

Reserve

We are still leading the way when it comes to offshore portfolio bonds for the UK.

But don't take our word for it!

The tables in the following pages have been compiled with the help of **LifeBase Offshore**. It is the most widely used product analysis system in the offshore life assurance industry and is produced by the independent consultant actuaries, Boal & Co. *LifeBase Offshore* covers products from providers located in the Isle of Man, Ireland, Channel Islands and Luxembourg.

LifeBase Offshore incorporates the very latest analysis tools for assessment of the offshore products available today. We have used its projections facility to produce the projection values and reduction in yield figures given in the tables shown here. The important aspect to this is that *LifeBase Offshore* treats all products on a level playing field using standard assumptions.

All product charging structures on *LifeBase Offshore* are based on 5% initial commission and a 1% per annum external fund manager charge. A growth rate of 7% per annum and a 10 year term have been used. For comparison purposes we have used reduction in yield figures to two decimal points and the 10 year projection value figures have not been rounded to the usual three significant figures.

We have selected two initial premium levels and given the top 25 structures.



INITIAL PREMIUM £250,000

	COMPANY	STRUCTURE	10 YEAR PROJECTION VALUE £	REDUCTION IN YIELD %
1st	Friends Provident International	Reserve - UK Version (8 Year Option)	413,508	1.84
2nd	Friends Provident International	Reserve - UK Version (5 Year Option)	413,031	1.85
3rd	Friends Provident International	Reserve - UK Version (Initial Option)	412,726	1.86
4th	Scottish Provident International	Select (Basis D)	411,215	1.90
5th	Axa IOM	Evolution (Charge Option C)	410,829	1.91
6th	Canada Life International	Premiere Account - Alpha (Option I)	410,740	1.91
7th	AXA IOM	Evolution (Charge Option D)	408,876	1.96
8th	Scottish Equitable International (Dublin)	Private Client Portfolio (Initial Costing Option)	407,685	1.99
9th	Scottish Provident International	Select (Basis B)	406,841	2.01
10th	Scottish Equitable International (Dublin)	Private Client Portfolio (5 Year Costing Option)	405,401	2.05
11th	Scottish Life International	Protected Investment Management Service	404,153	2.08
12th	Prudential International	Prudence Portfolio Bond	404,023	2.08
13th	Canada Life International	Premiere Account - Alpha (Option II)	403,296	2.10
14th	Scottish Provident International	Select (Basis C)	403,211	2.10
15th	AXA IOM	Evolution (Charge Option B)	403,140	2.11
16th	CMI	Global Investor (Five Year Option)	403,053	2.11
17th	CMI	Global Investor (Initial Option)	401,696	2.14
18th =	Royal Skandia International	Collective Redemption Bond (Structure B)	400,837	2.17
	Royal Skandia International	Collective Investment Bond (Structure B)	400,837	2.17
20th	Irish Life	Self Directed Bond (Option 2)	400,069	2.19
21st	Scottish Equitable International (Dublin)	Private Client Portfolio (Ongoing Costing Option)	399,779	2.19
22nd	Irish Life	Self Directed Bond (Option 1)	399,133	2.21
23rd	AXA IOM	Evolution (Charge Option A)	398,961	2.22
24th	Scottish Provident International	Select (Basis A)	396,355	2.28
25th	Royal Skandia International	Collective Redemption Bond (Structure A)	395,676	2.30

Source: LifeBase Offshore +

INITIAL PREMIUM £500,000

	COMPANY	STRUCTURE	10 YEAR PROJECTION VALUE £	REDUCTION IN YIELD %
1st	Friends Provident International	Reserve - UK Version (8 Year Option)	832,368	1.77
2nd	Friends Provident International	Reserve - UK Version (5 Year Option)	831,415	1.78
3rd	Friends Provident International	Reserve - UK Version (Initial Option)	830,804	1.79
4th	Scottish Provident International	Select (Basis D)	827,455	1.83
5th	Canada Life International	Premiere Account - Alpha (Option I)	826,684	1.84
6th	AXA IOM	Evolution (Charge Option C)	826,595	1.84
7th	AXA IOM	Evolution (Charge Option D)	822,777	1.89
8th	Scottish Provident International	Select (Basis C)	821,290	1.91
9th	Scottish Equitable International (Dublin)	Private Client Portfolio (Initial Costing Option)	820,204	1.93
10th	Scottish Provident International	Select (Basis B)	815,763	1.98
11th	Scottish Equitable International (Dublin)	Private Client Portfolio (5 Year Costing Option)	815,635	1.98
12th	Prudential International	Prudence Portfolio Bond	814,257	2.00
13th	AXA IOM	Evolution (Charge Option B)	812,567	2.02
14th	Scottish Life	Protected Investment Management Service	812,469	2.03
15th	CMI	Global Investor (Five Year Option)	811,706	2.04
16th	Canada Life International	Premiere Account - Alpha (Option II)	811,369	2.04
17th	CMI	Global Investor (Initial Option)	808,655	2.07
18th =	Royal Skandia International	Collective Redemption Bond (Structure B)	807,250	2.09
	Royal Skandia International	Collective Investment Bond (Structure B)	807,250	2.09
20th	Irish Life	Self Directed Bond (Option 2)	805,634	2.11
21st	Scottish Equitable International (Dublin)	Private Client Portfolio (Ongoing Costing Option)	804,192	2.13
22nd	Irish Life	Self Directed Bond (Option 1)	803,869	2.14
23rd	AXA IOM	Evolution (Charge Option A)	802,788	2.15
24th	Scottish Provident International	Select (Basis A)	794,718	2.26
25th	Royal Skandia International	Collective Redemption Bond (Structure A)	794,056	2.27

Source: LifeBase Offshore +

This document should be read in conjunction with the current Reserve brochure, which, together with the policy document, sets out the terms and conditions of the contract. A copy of the policy document may be obtained from Friends Provident International Limited on request.

The information contained in this document is based on Friends Provident International Limited's understanding of UK tax law and Revenue practice as at January 2006. Tax laws may change in the future. No liability can be accepted for any interpretation adopted by the Inland Revenue to the contrary, or for any action taken or refrained from being taken as a result.

Reserve is a unit-linked product. Fund prices may go up and down depending upon investment performance and are not guaranteed. You may get back less than you paid in. This product is intended for medium to long-term investment and is not therefore designed for early surrender. A discontinuance charge may be applied.

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.

You may get back less than you have paid in.

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Incorporated company limited by shares.
Registered in the Isle of Man No. 11494
Authorised by the Isle of Man Insurance & Pensions Authority and regulated by the Financial Services Authority for the conduct of investment business in the UK.
Provider of life assurance and investment products.

The rules and regulations made by the Financial Services Authority for the protection of investors will not normally apply to persons resident outside the United Kingdom

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