

<<Policyholder name>>
<< Address 1>>
<< Address 2>>
<< Address 3>>
<< Address 4>>
<< Address 5>>
<< Address 6>>

25 April 2013

Dear <<Salutation>>

Important notification that requires your attention. You may wish to take some action.

JPMorgan US Dynamic Fund Merger
Policy number - <<Policy number>>

We are writing to notify you that the Board of the JPMorgan Funds are planning some changes to their JPMorgan US Dynamic Fund which you invest in via your Kudos policy.

On 31 May 2013, the JPMorgan US Dynamic Fund will merge into the JPMorgan US Dynamic 130/30 fund. Upon merging, the fund will then change name to the JPMorgan US Equity Plus Fund.

Reason for and advantage of the merger

Following significant outflows from the JPMorgan US Dynamic Fund, the Board has approved the merger with the purpose of offering shareholders of the fund the opportunity of investing in an alternative fund that has experienced superior performance historically* and that has the prospect of stronger growth in assets in the future.

**Please note past performance is not a guide to future performance.*

Comparison of the features of the merging and receiving funds

Due to the assets of the receiving fund being invested either directly or through the use of financial derivatives there are additional risks to which the receiving fund is exposed.

- The value of financial derivative instruments can be volatile. This is because a small movement in the value of the underlying asset can cause a large movement in the value of the financial derivative instrument and therefore, investment in such instruments may result in losses in excess of the amount invested by the receiving fund.
- The possible loss from taking a short position on a security may be unlimited as there is no restriction on the price to which a security may rise. The short selling of investments may be subject to changes in regulations, which could adversely impact returns to investors.
- There is no guarantee that the use of long and short position will succeed in enhancing investments returns.

Investment objective of the JPMorgan US Dynamic Fund (merging fund):

To maximise long-term capital growth by investing primarily in an aggressively managed portfolio of US Companies.

Annual Management Charge is 1.50%

Investment objective of the JPMorgan US Dynamic 130/30 Fund (receiving fund)

To provide long-term capital growth through exposure to US companies by direct investments in securities of such companies and through the use of financial derivative instruments. The portfolio will be managed aggressively.

Annual Management Charge is 1.50%. The fund is subject to a 10% performance fee.

What next?

If you are happy to continue investing in the fund once it merges on 31 May 2013 then you do not need to do anything. Your holding in the JPM US Dynamic Fund will automatically merge into the JPM US Dynamic 130/30 Fund. The fund will then change name and you will see this called the JPMorgan US Equity Plus Fund on your valuation statement.

However, if you do not wish to continue investing in the fund you can choose to switch into any alternative investment option available to Kudos, free of any switch charge. Enclosed is a *Kudos fund performance bulletin* detailing the current fund range available. This includes performance information for the JPMorgan US Dynamic 130/30 fund which will be added to the range on 31 May 2013.

Should you wish to choose an alternative fund please complete the enclosed *Fund Switch Request* form which should be completed and returned to us. Alternatively, if you are a registered user of our Online Service Centre and fund switching facility, you can now conduct switches online fast and efficiently.

Should you wish to switch before the merger takes place please ensure we receive your completed *Fund Switch Request Form*, or you conduct a switch online, before the 23 May 2013. This will allow us time to process your instructions before the switch cut-off date set by JPMorgan.

What if I miss the switch deadline?

Don't worry. Although your holding will automatically merge into the JPM US Dynamic 130/30 Funds initially, you can still change your investment choice at any time.

Should you have any general questions about your policy our Customer Service Centre can be contacted on telephone number +44 (0)1624 681682 or by email; csc@rl360.com where our representatives will be pleased to assist you.

Kind regards,



Natalie Hall
Director of Marketing

Enclosures: Kudos fund performance bulletin, Fund Switch Request form

Do you want to track your policy and manage your investments online?

Register today for our Online Service Centre where you can access your policy summary, valuation and see a full transaction history, including premium payments, withdrawals, charges and switches.

Using our online service you can also quickly, easily and securely alter the balance of your investment mix at any time – so no more hand written switch forms and the need to fax within office hours – you can take control whenever you need.

Register now at www.rl360.com