

«Client_Name»
«Address1»
«Address2»
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June 2009

Dear Policyholder

Policy Number: «Plan_No»
Fund closure: FPIL TEP Managed Fund (J85)

**THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.
IF IN DOUBT PLEASE SEEK PROFESSIONAL ADVICE**

At Friends Provident International Limited (FPIL) we continually monitor the performance of our products and fund range to ensure we are providing investors with the highest levels of professional service. One element of this is the monitoring of our range of internal funds. A specialist team reviews each fund to ensure it meets the needs of the international investor. As the above fund no longer meets the minimum size requirements, we have agreed with Surrenda-Link, the managers of the underlying assets of the mirror fund, to close the fund effective 19th October 2009.

When a fund is closed we select a fund from our internal fund range to act as an alternative investment for the resulting capital. Where possible the selection is made on the basis of identifying a fund with a similar investment objective and comparable risk grading. As there is no other fund in our range that invests in the same mix of assets, the decision has been made to transfer your investment and any future contributions to the Investec Multi Asset Profit Protector Fund (R82)

The Investec fund aims to provide long-term capital growth from a multi asset portfolio and to deliver protection at 80% of the Fund's highest share price ever achieved. Total annual charges on the fund are 1.71% per annum which is slightly higher than the 1.61% per annum charges on the Surrenda-Link fund. The mirror fund has a risk grading of 2 (lower than the Surrenda-Link fund, which is 3). Further details on this mirror fund can be found in the Funds section of our website www.fpinternational.com.

The transactions will be made on a bid to bid price basis and when it has completed we will send you a statement showing the details. **This will happen automatically and you do not need to take any action.** However, you can choose to switch to a different fund within our mirror range. Details of these funds, together with a Fund Transfer Form, are available on request. No FPIL charges will arise from either of these transactions. We recommend that you seek the advice of your usual financial adviser before making any investment decisions.

If you have any questions regarding the information in this letter in connection with your policy with us, please contact, by either phone or email, one of the following departments that corresponds with your region:

General telephone number: + 44 1624 821212

Asia-Pacific Team – asiapacific@fpiom.com

Middle East & Africa Team – me&africa@fpiom.com

Rest of the World Team – rowservicing@fpiom.com

Latin America Team – latam.servicing@fpiom.com

If you have any questions regarding the operation of the mirror fund or the underlying fund, please contact our Funds Marketing & Research Department - fund.research@fpiom.com.

We apologise if these arrangements cause any inconvenience but please be assured that we are endeavouring to act in the best interests of policyholders.

Yours sincerely

Funds Marketing & Research Department
Friends Provident International Limited

Fund prices may fluctuate and are not guaranteed. Investment involves risk. Past performance is not indicative of future performance. Please refer to the principle brochure for details. For details and charges of the relevant underlying fund, please refer to the corresponding prospectus which will be made available by Friends Provident International.