

«Client_Name»
«Address1»
«Address2»
«Address3»
«Address4»
«Address5»
«Address6»

March 2016

Dear Policyholder

Policy Number: «Plan_No»

Notification of changes to the underlying funds of:

1. R159 Templeton Global
2. R129 Templeton Asian Bond (USD)
3. R115 Templeton Global Total Return (USD)
4. L03 Templeton Global Total Return (EUR)
5. R124 Templeton Global Total Return (SGD HDG)
6. R123 Templeton Global Bond (SGD HDG)
7. R131 Templeton Global Bond (USD)

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

We are writing to you as an investor in one or more of the above named funds, following a notification from Franklin Templeton Investments that a new Prospectus has recently been published by Franklin Templeton Investment Funds (the "Company").

The Company has advised that the following changes were effective from **29 January 2016** (the "Effective Date").

Fund 1 only: Stock Connect Programme

The underlying fund's prospectus of **R159 Templeton Global** has been amended to allow investments in China A-shares through the Stock Connect programme.

The Company has stated:

"The Stock Connect is a securities trading and clearing linked program developed by Hong Kong Exchanges and Clearing Limited ("HKEx"), Shanghai Stock Exchange ("SSE") and China Securities Depository and Clearing Corporation Limited ("ChinaClear"), with an aim to achieve mutual stock market access between mainland China and Hong Kong.

The Stock Connect comprises a Northbound Trading Link (for investment in China A-Shares) by which certain Funds may be able to place orders to trade eligible shares listed on SSE.”

Funds 2-7: Increase in the expected levels of leverage

The expected level of leverage for the underlying funds has changed as detailed in the following table:

	Expected level of leverage before Effective Date	Expected level of leverage from Effective Date
Templeton Asian Bond	40%	70%
Templeton Global Total Return	100%	130%
Templeton Global Bond	110%	130%

The Company states:

“The leverage calculation method used is the Sum of Notionals. It includes the notional exposure associated with financial derivative instruments but does not include the underlying investments of the Fund which make up 100% of total net assets.”

Within the underlying fund’s prospectus the Company defines ‘**Sum of Notionals**’ as:

“a measure of the level of leverage as calculated by taking the sum of notionals of all financial derivative contracts entered into by the Fund expressed as a percentage of the Fund’s Net Asset Value. The Global Exposure to the underlying investments (i.e. the 100% of Global Exposure represented by actual net assets) is not included in the calculation, only the incremental Global Exposure from the financial derivative contracts being taken into account for the purpose of calculation of the Sum of Notionals”.

Full details of these changes are reflected in the underlying fund’s prospectus, which is available upon request.

You do not need to take any action as a result of this letter if you wish to remain invested in these funds. You can however choose to switch to a different investment from the range available to you should you wish to do so, and no Friends Provident International charges will arise from this transaction.

Fact sheets are available, through the Fund Centre section of our website for the alternative funds available to you (<http://www.fpinternational.sg>). Full details on the underlying funds into which the Friends Provident International fund range invests can be found in the fund prospectuses, which are also available through the Fund Centre.

