

Reg. No. T06FC6835J

Friends Provident International Limited,
Singapore Branch

Investment-Linked Funds

Report for the financial year ended 30 September 2017

Friends Provident International Limited, Singapore Branch

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**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

STATEMENT BY DIRECTORS

In our opinion, the financial statements of the Investment-Linked Funds of Friends Provident International Limited, Singapore Branch (the "Singapore Branch") set out on pages 6 to 17 present fairly, in all material respects, the state of affairs of the Investment-Linked Funds of the Singapore Branch as at 30 September 2017 and the capital movements for the financial period from 1 October 2016 (or date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017, in accordance with the stated accounting policies.

Director

Director

21 December 2017

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

INDEPENDENT AUDITOR'S REPORT

Our Opinion

In our opinion, the accompanying financial statements of the investment-linked funds as set out on page 5 (the "Funds") of Friends Provident International Limited, Singapore Branch (the "Branch") are properly drawn up, in all material respects, in accordance with the stated accounting policies as set out in Note 2 to the financial statements (the "Notes").

What we have audited

The financial statements of the Funds comprise:

- the Statements of Assets and Liabilities as at 30 September 2017;
- the Capital and Income Accounts for the financial period from 1 October 2016 (or date of commencement of the respective investment-linked funds, whichever is later) to 30 September 2017; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

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

Independence

We are independent of the Branch in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Emphasis of Matter – Basis of Accounting and Restriction on Distribution and Use

We draw attention to Note 2 to the financial statements which describe the basis of accounting. The financial statements are prepared to assist the Branch to comply with MAS Notice 307 Investment Linked-Life Insurance Policies. As a result, the financial statements may not be suitable for another purpose.

This report is intended for the sole benefit and use of the Branch and is not intended to nor may it be relied upon by any other party, other than the branch. We accept no liability or responsibility to any other party to whom this report is disclosed or otherwise made available to.

This report relates solely to the financial statements of the Funds of the Branch and does not extend to the financial statements of the Branch taken as a whole. Our report is not modified in respect of this matter.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

INDEPENDENT AUDITOR'S REPORT

Other Information

Management is responsible for the other information. The other information comprises the Statement by Directors and List of Investment-Linked Funds, and excludes the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management and those Charged with Governance for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the accounting policies set out in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to terminate the Funds or to cease the Funds' operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Funds' financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

INDEPENDENT AUDITOR'S REPORT

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Branch's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of each Fund to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause any or all of the Funds to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Public Accountants and Chartered Accountants
Singapore, 21 December 2017

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

LIST OF INVESTMENT-LINKED FUNDS

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>Fund</u>	<u>Commencement Date</u>
Aberdeen Global Asia-Pacific Equity (R111)	05 October 2011
Aberdeen Global Chinese Equity (R143)	17 July 2013
Aberdeen Global Indian Equity (R128)	25 April 2012
Aberdeen Global Technology Equity (R144)	17 July 2013
Allianz Emerging Asia Equity (J48)	02 February 2009
Allianz GEM Equity High Dividend (R62) <i>(previously reported as Allianz BRIC Equity (R62))</i>	01 September 2008
Allianz GEM Equity High Dividend (R213)	13 September 2017
Allianz Japan Equity (R174)	25 March 2015
Allianz Little Dragons (J08)	31 July 2009
Allianz Oriental Income (P50)	31 July 2009
Allianz Total Return Asian Equity (R147)	17 July 2013
F&C Global Convertible Bond (R84)	31 July 2009
F&C Responsible Global Equity (USD) (L01)	30 September 2010
F&C Responsible Global Equity (USD) (R195)	26 October 2016
Jupiter Global Financials (R158)	15 May 2014
Jupiter Merlin Real Return Portfolio (R180)	27 January 2016
Jupiter Merlin Real Return Portfolio (SGD HDG) (R184)	10 August 2016
Jupiter New Europe (R50)	02 February 2009

With the exception of Aberdeen Global Asia-Pacific Equity (R111), Aberdeen Global Chinese Equity (R143), Aberdeen Global Indian Equity (R128), Aberdeen Global Technology Equity (R144), Allianz GEM Equity High Dividend (R213), Allianz Japan Equity (R174), Allianz Total Return Asian Equity (R147), F&C Responsible Global Equity (USD) (R195), Jupiter Global Financials (R158), Jupiter Merlin Real Return Portfolio (R180) and Jupiter Merlin Real Return Portfolio (SGD HDG) (R184) which are segregated Investment-Linked Funds, the funds are invested as one part of the sub-fund of Friends Provident International Limited (the "Company"). These together represent the elements of the sub-funds that are dedicated to customers of the Singapore Branch. The segregated Investment-Linked Funds and sub-funds are, in turn, invested in the underlying funds.

Allianz GEM Equity High Dividend (R62) and F&C Responsible Global Equity (USD) (L01) have been fully segregated to Allianz GEM Equity High Dividend (R213) and F&C Responsible Global Equity (USD) (R195) respectively as at 30 September 2017, and are no longer available to customers of the Company's Singapore Branch.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Aberdeen Global Asia- Pacific Equity (R111)	Aberdeen Global Chinese Equity (R143)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	12,902,873	1,426,165
Amounts received by the Fund for creation of units	3,043,349	403,295
Amounts paid by the Fund for liquidation of units	(2,160,984)	(271,318)
Net amounts received by the Fund	882,365	131,977
Unrealised appreciation in value of investments	2,160,990	253,697
Gain on sale of investments	46,005	11,091
Management fees	(174,206)	(19,420)
Other expenses	(2,914)	(1,254)
Increase in net asset value for the year	2,029,875	244,114
Value of Fund As at 30 September 2017	15,815,113	1,802,256
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	15,855,155	1,803,292
Cash and bank balances	79,458	-
Other debtors	-	27,159
Total assets	15,934,613	1,830,451
<u>Liabilities</u>		
Other creditors	119,500	28,195
Total liabilities	119,500	28,195
Value of Fund As at 30 September 2017	15,815,113	1,802,256

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Aberdeen Global Indian Equity (R128)	Aberdeen Global Technology Equity (R144)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	3,292,944	2,851,129
Amounts received by the Fund for creation of units	1,423,046	1,084,655
Amounts paid by the Fund for liquidation of units	(453,572)	(715,348)
Net amounts received by the Fund	969,474	369,307
Unrealised appreciation in value of investments	439,502	549,458
Gain on sale of investments	28,874	70,318
Management fees	(48,788)	(42,150)
Other expenses	(2,577)	(2,749)
Increase in net asset value for the year	417,011	574,877
Value of Fund As at 30 September 2017	4,679,429	3,795,313
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	4,678,519	3,815,657
Cash and bank balances	910	-
Total assets	4,679,429	3,815,657
<u>Liabilities</u>		
Other creditors	-	20,344
Total liabilities	-	20,344
Value of Fund As at 30 September 2017	4,679,429	3,795,313

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Allianz Emerging Asia Equity (J48)	Allianz GEM Equity High Dividend (R62)*
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	621,283	115,766
Amounts received by the Fund for creation of units	113,774	2,559,434
Amounts paid by the Fund for liquidation of units	(156,777)	(2,864,473)
Net amounts paid by the Fund	(43,003)	(305,039)
Unrealised appreciation in value of investments	108,184	185,471
Gain on sale of investments	9,999	13,288
Other Income	1,571	831
Management fees	(7,770)	(9,666)
Other expenses	(169)	(651)
Increase in net asset value for the year	111,815	189,273
Value of Fund As at 30 September 2017	690,095	-
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	693,158	-
Total assets	693,158	-
<u>Liabilities</u>		
Other creditors	3,063	-
Total liabilities	3,063	-
Value of Fund As at 30 September 2017	690,095	-

* 'Allianz GEM Equity High Dividend (R62)' has been fully segregated to 'Allianz GEM Equity High Dividend (R213)' as at 30 September 2017, and is no longer available to customers of the Company's Singapore Branch.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Allianz GEM High Dividend Equity (R213)*	Allianz Japan Equity (R174)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	-	1,375,143
Amounts received by the Fund for creation of units	4,197,876	1,193,553
Amounts paid by the Fund for liquidation of units	(463)	(264,607)
Net amounts received by the Fund	4,197,413	928,946
Unrealised (diminution)/ appreciation in value of investments	(95,054)	280,683
(Loss)/ Gain on sale of investments	(794)	14,718
Other income	-	7,817
Management fees	(1,509)	(22,153)
Other expenses	(31,080)	(3,348)
(Decrease)/ Increase in net asset value for the year	(128,437)	277,717
Value of Fund As at 30 September 2017	4,068,976	2,581,806
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	3,896,301	2,587,646
Cash and bank balances	172,675	10,456
Total assets	4,068,976	2,598,102
<u>Liabilities</u>		
Other creditors	-	16,296
Total liabilities	-	16,296
Value of Fund As at 30 September 2017	4,068,976	2,581,806

* The financial period for 'Allianz GEM Equity High Dividend (R213)' is from the segregation date 13 September 2017 to 30 September 2017.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Allianz Little Dragons (J08)	Allianz Oriental Income (P50)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	110,364	76,568
Amounts received by the Fund for creation of units	10,491	25,104
Amounts paid by the Fund for liquidation of units	(13,109)	(34,345)
Net amounts paid by the Fund	(2,618)	(9,241)
Unrealised appreciation in value of investments	13,416	6,008
Gain on sale of investments	1,386	5,185
Management fees	(1,408)	(1,047)
Other expenses	(29)	(35)
Increase in net asset value for the year	13,365	10,111
Value of Fund As at 30 September 2017	121,111	77,438
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	121,619	77,847
Total assets	121,619	77,847
<u>Liabilities</u>		
Other creditors	508	409
Total liabilities	508	409
Value of Fund As at 30 September 2017	121,111	77,438

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Allianz Total Return Asian Equity (R147)	F&C Global Convertible Bond (R84)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	968,024	332,461
Amounts received by the Fund for creation of units	220,877	40,047
Amounts paid by the Fund for liquidation of units	(250,397)	(86,646)
Net amounts paid by the Fund	(29,520)	(46,599)
Unrealised appreciation in value of investments	153,378	20,959
Gain/ (Loss) on sale of investments	18,969	(3,125)
Other income	2,368	1,188
Management fees	(12,036)	(3,771)
Other expenses	(1,359)	(159)
Increase in net asset value for the year	161,320	15,092
Value of Fund As at 30 September 2017	1,099,824	300,954
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	1,083,879	300,742
Cash and bank balances	15,945	212
Total assets	1,099,824	300,954
<u>Liabilities</u>		
Other creditors	-	-
Total liabilities	-	-
Value of Fund As at 30 September 2017	1,099,824	300,954

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	F&C Responsible Global Equity (USD) (L01)*	F&C Responsible Global Equity (USD) (R195)**
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	249,497	-
Amounts received by the Fund for creation of units	7,917	399,663
Amounts paid by the Fund for liquidation of units	(258,498)	(83,072)
Net amounts (paid)/ received by the Fund	(250,581)	316,591
Unrealised appreciation in value of investments	1,190	41,251
Gain on sale of investments	151	3,497
Other income	-	4,286
Management fees	(256)	(3,306)
Other expenses	(1)	(105)
Increase in net asset value for the year	1,084	45,623
Value of Fund As at 30 September 2017	-	362,214
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	-	362,811
Total assets	-	362,811
<u>Liabilities</u>		
Other creditors	-	597
Total liabilities	-	597
Value of Fund As at 30 September 2017	-	362,214

* 'F&C Responsible Global Equity (USD) (L01)' has been fully segregated to 'F&C Responsible Global Equity (USD) (R195)' as at 30 September 2017, and is no longer available to customers of the Company's Singapore Branch.

** The financial period for 'F&C Responsible Global Equity (USD) (R195)' is from the segregation date 26 October 2016 to 30 September 2017.

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Jupiter Global Financials (R158)	Jupiter Merlin Real Return Portfolio (R180)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	4,829,787	2,238,982
Amounts received by the Fund for creation of units	1,968,340	3,338,866
Amounts paid by the Fund for liquidation of units	(760,438)	(968,340)
Net amounts received by the Fund	1,207,902	2,370,526
Unrealised appreciation in value of investments	1,280,163	147,244
Gain on sale of investments	10,046	44,677
Other income	-	2,100
Management fees	(72,576)	(45,853)
Other expenses	(2,215)	(1,769)
Increase in net asset value for the year	1,215,418	146,399
Value of Fund		
As at 30 September 2017	7,253,107	4,755,907
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	7,247,696	4,759,601
Cash and bank balances	44,792	54,698
Total assets	7,292,488	4,814,299
<u>Liabilities</u>		
Other creditors	39,381	58,392
Total liabilities	39,381	58,392
Value of Fund		
As at 30 September 2017	7,253,107	4,755,907

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial year/period ended 30 September 2017

	Jupiter Merlin Real Return Portfolio (SGD HDG) (R184)	Jupiter New Europe (R50)
	S\$	S\$
Capital and Income Account		
For the year/period 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 September 2017		
Value of Fund as at 1 October 2016 (or the date of commencement of the respective Investment-Linked Funds, if later)	230,180	72,040
Amounts received by the Fund for creation of units	939,364	50,903
Amounts paid by the Fund for liquidation of units	(106,766)	(20,447)
Net amounts received by the Fund	832,598	30,456
Unrealised appreciation in value of investments	46,460	16,804
(Loss)/ Gain on sale of investments	(485)	639
Other income	1,843	-
Management fees	(6,079)	(1,145)
Other expenses	-	(43)
Increase in net asset value for the year	41,739	16,255
Value of Fund		
As at 30 September 2017	1,104,517	118,751
Statement of Assets and Liabilities		
As at 30 September 2017		
<u>Assets</u>		
Investments in funds	1,104,718	118,784
Cash and bank balances	6,799	-
Total assets	1,111,517	118,784
<u>Liabilities</u>		
Other creditors	7,000	33
Total liabilities	7,000	33
Value of Fund		
As at 30 September 2017	1,104,517	118,751

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

NOTES TO THE FINANCIAL STATEMENTS

For the financial year/period ended 30 September 2017

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 the Singapore Branch as at 30 September 2017 comprise:

<u>Funds</u>	<u>Commencement date</u>	<u>Units in issue as at 30 September 2017</u>	<u>Net asset value per unit S\$</u>
Aberdeen Global Asia-Pacific Equity (R111)	05 October 2011	8,017,071	1.97
Aberdeen Global Chinese Equity (R143)	17 July 2013	358,699	5.02
Aberdeen Global Indian Equity (R128)	25 April 2012	1,158,140	4.04
Aberdeen Global Technology Equity (R144)	17 July 2013	6,486,496	0.59
Allianz Emerging Asia Equity (J48)	02 February 2009	879,848	0.78
Allianz GEM Equity High Dividend (R213)	13 September 2017	4,746,532	0.86
Allianz Japan Equity (R174)	25 March 2015	1,621,508	1.59
Allianz Little Dragons (J08)	31 July 2009	19,480	6.22
Allianz Oriental Income (P50)	31 July 2009	31,495	2.46
Allianz Total Return Asian Equity (R147)	17 July 2013	905,160	1.22
F&C Global Convertible Bond (R84)	31 July 2009	171,466	1.76
F&C Responsible Global Equity (USD) (R195)	26 October 2016	163,973	2.21
Jupiter Global Financials (R158)	15 May 2014	3,868,669	1.87
Jupiter Merlin Real Return Portfolio (R180)	27 January 2016	3,486,074	1.36
Jupiter Merlin Real Return Portfolio (SGD HDG) (R184)	10 August 2016	1,133,878	0.97
Jupiter New Europe (R50)	02 February 2009	88,360	1.34

**FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS**

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 September 2017

2. Summary of significant accounting policies

2.1 *Basis of preparation*

The financial statements of the Investment-Linked Funds of the 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 policyholders are not the only investors in a fund, an apportionment method is applied. This apportionment method is based on Singapore policyholders' 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.

Customers invested in the fund that went through segregation would 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**

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 September 2017

2. Summary of significant accounting policies (continued)

2.6 *Management fee*

The annual management charges for each Fund are accrued on a monthly basis and payable to the Singapore Branch.

2.7 *Income and expenses*

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

2.8 *Foreign currencies*

Foreign currency transactions are translated into the functional currency, British Pound, at exchange rates prevailing at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the functional currency at the exchange rate at the reporting date.

Assets and liabilities are translated from the functional currency into the presentation currency, Singapore dollar, at the closing rate at the balance sheet date, and income and expenses are translated at average exchange rates for the year. Differences in exchange are taken to the Capital and Income Account.

2.9 *Other debtors and creditors*

Other debtors and creditors arise as a result of outstanding settlement of creations and liquidations of units respectively as at year end. Other creditors may also include bank overdrafts.