512	47,619
Loss on sale of investments	(5,868)	(22,970)
Other income	1,611	-
Management fees	(1,120)	(3,879)
Other expenses	(7)	(1,712)
Increase in net asset value for the year	10,128	19,058
Value of Fund		
As at 31 March 2013	116,529	388,768
Statement of Assets and Liabilities		
As at 31 March 2013		
<u>Assets</u>		
Investments in funds	116,626	389,358
Cash and bank balances	-	-
Other debtors	598	9,680
Total assets	117,224	399,038
<u>Liabilities</u>		
Other creditors	695	10,270
Total liabilities	695	10,270
Value of Fund		
As at 31 March 2013	116,529	388,768

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

Financial Statements

	Martin Currie GF Global Resources (R108) S\$	Nevsky Capital Eastern European S\$
Capital and Income Account		
For the year 1 April 2012 to 31 March 2013		
Value of Fund as at 1 April 2012	962,762	273,019
Amounts received by the Fund for creation of units	632,422	311,488
Amounts paid by the Fund for liquidation of units	(364,537)	(92,131)
Net amounts received by the Fund	267,885	219,357
Unrealised (diminution)/ appreciation in value of investments	(37,182)	159,140
Gain/ (loss) on sale of investments	6,762	(146,594)
Other income	831	-
Management fees	(13,261)	(4,575)
Other expenses	(1,076)	(19)
(Decrease)/ increase in net asset value for the year	(43,926)	7,952
Value of Fund As at 31 March 2013	1,186,721	500,328
Statement of Assets and Liabilities		
As at 31 March 2013		
<u>Assets</u>		
Investments in funds	1,185,384	502,659
Cash and bank balances	-	-
Other debtors	19,850	2,694
Total assets	1,205,234	505,353
<u>Liabilities</u>		
Other creditors	18,513	5,025
Total liabilities	18,513	5,025
Value of Fund As at 31 March 2013	1,186,721	500,328

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

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 31 March 2013 comprise:

<u>Funds</u>	<u>Commencement date</u>	<u>Units in issue as at 31 March 2013</u>	<u>Net asset value per unit S\$</u>
HSBC Chinese Equity	31 July 2009	122,435	2.86
HSBC GEM Debt Total Return	30 November 2008	418,851	1.52
HSBC Hong Kong Equity	31 July 2009	52,250	2.23
Martin Currie GF Asia-Pacific (USD)	26 November 2008	316,144	1.23
Martin Currie GF Global Resources (R108)	24 August 2011	865,072	1.37
Nevsky Capital Eastern European	31 July 2009	53,700	9.32

1.2 The following Investment-linked Fund has no movement in the units in issue since the date of commencement to 31 March 2013. There are no units in issue and the net asset value per unit of the Investment-Linked Fund is nil as at 31 March 2013:

<u>Fund</u>	<u>Commencement date</u>
Martin Currie GF Asia-Pacific (EUR)	30 September 2010

Friends Provident International Limited, Singapore Branch
Investment-Linked Funds
For the year 1 April 2012 to 31 March 2013

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.

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 April 2012 to 31 March 2013

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.