



November 2022

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

Dear Policyholder

Notification of changes to the underlying fund of J36 - Ninety One GS European Equity

We are writing to you as your policy or contract holds units in the Friends Provident International Limited ("FPIL") mirror fund named above (the "Affected Mirror Fund").

We have received notification from the Directors of the Ninety One Global Strategy Fund ("Ninety One") of the following upcoming changes to the underlying fund of the Affected Mirror Fund. These changes will take effect from **30 November 2022** (the "Effective Date").

From the Effective Date, the underlying fund of the Affected Mirror Fund will be categorised as a fund promoting environmental and social characteristics, within the meaning of Article 8 under the European Union's Sustainable Finance Disclosure Regulation ("SFDR"). The SFDR is part of a package of legislative measures and seeks to strengthen disclosures made by asset managers and certain other financial services firms to their clients on the Environmental, Social and Governance ('ESG') characteristics of financial products.

As a result, the investment objective and strategy of the underlying fund of the Affected Mirror Fund will be updated to reflect the new disclosures in the investment policy and additional information on its approach to sustainability.

Please refer to the enclosed Appendix for further details of the changes.

Ninety One has advised that the categorisation and related disclosures reflect and clarify how the underlying fund of the Affected Mirror is currently being managed and does not affect its risk or return profile. There will be no significant restructuring of the underlying fund of the Affected Mirror's portfolio, nor will there be any associated transaction costs incurred on the Effective Date as a result of the updates.

Ninety One is also clarifying the investment objective of the underlying fund of the Affected Mirror, and updating the wording to be more in line with current expectations. These changes are also set out in the **Appendix** to this letter. Again, these updates neither change the underlying Investment Manager's investment philosophy and investment process, nor is expected to alter the risk or return profile of the underlying fund of the Affected Mirror Fund.

You do not need to take any action as a result of this letter if you wish to remain invested in the Affected Mirror Fund. Should you wish to select alternative fund(s), you are free to do so, without charge. This can be done online through the FPI Portal - simply log in at <https://portal.fpinternational.com>.

We recommend that you seek the advice of your usual financial adviser before making any investment decisions.

Factsheets for the available FPIL mirror funds can be found via our interactive Fund Centre research tool on our website www.fpinternational.com/fundcentre. Full details on the underlying funds of the mirror funds can be found in the fund prospectus, which is available on request.

Getting in touch

If you have any questions regarding your policy, please get in touch by calling us on



+44 1624 821212, or by email at customer.services@fpiom.com.

If you have any questions regarding the operation of the FPIL funds or the underlying funds, please contact our Investment Marketing team at Fundqueries.Intl@fpiom.com.

Yours sincerely

A handwritten signature in black ink, appearing to read "Chris Corkish".

Chris Corkish
Investment Marketing Manager

Fund prices may fluctuate and are not guaranteed. Investment involves risks. Past performance should not be viewed as a reliable guide of future performance.

Please refer to the principal brochure of the scheme for details including charges and risk factors.

Should Friends Provident International be unable to meet its liabilities to its policyholders, they will receive the protection of the Life Assurance (Compensation of Policyholders) Regulations 1991 of the Isle of Man. However investors should be aware that specific investor protection and compensation schemes that may exist in relation to collective investments and deposit accounts are unlikely to apply in the event of failure of such an investment held within insurance contracts.

Friends Provident International Limited: Registered and Head Office: Royal Court, Castletown, Isle of Man, British Isles, IM9 1RA. Telephone: +44 (0)1624 821212 | Fax: +44 (0)1624 824405 | Website: www.fpinternational.com. Isle of Man incorporated company number 11494C. Authorised and regulated by the Isle of Man Financial Services Authority. Provider of life assurance and investment products. Authorised by the Prudential Regulation Authority. Subject to regulation by the Financial Conduct Authority and limited regulation by the Prudential Regulation Authority. Details about the extent of our regulation by the Prudential Regulation Authority are available from us on request. **Singapore branch:** 182 Cecil Street, Level 17 Frasers Tower, Singapore 069547. Telephone: +65 6320 1088 | Website: www.fpinternational.sg. Registered in Singapore No. T06FC6835J. Licensed by the Monetary Authority of Singapore to conduct life insurance business in Singapore. Member of the Life Insurance Association of Singapore. Member of the Singapore Financial Dispute Resolution Scheme. **Hong Kong branch:** 803, 8/F., One Kowloon, No.1 Wang Yuen Street, Kowloon Bay, Hong Kong. Telephone: +852 2524 2027 | Fax: +852 2868 4983 | Website: www.fpinternational.com.hk. Authorised by the Insurance Authority of Hong Kong to conduct long-term insurance business in Hong Kong. **Dubai branch:** PO Box 215113, Emaar Square, Building 6, Floor 5, Dubai, United Arab Emirates. Telephone: +9714 436 2800 | Fax: +9714 438 0144 | Website: www.fpinternational.ae. Registered in the United Arab Emirates with the UAE Insurance Authority as an insurance company. Registration date, 18 April 2007 (Registration No. 76). Registered with the Ministry of Economy as a foreign company to conduct life assurance and funds accumulation operations (Registration No. 2013). Friends Provident International is a registered trademark and trading name of Friends Provident International Limited.



Appendix - Updates to investment objective and policy of the underlying fund of the Affected Mirror Fund from the Effective Date

Current investment objective and policy of the underlying fund of the Affected Mirror Fund	Updated investment objective and policy of the underlying fund of the Affected Mirror Fund from the Effective Date
<p>The underlying fund aims to achieve long-term capital growth primarily through investment in companies either listed and/or domiciled in Europe, or established outside of Europe but carrying out a significant portion of their business activities in Europe.</p>	<p>The underlying fund aims to provide capital growth (i.e., to grow the value of your investment) with the opportunity for income over the long-term.</p> <p>The underlying fund invests primarily in equities (e.g. shares) of companies either listed and/or domiciled in Europe, or established outside of Europe but carrying out a significant portion of their business activities in Europe.</p> <p>The underlying fund will be actively managed. The underlying fund Investment Manager will have full discretion in its choice of companies either by size or industry.</p> <p>Investment opportunities are identified using in-depth analysis and research on individual companies.</p> <p>The underlying fund promotes environmental and social characteristics in line with Article 8 of the SFDR as described in the Sub-Fund's Sustainability Disclosures.</p> <p>The underlying fund will not invest in certain sectors or investments. Details of these excluded areas can be found on the underlying fund website www.ninetyone.com in a section entitled "Sustainability-related Disclosures pursuant to Article 10 of the SFDR." Over time, the underlying fund Investment Manager may, in its discretion and in accordance with the underlying fund's investment objective and policy, elect to apply additional exclusions to be disclosed on the underlying fund website, as they are implemented.</p>

Sustainability disclosure

A summarised version of the environmental characteristics promoted by the underlying fund of the Affected Mirror Fund and the investment strategy used to do this is described below. Full details will be found in the sustainability disclosures in Appendix 3 of the revised underlying fund Prospectus, which will be published from the Effective Date.

The underlying fund of the Affected Mirror Fund promotes environmental characteristics by maintaining a portfolio that in aggregate has a lower blended environmental intensity compared with its benchmark. The underlying fund of the Affected Mirror Fund does this by making investments in companies that meet the standards of the underlying fund Investment Manager's proprietary sustainability assessments and by excluding investments in certain sectors or business areas.



'Blended environmental intensity' is a proprietary metric representing an equally weighted combination of Scope 1 and Scope 2 greenhouse gas emissions intensity, landfill waste intensity, and water usage intensity.

The underlying fund Investment Manager's proprietary sustainability assessments use the following frameworks to determine whether investee companies meet the standards required by the underlying fund Investment Manager. This analysis uses a variety of qualitative information and available data.

1. Sector Sustainability Frameworks

These frameworks aim to identify key sustainability issues across three pillars (i) efficient utilisation of resources, (ii) social license to operate, and (iii) governance, determine their materiality, establish measurement metrics and prioritise sustainability-related engagement with companies.

2. Carbon Scorecard

The carbon scorecard aims to monitor the path towards net zero of high portfolio emitters. It provides an engagement roadmap to encourage companies on their journey (from disclosure to setting emission targets, through to net zero alignment).

The underlying fund of the Affected Mirror Fund will not invest in companies that derive more than 5% of their revenue from the following business activities:

- thermal coal extraction or power generation;
- the production of crude oil from oil sands;
- the manufacture and sale of tobacco products; or
- the management or ownership of adult entertainment production or distribution.

Furthermore, the underlying fund of the Affected Mirror Fund will not invest in companies that:

- are directly involved in the manufacture and production of controversial weapons (including biological and chemical weapons, cluster munitions, and landmines);
- are directly involved in the manufacture and production of nuclear weapons; or
- the underlying fund's Investment Manager deems to be in violation of global norms, in particular the UN's Global Compact principles, based on a qualitative assessment of companies that are identified using third party data sources.