

Reg. No. T06FC6835J

Friends Provident International Limited,
Singapore Branch

Investment-Linked Funds

Report for the financial period ended 30 April 2018

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") as 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 April 2018 and the capital movements for the financial period from 1 May 2017 (or date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018, in accordance with the stated accounting policies.

Director

Director

25 July 2018

**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 April 2018;
- the Capital and Income Accounts for the financial period from 1 May 2017 (or date of commencement of the respective investment-linked funds, whichever is later) to 30 April 2018; 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, 25 July 2018

FRIENDS PROVIDENT INTERNATIONAL LIMITED, SINGAPORE BRANCH
INVESTMENT-LINKED FUNDS

LIST OF INVESTMENT-LINKED FUNDS

For the financial period ended 30 April 2018

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>
Barings Australia (M56)	02 February 2009
Barings Australia (R222)	04 April 2018
Barings Developed and Emerging Markets High Yield Bond Fund (R117) <i>- Previously reported as Baring High Yield Bond (R117)</i>	22 February 2012
Barings Eastern Europe (R185)	17 August 2016
Barings Hong Kong & China (R125)	25 April 2012
Barings Korea Feeder (J46)	30 September 2010
Fidelity America (R163)	13 November 2014
Fidelity Euro Blue Chip (R149)	22 January 2014
Fidelity Euro Bond (R203)	12 April 2017
Fidelity Euro Cash Fund (R201)	23 November 2016
Fidelity Global Multi Asset Tactical Moderate (EUR) (R27)	02 February 2009
Fidelity Global Multi Asset Tactical Moderate (EUR) (R219)	04 April 2018
Fidelity Global Multi Asset Tactical Moderate (USD) (R26)	02 February 2009
Fidelity Global Property (USD) (R178)	28 July 2015
Fidelity Global Telecommunications (J97)	30 September 2010
Fidelity Global Telecommunications (R216)	31 January 2018
Fidelity US Dollar Cash Fund (R200)	23 November 2016

With the exception of Barings Australia (R222), Barings Developed and Emerging Markets High Yield Bond (R117), Barings Eastern Europe (R185), Barings Hong Kong & China (R125), Fidelity America (R163), Fidelity Euro Blue Chip (R149), Fidelity Euro Bond (R203), Fidelity Euro Cash Fund (R201), Fidelity Global Multi Asset Tactical Moderate (EUR) (R219), Fidelity Global Property (USD) (R178), Fidelity Global Telecommunications (R216) and Fidelity US Dollar Cash Fund (R200) 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 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.

Barings Australia (M56), Fidelity Global Multi Asset Tactical Moderate (EUR) (R27) and Fidelity Global Telecommunications (J97) have been fully segregated to Barings Australia (R222), Fidelity Global Multi Asset Tactical Moderate (EUR) (R219) and Fidelity Global Telecommunications (R216) respectively as at 30 April 2018, and are no longer available to customers of the Company's Singapore Branch.

The name of Baring Australia (M56), Baring Australia (R222), Baring Developed and Emerging Markets High Yield Bond Fund (R117), Baring Eastern Europe (R125), Baring Hong Kong & China (R125) and Baring Korea Feeder (J46) changed to Barings Australia (M56), Barings Australia (R222), Barings Developed and Emerging Markets High Yield Bond Fund (R117), Barings Eastern Europe (R125), Barings Hong Kong & China (R125) and Barings Korea Feeder (J46).

During the current financial period, Barings Korea Feeder (J46) changed its financial year end from 31 August to 30 April. The current financial period for this fund covers an 8 months period from 1 September 2017 to 30 April 2018. The financial year for the rest of the funds remains the same which is a 12 months period from 1 May 2017 to 30 April 2018.

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Barings Australia (M56)*	Barings Australia (R222)**
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	288,784	-
Amounts received by the Fund for creation of units	23,310	316,789
Amounts paid by the Fund for liquidation of units	(306,180)	(13,720)
Net amounts (paid)/ received by the Fund	(282,870)	303,069
Unrealised (diminution)/ appreciation in value of investments	(20,107)	9,876
Gain on sale of investments	6,134	374
Other income	11,473	6,292
Management fees	(3,345)	(250)
Other expenses	(69)	-
(Decrease)/ Increase in net asset value for the year	(5,914)	16,292
Value of Fund As at 30 April 2018	-	319,361
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	-	312,706
Cash and bank balances	-	756
Other debtors	-	5,899
Total assets	-	319,361
<u>Liabilities</u>		
Other creditors	-	-
Total liabilities	-	-
Value of Fund As at 30 April 2018	-	319,361

* 'Barings Australia (M56)' has been fully segregated to 'Barings Australia (R222)' as at 30 April 2018, and is no longer available to customers of the Company's Singapore Branch.

** The financial period for 'Barings Australia (R222)' is from the segregation date 4 April 2018 to 30 April 2018.

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Barings Developed and Emerging Markets High Yield Bond (R117)	Barings Eastern Europe (R185)
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	3,875,638	1,152,601
Amounts received by the Fund for creation of units	2,637,273	179,265
Amounts paid by the Fund for liquidation of units	(760,503)	(338,299)
Net amounts received/ (paid) by the Fund	1,876,770	(159,034)
Unrealised diminution in value of investments	(156,943)	(4,046)
Gain on sale of investments	28,524	44,858
Other income	2,587	62,730
Management fees	(59,784)	(14,296)
Other expenses	(3,734)	(437)
(Decrease)/ Increase in net asset value for the year	(189,350)	88,809
Value of Fund As at 30 April 2018	5,563,058	1,082,376
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	5,573,283	1,085,460
Cash and bank balances	20,297	-
Total assets	5,593,580	1,085,460
<u>Liabilities</u>		
Other creditors	30,522	3,084
Total liabilities	30,522	3,084
Value of Fund As at 30 April 2018	5,563,058	1,082,376

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Barings Hong Kong & China (R125)	Barings Korea Feeder (J46)*
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or last reported date of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or last reported date of the respective Investment-Linked Funds, whichever is later)	2,500,457	44,254
Amounts received by the Fund for creation of units	320,603	17,864
Amounts paid by the Fund for liquidation of units	(530,850)	(13,564)
Net amounts (paid)/ received by the Fund	(210,247)	4,300
Unrealised appreciation in value of investments	401,120	4,938
Gain on sale of investments	103,222	1,678
Other income	-	164
Management fees	(33,396)	(420)
Other expenses	(2,171)	(9)
Increase in net asset value for the year/ period	468,775	6,351
Value of Fund As at 30 April 2018	2,758,985	54,905
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	2,755,463	54,909
Cash and bank balances	3,522	-
Other debtors	-	565
Total assets	2,758,985	55,474
<u>Liabilities</u>		
Other creditors	-	569
Total liabilities	-	569
Value of Fund As at 30 April 2018	2,758,985	54,905

*The financial period for 'Barings Korea Feeder (J46)' is from 1 September 2017 to 30 April 2018 as there was a change in the reporting year end from 31 August to 30 April.

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity America (R163)	Fidelity Euro Blue Chip (R149)
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	1,905,719	9,816,907
Amounts received by the Fund for creation of units	949,128	2,332,387
Amounts paid by the Fund for liquidation of units	(481,929)	(3,270,107)
Net amounts received/ (paid) by the Fund	467,199	(937,720)
Unrealised (diminution)/ appreciation in value of investments	(49,932)	404,003
Gain on sale of investments	40,164	274,178
Other income	26	2,865
Management fees	(25,011)	(120,828)
Other expenses	(2,731)	(3,247)
(Decrease)/ Increase in net asset value for the year	(37,484)	556,971
Value of Fund As at 30 April 2018	2,335,434	9,436,158
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	2,337,579	9,447,968
Cash and bank balances	12,452	38,171
Total assets	2,350,031	9,486,139
<u>Liabilities</u>		
Other creditors	14,597	49,981
Total liabilities	14,597	49,981
Value of Fund As at 30 April 2018	2,335,434	9,436,158

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity Euro Bond (R203)	Fidelity Euro Cash Fund (R201)
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	302,397	15,560
Amounts received by the Fund for creation of units	206,440	306,352
Amounts paid by the Fund for liquidation of units	(69,636)	(311,072)
Net amounts received/ (paid) by the Fund	136,804	(4,720)
Unrealised appreciation in value of investments	27,636	5,486
Gain/(Loss) on sale of investments	790	(217)
Other income	735	157
Management fees	(4,641)	(446)
Other expenses	(832)	(112)
Increase in net asset value for the year	23,688	4,868
Value of Fund As at 30 April 2018	462,889	15,708
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	455,855	14,257
Cash and bank balances	7,034	1,451
Total assets	462,889	15,708
<u>Liabilities</u>		
Other creditors	-	-
Total liabilities	-	-
Value of Fund As at 30 April 2018	462,889	15,708

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity Global Multi Asset Tactical Moderate (EUR) (R27)*	Fidelity Global Multi Asset Tactical Moderate (EUR) (R219)**
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	259,382	-
Amounts received by the Fund for creation of units	312,070	418,377
Amounts paid by the Fund for liquidation of units	(548,070)	(15,956)
Net amounts (paid)/ received by the Fund	(236,000)	402,421
Unrealised (diminution)/ appreciation in value of investments	(22,605)	9,334
Gain on sale of investments	3,423	112
Management fees	(3,928)	(324)
Other expenses	(272)	(1,881)
(Decrease)/ Increase in net asset value for the year	(23,382)	7,241
Value of Fund As at 30 April 2018	-	409,662
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	-	410,362
Total assets	-	410,362
<u>Liabilities</u>		
Other creditors	-	700
Total liabilities	-	700
Value of Fund As at 30 April 2018	-	409,622

* 'Fidelity Global Multi Asset Tactical Moderate (EUR) (R27)' has been fully segregated to 'Fidelity Global Multi Asset Tactical Moderate (EUR) (R219)' as at 30 April 2018, and is no longer available to customers of the Company's Singapore Branch.

** The financial period for 'Fidelity Global Multi Asset Tactical Moderate (EUR) (R219)' is from the segregation date 4 April 2018 to 30 April 2018.

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity Global Multi Asset Tactical Moderate (USD) (R26)	Fidelity Global Property (USD) (R178)
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	152,319	683,186
Amounts received by the Fund for creation of units	22,130	149,373
Amounts paid by the Fund for liquidation of units	(24,910)	(170,981)
Net amounts paid by the Fund	(2,780)	(21,608)
Unrealised diminution in value of investments	(8,649)	(9,167)
Gain on sale of investments	3,291	8,104
Other income	444	712
Management fees	(1,814)	(7,980)
Other expenses	(31)	(2,112)
Decrease in net asset value for the year	(6,759)	(10,443)
Value of Fund As at 30 April 2018	142,780	651,135
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	142,368	649,514
Cash and bank balances	-	1,621
Other debtors	1,472	-
Total assets	143,840	651,135
<u>Liabilities</u>		
Other creditors	1,060	-
Total liabilities	1,060	-
Value of Fund As at 30 April 2018	142,780	651,135

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity Global Telecommunica- tions (J97)*	Fidelity Global Telecommunica- tions (R216)**
	S\$	S\$
Capital and Income Account		
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018		
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	394,442	-
Amounts received by the Fund for creation of units	92,491	461,249
Amounts paid by the Fund for liquidation of units	(461,248)	(38,357)
Net amounts (paid)/ received by the Fund	(368,757)	422,892
Unrealised (diminution)/ appreciation in value of investments	(27,098)	7,934
Gain/ (Loss) on sale of investments	6,543	(206)
Other income	-	293
Management fees	(4,313)	(697)
Other expenses	(817)	(3,891)
(Decrease)/ Increase in net asset value for the year	(25,685)	3,433
Value of Fund As at 30 April 2018	-	426,325
Statement of Assets and Liabilities As at 30 April 2018		
<u>Assets</u>		
Investments in funds	-	427,007
Cash and bank balances	-	2,810
Total assets	-	429,817
<u>Liabilities</u>		
Other creditors	-	3,492
Total liabilities	-	3,492
Value of Fund As at 30 April 2018	-	426,325

* 'Fidelity Global Telecommunications (J97)' has been fully segregated to 'Fidelity Global Telecommunications (R216)' as at 30 April 2018, and is no longer available to customers of the Company's Singapore Branch.

** The financial period for 'Fidelity Global Telecommunications (R216)' is from the segregation date 31 January 2018 to 30 April 2018.

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

CAPITAL AND INCOME ACCOUNT AND STATEMENT OF ASSETS AND LIABILITIES

For the financial period ended 30 April 2018

	Fidelity US Dollar Cash Fund (R200) S\$
Capital and Income Account	
For the year 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later) to 30 April 2018	
Value of Fund as at 1 May 2017 (or the date of commencement of the respective Investment-Linked Funds, whichever is later)	15,283
Amounts received by the Fund for creation of units	207,118
Amounts paid by the Fund for liquidation of units	(69,489)
Net amounts received by the Fund	137,629
Unrealised diminution in value of investments	(759)
Gain on sale of investments	109
Other income	25
Management fees	(786)
Other expenses	(523)
Decrease in net asset value for the year	(1,934)
Value of Fund As at 30 April 2018	150,978
Statement of Assets and Liabilities As at 30 April 2018	
<u>Assets</u>	
Investments in funds	150,751
Cash and bank balances	227
Total assets	150,978
<u>Liabilities</u>	
Other creditors	-
Total liabilities	-
Value of Fund As at 30 April 2018	150,978

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial period ended 30 April 2018

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 (the "Singapore Branch") as at 30 April 2018 comprise:

<u>Funds</u>	<u>Commencement date</u>	<u>Units in issue as at 30 April 2018</u>	<u>Net asset value per unit S\$</u>
Barings Australia (R222)	04 April 2018	25,255	12.65
Barings Developed and Emerging Markets High Yield Bond (R117)	22 February 2012	1,506,801	3.69
Barings Eastern Europe (R185)	17 August 2016	603,424	1.79
Barings Hong Kong & China (R125)	25 April 2012	24,078	114.59
Barings Korea Feeder (J46)	30 September 2010	18,155	3.02
Fidelity America (R163)	13 November 2014	1,609,330	1.45
Fidelity Euro Blue Chip (R149)	22 January 2014	3,773,976	2.50
Fidelity Euro Bond (R203)	12 April 2017	192,584	2.40
Fidelity Euro Cash Fund (R201)	23 November 2016	10,753	1.46
Fidelity Global Multi Asset Tactical Moderate (EUR) (R219)	04 April 2018	242,260	1.69
Fidelity Global Multi Asset Tactical Moderate (USD) (R26)	02 February 2009	119,864	1.19
Fidelity Global Property (USD) (R178)	28 July 2015	569,433	1.14
Fidelity Global Telecommunications (R216)	31 January 2018	519,529	0.82
Fidelity US Dollar Cash Fund (R200)	23 November 2016	123,158	1.23

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial period ended 30 April 2018

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 dollar. 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 a 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 period ended 30 April 2018

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. Currency exchange differences arising from the settlement of such transaction are recognised in Capital and Income account.

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 period. 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 period end.