

FACT SHEET

PRODUCT SUMMARY

A single premium offshore life assurance policy specially designed to allow access to international equity investment opportunities.

KEY PRODUCT FEATURES	KEY INVESTOR BENEFITS
<ul style="list-style-type: none"> • Wide choice of funds 	<ul style="list-style-type: none"> • In excess of 90 funds from 25 different fund houses
<ul style="list-style-type: none"> • Free switching facility† 	<ul style="list-style-type: none"> • Flexibility to adapt portfolio to changing opportunities at no cost, on a bid-to-bid basis, as often as you like
<ul style="list-style-type: none"> • Up to 101% allocation for larger investments 	<ul style="list-style-type: none"> • Increased investment potential for your capital
<ul style="list-style-type: none"> • Low charges 	<ul style="list-style-type: none"> • The only charges are an annual Administration Charge of 1.2% and an External Fund Charge ranging from 0.1% to 2.9% (depending on fund chosen). A Discontinuance charge will apply if the Account is encashed during the first five years.
<ul style="list-style-type: none"> • Funds selected for the Account purchased at the Bid Price 	<ul style="list-style-type: none"> • No Bid/Offer spread when accessing funds using this Account
<ul style="list-style-type: none"> • Access to capital and income by taking regular withdrawals 	<ul style="list-style-type: none"> • Opt for regular income on a quarterly, half-yearly, or annual basis, of up to 10% per annum (cumulative) - no restriction on amount taken after five years, provided a minimum of £5,000, US\$10,000, €7,000 or HK\$75,000 remains in your Account
<ul style="list-style-type: none"> • Investment flexibility 	<ul style="list-style-type: none"> • Make your own fund selections or appoint an investment adviser to act on your behalf
<ul style="list-style-type: none"> • Secure base in the Isle of Man 	<ul style="list-style-type: none"> • Virtually tax free accumulation of your savings‡
<ul style="list-style-type: none"> • Friends Provident International 	<ul style="list-style-type: none"> • Confidence of investing with one of the leading offshore life companies, which is also a member of one of the world's largest international insurers

† Currently no charge is made for switching between funds, although we reserve the right to introduce a charge of up to 1% of the value of the units switched or £10, US\$20, €14 or HK\$150, if greater.

‡ Some dividends may be received net of withholding tax, deducted at source in the country of origin, but once inside your Account they can accumulate free of tax. The personal tax consequences of investing in the Account will depend on many factors. It is therefore important that professional guidance is sought before proceeding with an investment.



APPLICATION

The Account offers the higher net worth investor excellent value for money, while allowing access to international equity investment opportunities.

TYPE OF POLICY

An offshore unit-linked whole of life policy. The policy has no fixed term but is designed for medium to long-term investment.

ELIGIBILITY

Anyone who is eligible to invest in offshore funds, with the exception of persons resident in the Isle of Man or the United States of America.

MAXIMUM AGE AT ENTRY

None.

CURRENCIES

Premiums may be paid in sterling, US dollars, euro or HK dollars. At outset, clients can elect to receive all future valuations in any one of these currencies. The valuation currency can be changed at any time, although premiums can be paid only in the original selected currency. If no selection is made, valuations will be shown in the premium currency. Payments of benefits or withdrawals will normally be made in the selected valuation currency. Alternatively, upon request, benefits may be paid in any freely convertible currency, worldwide.

MINIMUM INITIAL PREMIUM

£50,000 US\$100,000 €70,000 HK\$750,000

MINIMUM ADDITIONAL INVESTMENTS (TOP UPS)

£20,000 US\$40,000 €28,000 HK\$300,000

Any additional investments that move the total premium paid into a higher premium band will benefit from improved allocations on the full amount of the top-up.

UNIT ALLOCATION

PREMIUM	PERCENTAGE ALLOCATED TO UNITS (AT BID PRICE)
£50,000 to £99,999 US\$100,000 to US\$199,999 €70,000 to €139,999 HK\$750,000 to HK\$1,499,999	99%
£100,000 to £249,999 US\$200,000 to US\$499,999 €140,000 to €349,999 HK\$1,500,000 to HK\$3,749,999	100%
£250,000 + US\$500,000 + €350,000 + HK\$3,750,000 +	101%

FUNDS

A wide range of funds managed by some of the leading international fund managers. (Maximum of 10 funds per Account.)

SWITCHING

Available on a bid to bid basis at any time, currently without any transaction charge.

MULTIPLE POLICIES

The Account will be issued as a cluster of 10 equal size policies. More policies can be issued, subject to a minimum of £10,000 (US\$20,000 / €14,000 / HK\$150,000) per policy.

DEATH BENEFIT

101% of surrender value of the Account.

SURRENDER VALUE

The Account may be surrendered at any time for its current bid value, less a Discontinuance Charge in the first five years (see facing page).

WITHDRAWALS

Available at any time subject to a minimum of £200 (US\$400 / €280 / HK\$3,000). Regular withdrawals to provide an 'income' may be taken yearly, half-yearly or quarterly. For withdrawals of up to 10% per annum (cumulative) no charge is incurred. For withdrawals over this amount, the Discontinuance Charge (see below) will apply.

SUMMARY OF CHARGES					
Bid/Offer Spread	NIL				
Establishment Charge	NIL				
Account Fee	NIL				
Administration Charge	1.2% per annum, debited directly to each fund on the valuation day				
External Fund Charges	Between 0.1% and 2.9%, dependent upon the fund chosen				
Regular Withdrawals or Partial Surrenders of more than 10% of initial premium	<table border="0"> <tr> <td>Discontinuance Charge</td> <td>7.5% of bid value in year one, reducing by (applies for first five years only)</td> </tr> <tr> <td></td> <td>1.5% per annum to nil after year five</td> </tr> </table>	Discontinuance Charge	7.5% of bid value in year one, reducing by (applies for first five years only)		1.5% per annum to nil after year five
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Friends Provident International Limited reserves the right to change its charges at any time at its discretion upon three months' written notice to you.					

TAXATION

Personal: The Account is an offshore life policy and the taxation of the benefits will depend on the client's country of residence at the time they are taken. Benefits are payable without deduction of Isle of Man tax.

Company: Friends Provident International Financial Services is not liable to any income tax, capital gains tax or corporation tax in respect of its policyholders' funds. Some dividends may be received net of withholding taxes, but once inside the Account the capital accumulates entirely free of tax.

Important note for proposed policyholders who are, or are planning to become, resident in the UK

Friends Provident International Limited is under a statutory obligation to report to the UK Inland Revenue certain events where benefits are received from the plan by a UK resident individual, company or trust. For further information, please contact us or your usual financial adviser.

Not available for distribution to the public in Hong Kong.

Fund prices may go down and up depending upon investment performance. Past performance is not necessarily a guide to the future. Please note that securities held within a fund may not be denominated in the currency of that fund and, as a result, fund prices may rise and fall purely on account of exchange rate fluctuations.

Prospective investors should consult their usual Financial Adviser before entering into a contract of this nature.

This document should be read in conjunction with the current Principal Brochure of Elite Investment Account, which details the charges and terms and conditions of the Account. A copy of the policy document and provisions may be obtained from Friends Provident International on request.

Each Policy is governed by and shall be construed in accordance with the law of the Isle of Man.

The product is intended for medium to long-term investment and is not therefore designed for early surrender. A discontinuance charge will be applied.

Some telephone communications with the Company are monitored and may be randomly monitored or intruded into.

The rules and regulations made by the Financial Services Authority under the Financial Services and Markets Act 2000 for the protection of investors may not apply. Holders of policies issued by the Company will not be protected by the Financial Services Compensation Scheme if the Company should become unable to meet its liabilities to them. Policyholders will receive the protection of the Life Assurance (Compensation of Policyholders) Regulations 1991 of the Isle of Man.

Complaints we cannot settle can be referred to the Financial Services Ombudsman Scheme for the Isle of Man or the Financial Ombudsman Scheme in the UK, depending on the parties involved.

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FRIENDS PROVIDENT
INTERNATIONAL

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Incorporated Company Limited by shares. Registered No: 11494 Isle of Man
Authorised by the Financial Service Authority for UK business. Provider of life assurance products. Member of the Association of International Life Offices*

The appointed representative of the Company in Hong Kong is Friends Provident International Limited's branch office:

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