

November 2011

Dear Policyholder

**Policy Number:**

**Fund update: FPIL Thames River Mainstay GBP (P20) and USD (P21)**

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

We are writing to you to provide you with an update on the above funds, in which one or more of your policy invests in. As we originally advised in our fund closure letter of June 2009, certain assets in the fund were illiquid and proceeds were not available at that time.

FPIL has already paid out 63% and 56% respectively on the initial investments in the GBP and USD share classes – paid in January 2010 – together with a further payment of 45% of the remaining holdings across both share classes paid in May 2010.

Thames River Capital has now confirmed that the remaining assets have been sold, and proceeds have been paid out. This means that we in turn can now make payments to policyholders and complete the fund closures of these Thames River Mainstay funds during November 2011.

Switches will be actioned into either M99 FPIL Deposit (GBP) or J42 JPMorgan USD, as outlined in our previous letters. If you have placed a redemption request, or your policy is pending maturity, these will only be dealt with and payment will be forwarded to you once the switch into the replacement fund has completed, and the sale of the units from this replacement fund has been actioned.

**This will happen automatically and you do not need to take any action.**

When the switch is actioned as a result of these closures, a standard confirmation is automatically generated by our systems, which will be forwarded to you confirming the new fund details, unit holdings, prices etc. This letter will indicate that the switch has been actioned at your request. Please accept our apologies in advance for any confusion that this wording might cause.

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](mailto:asiapacific@fpiom.com)  
Middle East & Africa Team – [me&africa@fpiom.com](mailto:me&africa@fpiom.com)  
Rest of the World Team – [rowservicing@fpiom.com](mailto:rowservicing@fpiom.com)  
Latin America Team – [latam.servicing@fpiom.com](mailto: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](mailto:fund.research@fpiom.com).

We understand that this has been a frustrating and inconvenient time for our policyholders, and we would like to take this opportunity to thank you again for your patience in this matter.

Yours sincerely

Funds Marketing & Research  
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 of the scheme for details including charges and risk factors.***

***All policyholders will receive the protection of the Life Assurance (Compensation of Policyholders) Regulations 1991 of the Isle of Man, whatever their place of residence. Investors should be aware that specific investor protection and compensation schemes that may exist in relation to the collective investments and deposit accounts are unlikely to apply in the event of failure of such an investment held within insurance contracts.***