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Financial Results Announcement
Operating Update and Summarised Annual Financial Statements

for the year ended 30 June 2024

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Operating Update

For the year ended 30 June 2024

momentum METROPOLITAN GUARDRISK

MOMENTUM GROUP LIMITED
(previously MOMENTUM METROPOLITAN HOLDINGS LIMITED)
Incorporated in the Republic of South Africa
Registration number: 2000/031756/06
JSE share code: MTM
A2X share code: MTM
NSX share code: MMT
ISIN code: ZAE000269890
("Momentum Group" or "the Group")

MOMENTUM METROPOLITAN LIFE LIMITED
Incorporated in the Republic of South Africa
Registration number: 1904/002186/06
LEI: 378900E0A78B7549C212
Company code: MMIG
("Momentum Metropolitan Life")

OPERATING UPDATE FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024

Summary of key metrics

As a result of the introduction of IFRS 17, the new accounting standard for insurance contracts, certain prior comparative results have been restated.

Key metrics	F2024	Restated F2023[1]	Δ%
Earnings per share (cents)	**282.9**	220.0	29%
Headline earnings per share (cents)	**298.6**	215.5	39%
Normalised headline earnings per share (cents)[2]	**309.7**	235.2	32%
Normalised headline earnings (NHE, R million)[2]	**4 438**	3 491	27%
Operating profit (R million)[3]	**3 608**	2 755	31%
Investment return (R million)	**830**	736	13%
Closing contractual service margin (CSM, R million)	**19 398**	17 644	10%
New business CSM (R million)	**1 606**	1 209	33%
New business volumes (PVNBP, R million)[4]	**82 141**	68 873	19%
Value of new business (VNB, R million)[4]	**589**	600	(2)%
New business margin[4]	**0.7%**	0.9%	
Diluted embedded value per share (Rand)[4]	**36.94**	33.75	10%
Return on embedded value per share[4]	**13.3%**	17.0%	
Return on equity[5]	**15.5%**	12.7%	
Dividend per share (cents)	**125**	120	4%

1 The IFRS 17 – Insurance Contracts (IFRS 17) standard became effective for the Group from 1 July 2023. Accordingly, the prior year's accounting has been restated for the application of IFRS 17 as well as for other restatements. Prior year normalised headline earnings (NHE) was restated from R5 079 million to R3 491 million. Refer to the summarised audited annual financial statements for more information.

2 NHE adjusts the JSE definition of headline earnings for the impact of finance costs related to preference shares that can be converted into ordinary shares of the Group when it is anti-dilutive, the impact of treasury shares held by the iSabelo Trust, the amortisation of intangible assets arising from business combinations, broad-based black economic empowerment (B-BBEE) costs, and the impairment of loans to subsidiaries that were subsequently disinvested. Additionally, the iSabelo special purpose vehicle, which houses preference shares issued as part of the employee share ownership scheme's funding arrangement, is deemed to be external from the Group, and the discount at which the iSabelo Trust acquired the Momentum Group Limited's treasury shares is amortised over a period of 10 years and recognised as a reduction to NHE.

3 Operating profit represents the profit (net of tax) that is generated from Momentum Group's operational activities and reflects NHE excluding the investment return on shareholder funds.

4 Prior year embedded value (EV) reporting has not been restated for the changes introduced by IFRS 17.

5 Return on equity expresses NHE as a percentage of start-of-year net asset value (NAV). In this calculation, NAV is adjusted for the items outlined in footnote 2, consistent with NHE.

MOMENTUM GROUP DELIVERS STRONG RESULTS

Good operational performance sets the base for future growth

Introduction

We are pleased that, despite the adverse impact of the continued challenging economic backdrop, our businesses remained resilient and achieved robust operating results for the year ended 30 June 2024. There were positive contributions from most business units, including a recovery in Momentum Insure's earnings, solid life annuity profits from Momentum Investments, improved persistency experience (albeit not yet at targeted levels) in Metropolitan Life, and strong underwriting experience in Momentum Corporate and Guardrisk. Earnings were further supported by favourable mortality experience across the Group's operations and higher investment income from asset portfolios.

Key business highlights include:

- We continue to actively manage our well-diversified and balanced portfolio of businesses. We are deliberate about driving discipline and accountability and increasing collaboration between business units.
- We achieved pleasing sales volumes through our continued focus on enhancing the client and adviser experience and enabling product enhancements that differentiate us in the market.
- We have firmly positioned and retained our leadership position in independent financial adviser (IFA) distribution.
- Notable progress with Metropolitan Life's five-point turnaround plan led to enhanced product commerciality and an improvement in the quality of new business written.
- Despite adverse weather-related events over the year, the claims ratio in Momentum Insure improved to 67% from 77% in the prior year, reflecting the positive impact of underwriting measures implemented.
- The corporate and retail savings businesses were both well prepared for the implementation of the two-pot retirement system. By 25 September, the Momentum Group had received about 150 000 withdrawal applications worth R2.5 billion. Our investment in digital solutions helped our teams manage the significant volume of client interactions.

While the improvement in earnings is encouraging, management is giving significant attention to new business profitability. Although negatively impacted by the strengthening of actuarial assumptions on 30 June 2023, our current new business margins are not at desired levels. We have solid plans in place for each business to address the value of new business (VNB), including a Group-wide performance optimisation project aimed at reducing our cost base.

Overview of financial results

Momentum Group delivered normalised headline earnings (NHE) of R4 438 million for the year ended 30 June 2024, up 27% on the prior year. NHE per share increased by 32% from 235.2 cents to 309.7 cents, reflecting the positive impact of the share buyback programme over the year. Headline earnings per share increased by 39% from 215.5 cents to 298.6 cents and earnings per share improved by 29% from 220.0 cents to 282.9 cents.

Operating profit increased by 31% from R2 755 million to R3 608 million, as many of the business units benefited from higher investment income from the assets in the portfolios backing policyholder liabilities and the elevated interest rate environment. Momentum Retail's operating profit declined, mainly due to lower market variances than experienced in the prior year and increased expenses. These included costs incurred to exit the franchise model in Momentum Financial Planning (MFP), creating a more sustainable tied agency model. In Momentum Investments, the operating profit increase was due to higher mortality profits from the annuities business and continued solid growth in life annuity products. Metropolitan Life's operating profit was supported by improved persistency experience on the protection business. In Momentum Corporate, operating profit decreased following lower market variances compared to the prior period. The Health business' operating profit improvement was largely due to increased fee income following growth in Health4Me and public sector membership. Strong fee income and underwriting profit growth boosted operating profit in Guardrisk. The turnaround in Momentum Insure's operating profit was due to an improved claims ratio, increased investment income, and the recognition of a deferred tax asset. Africa's operating loss narrowed, primarily due to improved profitability in health insurance operations across the portfolio. The operating loss in India widened, largely because our response to increased claims and expenses was restricted by current regulations limiting pricing adjustments to the next contract renewal date.

Investment return from the Group's shareholder assets improved by 13% to R830 million, largely supported by increased returns on shareholder portfolios achieved on the back of a favourable interest rate environment. This was partially offset by fair value losses on venture capital (VC) funds and the non-repeat of a significant increase in the valuation of an option to purchase a share of a UK technology business in the prior year.

The Group's sales as measured by the present value of new business premiums (PVNBP) increased by 19% to R82.1 billion. This growth was enhanced by a reduction in the discount rate used to calculate the present value of premiums to align with the market consistent valuation methodology used for IFRS 17. Momentum Retail's long-term savings and protection new business volumes improved. Momentum Investments continued to deliver solid growth in new business volumes on life annuities and on Momentum Wealth's investment platform. Metropolitan Life saw a decline in protection and long-term savings new business volumes, partially offset by good growth in life annuities. Momentum Corporate saw solid growth in structured investment flows (albeit at low margins), partially offset by a decline in recurring premiums from protection new business. Africa's PVNBP declined marginally following lower corporate protection new business volumes in Botswana and Lesotho, partly offset by higher retail new business volumes in Namibia.

The Group's VNB declined by 2% from the prior year to R589 million, largely impacted by the strengthening of persistency and expense basis implemented on 30 June 2023, which resulted in VNB being calculated on a more conservative basis than in the prior year, most notably for Metropolitan Life. The overall Group new business margin declined to 0.7%.

Under IFRS 17, the contractual service margin (CSM) is a component of the insurance liability that represents the present value of future earnings. This becomes an important metric for assessing the earnings prospects of an insurance entity. The CSM increased from R17.6 billion to R19.4 billion, with new business contributing R1.6 billion, expected growth adding R1.8 billion, and changes in estimates adding R1.0 billion to the opening balance. This was offset by R2.6 billion released from the CSM into earnings.

The regulatory solvency positions of most of the Group's regulated entities remain strong, near or above the upper end of their specified target solvency ranges. For Momentum Metropolitan Life (MML), the Group's main life insurance entity, the solvency cover strengthened from 2.07 times the solvency capital requirement (SCR) at 30 June 2023 to 2.10 times SCR at 30 June 2024 (pre foreseeable dividend). This is above the upper end of MML's target range of 1.6 to 2.0 times SCR. Momentum Group Limited's solvency cover improved slightly from 1.63 to 1.64 times SCR over the reporting period.

The Group is pleased to declare a final dividend of 65 cents per ordinary share, resulting in a full year dividend of 125 cents per share. This represents an increase of 4% on the prior year. The Board has approved an additional R1.0 billion for further share repurchases.

Return on equity (ROE) was 15.5% for the current year, an increase from 12.7% in the prior year. This follows the higher equity at the beginning of the year following the implementation of IFRS 17. Group embedded value per share was R36.94 as at 30 June 2024 and the return on embedded value per share was 13.3%.

CAPITAL MANAGEMENT ACTIVITIES

The Group remains focused on actively managing its required discretionary and surplus capital. In accordance with our Capital Management Framework, surplus capital will be distributed through ordinary dividends, special dividends, share buybacks, or reinvested in other strategic opportunities.

Share buyback programme

The R500 million share buyback programme communicated to investors at the F2024 interim results announcement was completed on 12 June 2024. The Group bought back 23.6 million shares at an average price of R21.11 per share. This represents a 43% discount to the embedded value of R36.94 per share on 30 June 2024.

In line with our Capital Management Framework and considering the strong capital and liquidity position, the Board has approved a further R1.0 billion for the buyback programme of the Group's ordinary shares.

Dividends

The Momentum Group has declared a final dividend of 65 cents per ordinary share, resulting in a total dividend of 125 cents per ordinary share for the full year. The F2024 total dividend represents a payout ratio of 40% of NHE, close to the mid-point of the Group's dividend payout range. The Group's policy of declaring dividends within a range of 33% to 50% of NHE remains unchanged.

Capital deployment

The following capital injections and strategic investments were made during the year:

Areas of capital deployment	R million
Momentum Metropolitan Africa	**321**
Momentum Investments	**309**
Shareholders	**308**
Guardrisk	**223**
India	**168**
Momentum Metropolitan Health	**112**
Momentum Retail	**2**
Total capital deployment	**1 443**

Capital of R321 million was deployed to our Africa business to meet the central costs of operating the business. In Momentum Investments, R309 million was deployed for the acquisition of the OUTsurance Group Limited's stake in RMI Investment Managers Group, the capitalisation and seeding of Curate Investments, and capital support to Momentum Money. During the financial year, the Group communicated its decision to discontinue the Momentum Money business. In the Shareholders segment, R192 million was invested in two offshore VC funds and R116 million was utilised for a solar installation project at our key business locations. R223 million was deployed to Guardrisk for the acquisition of former third-party cell captive client Zestlife, R168 million was deployed to India, and R112 million was deployed to Momentum Metropolitan Health for capital support to Momentum Multiply. In Momentum Retail, capital was deployed to acquire two small distribution businesses.

COMPLETION OF OUR REINVENT AND GROW STRATEGY

When the Group announced its Reinvent and Grow strategy in 2021, the focus was on enhancing digitalisation, creating alternative distribution opportunities, refreshing our existing distribution channels, achieving above average growth in our Non-life businesses, and ensuring that the strategic objectives delivered revenue and efficiency improvements to achieve NHE of R4.4 billion to R4.8 billion and ROE of 14% to 16% in F2024[6].

The Reinvent and Grow strategy concluded on 30 June 2024. Below is an outline of how the Group performed against its quantitative Grow objectives:

- **NHE of R4.4 to R4.8 billion:** The R4.4 billion NHE achieved is at the lower end of the IFRS 17 adjusted NHE target range of R4.4 billion to R4.8 billion. This is a credible achievement under testing economic conditions.
- **Cost efficiencies of more than R500 million:** We made encouraging progress with the various digitisation initiatives and improvements to client and adviser service. However, this resulted in direct expenses growth across the Group being slightly above inflation and the efficiency target not being met.
- **Non-life insurance to contribute 20% of NHE:** Momentum Insure delivered NHE of R192 million, while Guardrisk continued its growth trajectory, reporting earnings of R653 million in F2024. This resulted in an overall non-life insurance contribution to NHE growing from 15% in F2021 to 19% in F2024. Although this is marginally below the 20% target, it highlights the progress made in NHE diversification. Going forward, we are confident that these businesses will continue to provide significant growth opportunities and diversification benefits to the Group.
- **Market share increase of 1% to 6%:** Market shares continued to grow across the Group driven by efforts to improve our external focus and revitalise existing distribution channels. However, market share growth in Metropolitan Life was not at targeted levels as the business deliberately changed its focus to improving the quality of new business. Looking ahead, we intend to grow our own agency force in line with our main competitors.
- **ROE of 14% to 16%:** ROE of 15.5% is toward the upper end of the ROE target range.

The Reinvent and Grow strategy has enabled the Group to navigate evolving client behaviours and shifting market dynamics, leading to the establishment of new revenue streams while improving existing ones. At the same time, it has positioned us to enhance value propositions for advisers, enabling them to leverage digital innovations in client service. As we move into the next three-year strategic cycle, we do so from a strengthened position, supported by robust cash generation and a strong balance sheet.

[6] The NHE and ROE targets have been adjusted following the implementation of IFRS 17.

GROUP FINANCIAL PERFORMANCE

The following table outlines the contribution from operating profit and investment return from the Group's shareholder assets to normalised headline earnings per business unit:

R million	F2024			Restated F2023[7]			Δ%		
	Operating profit/(loss)	Investment return	Normalised headline earnings	Operating profit/(loss)	Investment return	Normalised headline earnings	Operating profit/(loss)	Investment return	Normalised headline earnings
Momentum Retail	**907**	**202**	**1 109**	1 009	135	1 144	(10)%	50%	(3)%
Momentum Investments	**450**	**83**	**533**	344	125	469	31%	(34)%	14%
Metropolitan Life	**476**	**119**	**595**	236	77	313	>100%	55%	90%
Momentum Corporate	**996**	**186**	**1 182**	1 028	109	1 137	(3)%	71%	4%
Health	**255**	**-**	**255**	236	9	245	8%	(100)%	4%
Guardrisk	**668**	**(15)**	**653**	488	3	491	37%	<(100)%	33%
Momentum Insure	**59**	**133**	**192**	(345)	36	(309)	>100%	>100%	>100%
Africa	**(27)**	**403**	**376**	(150)	404	254	82%	(1)%	48%
India	**(275)**	**1**	**(274)**	(223)	1	(222)	(23)%	–	(23)%
Normalised headline earnings from operating business units	**3 509**	**1 112**	**4 621**	2 623	899	3 522	34%	24%	31%
Shareholders segment	**99**	**(282)**	**(183)**	132	(163)	(31)	(25)%	(73)%	<(100)%
Normalised headline earnings	**3 608**	**830**	**4 438**	2 755	736	3 491	31%	13%	27%

7 The prior year numbers are restated to provide meaningful comparisons for the new reporting segments and for IFRS 17 and other restatements.

MARKET VARIANCE

The table below sets out the market variance by business unit and reflects the various offsetting impacts of investment variances and economic assumption changes experienced over the year, collectively referred to as market variances. These impacts are considered together, as the impact of the underlying hedging instruments are all captured as market variances. Market variances are included in operating profit and are shown below net of tax.

R million	F2024	F2023	Δ%
Momentum Retail	**75**	154	(51)%
Momentum Investments	**53**	100	(47)%
Metropolitan Life	**43**	(43)	>100%
Momentum Corporate	**42**	161	(74)%
Africa	**(3)**	–	<(100)%
Total market variance	**210**	**372**	**(44)%**

While the prior year liability exposures were restated for the adoption of IFRS 17, the asset liability matching strategies were still based on the insurance liabilities measured under IFRS 4. In the current year, the Group rebalanced its asset position to align with the change in the reporting standard. The impact of this change is evident, with lower reported market variances. As such, the movement in the nominal yield curve did not have a significant impact on market variances. Instead, the positive market variance arose mainly from positive credit spreads and the positive impact of a refinement implemented in the extrapolation of the yield curve, which is a one-off basis change rather than a mismatch profit or loss.

The life annuity business continued to yield strong returns from credit spreads, contributing to the positive market variance for the year. The protection business has long dated IFRS liabilities and as a result, the reduction in nominal yields resulted in increased insurance liabilities. However, the impact on protection business was offset by favourable investment returns on assets backing policyholder liabilities, resulting from pleasing market returns.

Bond returns outperformed relative to the prior year due to a reduction in the risk-free yield curve, particularly at the long end of the curve. Returns from equity markets were lower compared to F2023 but still contributed positively to market variances across all business units.

CONTRACTUAL SERVICE MARGIN (CSM)

The CSM (net of reinsurance) increased by 10% to R19.4 billion, aided by R1.6 billion contribution from new business. Expected growth added R1.8 billion and changes in estimates added R1.0 billion to the CSM. Growth was offset by the CSM release of R2.6 billion to earnings.

The following table outlines the movement of the CSM (net of reinsurance) per business unit:

R million	Opening CSM	New business	Expected growth	Change in estimates	CSM release	Closing CSM
Momentum Retail	**8 734**	243	855	598	(1 236)	**9 194**
Momentum Investments	**2 757**	945	291	162	(438)	**3 717**
Metropolitan Life	**3 782**	192	421	30	(582)	**3 843**
Momentum Corporate	**960**	3	83	134	(140)	**1 040**
Africa	**1 411**	223	140	31	(201)	**1 604**
Total	**17 644**	**1 606**	**1 790**	**955**	**(2 597)**	**19 398**

New business contribution to CSM

New business contributed R1 606 million to the CSM. This was boosted by a R945 million (34% of opening CSM) contribution from Momentum Investments, driven by the high volumes of profitable annuity business. Momentum Retail's protection business added R243 million in new business CSM (3% of opening CSM). Metropolitan Life's new business CSM of R192 million (5% of opening CSM) was largely attributable to annuity and protection business. Momentum Corporate added new business CSM of R3 million. A large proportion of Momentum Corporate's new business is from short-term business that does not require a CSM to be established at point of sale. The R223 million in new business CSM from Africa (17% of opening CSM) was mainly from Namibia and Lesotho. Overall, the new business contribution for the Group translates to 9% of the CSM opening balance.

It should be noted that the CSM contributed by the Guardrisk business is excluded from these quantities as the majority of Guardrisk's CSM relates to cell-captive business where in-substance reinsurance applies, meaning no direct Momentum Group financial benefit.

Expected growth

Expected growth of R1 790 million includes interest accretion on general measurement model (GMM) business of R1 525 million and the unwind of the discount rate on fulfilment cash flows written to the CSM for contracts measured under the variable fee approach (VFA) of R265 million.

Insurance contracts under the GMM accrete interest at the locked-in rate, which is the discount rate at initial recognition of an insurance contract. In the current year, interest accretion added R1 525 million to the CSM closing balance. The interest accretion is largely driven by annuities and protection business and translates to an accretion rate of 9% of opening CSM.

The expected growth in the VFA CSM is largely from long-term savings and traditional business. Momentum Retail contributed R15 million, Metropolitan Life added R186 million, Momentum Corporate added R27 million and Africa contributed R47 million. Momentum Investments had a contribution of negative R10 million. The total contribution for the Group of R265 million largely reflects the impact of the unwind of the discount rate at current rates.

Change in estimates

Change in estimates includes experience variances and actuarial assumption changes during the year.

This added R955 million to the CSM. This was largely from Momentum Retail, following positive alteration experience and basis changes on protection business and partially offset by negative assumption changes on expenses. Positive mortality experience from Momentum Investments and Momentum Corporate increased the CSM.

CSM release

R2 597 million of CSM was released into earnings, reflecting a CSM release rate of 12% for the Group. This is in line with the expected one-year release rate.

Onerous contracts

The table below reflects the losses recognised at acquisition as onerous contracts (where the insurance contract fulfilment cash flows exceed contractual inflows at initial recognition date) gross of reinsurance and tax per business unit:

R million	F2024	F2023	Δ%
Momentum Retail	**106**	195	(84)%
Momentum Investments	**187**	129	45%
Metropolitan Life	**278**	191	87%
Momentum Corporate	**79**	45	47%
Africa	**193**	168	15%
Total onerous contracts	**843**	**729**	**16%**

Onerous contracts on GMM and VFA business increased by 16% to R843 million. Momentum Retail's onerous contracts reduced by R89 million, mainly supported by repricing actions and the LifeReturns offering. The increase in onerous contracts for Momentum Investments follows the higher new business volumes in back-to-back whole life policies. Metropolitan Life's onerous contracts increased to R278 million, primarily because of the strengthening of the persistency basis at the end of F2023. Momentum Corporate's onerous contracts increased largely due to increased take-up of the Myriad continuation assurance option, which allows exiting fund members to extend their existing insurance coverage on similar terms. In Momentum Metropolitan Africa, the increase is attributable to increased expenses and commission in Namibia, Botswana and Lesotho.

It should be noted that onerous contracts for Guardrisk are excluded from these quantities as the majority of those relate to cell-captive business where in-substance reinsurance applies.

GROUP NEW BUSINESS PERFORMANCE

Prior year EV reporting has not been recalculated for the methodology and assumption changes that resulted from the introduction of IFRS 17. Therefore, the prior year metrics in the tables below have not been restated.

Key metrics	F2024	F2023	Δ%
Recurring premiums (R million)	**4 150**	4 524	(8)%
Single premiums (R million)	**62 865**	49 617	27%
PVNBP[8] (R million)	**82 141**	68 873	19%
VNB (R million)	**589**	600	(2)%
New business margin	**0.7%**	0.9%	

[8] To align with the "market consistent methodology" used for IFRS 17, and following a revision in the embedded value, PVNBP is calculated on a risk-free discount rate. It was previously calculated at a risk discount rate.

The table below shows the PVNBP8 by business unit:

R million	F2024	F2023	Δ%
Momentum Retail	**8 461**	7 601	11%
Momentum Investments	**48 546**	40 656	19%
Metropolitan Life	**6 901**	7 201	(4)%
Momentum Corporate	**15 393**	10 485	47%
Africa	**2 840**	2 930	(3)%
Total PVNBP	**82 141**	**68 873**	**19%**

The table below shows the VNB by business unit:

R million	F2024	F2023	Δ%
Momentum Retail	**(86)**	(69)	(25)%
Momentum Investments	**744**	466	60%
Metropolitan Life	**(41)**	154	<(100)%
Momentum Corporate	**22**	67	(67)%
Africa	**(50)**	(18)	<(100)%
Total VNB	**589**	**600**	**(2)%**

The Group's VNB declined marginally to R589 million, predominantly as a result of the strengthening of persistency and expense basis at the end of June 2023, which mostly affected Metropolitan Life. An overall change in new business sales mix toward lower-margin products for the majority of the business units further contributed to the reduced VNB. This was partially offset by the robust improvement in Momentum Investments' VNB.

Despite the marginal decline year-on-year, there was a solid improvement in VNB in the second half of the financial year.

Momentum Investments' VNB was significantly higher, boosted by the increase in more profitable annuity new business volumes written during the year. Momentum Retail's VNB of negative R86 million was largely due to an increase in required capital. Metropolitan Life's VNB deteriorated to a loss of R41 million, mainly because of the strengthening of persistency and expense assumptions at the end of June 2023 and lower new business volumes. Momentum Corporate's VNB reduced to R22 million from R67 million in the prior year, mainly due to the business mix being weighted towards lower-margin investment business. In our Africa business, VNB deteriorated to a loss of R50 million, largely driven by a decline in profitable corporate business volumes secured in Botswana and Lesotho and an increase in expenses in Lesotho. Overall, the Group's new business margin declined to 0.7%.

It should be noted that the embedded value (EV) methodology adopted following the implementation of IFRS 17 had an adverse impact on the Group's VNB in aggregate. Although the impact is muted across the Group, it is differentiated by product type. This means that a per segment comparison to the prior year should be interpreted with caution.

EMBEDDED VALUE

Following the transition to IFRS 17, the Group revised its EV valuation methodology for covered business to incorporate some of the features in IFRS 17, thereby simplifying the translation from the IFRS balance sheet to what is reflected in EV reporting. However, prior year EV has not been restated for the changes introduced by IFRS 17 and the subsequent revision of the EV methodology. The changes to EV are reported as an opening methodology change and are shown under "exceptional items" in the analysis of changes in the Group's embedded value.

Embedded value earnings (R million)	F2024	F2023	Δ%
Embedded value at the start of the period (as at 1 July)	**49 035**	45 428	
Change in embedded value before capital flows	**5 633**	6 425	(12.3)%
Embedded value earnings from operations (covered)	**3 825**	3 994	(4.2)%
Embedded value earnings attributable to investment markets	**1 390**	2 772	(49.9)%
Embedded value earnings from exceptional items	**(735)**	-	<(100)%
Embedded value earnings from non-covered businesses	**1 153**	(341)	>100%
Capital flows	**(2 763)**	(2 818)	2.0%
Embedded value at the end of the period (as at 30 June)	**51 905**	**49 035**	**5.9%**
Embedded value per share	**36.94**	33.75	9.6%
Return on embedded value (ROEV)	**11.5%**	14.1%	
ROEV on covered business	**12.5%**	20.4%	
ROEV on non-covered business	**8.6%**	(2.8)%	
ROEV per share	**13.3%**	**17.0%**	

The transition to IFRS 17 and subsequent revision of the EV methodology for covered business reduced the embedded value by R735 million (shown under "exceptional items" in the analysis above). The reduction is mainly due to the adoption of a market risk neutral approach for the EV, which in aggregate reduces the value placed on future earnings.

Covered business returns from operations were positive for the year, with operating experience variances and market impacts contributing positively to EV earnings. Earnings from operations were R3 825 million, a 7.8% contribution to ROEV, marginally lower than the prior year.

New business earnings contributed R589 million to EV, slightly lower than the prior year's R600 million but an improvement on the R200 million reported at half-year. In Metropolitan Life, the decline is predominantly because of the first-time inclusion of the underwriting basis changes made in June 2023. The reduction in new business for Momentum Corporate was primarily due to lower margin investment business. Momentum Investments new business showed continued strong growth in life annuity sales.

Mortality and morbidity claims experience was positive R976 million for the year (2.0% contribution to ROEV). However, this is 9% lower than the prior year's contribution of R1 072 million. Negative persistency and expense variances continued from the mid-year result, reducing earnings by R717 million (1.5% reduction in ROEV).

Methodology and operating assumption changes reduced earnings by R374 million (0.8% reduction in ROEV), in line with the prior year reduction in earnings of R372 million. The result was driven by the strengthening of the expense basis in all segments except for Metropolitan Life, but the impact was partially offset by positive earnings flowing from mortality basis changes in Momentum Corporate.

EV earnings attributable to investment markets contributed R1 390 million to embedded value earnings (2.8% contribution to ROEV), a 49.9% decrease, largely due to the lower returns from equity markets, prior year positive economic basis changes in Namibia that were not repeated in the reporting period, and the reduced market variance for Myriad. The transition to IFRS 17 enables more effective asset liability matching of interest rate risk in the Group, which is expected to result in lower market variances going forward. Earnings from investment markets were driven by the investment return earned on shareholder net worth, which grew from favourable bond returns and an increase in shareholder net worth following the transition to IFRS 17.

Non-covered businesses contributed R1 153 million to earnings (2.4% contribution to ROEV), a positive turnaround from the prior year loss of R341 million. The result was driven by a pleasing performance from Guardrisk, partially offset by negative market performance and net fund outflow in Momentum Global Investment Managers.

Capital flows represent the Group's capital deployment, dividend and share buyback.

Group embedded value per share was R36.94 as at 30 June 2024. The return on embedded value (ROEV) was 11.5% for the year ended 30 June 2024. The ROEV per share was enhanced by our share buyback programme, ultimately reflecting a 13.3% return.

SEGMENTAL PERFORMANCE

Momentum Retail

R million	F2024	Restated F2023	Δ%
Operating profit	**907**	1 009	(10)%
Investment return	**202**	135	50%
Normalised headline earnings	**1 109**	**1 144**	**(3)%**
Closing CSM (as at 30 June)	**9 194**	8 734	5%
Recurring premium new business	**1 080**	1 094	(1)%
Single premium new business	**2 525**	2 531	(1)%
PVNBP	**8 461**	7 601	11%
VNB	**(86)**	(69)	(25)%
New business margin (%)	**(1.0)%**	(0.9)%	

Normalised headline earnings

Momentum Retail's NHE declined marginally from R1 144 million to R1 109 million in the current year. Earnings benefited from higher alterations experience profits on protection business and the increase in investment return on shareholder portfolio assets. This was offset by reduced profits from yield curve and market movements, an increase in development expenses relating to an operating model change in our tied agency channel (MFP), higher mortality claims on traditional business (although aggregate mortality and morbidity experience was positive), and slightly weaker lapse experience on protection business.

Contractual service margin

The CSM for Momentum Retail increased by 5% to R9 194 million over the 12 months ended 30 June 2024. New business added R243 million to the opening CSM primarily from protection business, while changes in estimates contributed R598 million, largely driven by positive alterations assumption changes and positive mortality and morbidity experience, partially offset by a negative expense basis change. CSM expected growth added R855 million, which includes R840 million related to interest accretion, and R15 million of expected growth in the VFA CSM from the traditional business. This was offset by R1 236 million released from the CSM into earnings. The release for the period was 12% of CSM, slightly below the level expected to be recognised into earnings annually.

New business

Momentum Retail's PVNBP improved by 11% to R8.5 billion, aided by a 26% improvement in protection new business and a 3% increase in long-term savings business. On an annual premium equivalent (APE) basis, protection and long-term savings new business volumes declined by 1%.

VNB deteriorated to a loss of R86 million, largely driven by an increase in expenses and cost of capital following an increase in required capital. This translated to a new business margin of -1.0%.

Momentum Investments

R million	F2024	Restated F2023	Δ%
Momentum Investments	**602**	566	6%
Momentum Money	**(69)**	(97)	29%
Normalised headline earnings	**533**	**469**	**14%**
Operating profit	**450**	344	31%
Investment return	**83**	125	(34)%
Closing CSM (as at 30 June)	**3 717**	2 757	35%
Recurring premium new business	**258**	205	26%
Single premium new business	**47 396**	39 822	19%
PVNBP	**48 546**	40 656	19%
VNB	**744**	466	60%
New business margin (%)	**1.5%**	1.1%	

Normalised headline earnings

NHE from Momentum Investments increased by 13% to R533 million, largely aided by the higher CSM release from annuities, higher mortality profits from the life annuities business, and higher asset returns on assets backing annuity portfolios. This improvement was partially dampened by reduced asset-based fee income for the global asset management business as advisers shifted away from balanced fund mandates. An increase in expenses, and lower investment return on shareholder assets following a reduction in required capital in the current year, further restrained earnings growth.

Included in the Momentum Investments NHE is Momentum Money, a bundled transactional banking and savings solution. The loss of R69 million reported by Momentum Money reflects an improvement from a loss of R97 million in the prior year. After careful consideration, a decision was taken to discontinue the Momentum Money product effective 31 October 2024.

Contractual service margin

The CSM for Momentum Investments is on the annuity business. The CSM increased by 35% to R3 717 million. New business contributed R945 million, reflecting the strong volumes and profitability of the annuity book. Expected growth contributed R291 million to CSM while changes in estimates added R162 million, predominantly related to positive mortality experience. This was partially offset by R438 million of CSM released into earnings for the year. The release for the period was 11% of closing CSM, slightly below our expected one year release rate.

New business

Momentum Investments' PVNBP improved by 19% to R48.5 billion, largely aided by solid new business volumes on annuities and higher new business volumes on the Momentum Wealth investment platform business.

VNB improved significantly from R466 million to R744 million, bolstered by solid new business volumes growth and a change in new business mix towards higher-margin annuities. This resulted in an improved new business margin of 1.5%.

Assets under management and administration

R billion	F2024	F2023	Δ%
On-balance sheet Momentum Wealth	**174**	156	12%
Off-balance sheet Momentum Wealth	**87**	81	7%
Annuities	**41**	35	17%
Non-covered business (Investment Management)	**634**	621	2%
Assets under management and administration	**936**	893	5%

Assets under management and administration in the Momentum Wealth investment platform business increased by 10%, aided by increased net flows (R4.7 billion compared to R2.6 billion in the prior year) and positive market movements. Assets under management and administration in the non-covered asset management businesses improved marginally, supported by good growth on the local institutional platform, partially offset by the exit of relatively low-margin institutional assets in Crown Agents Investment Management (CAIM). Included in these numbers is the acquisition of CAIM, which contributed R43 billion to institutional assets under management in F2024 (F2023: R55 billion).

Metropolitan Life

R million	F2024	Restated F2023	Δ%
Operating profit	**476**	236	>100%
Investment return	**119**	77	55%
Normalised headline earnings	**595**	**313**	**90%**
Closing CSM (as at 30 June)	**3 844**	3 782	2%
Recurring premium new business	**1 659**	1 681	(1)%
Single premium new business	**2 218**	1 992	11%
PVNBP	**6 901**	7 201	(4)%
VNB	**(41)**	154	<(100)%
New business margin (%)	**(0.6)**	2.1	

Normalised headline earnings

NHE in Metropolitan Life improved by 90% to R595 million. This was largely supported by an improvement in the persistency experience on the protection business (although this remained negative) following the strengthening of the lapse assumptions at 30 June 2023. Persistency experience variance on savings products deteriorated year-on-year and is indicative of consumer pressure. NHE was further aided by improved investment income from assets in the portfolios backing policyholder liabilities and improved market impacts on most of the product portfolios. NHE was impacted by lower mortality experience variance resulting from the weakening of the mortality basis at the end of F2023. The increase in one-off expenses, mainly related to system migration and setting up a new product administration system, further impacted earnings.

Contractual service margin

The CSM for Metropolitan Life increased slightly to R3 843 million, attributable to a new business contribution of R192 million, largely from more profitable annuities and protection business. Expected growth in the CSM contributed R421 million (of which R235 million relates to interest accretion on protection and annuities), while experience variances and assumption changes contributed R30 million. The release of CSM into profit was R582 million (13% release rate), in line with the expected one-year release rate.

New business

Metropolitan Life's PVNBP of R6.9 billion declined 4% compared to the prior year, largely driven by a decline in new business volumes in the protection and long-term savings business. This was offset by good growth in the life annuities business following the decision to limit the number of tied agents to drive higher quality of business. Despite the smaller agency force, the number of advisers with a tenure of more than 12 months remained stable. As a result, the quality of business written improved, evidenced by the decline in early duration lapses, with efforts to improve agent productivity in future.

VNB declined to a loss of R41 million, mainly due to a decrease in new business volumes, an increase in initial expenses, the adoption of IFRS 17 and impact of the strengthening of assumption changes, particularly on protection business, at the end of F2023. This was partially offset by an improvement in the quality of new business and a change in mix toward more profitable business in the second half of F2024, reflecting the impact of management actions.

Metropolitan Life has made good progress and will maintain focus on the delivery of its five-point plan over the next 12 months:

- Enhancing product commerciality by optimising commission, discontinuing certain loss-making solutions, and launching solutions on new administration systems with lower ongoing administration costs compared to legacy systems.
- Efficiently managing the channel workforce with a focus on vesting of new-to-industry advisers, productivity, access to sufficient worksites, and the retention of experienced advisers and branch managers.
- Improving the quality of new business by optimising the premium collections through DebiCheck, changing commission payment to receipt of first premium for high-risk cases, and fraud prevention initiatives undertaken.
- Aligning the cost base to revenue by targeting loss-making channels and initiatives and extracting savings from our migration and automation efforts over the years.
- Completing the system migration project, ongoing renewal of policy administration systems, and various automation initiatives aimed at improving back-office efficiency.

Momentum Corporate

R million	F2024	Restated F2023	Δ%
Operating profit	**996**	1 028	(3)%
Investment return	**186**	109	71%
Normalised headline earnings	**1 182**	**1 137**	**4%**
Closing CSM (as at 30 June)	**1 040**	960	8%
Recurring premium new business	**726**	1 093	(34)%
Single premium new business	**9 703**	4 299	>100%
PVNBP	**15 393**	10 485	47%
VNB	**22**	67	(67)%
New business margin (%)	**0.1%**	0.6%	

Normalised headline earnings

Momentum Corporate's NHE improved by 4% to R1 182 million. This was largely supported by continued positive underwriting income from group protection business, active management of our reinsurance strategy, higher investment income benefiting from the elevated interest rate environment, and positive impacts from yield curve changes. The improvement was partially offset by lower credit, illiquidity and mismatch profits earned on the investment book. Expenses increased marginally but remain well controlled.

Contractual service margin

The CSM increased by 8% to R1 040 million, driven by a R3 million contribution from new business (following low group annuity sales), expected CSM growth of R83 million, and changes in estimates of R134 million. CSM of R140 million was released into earnings (11% release rate), below the 12% expected one-year release rate.

A large component of Momentum Corporate's business is accounted for either under the premium allocation approach (PAA) within IFRS 17 or as IFRS 9 business (investment contracts). The absolute size of the CSM in Momentum Corporate is therefore small relative to the operating profits generated by the business unit. The CSM is mainly driven by CPI and with-profit annuities business.

New business

Momentum Corporate's PVNBP increased by 47% to R15.4 billion, largely supported by solid inflows from single premium structured investment business. New business from recurring premiums declined by 34%, largely attributable to the non-repeat of a large recurring premium annuity deal included in the prior year. The group risk environment remains under pressure, with intense competition and aggressive pricing strategies resulting in clients being price- and product-sensitive.

VNB declined to R22 million from R67 million in the prior year, primarily due to a change in business mix towards lower-margin investment business. This translates to a new business margin of 0.1%.

Health

R million	F2024	Restated F2023	Δ%
Operating profit	**255**	236	8%
Investment return	**–**	9	<(100)%
Normalised headline earnings	**255**	**245**	**4%**
Non-controlling interest (NCI)	**68**	101	(33)%
Normalised headline earnings gross of NCI	**323**	346	(7)%

Normalised headline earnings

Our Health business' NHE of R255 million improved by 4% compared to the prior year. NHE, before the deduction of the health business share of non-controlling interest, declined by 7%. This was largely driven by the change in business mix, with significant growth being experienced in lower-margin products. The higher-margin traditional scheme experienced lower volumes, which resulted in lower fee income. The business has been slow in reducing the expense base to adjust to the change in business mix. Going forward, a key focus will be to achieve cost efficiencies while investing in strategic growth and transformation initiatives.

Multiply was successful in transitioning just under 25 000 contracts from Multiply Premier to the new incentivised wellness solution. This solution aims to deliver an integrated health and wellness value proposition for all Health clients.

Membership

Despite an otherwise flat market, overall membership growth of 2% was achieved. This was largely aided by continued membership growth in the public sector (5%) and Health4Me (14%). Membership in the Momentum Medical Scheme (-2%) declined marginally. The decline in open scheme membership is indicative of economic pressures on retail clients. In the corporate market, membership declined by 34% following the exit of a large corporate client and declining employment numbers within the corporate client base.

Guardrisk

R million	F2024	Restated F2023	Δ%
Operating profit	**668**	488	37%
Investment return	**(15)**	3	<(100)%
Normalised headline earnings	**653**	**491**	**33%**
Guardrisk General Insurance (GGI) gross written premium	**4 946**	4 188	18%
GGI underwriting result	**556**	403	38%

Guardrisk's NHE improved by 33% to R653 million. This was largely supported by solid underwriting profit growth in GGI, which benefited from an improved claims ratio, and solid growth in management fee income across the volume and underwriting agency, mining rehab and Guardrisk Life businesses. The improvement was partially offset by an above-inflation increase in expenses, largely driven by increased personnel costs incurred to develop capacity for reporting requirements and future growth.

Operating profit was further boosted by increased investment income on policyholder funds following a refinement of the investment strategy coupled with a higher interest rate environment.

With Guardrisk's acquisition of its former third-party cell captive client, Zestlife Investments, concluded on 30 April 2024, the R15 million decline in investment return includes the fair value adjustment on the contingent consideration for this bolt-on transaction to 30 June 2024.

This acquisition opens the door to notable opportunities and strengthens its position in Life and Non-life health insurance. Zestlife contributed R13 million to earnings for the last two months of the F2024 financial year.

Momentum Insure

R million	F2024	Restated F2023	Δ%
Operating profit/(loss)	**59**	(345)	>100%
Investment return	**133**	36	>100%
Normalised headline earnings	**192**	**(309)**	**>100%**
Gross written premium	**3 270**	3 108	5%
Insurance service result	**249**	(70)	>100%
Claim ratio (%)	**67.1%**	76.7%	

Normalised headline earnings

Momentum Insure's NHE improved significantly from a loss of R309 million to a profit of R192 million. This earnings turnaround was largely supported by a 5.2% increase in gross written premiums following higher renewal increases during the year, a 9.6% improvement in the claims ratio, higher investment income, and the recognition of a deferred tax asset that was derecognised in the prior year.

The claims ratio improved from 76.7% in the prior year to 67.1%, reflecting satisfactory progress from corrective actions taken to improve underwriting performance. This result was achieved despite the impact of more severe weather-related events, exacerbated by a material increase in catastrophe reinsurance retention levels during F2024. Corrective actions taken include ongoing new business price optimisation, implementing a new renewal methodology to reflect the underlying risk cost more accurately on the existing book, together with focused underwriting action to correct underperforming portfolios.

Operating conditions during the period remained challenging. New business growth prospects were dampened by muted economic growth and the impact of recent pricing actions. Persistency experience deteriorated marginally following the corrective action taken but remained within appetite and industry norm. Management expenses remain well controlled, with the overall expense ratio improving from the prior period.

Investment income increased significantly on the back of a higher asset base following capital injections made in the prior year and higher interest rates. The business required no capital injections during the year and remained well capitalised.

Africa

R million	F2024	Restated F2023	Δ%
Namibia	**324**	343	(6)%
Botswana	**77**	17	>100%
Lesotho	**129**	116	11%
Ghana	**33**	(56)	>100%
Mozambique	**1**	(31)	>100%
Centre costs	**(188)**	(135)	39%
Normalised headline earnings	**376**	**254**	**48%**
Operating loss	**(27)**	(150)	82%
Investment return	**403**	404	(1)%
Closing CSM (as at 30 June)	**1 604**	1 411	14%
Recurring premium new business	**427**	451	(5)%
Single premium new business	**1 023**	973	5%
PVNBP	**2 840**	2 930	(3)%
VNB	**(50)**	(18)	<(100)%
New business margin (%)	**(1.8)%**	(0.6)%	

Normalised headline earnings

NHE improved to R376 million compared to R254 million in the prior year. This was largely aided by investment income, which benefited from an increase in shareholders' equity due to the IFRS 17 transition, an elevated asset base, and favourable bond returns. NHE was further boosted by the non-repeat of prior year fair value losses incurred on the Ghanaian Debt Exchange Programme. This was partially offset by higher new business strain and negative expense assumption changes in Namibia and Lesotho, coupled with unfavourable persistency experience variances. Mortality and morbidity experience remain in line with expectations for most countries, except Botswana, where mortality claims remain slightly elevated.

The decline in NHE in Namibia, from R343 million in the prior year to R324 million, was due to lower investment income following lower bond returns as well as the strengthening of the expense basis. This was largely offset by improved mortality experience and higher profits from the corporate business.

Botswana's NHE improved strongly from R17 million to R77 million, mainly supported by higher investment income and favourable expense basis changes in the life business. An improved claims ratio in the health business further enhanced earnings.

In Lesotho, the 11% increase in NHE to R129 million was primarily due to increased investment income attributable to a favourable interest rate environment and an increase in earnings from the health business.

Ghana experienced a turnaround from a loss of R56 million to a profit of R33 million, largely supported by improved investment income due to the higher interest rate environment, the non-repeat of prior year capital losses on government bonds, and reduced cost allocations from the Group.

In Mozambique, NHE improved to R1 million from a loss of R31 million in the prior year. The turnaround was largely due to a much-improved claims experience following management interventions to improve business performance and solvency.

Central cost on-charges are restricted in some jurisdictions due to in-country tax codes and legislation along with the head office nature of some of the expenses. As a result, the Group reduced its central cost allocations to certain countries in the Africa portfolio. This change contributed to the 39% increase in centre costs. The increase in centre costs was also impacted by fixed-term contract roles required to execute system migration projects.

Contractual service margin

The CSM increased by 14% to R1 604 million compared to the prior year. New business written during the year contributed R223 million to the CSM, largely from the profitable corporate business in Botswana and Lesotho. CSM growth of R140 million and change in estimates of R31 million contributed further to the CSM. This was offset by R201 million expected profit released into earnings. The release of 11% of closing CSM was slightly below the expected one-year release profile of 12%.

New business

Africa's PVNBP declined by 3% to R2.8 billion compared to the prior year. This was largely due to lower corporate protection new business volumes in Botswana and Lesotho, partly offset by improved retail new business volumes in Namibia.

The VNB worsened to a R50 million loss, mainly attributable to a decline in new business volumes in Botswana and Lesotho, notably on the more profitable corporate business, coupled with an increase in expenses resulting from the delay in the implementation of policy administration systems. This was partially offset by the improvement in Namibia's VNB, aided by improved protection volumes and the change to a risk-neutral discount rate. The new business margin was -1.8% for the year.

India

R million	F2024	Restated F2023	Δ%
Operating loss	**(275)**	(223)	(23)%
Investment return	**1**	1	–
Normalised headline earnings[9]	**(274)**	**(222)**	**(23)%**
Gross written premium	**8 316**	5 941	40%
Combined ratio (%)	**110%**	110%	
Claim ratio (%)	**68%**	64%	

9 Results for the India investment are reported with a three-month lag. The dilution of the 49.0% stake in ABHI to 44.08% was concluded during October 2022. The results include support costs incurred by Momentum Group outside of the associate and are reported on an IFRS 17 basis. As such, the results may differ from those published by Aditya Birla Health Insurance.

Normalised headline earnings

On an IFRS 17 basis, India's normalised headline loss increased from R222 million in the prior year to R274 million. This is largely due to delayed pricing adjustments in response to increased benefit utilisation from a growing and maturing in-force book as well as the high cost of healthcare in India. Regulation has historically required that retail premiums be locked in until the next renewal cycle. However, new regulations that relax the restrictions on the timing of repricing will alleviate this in future. The new regulations will take effect from 1 April 2024 for new products and 1 October 2024 for existing products.

GWP improved strongly to R8.3 billion, with robust growth in both retail and group businesses. The expense ratio improved to 42% from 46% in the prior year.

The claims ratio improved slightly in the last quarter of F2024, supported by product repricing and enhanced claims management initiatives. However, the claims ratio remained elevated at 68%, predominantly impacted by a recent change in business mix toward group business. This change followed new guidelines by the Indian insurance regulator to limit the total expense ratio (administrative and commission) for standalone health insurers to a maximum of 35%. In response, ABHI has focused on balancing its business mix away from the more expensive retail distribution channel.

We maintain an optimistic outlook on the growth potential of the health insurance industry in India, given the compelling opportunity and differentiated business model.

SHAREHOLDERS SEGMENT

R million	F2024	Restated F2023	Δ%
Operating profit	**99**	132	(25)%
Investment return	**(282)**	(163)	(73)%
Investment income	**171**	133	29%
Fair value losses	**(453)**	(296)	53%
Normalised headline earnings	**(183)**	**(31)**	**<(100)%**

The Shareholders segment reported a loss of R183 million compared to the loss of R31 million in the prior year. This was largely attributable to fair value losses on both local and foreign venture capital (VC) funds of R298 million, the write-down on the sale of an international property held jointly with policyholders, foreign currency losses on a pound sterling denominated inter-Group loan receivable (where significant foreign currency gains were recognised in the prior year), and the non-repeat of a significant increase in the valuation of a call option held in a UK technology business following the close-out of a funding round in the prior year. The loss was partially offset by higher investment income on the shareholder investment portfolio, which was bolstered by excess assets in policyholder funds (which backed Momentum Metropolitan Life insurance liabilities under IFRS 4) being allocated to shareholders' funds.

SOLVENCY

Regulatory solo solvency position of the Group's insurance entities

The solo solvency positions of the Group's key regulated insurance entities are as follows:

Regulatory solvency position as at 30 June 2024

R million	Momentum Metropolitan Life	Guardrisk Insurance	Guardrisk Life	Momentum Insure
Eligible own funds (pre-dividend)	**33 893**	3 681	4 518	1 369
Solvency capital requirement (SCR)	**16 124**	3 070	3 930	808
SCR cover (times)	**2.10**	**1.20**	**1.15**	**1.69**

Regulatory solvency position as at 30 June 2023[10]

R million	Momentum Metropolitan Life	Guardrisk Insurance	Guardrisk Life	Momentum Insure
Eligible own funds (pre-dividend)	31 526	3 551	4 183	1 284
SCR	15 210	2 934	3 620	821
SCR cover (times)	**2.07**	**1.21**	**1.16**	**1.56**

10 The 30 June 2023 results were restated to align with the final submission to the Prudential Authority following completion of the external audit.

Momentum Metropolitan Life has adopted a target range for regulatory solvency cover of 1.6 to 2.0 times the SCR before any declared dividend. The solvency cover ratio of Momentum Metropolitan Life increased from 2.07 times SCR at 30 June 2023 to 2.10 times SCR at 30 June 2024 (pre foreseeable dividend). The improvement was mainly due to good investment returns, positive mortality and morbidity experience, as well as a net positive impact from the reduction in the Prudential Authority nominal yield curve, which increased both own funds and the life underwriting risk SCR exposures.

The solvency cover for Guardrisk Insurance decreased slightly from 1.21 times SCR cover at 30 June 2023 to 1.20 times SCR at 30 June 2024. The cell SCR increased primarily due to increased reinsurance retention levels as well as policy renewals, while the promoter SCR increased due to increased risk-taking through growth of the Guardrisk General Insurance business combined with higher reinsurance retention. The solvency cover for Guardrisk Life decreased slightly from 1.16 times SCR to 1.15 times SCR year-on-year. Own funds grew due to profits from fees and increased risk participation by the promoter, as well as movements in the yield curve which, together with robust sales volumes, also caused an increase in the cell SCR. The solvency cover for Guardrisk Insurance lies within the target range, whereas the solvency cover for Guardrisk Life lies above the target range.

The solvency cover for Momentum Insure increased from 1.56 times SCR at 30 June 2023 to 1.69 times SCR at 30 June 2024. This was largely due to an increase in own funds due to realised profits and good investment returns which partly offset adverse claims experience from severe weather events. The solvency cover lies above the target range of 1.4 to 1.6 times SCR.

Regulatory group solvency position for Momentum Group Limited

The Prudential Authority has designated Momentum Group as an insurance group, with Momentum Group Limited as the controlling entity. The Accounting Consolidation method is used for certain Group entities (notably MML and Momentum Insure).

Momentum Group has adopted a target range for group regulatory solvency cover of 1.4 to 1.7 times the SCR. Momentum Group solvency cover was 1.64 times SCR at 30 June 2024, slightly higher than the 1.63 times SCR at 30 June 2023.

OUTLOOK

We are satisfied with the underlying operational performance the Momentum Group has achieved. Our business model of empowered, accountable business units has once again demonstrated its resilience and agility, enabling the Group to withstand the challenging operating environment and report steady financial performance over the year.

Looking ahead, we remain concerned about the pressure on our operating environment given the subdued economic growth. We are, however, beginning to see encouraging signs of improvement in the South African economy. With inflation expected to ease, the environment should be more conducive to interest rate cuts, which will bring financial relief to clients and the absence of loadshedding should all gradually improve confidence levels. As we navigate an increasingly competitive landscape, we remain dedicated to maintaining our competitive attractiveness to both existing and potential clients. We will continue to drive sales volumes and find innovative solutions to improve VNB outcomes. The Group is on a solid financial footing and is well positioned to adapt to the evolving needs of our clients.

The conclusion of our Reinvent and Grow strategy bolsters our confidence in the Group's ability to continue delivering significant value to clients and other stakeholders. We believe that achieving the strategic goals we had set for ourselves over the last three years has enabled the Group to continue to strengthen its competitive position within the South African and other markets.

Our new Impact strategy revolves around six strategic objectives aimed at driving meaningful outcomes. These are interlinked and work together to form a cohesive, integrated approach in which each strategic objective has a positive influence on the next. We will:

- Unlock the full potential of our businesses.
- Harness the synergies of collaboration in our federated model.
- Optimise our cost base to grow earnings.
- Invest aggressively in advice to drive growth.
- Selectively expand our addressable market share where we have a right to win.
- Design simplified and impactful client experiences as a foundation for growth.

Central to this strategy is setting the Momentum Group apart as a financial services company that excels at advice, cares for our clients through simple products and services, is enabled by technology, and has excellent vertically integrated product and asset management capabilities. Through executing this strategy, we aim to build and protect our clients' financial dreams and achieve our financial ambition to generate NHE of R7 billion by F2027, VNB of R1.0 to R1.2 billion, a VNB margin of 1% to 2%, ROE of 20% and improvements of NPS across all client service areas.

27 September 2024
CENTURION

The information in this commentary, including the financial information on which the outlook is based, has not been reviewed and reported on by Momentum Group's external auditors.

Equity sponsor:

Merrill Lynch South Africa (Pty) Limited t/a BofA Securities

Sponsor in Namibia

Simonis Storm Securities (Pty) Limited

Debt sponsor

Rand Merchant Bank (a division of FirstRand Bank Limited)

momentum
group

Summarised
Annual Financial Statements

Results for the year ended 30 June 2024

momentum METROPOLITAN GUARDRISK

MOMENTUM GROUP

Summarised Annual Financial Statements for the year ended 30 June 2024

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DIRECTORS' STATEMENT

The Board is pleased to present the summarised results of Momentum Group Ltd (or the Company) and its subsidiaries (collectively Momentum Group or the Group) for the year ended 30 June 2024. The preparation of the Group's results was supervised by the Group Finance Director, Risto Ketola (FIA, FASSA, CFA Charterholder).

CORPORATE EVENTS

Acquisitions

On 28 March 2024, the Company, through its wholly owned subsidiary, Momentum Metropolitan Strategic Investments (Pty) Ltd (MMSI), acquired the Investment Managers Group of companies. This entailed the acquisition of 100% of the shares in Investment Managers Group (Pty) Ltd (IMG) for a purchase consideration of R87 million in cash and R24 million in contingent consideration. As a result of this acquisition, MMSI acquired indirectly 100% of the shares in IMG Affiliates 2 (Pty) Ltd via a step-up acquisition which included 70% of the shares in IMG Affiliates 2B (Pty) Ltd.

This transaction has resulted in goodwill of R50 million being recognised. MMSI subsequently sold its investment in IMG Affiliates 2 (Pty) Ltd to IMG.

On 30 April 2024, the Group, through its 100% owned subsidiary, Guardrisk Group (Pty) Ltd (Guardrisk Group), acquired 100% of the shares in Zestlife Investments (Pty) Ltd (Zestlife) for a purchase consideration of R421 million. The purchase consideration consisted of an initial cash payment of R222 million and R199 million contingent consideration. This acquisition has resulted in goodwill of R157 million, brand of R13 million and broker network of R194 million being recognised.

These acquisitions provide an opportunity for growth, which is the Group's current focus.

Listed debt

On 16 October 2023, Momentum Metropolitan Life Ltd (MML) listed two subordinated debt instruments to the combined value of R750 million on the JSE Ltd. The proceeds of the issuance were used to refinance the subordinated debt instrument, MMIG06, which became callable on 19 October 2023.

Share buyback programme

The Group bought back a total of 48 million shares (for a cost of R1 billion including transaction costs) during the current year. These shares were cancelled prior to 30 June 2024.

BASIS OF PREPARATION OF FINANCIAL INFORMATION

These summarised results have been prepared in accordance with the following:

- International Accounting Standard (IAS) 34 – Interim financial reporting.
- JSE Listings Requirements.
- South African Companies Act, 71 of 2008, as amended.
- Financial Pronouncements (as issued by the Financial Reporting Standards Council).
- South African Institute of Chartered Accountants Financial Reporting Guides (as issued by the Accounting Practices Committee).

The accounting policies applied in the preparation of these summarised results are in terms of International Financial Reporting Standards (IFRS) Accounting Standards as issued by the International Accounting Standards Board and are consistent with those adopted in the previous year except as described below and for specific restatements listed in notes 20 and 21. Critical judgements and accounting estimates are disclosed in detail in the Group's Annual Financial Statements (AFS) for the year ended 30 June 2024, including changes in estimates that are an integral part of the insurance business. The Group is exposed to financial and insurance risks, details of which are also provided in the Group's Integrated Report and AFS.

The Ghanaian entities are within the scope of IAS 29 – Financial reporting in hyperinflationary economies. The standard has not been applied due to materiality.

NEW AND REVISED STANDARDS EFFECTIVE FOR THE YEAR ENDED 30 JUNE 2024 AND RELEVANT TO THE GROUP

The implementation of IFRS 17 – Insurance contracts has had an impact on the Group's earnings and net asset value (NAV). This impact is detailed in note 21. The following new and amended standards became effective for the first time in the current period:

- Insurance contracts: IFRS 17.

The remaining amendments detailed below had no material impact on the Group's earnings or NAV:

- Disclosure of accounting policies: Amendments to IAS 1 and IFRS Practice Statement 2.
- Definition of accounting estimates: Amendments to IAS 8.
- Deferred tax related to assets and liabilities arising from a single transaction: Amendments to IAS 12.
- International Tax Reform – Pillar Two model rules: Amendments to IAS 12.

  The amendments were effective immediately upon issuance during May 2023. The disclosure of the current tax expense related to Pillar Two income taxes and the disclosures in relation to periods before the legislation was effective are required for annual reporting periods beginning on or after 1 January 2023 but were not required for any interim period ending on or before 31 December 2023. Pillar Two legislation has been enacted or substantively enacted in certain jurisdictions the Group operates. In South Africa the Minister of Finance announced the implementation of the global top-up tax legislation in the budget speech on 21 February 2024. Draft legislation has been released which notes that, if enacted in its present form, the legislation will be effective for the Group's financial year beginning 1 July 2024. The Group is in scope of the enacted or substantively enacted legislation and has performed an assessment of the Group's potential exposure to Pillar Two income taxes. Certain countries within the Group's footprint have enacted legislation in this regard.

  The assessment of the potential exposure to Pillar Two income taxes is based on the most recent tax filings, country-by-country reporting and financial statements for the constituent entities in the Group. Based on the assessment, most of the jurisdictions in which the Group operates, the transitional safe harbour and de minimis relief applies. The Group does not expect a material exposure to Pillar Two income taxes in those jurisdictions which the relief does not apply. It must be noted that there still remains uncertainty with respect to certain aspects of the South African draft legislation and the implementation thereof, these matters have been raised with the correct counterparties and will be coordinated accordingly.

SEGMENTAL REPORT

The Group has aligned the reporting segments with the updated internal operating structure. This enables the Group to report more meaningfully on the way the business is managed by the Group's leaders. The change in the operating structure had no impact on the current or prior year's reported earnings, diluted earnings or headline earnings per share, or on the NAV or net cash flow. Refer to Appendix A for more information.

SOLVENCY ASSESSMENT AND GOING CONCERN

The Board is satisfied of the Group's solvency, taking into account its ability to withstand impacts from the continuously evolving environment, and its ability to continue as a going concern.

CORPORATE GOVERNANCE

The Board has satisfied itself that the Group has applied the principles of corporate governance as detailed in the King Report on Corporate Governance for South Africa, 2016 (King IV™)* throughout the year under review. Refer to the **Integrated Report** and the **King IV Application Summary** available on the Group's website for details of the governance framework and assessment of its application throughout the year.

CHANGES TO THE DIRECTORATE, SECRETARY AND DIRECTORS' SHAREHOLDING

	Appointments	Resignations
Hillie Meyer[1]	1 April 2024	30 September 2023
Dumo Mbethe	22 November 2023	
Sharoda Rampeti	1 June 2024	
Paballo Makosholo		30 June 2024

1 Hillie Meyer retired as Group Chief Executive on 31 July 2023. Jeanette Marais (Cilliers) was appointed as Group Chief Executive on 1 August 2023. Hillie formally retired as executive director from the Board on 30 September 2023. Subsequently, he was appointed as a non-executive director on the Board, effective 1 April 2024.

All transactions in listed shares of the Company involving directors and prescribed officers were disclosed on the Stock Exchange News Service (SENS).

CHANGES TO THE GROUP EXECUTIVE COMMITTEE

Appointments	Role	Date
Lourens Botha	CEO: Guardrisk Group	1 September 2023
Ferdinand van Heerden	CEO: Momentum Investments	1 September 2023
Lulama Booi	CEO: International	1 October 2023
Ravikumaran Govender	Group Digital and Technology Officer	1 January 2024

Resignations/Retirements	Role	Date
Hillie Meyer	Group CEO	31 July 2023
Stephanus Schoeman	CEO: Guardrisk and Short-term Insurance	31 August 2023
Dhesen Ramsamy	Group Chief Digital and Information Officer	31 October 2023

Changes in roles	Role	Date
Jeanette Marais (Cilliers)	Group CEO (previously Deputy Group CEO and CEO: Investments)	1 August 2023

PROVISIONS, CONTINGENT LIABILITIES AND CAPITAL COMMITMENTS

The Group is party to legal proceedings and appropriate provisions are made when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and that amount is measured reliably. The Group is not aware of capital commitments at 30 June 2024 that were not in the ordinary course of business other than what is disclosed in the AFS.

EVENTS AFTER THE REPORTING PERIOD

Following a thorough review of the Momentum Money proposition, the current savings landscape, and the Group's future strategy, Momentum Group has decided to discontinue with the Momentum Money product. Notification of the business closure has been communicated with the Financial Sector Conduct Authority, Prudential Authority and key third-party providers who will be critical in supporting a responsible wind down process.

On 18 September 2024, MML redeemed the subordinated debt instrument MMIG07 with a nominal amount of R750 million on the contractual call date of the bond.

In line with the Group's capital management framework and considering the strong capital and liquidity position, the Board has approved a further R1 billion for the buyback programme of the Group's ordinary shares.

Refer to note 32 in the Group's AFS for more details relating to these events. No other material events occurred between the reporting date and the date of approval of these results.

DIRECTORS' STATEMENT CONTINUED

FINAL DIVIDEND DECLARATION

Ordinary shares

- On 25 September 2024, a gross final ordinary dividend of 65 cents per ordinary share was declared by the Board.
- The dividend is payable out of income reserves to all holders of ordinary shares recorded in the register of the Company at the close of business on Friday, 18 October 2024, and will be paid on Monday, 21 October 2024.
- The dividend will be subject to local dividend withholding tax at a rate of 20% unless the shareholder is exempt from paying dividend tax or is entitled to a reduced rate.
- This will result in a net final dividend of 52 cents per ordinary share for those shareholders who are not exempt from paying dividend tax.
- The last day to trade cum dividend will be Tuesday, 15 October 2024.
- The shares will trade ex dividend from the start of business on Wednesday, 16 October 2024.
- Share certificates may not be dematerialised or rematerialised between Wednesday, 16 October 2024 and Friday, 18 October 2024, both days inclusive.
- The number of ordinary shares in issue at the declaration date was 1 405 148 402.
- The Company's income tax number is 975 2050 147.

Preference shares

- Dividends of R18.2 million (30.06.2023: R18.5 million) (132 cents per share p.a.) were declared on the unlisted A3 Momentum Group Ltd preference shares as determined by the Company's Memorandum of Incorporation.

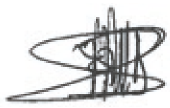
THE BOARD OF DIRECTORS' RESPONSIBILITY

The preparation of these results, and the correct extraction thereof from the Group's audited 2024 AFS, are the responsibility of the Board of directors. A printed version of the full AFS and the SENS announcement may be requested from the office of the Group Company Secretary, Gcobisa Tyusha, tel: +27 12 673 1931 or gcobisa.tyusha@mmltd.co.za.

EXTERNAL AUDIT

These summarised results have not been audited, but have been extracted from the Group's AFS for the year ended 30 June 2024, which have been audited by Ernst & Young Inc. and their unqualified audit report, together with the Group's audited AFS for the year ended 30 June 2024, are available for inspection at the Company's registered office and on Momentum Group's website. In addition, the summarised Group embedded value information has been extracted from the Group's Embedded Value Report for the year ended 30 June 2024, which has been reviewed by Ernst & Young Inc. in accordance with the embedded value basis of the Group, and the review report is available for inspection at the Company's registered office. Appointments must be made for inspections at the Company's registered office.

Signed on behalf of the Board



Paul Baloyi
Chair

Centurion
25 September 2024

Jeanette Marais (Cilliers)
Group Chief Executive

Centurion
25 September 2024

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	30.06.2024 Rm	Restated 30.06.2023[1] Rm	Restated 01.07.2022[1] Rm
ASSETS				
Intangible assets		**4 683**	4 818	5 441
Owner-occupied properties		**2 728**	3 049	3 016
Fixed assets		**591**	478	478
Investment properties		**9 188**	8 825	9 051
Properties under development		**267**	172	162
Investments in associates and joint ventures		**1 700**	1 732	1 248
Employee benefit assets		**431**	400	460
Financial assets at fair value through profit and loss (FVPL)	14	**621 452**	551 705	491 841
Financial assets at amortised cost	14	**7 628**	9 099	8 781
Insurance contract assets	15.1	**11 329**	9 495	8 368
Reinsurance contract assets	17.1	**9 246**	10 813	15 390
Deferred income tax		**1 168**	1 088	953
Other receivables		**1 420**	1 205	1 324
Non-current assets held for sale		**338**	56	14
Current income tax assets		**568**	82	81
Cash and cash equivalents	14	**33 898**	32 958	26 596
Total assets		**706 635**	635 975	573 204
EQUITY				
Equity attributable to owners of the parent		**29 724**	28 580	27 738
Non-controlling interests		**333**	290	276
Total equity		**30 057**	28 870	28 014
LIABILITIES				
Insurance contract liabilities	15.1	**167 731**	152 631	146 830
Investment contracts designated at FVPL	14	**418 476**	373 297	318 176
Financial liabilities at FVPL	14	**53 546**	45 073	48 112
Financial liabilities at amortised cost	14	**3 678**	3 969	4 336
Reinsurance contract liabilities	17.1	**14 617**	13 197	11 545
Deferred income tax		**3 226**	2 775	3 138
Provisions		**404**	385	309
Employee benefit obligations		**2 111**	1 749	1 438
Other payables		**12 460**	12 857	11 090
Current income tax liabilities		**329**	1 172	216
Total liabilities		**676 578**	607 105	545 190
Total equity and liabilities		**706 635**	635 975	573 204

[1] The prior years have been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Notes	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Insurance revenue	2, 6, 15.1	**58 881**	56 132
Insurance service expenses	2, 15.1	**(43 119)**	(42 858)
Allocation of reinsurance premiums	2, 17.1	**(18 365)**	(17 013)
Amounts recoverable from reinsurers for incurred claims	2, 17.1	**9 789**	9 628
Insurance service result		**7 186**	5 889
Investment income	2	**35 279**	30 853
Net realised and unrealised fair value gains	2	**30 118**	40 540
Net impairment reversal/(loss) on financial assets	2	**13**	(176)
Finance expenses from insurance contracts issued	2, 15.1	**(17 172)**	(11 798)
Finance expenses from reinsurance contracts held	2, 17.1	**(72)**	120
Investment returns due to third-party cell owner	2	**(831)**	(596)
Fair value adjustments on investment contract liabilities	2	**(37 799)**	(48 697)
Fair value adjustments on collective investment scheme (CIS) liabilities	2	**(3 210)**	(3 526)
Net insurance and investment result		**13 512**	12 609
Fee income	2, 2.5, 6	**9 206**	8 572
Other operating expenses	2, 7	**(12 245)**	(11 322)
Results of operations		**10 473**	9 859
Share of equity accounted loss on associates and joint ventures	2	**(193)**	(120)
Other income/expenses related to associates and joint ventures	2	**19**	584
Other finance costs	2, 8	**(1 906)**	(2 611)
Profit before tax		**8 393**	7 712
Income tax expense	2, 9	**(4 457)**	(4 521)
Earnings for the year		**3 936**	3 191
Attributable to:			
Owners of the parent	2	**3 847**	3 104
Non-controlling interests	2	**89**	87
		3 936	3 191
Basic earnings per ordinary share (cents)	1	**282.9**	220.0
Diluted earnings per ordinary share (cents)	1	**276.0**	216.3

[1] The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Earnings for the year	**3 936**	3 191
Other comprehensive (loss)/income, net of tax	**(212)**	491
Items that may subsequently be reclassified to income	**(271)**	446
Exchange differences on translating foreign operations[2, 3]	**(176)**	353
Share of other comprehensive (losses)/income and translation of foreign associates	**(95)**	93
Items that will not be reclassified to income	**59**	45
Own credit losses on financial liabilities designated at FVPL	**(29)**	(6)
Land and building revaluation	**91**	39
Remeasurements of post-employee benefit funds	**18**	10
Income tax relating to items that will not be reclassified	**(21)**	2
Total comprehensive income for the year	**3 724**	3 682
Total comprehensive income attributable to:		
Owners of the parent	**3 636**	3 600
Non-controlling interests	**88**	82
	3 724	3 682

1 The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.

2 Included in the prior year were the following:
- A loss of R32 million which represented the foreign currency translation reserve (FCTR) release on the sale of Metropolitan Cannon Life Assurance Ltd and Metropolitan Cannon General Insurance Ltd.
- A profit of R5 million (Restated) which represented the FCTR release on the dilution of the holding in Aditya Birla Health Insurance Company Ltd (ABHI).

As a result, a net income of R27 million (Restated) was recognised in the income statement.

3 The movement in the current year is primarily caused by the strengthening of the ZAR against the USD, GBP, EUR and INR. In the prior year, the movement was primarily caused by the weakening of the ZAR against the USD, GBP, EUR and INR but was offset by the strengthening of the ZAR against the GHS.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Notes	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Changes in share capital			
Balance at beginning and end		**9**	9
Changes in share premium			
Balance at beginning		**13 183**	12 760
IFRS 17 opening adjustment	21	**–**	423
Restated balance at beginning		**13 183**	13 183
Conversion of preference shares		**265**	–
Balance at end		**13 448**	13 183
Changes in other components of equity			
Balance at beginning		**2 051**	1 409
IFRS 17 opening adjustment		**–**	74
Restated balance at beginning		**2 051**	1 483
Total comprehensive (loss)/income		**(182)**	502
Equity-settled share-based payments		**39**	52
Transfer (to)/from retained earnings		**(1 066)**	14
Balance at end	12	**842**	2 051
Changes in retained earnings			
Balance at beginning		**13 337**	10 399
IFRS 17 opening adjustment	21	**–**	2 614
Other restatements	20	**–**	50
Restated balance at beginning		**13 337**	13 063
Total comprehensive income		**3 818**	3 098
Dividend declared		**(1 808)**	(1 629)
Shares repurchased and cancelled		**(1 000)**	(1 250)
Increase relating to transactions with non-controlling interests		**12**	–
Decrease relating to transactions with non-controlling interests		**–**	(1)
Transfer from/(to) other reserves		**1 066**	(14)
Release of put option on minority interest[2]		**–**	70
Balance at end		**15 425**	13 337
Equity attributable to owners of the parent		**29 724**	28 580
Changes in non-controlling interests			
Balance at beginning		**290**	365
IFRS 17 opening adjustment	21	**–**	(2)
Other restatements	20	**–**	(87)
Restated balance at beginning		**290**	276
Business combinations	4	**44**	1
Total comprehensive income		**88**	82
Dividend paid		**(99)**	(73)
Increase relating to transactions with owners[2]		**10**	33
Sale of subsidiary		**–**	(29)
Balance at end		**333**	290
Total equity		**30 057**	28 870

[1] The prior years have been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

[2] In the prior year, this related primarily to the put option liability in relation to Metropolitan Cannon Life Assurance Ltd and Metropolitan Cannon General Insurance Ltd. The put option lapsed unexercised during the prior year.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Cash flow from operating activities		
Cash utilised in operations	**(22 948)**	(6 345)
Interest received	**23 217**	19 083
Dividends received	**5 491**	4 216
Income tax paid	**(5 487)**	(4 076)
Interest paid	**(2 075)**	(2 744)
Net cash (outflow)/inflow from operating activities	**(1 802)**	10 134
Cash flow from investing activities		
Net investments in subsidiaries	**(263)**	(18)
Contingent consideration paid relating to business combinations	**(7)**	–
Investments in associates and joint ventures	**(205)**	(9)
Net proceeds from disposal of subsidiary	**–**	(29)
Loans advanced to related parties	**(287)**	(364)
Loan repayments from related parties	**288**	2
Purchases of owner-occupied properties	**(6)**	(30)
Proceeds from disposal of owner-occupied properties	**32**	–
Purchases of fixed assets	**(316)**	(246)
Proceeds from disposal of fixed assets	**4**	21
Purchases of computer software	**(68)**	(104)
Dividends from associates	**57**	73
Net cash outflow from investing activities	**(771)**	(704)
Cash flow from financing activities		
Subordinated call notes issued	**750**	–
Subordinated call notes repaid	**(750)**	(980)
Proceeds from carry positions[2]	**201 528**	167 608
Repayment of carry positions[2]	**(194 917)**	(166 249)
Proceeds from other borrowings measured at fair value	**117**	30
Repayment of other borrowings measured at fair value	**(45)**	(801)
Proceeds from other borrowings measured at amortised cost	**295**	176
Repayment of other borrowings measured at amortised cost	**(375)**	(649)
KTH A4 unilateral payment for cumulative redeemable preference shares	**(11)**	–
Dividends paid to equity holders	**(1 773)**	(1 594)
Dividends paid to non-controlling interest shareholders	**(99)**	(73)
Shares purchased from non-controlling interest shareholders	**–**	(1)
Shares issued to non-controlling interest shareholders	**22**	5
Shares repurchased	**(1 000)**	(1 250)
Net cash inflow/(outflow) from financing activities	**3 742**	(3 778)
Net cash flow	**1 169**	5 652
Cash resources and funds on deposit at beginning	**32 958**	26 596
Foreign currency translation	**(229)**	710
Cash resources and funds on deposit at end	**33 898**	32 958
Made up as follows:		
Cash and cash equivalents	**33 898**	32 958

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

2 These line items were previously disclosed on a net basis and have subsequently been disaggregated to enhance comparability and usefulness.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS

NOTE 1

Earnings

Normalised headline earnings adjust the JSE definition of headline earnings for the impact of finance costs related to preference shares that can be converted into ordinary shares of the Group when it is anti-dilutive, the impact of treasury shares held by the iSabelo Trust, the amortisation of intangible assets arising from business combinations, Broad-based black economic empowerment (B-BBEE) costs and the impairment of loans to subsidiaries that were subsequently disinvested. Additionally, the iSabelo special purpose vehicle, which houses preference shares issued as part of the employee share ownership scheme's funding arrangement is deemed to be external from the Group and the discount at which the iSabelo Trust acquired the Momentum Group Ltd's treasury shares is amortised over a period of 10 years and recognised as a reduction to normalised headline earnings.

Earnings attributable to owners of the parent	Basic earnings		Diluted earnings	
	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Earnings – equity holders of the Group	**3 847**	3 104	**3 847**	3 104
Finance costs – convertible preference shares			**37**	37
Diluted earnings			**3 884**	3 141
Adjustments within equity-accounted earnings	**–**	3	**–**	3
Profit on dilution of associate[2]	**–**	(584)	**–**	(584)
Gain on step-up of associate[3]	**(30)**	–	**(30)**	–
Intangible asset impairments[4]	**249**	478	**249**	478
Tax on intangible asset impairments	**(9)**	–	**(9)**	–
Investment in associate impairment	**11**	–	**11**	–
Loss on sale of subsidiaries[5]	**–**	112	**–**	112
FCTR reversal on dilution of associate[2]	**–**	5	**–**	5
FCTR reversal on sale of foreign subsidiaries[5]	**–**	(32)	**–**	(32)
(Profit)/Loss on sale of fixed assets	**(3)**	1	**(3)**	1
Tax on (profit)/loss on sale of fixed assets	**(1)**	–	**(1)**	–
Net reversal of impairment of owner-occupied property below cost[6]	**(3)**	(46)	**(3)**	(46)
Headline earnings[7]	**4 061**	3 041	**4 098**	3 078
B-BBEE costs			**32**	16
Adjustments for iSabelo[8,9]			**114**	101
Fair value movement on preference shares issued to iSabelo special purpose vehicle[9]			**40**	99
Amortisation of intangible assets relating to business combinations			**154**	159
Impairment of loans to subsidiaries following the Group's disinvestment			**–**	38
Normalised headline earnings[10]			**4 438**	3 491

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

2 The prior year related to the dilution of the Group's shareholding in ABHI from 49% to 44.1% in the India segment.

3 This relates to the step-up acquisition of the RMI Investment Managers Affiliates 2 (Pty) Ltd associate (Momentum Investments segment).

4 The current year impairments relate to:
- Goodwill and broker network recognised as part of the acquisition of Momentum Global Investment Management Ltd (MGIM) (Momentum Investments segment). Following an assessment of the near-term revenue outlook, and considering current valuations of its peer group, the recoverable amount of the MGIM cash-generating unit (CGU) at 30 June 2024 was downwardly adjusted, to reflect lower earnings expectations over the short to medium term. This led to an impairment of R206 million and associated deferred tax of R8 million, resulting in a net impairment of R198 million. R174 million of the gross impairment was allocated to goodwill and the remaining R32 million was allocated to broker network. The impairment is not directly attributable to recent acquisitions (Seneca Investment Managers Ltd (Seneca) and Crown Agents Investment Management Ltd (CAIM)), but rather is reflective of prevalent macroeconomic and trading conditions. Plans to restore earnings to prior levels within the next two to three years have not been taken into account in the valuation at 30 June 2024.
- The implementation of a new insurance policy administration system in Momentum Metropolitan Africa was ceased during the year due to cost overruns and project delays, as such the balance was fully impaired.

The prior year impairment related to:
- Goodwill recognised as part of the acquisition of the Alexander Forbes Short-term Insurance business (Momentum Insure segment). The business was subsequently integrated with Momentum Short-term Insurance and referred to as Momentum Insure. The recoverable amount (R1 708 million) of the Momentum Insure CGU was determined based on value-in-use calculations with reference to directors' valuations (DVs). The impairment was a consequence of a revision to the five-year earnings forecast that reflected a weaker medium-term growth outlook. This followed a challenging year in terms of claims experience, which will take some time to normalise. The remaining goodwill balance after the impairment was Rnil.

5 Related to the sale of Metropolitan Cannon Life Assurance Ltd and Metropolitan Cannon General Insurance Ltd in the Momentum Metropolitan Africa segment.

6 The reversal of impairment in the prior year mainly related to the Marc, Tower 2 due to improvements in the market. This resulted in a partial reversal of the previous impairment recognised.

7 The long-term insurance industry exemption which allows that net realised and unrealised fair value gains on investment properties not being excluded from headline earnings has been applied.

8 This mainly includes the add back of the IFRS 2 – Share-based payment expense incurred as a result of the employee share ownership scheme, as well as the investment income earned on the preference shares.

9 These line items were previously disclosed on a net basis and have subsequently been disaggregated to enhance comparability and usefulness.

10 Refer to note 2 for an analysis of normalised headline earnings per segment.

NOTE 1 CONTINUED

Earnings continued

Earnings per share (cents) attributable to owners of the parent	12 mths to 30.06.2024	Restated 12 mths to 30.06.2023[1]
Basic		
Earnings	**282.9**	220.0
Headline earnings	**298.6**	215.5
Basic weighted average number of shares (million)[2]	**1 360**	1 411
Basic number of shares in issue (million)	**1 360**	1 380
Diluted		
Normalised headline earnings	**309.7**	235.2
Diluted weighted average number of shares for normalised headline earnings (million)[3]	**1 433**	1 484
Diluted number of shares in issue for normalised headline earnings (million)	**1 405**	1 453
Earnings	**276.0**	216.3
Headline earnings	**291.3**	212.0
Diluted weighted average number of shares (million)[2]	**1 407**	1 452

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.
2 For basic and diluted earnings and headline earnings per share, treasury shares held by a subsidiary on behalf of employees are deemed to be cancelled.
3 For normalised headline earnings per share, treasury shares held by a subsidiary on behalf of employees are deemed to be issued.

NOTE 2

Segmental report

The Group's reporting view reflects the following segments:

- **Momentum Retail:** Momentum Retail includes protection and savings products focused on the middle and affluent client segments.
- **Momentum Investments:** Momentum Investments consists of wealth platform management, retail annuities and guaranteed investment products, local and offshore asset management and investment solutions, stockbroking solutions and property development and management. Momentum Money is included in this portfolio.
- **Metropolitan Life:** Metropolitan Life focuses on the lower and middle income retail market segment, with a range of protection, savings and annuity products.
- **Momentum Corporate:** Momentum Corporate offers group risk, annuities, pension savings and umbrella fund (FundsAtWork) products.
- **Momentum Metropolitan Health:** Provides healthcare solutions to individuals, corporates and the public sector within a range of structures and products, including Momentum Multiply, an incentivised wellness product.
- **Guardrisk:** Guardrisk offers cell captive insurance and risk solutions to corporate and commercial entities.
- **Momentum Insure:** Provides retail non-life insurance to the middle, upper and high-net-worth market segments and small to medium businesses.
- **Momentum Metropolitan Africa:** This segment includes the Group's operations within other African countries. This includes life and non-life insurance, healthcare, asset management and pension administration.
- **India:** This segment mainly consists of the Group's investment in ABHI, a health insurance business in India.
- **Shareholders:** The Shareholders segment houses the venture capital fund investments, a proportion of the investment returns from MML and the head office costs not allocated to operating segments (e.g. certain holding company expenses).

The Group has aligned the reporting segments with the updated internal operating structure. This enables the Group to report more meaningfully on the way the business is managed by the Group's leaders. The change in the operating structure had no impact on the current or prior year's reported earnings, diluted earnings or headline earnings per share, or on the NAV or net cash flow. Refer to Appendix A for more information.

The Executive Committee of the Group assesses the performance of the operating segments based on normalised headline earnings.

A reconciliation of earnings to normalised headline earnings is provided in note 1.

Refer to the embedded value report for in depth detail on covered business.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2 CONTINUED

Segmental report continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Segmental total Rm	Reconciling items[1] Rm	Total Rm
12 mths to 30.06.2024														
Insurance revenue	2.6	8 353	2 744	6 201	7 884	1 440	25 709	3 272	3 278	–	–	58 881	–	58 881
Insurance service expenses		(6 656)	(2 485)	(5 253)	(6 211)	(1 182)	(15 388)	(2 954)	(2 990)	–	–	(43 119)	–	(43 119)
Contract holder tax[2]		(172)	–	(240)	(1)	–	(1 835)	–	(6)	–	–	(2 254)	2 254	–
Allocation of reinsurance premiums		(2 470)	–	(30)	(856)	–	(14 569)	(73)	(367)	–	–	(18 365)	–	(18 365)
Amounts recoverable from reinsurers for incurred claims		2 685	–	45	454	–	6 368	4	233	–	–	9 789	–	9 789
Insurance service result		1 740	259	723	1 270	258	285	249	148	–	–	4 932	2 254	7 186
Investment income, net realised and unrealised fair value gains and net impairment loss on financial assets		7 007	24 330	4 744	14 352	93	4 050	65	2 402	2	322	57 367	8 043	65 410
Finance expenses from insurance contracts issued		(3 137)	(4 614)	(4 509)	(3 037)	(2)	(328)	(4)	(1 541)	–	–	(17 172)	–	(17 172)
Finance income/(expense) from reinsurance contracts held		275	–	–	190	–	(551)	–	14	–	–	(72)	–	(72)
Investment returns due to third-party cell owner		–	–	–	–	–	(831)	–	–	–	–	(831)	–	(831)
Fair value adjustments on investment contract liabilities		(4 430)	(19 381)	(97)	(11 308)	–	(2 182)	–	(453)	–	52	(37 799)	–	(37 799)
Fair value adjustments on CIS liabilities		–	–	–	–	–	–	–	(202)	–	(39)	(241)	(2 969)	(3 210)
Net insurance and investment result		1 455	594	861	1 467	349	443	310	368	2	335	6 184	7 328	13 512
Fee income		1 167	4 373	14	1 263	2 872	714	10	209	164	1 014	11 800	(2 594)	9 206
Fee income	2.5, 2.6	1 143	3 473	11	1 260	2 798	719	10	210	29	13	9 666	(460)	9 206
Intergroup fee income		24	900	3	3	74	(5)	–	(1)	135	1 001	2 134	(2 134)	–
Other operating expenses		(1 413)	(4 629)	(303)	(1 375)	(2 793)	(341)	(390)	(580)	(173)	(1 471)	(13 468)	1 223	(12 245)
Results of operations		1 209	338	572	1 355	428	816	(70)	(3)	(7)	(122)	4 516	5 957	10 473
Shareholder investment return[3]		259	101	153	240	–	(15)	178	436	1	(281)	1 072	(1 072)	–
Share of equity accounted profit/(loss) on associates and joint ventures		–	20	–	–	24	–	–	29	(269)	3	(193)	–	(193)
Other income/expenses related to associates and joint ventures		–	36	–	–	–	–	–	(11)	–	(6)	19	–	19
Other finance costs		–	–	–	–	–	–	–	–	–	–	–	(1 906)	(1 906)
Profit/(Loss) before tax		1 468	495	725	1 595	452	801	108	451	(275)	(406)	5 414	2 979	8 393
Income tax expense		(359)	(128)	(130)	(413)	(135)	(191)	62	(117)	1	(68)	(1 478)	(2 979)	(4 457)
Earnings for the year		1 109	367	595	1 182	317	610	170	334	(274)	(474)	3 936	–	3 936

1 Refer to note 2.1 for information on the reconciling items.

2 Contract holder tax is reallocated from the Income tax expense line. This represents the following taxes:
Contract holder taxes that are directly chargeable to insurance contracts and paid on behalf of contract holders to the revenue authority. The corresponding tax charges that are deducted from contract holder fund values are included within the Insurance revenue line.
For Guardrisk this represents tax on earnings in third-party cells that are paid on behalf of the cell owner to the revenue authority. The corresponding tax charges to the cell owner are included within the Allocation of reinsurance premiums line.

3 Shareholder investment return relates to investment return on excess assets. It is separately disclosed for segmental reporting, but is disclosed as investment income, net realised and unrealised fair value gains, certain expenses incurred relating to excess assets and other finance costs in the consolidated income statement.

NOTE 2 CONTINUED

Segmental report continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Segmental total Rm	Reconciling items[1] Rm	Total Rm
12 mths to 30.06.2024														
Earnings for the year		1 109	367	595	1 182	317	610	170	334	(274)	(474)	3 936	–	3 936
Non-controlling interests		–	(9)	–	–	(66)	–	–	(16)	–	2	(89)	–	(89)
Earnings – equity holders of the Group		1 109	358	595	1 182	251	610	170	318	(274)	(472)	3 847	–	3 847
Finance costs – convertible preference shares		–	–	–	–	–	–	–	–	–	37	37	–	37
Diluted earnings		1 109	358	595	1 182	251	610	170	318	(274)	(435)	3 884	–	3 884
(Gain)/Loss on step-up of associate		–	(36)	–	–	–	–	–	–	–	6	(30)	–	(30)
Intangible asset impairments		–	206	–	–	–	–	–	43	–	–	249	–	249
Tax on intangible asset impairments		–	(9)	–	–	–	–	–	–	–	–	(9)	–	(9)
Investment in associate impairment		–	–	–	–	–	–	–	11	–	–	11	–	11
Profit on sale of fixed assets		–	–	–	–	–	–	–	–	–	(3)	(3)	–	(3)
Tax on profit on sale of fixed assets		–	–	–	–	–	–	–	–	–	(1)	(1)	–	(1)
Net reversal of impairment of owner-occupied property below cost		–	–	–	–	–	–	–	–	–	(3)	(3)	–	(3)
Headline earnings		1 109	519	595	1 182	251	610	170	372	(274)	(436)	4 098	–	4 098
B-BBEE costs		–	–	–	–	–	–	–	–	–	32	32	–	32
Adjustments for iSabelo		–	2	–	–	4	2	2	–	–	104	114	–	114
Fair value movement on preference shares issued to iSabelo special purpose vehicle		–	–	–	–	–	–	–	–	–	40	40	–	40
Amortisation of intangible assets relating to business combinations		–	12	–	–	–	41	20	4	–	77	154	–	154
Normalised headline earnings		1 109	533	595	1 182	255	653	192	376	(274)	(183)	4 438	–	4 438
Normalised headline earnings	2.3	1 109	533	595	1 182	255	653	192	376	(274)	(183)	4 438	–	4 438
Operating profit/(loss)[2]		1 267	625	656	1 363	360	887	(41)	26	(276)	145	5 012	–	5 012
Tax on operating profit/(loss)		(360)	(175)	(180)	(367)	(105)	(219)	100	(53)	1	(46)	(1 404)	–	(1 404)
Investment return		259	101	153	240	–	(15)	178	436	1	(281)	1 072	–	1 072
Tax on investment return		(57)	(18)	(34)	(54)	–	–	(45)	(33)	–	(1)	(242)	–	(242)
Covered	2.4	1 157	387	595	1 201	–	–	–	408	–	252	4 000	–	4 000
Non-covered	2.4	(48)	146	–	(19)	255	653	192	(32)	(274)	(435)	438	–	438
		1 109	533	595	1 182	255	653	192	376	(274)	(183)	4 438	–	4 438

1 Refer to note 2.1 for information on the reconciling items.
2 Operating profit/(loss) is normalised headline earnings gross of tax less investment return.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2 CONTINUED

Segmental report continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Segmental total Rm	Reconciling items[1] Rm	Total Rm
Restated														
12 mths to 30.06.2023[2]														
Insurance revenue	2.6	7 784	2 298	6 022	8 020	1 258	24 703	3 070	2 977	–	–	56 132	–	56 132
Insurance service expenses		(6 665)	(2 149)	(5 320)	(6 322)	(969)	(15 210)	(3 303)	(2 920)	–	–	(42 858)	–	(42 858)
Contract holder tax[3]		(201)	–	(320)	(1)	–	(1 705)	–	(6)	–	–	(2 233)	2 233	–
Allocation of reinsurance premiums		(2 269)	–	25	(1 149)	–	(13 186)	(65)	(369)	–	–	(17 013)	–	(17 013)
Amounts recoverable from reinsurers for incurred claims		2 809	–	43	577	–	5 682	228	289	–	–	9 628	–	9 628
Insurance service result		1 458	149	450	1 125	289	284	(70)	(29)	–	–	3 656	2 233	5 889
Investment income, net realised and unrealised fair value gains and net impairment loss on financial assets		9 928	28 781	3 864	14 463	45	3 213	71	1 805	(5)	313	62 478	8 739	71 217
Finance expenses from insurance contracts issued		(2 743)	(1 679)	(3 704)	(1 809)	(1)	(844)	(2)	(1 016)	–	–	(11 798)	–	(11 798)
Finance (expenses)/income from reinsurance contracts held		(197)	–	(1)	62	–	244	–	12	–	–	120	–	120
Investment returns due to third-party cell owner		–	–	–	–	–	(596)	–	–	–	–	(596)	–	(596)
Fair value adjustments on investment contract liabilities		(6 830)	(26 822)	(85)	(12 550)	–	(1 892)	–	(556)	–	38	(48 697)	–	(48 697)
Fair value adjustments on CIS liabilities		–	–	–	–	–	–	–	(173)	–	(12)	(185)	(3 341)	(3 526)
Net insurance and investment result		1 616	429	524	1 291	333	409	(1)	43	(5)	339	4 978	7 631	12 609
Fee income		1 111	4 042	18	1 564	2 573	493	6	101	112	616	10 636	(2 064)	8 572
Fee income	2.5, 2.6	1 102	3 201	18	1 563	2 498	500	6	102	18	44	9 052	(480)	8 572
Intergroup fee income		9	841	–	1	75	(7)	–	(1)	94	572	1 584	(1 584)	–
Other operating expenses		(1 336)	(4 058)	(256)	(1 455)	(2 463)	(316)	(843)	(376)	(139)	(891)	(12 133)	811	(11 322)
Results of operations		1 391	413	286	1 400	443	586	(838)	(232)	(32)	64	3 481	6 378	9 859
Shareholder investment return[4]		175	156	100	141	9	3	47	430	1	(203)	859	(859)	–
Share of equity accounted profit/(loss) on associates and joint ventures		–	27	–	–	23	–	–	28	(197)	(1)	(120)	–	(120)
Other income/expenses related to associates and joint ventures		–	–	–	–	–	–	–	–	584	–	584	–	584
Other finance costs		–	–	–	–	–	–	–	–	–	–	–	(2 611)	(2 611)
Profit before tax		1 566	596	386	1 541	475	589	(791)	226	356	(140)	4 804	2 908	7 712
Income tax expense		(424)	(133)	(73)	(404)	(138)	(152)	(19)	(100)	1	(171)	(1 613)	(2 908)	(4 521)
Earnings for the year		1 142	463	313	1 137	337	437	(810)	126	357	(311)	3 191	–	3 191

1 Refer to note 2.1 for information on the reconciling items.

2 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17. The prior year has also been restated based on a new operating model adopted by the Group. Refer to Appendix A for reconciliations of normalised headline earnings under the old model to normalised headline earnings under the new model.

3 Contract holder tax is reallocated from the Income tax expense line. This represents the following taxes: Contract holder taxes that are directly chargeable to insurance contracts and paid on behalf of contract holders to the revenue authority. The corresponding tax charges that are deducted from contract holder fund values are included within the Insurance revenue line. For Guardrisk this represents tax on earnings in third-party cells that are paid on behalf of the cell owner to the revenue authority. The corresponding tax charges to the cell owner are included within the Allocation of reinsurance premiums line.

4 Shareholder investment return relates to investment return on excess assets. It is separately disclosed for segmental reporting, but is disclosed as investment income, net realised and unrealised fair value gains, certain expenses incurred relating to excess assets and other finance costs in the consolidated income statement.

Segmental report continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Segmental total Rm	Reconciling items[1] Rm	Total Rm
Restated 12 mths to 30.06.2023[2]														
Earnings for the year		1 142	463	313	1 137	337	437	(810)	126	357	(311)	3 191	–	3 191
Non-controlling interests		–	(10)	–	–	(97)	(2)	–	8	–	14	(87)	–	(87)
Earnings – equity holders of the Group		1 142	453	313	1 137	240	435	(810)	134	357	(297)	3 104	–	3 104
Finance costs – convertible preference shares		–	–	–	–	–	–	–	–	–	37	37	–	37
Diluted earnings		1 142	453	313	1 137	240	435	(810)	134	357	(260)	3 141	–	3 141
Adjustments within equity-accounted earnings		–	3	–	–	–	–	–	–	–	–	3	–	3
Profit on dilution of associate		–	–	–	–	–	–	–	–	(584)	–	(584)	–	(584)
Intangible asset impairments		–	–	–	–	–	–	478	–	–	–	478	–	478
Loss on sale of subsidiaries		–	–	–	–	–	–	–	112	–	–	112	–	112
FCTR reversal on dilution of associate		–	–	–	–	–	–	–	–	5	–	5	–	5
FCTR reversal on sale of foreign subsidiaries		–	–	–	–	–	–	–	(32)	–	–	(32)	–	(32)
Loss on sale of fixed assets		–	–	–	–	–	–	–	–	–	1	1	–	1
Net reversal of impairment of owner-occupied property below cost		–	–	–	–	–	–	–	–	–	(46)	(46)	–	(46)
Headline earnings		1 142	456	313	1 137	240	435	(332)	214	(222)	(305)	3 078	–	3 078
B-BBEE costs		–	–	–	–	–	–	–	–	–	16	16	–	16
Adjustments for iSabelo		2	2	–	–	5	2	1	–	–	89	101	–	101
Fair value movement on preference shares issued to iSabelo special purpose vehicle		–	–	–	–	–	–	–	–	–	99	99	–	99
Amortisation of intangible assets relating to business combinations		–	11	–	–	–	54	22	2	–	70	159	–	159
Impairment of loans to subsidiaries following the Group's disinvestment		–	–	–	–	–	–	–	38	–	–	38	–	38
Normalised headline earnings		1 144	469	313	1 137	245	491	(309)	254	(222)	(31)	3 491	–	3 491
Normalised headline earnings	2.3	1 144	469	313	1 137	245	491	(309)	254	(222)	(31)	3 491	–	3 491
Operating profit/(loss)[3]		1 399	469	326	1 408	347	673	(329)	(123)	(224)	354	4 300	–	4 300
Tax on operating profit/(loss)		(390)	(125)	(90)	(380)	(111)	(185)	(16)	(27)	1	(222)	(1 545)	–	(1 545)
Investment return		175	156	100	141	9	3	47	430	1	(203)	859	–	859
Tax on investment return		(40)	(31)	(23)	(32)	–	–	(11)	(26)	–	40	(123)	–	(123)
Covered	2.4	1 218	297	311	1 137	–	–	–	377	–	134	3 474	–	3 474
Non-covered	2.4	(74)	172	2	–	245	491	(309)	(123)	(222)	(165)	17	–	17
		1 144	469	313	1 137	245	491	(309)	254	(222)	(31)	3 491	–	3 491

1 Refer to note 2.1 for information on the reconciling items.

2 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17. The prior year has also been restated based on a new operating model adopted by the Group. Refer to Appendix A for reconciliations of normalised headline earnings under the old model to normalised headline earnings under the new model.

3 Operating profit/(loss) is normalised headline earnings gross of tax less investment return.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2.1
Reconciling items

	Notes	Contract holder tax Rm	Shareholder investment return Rm	Property subsidiaries not allocated to a reporting segment Rm	CIS subsidiaries not allocated to a reporting segment Rm	Intercompany fees and expenses Rm	Intercompany finance income and costs Rm	Allocation of finance expense Rm	Total reconciling items Rm
12 mths to 30.06.2024									
Contract holder tax		**2 254**	–	–	–	–	–	–	**2 254**
Insurance service result		**2 254**	–	–	–	–	–	–	**2 254**
Investment income, net realised and unrealised fair value gains and net impairment loss on financial assets		**539**	**1 533**	**730**	**3 975**	–	**(75)**	**1 341**	**8 043**
Fair value adjustments on CIS liabilities		–	–	**(130)**	**(2 839)**	–	–	–	**(2 969)**
Net insurance and investment result		**2 793**	**1 533**	**600**	**1 136**	–	**(75)**	**1 341**	**7 328**
Fee income		–	–	–	**(460)**	**(2 134)**	–	–	**(2 594)**
Fee income	2.5, 2.6	–	–	–	**(460)**	–	–	–	**(460)**
Intergroup fee income		–	–	–	–	**(2 134)**	–	–	**(2 134)**
Other operating expenses		–	**(17)**	**(602)**	**(381)**	**2 134**	–	**89**	**1 223**
Results of operations		**2 793**	**1 516**	**(2)**	**295**	–	**(75)**	**1 430**	**5 957**
Shareholder investment return		–	**(1 072)**	–	–	–	–	–	**(1 072)**
Other finance costs		–	**(419)**	–	**(132)**	–	**75**	**(1 430)**	**(1 906)**
Profit/(Loss) before tax		**2 793**	**25**	**(2)**	**163**	–	–	–	**2 979**
Income tax expense		**(2 793)**	**(25)**	**2**	**(163)**	–	–	–	**(2 979)**
Earnings for the year		–	–	–	–	–	–	–	–
Restated									
12 mths to 30.06.2023[1]									
Contract holder tax		2 233	–	–	–	–	–	–	2 233
Insurance service result		2 233	–	–	–	–	–	–	2 233
Investment income, net realised and unrealised fair value gains and net impairment loss on financial assets		555	1 304	502	5 594	–	(59)	843	8 739
Fair value adjustments on CIS liabilities		–	–	(33)	(3 308)	–	–	–	(3 341)
Net insurance and investment result		2 788	1 304	469	2 286	–	(59)	843	7 631
Fee income		–	–	–	(480)	(1 584)	–	–	(2 064)
Fee income	2.5, 2.6	–	–	–	(480)	–	–	–	(480)
Intergroup fee income		–	–	–	–	(1 584)	–	–	(1 584)
Other operating expenses		–	(44)	(512)	(285)	1 584	–	68	811
Results of operations		2 788	1 260	(43)	1 521	–	(59)	911	6 378
Shareholder investment return		–	(859)	–	–	–	–	–	(859)
Other finance costs		–	(383)	(1)	(1 375)	–	59	(911)	(2 611)
Profit/(Loss) before tax		2 788	18	(44)	146	–	–	–	2 908
Income tax expense		(2 788)	(18)	44	(146)	–	–	–	(2 908)
Earnings for the year		–	–	–	–	–	–	–	–

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information. The prior year has also been restated based on a new operating model adopted by the Group. Refer to Appendix A for reconciliations of normalised headline earnings under the old model to normalised headline earnings under the new model.

NOTE 2.2

India[1]

	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[2] Rm
Gross written premiums	**8 316**	5 941
Combined ratio	**110%**	110%
Claims ratio	**68%**	65%
Loss before and after tax	**(423)**	(474)
Momentum Group share of results[3]	**(269)**	(197)
Group support costs	**(34)**	(40)
Group IT and IT services	**28**	14
Other	**1**	1
Normalised headline earnings	**(274)**	(222)
Number of lives	**18 712 303**	20 853 206

[1] The India results have been reported with a three-month lag.
[2] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.
[3] During October 2022, the Group's holding in ABHI was diluted from 49% to 44.1% with the introduction of a new shareholder as a partner in the business.

NOTE 2.3

Change in normalised headline earnings

	Notes	Change %	12 mths to 30.06.2024 Rm	Restated 12 mths to 30.06.2023[1] Rm
Momentum Retail		**(3)**	**1 109**	1 144
Momentum Investments		**14**	**533**	469
Metropolitan Life		**90**	**595**	313
Momentum Corporate		**4**	**1 182**	1 137
Momentum Metropolitan Health		**4**	**255**	245
Guardrisk		**33**	**653**	491
Momentum Insure		**>100**	**192**	(309)
Momentum Metropolitan Africa		**48**	**376**	254
India		**(23)**	**(274)**	(222)
Normalised headline earnings from operating segments		**31**	**4 621**	3 522
Shareholders		**<(100)**	**(183)**	(31)
Total normalised headline earnings	2	**27**	**4 438**	3 491

[1] The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17. The prior year has also been restated based on a new operating model adopted by the Group. Refer to Appendix A for reconciliations of normalised headline earnings under the old model to normalised headline earnings under the new model.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2.4

Segmental analysis

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Total Rm
12 mths to 30.06.2024												
Covered												
Protection		801	–	232	822	–	–	–	29	–	–	1 884
Long-term savings		90	(30)	(13)	94	–	–	–	2	–	–	143
Annuities and structured products		–	371	236	114	–	–	–	2	–	–	723
Traditional		63	–	29	–	–	–	–	4	–	–	96
Other[1]		1	11	(8)	(8)	–	–	–	38	–	17	51
Investment return[2]		202	35	119	179	–	–	–	333	–	235	1 103
Total	2	1 157	387	595	1 201	–	–	–	408	–	252	4 000
Non-covered												
Investment and savings		–	171	–	–	–	–	–	–	–	–	171
Life insurance		–	–	–	–	–	–	–	3	–	–	3
Health		–	–	–	–	291	–	–	75	–	–	366
Momentum Multiply		–	–	–	–	(49)	–	–	–	–	–	(49)
Cell captives		–	–	–	–	–	652	–	–	–	–	652
Non-life insurance		–	–	–	–	–	–	55	–	–	–	55
Holding company expenses		–	–	–	–	–	–	–	(168)	–	(176)	(344)
India		–	–	–	–	–	–	–	–	(276)	–	(276)
Momentum Money		–	(85)	–	–	–	–	–	–	–	–	(85)
Other[3]		(48)	12	–	(26)	13	16	4	(12)	1	258	218
Investment return		–	48	–	7	–	(15)	133	70	1	(517)	(273)
Total	2	(48)	146	–	(19)	255	653	192	(32)	(274)	(435)	438
Normalised headline earnings		1 109	533	595	1 182	255	653	192	376	(274)	(183)	4 438

1 Included in Other are once-off items that are not linked to a specific product as well as earnings that are not contract holder related.
2 For covered business, this is only the return on shareholder assets.
3 Included in Other is mainly earnings that are not contract holder related.

NOTE 2.4 CONTINUED

Segmental analysis continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Total Rm
Restated 12 mths to 30.06.2023[1]												
Covered												
Protection		710	–	151	803	–	–	–	89	–	–	1 753
Long-term savings		120	(42)	(33)	190	–	–	–	(122)	–	–	113
Annuities and structured products		–	255	80	57	–	–	–	4	–	–	396
Traditional		189	–	40	–	–	–	–	5	–	–	234
Other[2]		64	(13)	(4)	(22)	–	–	–	(17)	–	(13)	(5)
Investment return[3]		135	97	77	109	–	–	–	418	–	147	983
Total	2	1 218	297	311	1 137	–	–	–	377	–	134	3 474
Non-covered												
Investment and savings		–	242	–	–	–	–	–	–	–	–	242
Life insurance		–	–	–	–	–	–	–	(4)	–	–	(4)
Health		–	–	–	–	287	–	–	(13)	–	–	274
Momentum Multiply		–	–	–	–	(54)	–	–	–	–	–	(54)
Cell captives		–	–	–	–	–	483	–	–	–	–	483
Non-life insurance		–	–	–	–	–	–	(346)	19	–	–	(327)
Holding company expenses		–	–	–	–	–	–	–	(104)	–	(167)	(271)
India		–	–	–	–	–	–	–	–	(224)	–	(224)
Momentum Money		–	(103)	–	–	–	–	–	–	–	–	(103)
Other[4]		(74)	5	2	–	3	5	1	(7)	1	312	248
Investment return		–	28	–	–	9	3	36	(14)	1	(310)	(247)
Total	2	(74)	172	2	–	245	491	(309)	(123)	(222)	(165)	17
Normalised headline earnings		1 144	469	313	1 137	245	491	(309)	254	(222)	(31)	3 491

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17. The prior year has also been restated based on a new operating model adopted by the Group. Refer to Appendix A for reconciliations of normalised headline earnings under the old model to normalised headline earnings under the new model.

2 Included in Other are once-off items that are not linked to a specific product as well as earnings that are not contract holder related.

3 For covered business, this is only the return on shareholder assets.

4 Included in Other is mainly earnings that are not contract holder related.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2.5

Segment IFRS 15 – Revenue from contracts with customers

		Total revenue in scope of IFRS 15					
	Notes	Contract administration Rm	Trust and fiduciary services Rm	Health administration Rm	Cell captive commission Rm	Other fee income Rm	Total fee income Rm
12 mths to 30.06.2024							
Momentum Retail		1 020	36	–	–	87	1 143
Momentum Investments		1 871	1 412	–	–	190	3 473
Metropolitan Life		8	–	–	–	3	11
Momentum Corporate		720	490	–	–	50	1 260
Momentum Metropolitan Health		1	–	2 616	–	181	2 798
Guardrisk		176	–	–	241	302	719
Momentum Insure		–	–	–	–	10	10
Momentum Metropolitan Africa		133	42	–	–	35	210
India		–	–	–	–	29	29
Shareholders		–	–	–	–	13	13
Segmental total		3 929	1 980	2 616	241	900	9 666
Reconciling items	2.1	–	(463)	–	–	3	(460)
Total	2	3 929	1 517	2 616	241	903	9 206
Restated 12 mths to 30.06.2023[1]							
Momentum Retail		912	73	–	–	117	1 102
Momentum Investments		1 646	1 268	–	–	287	3 201
Metropolitan Life		10	–	–	–	8	18
Momentum Corporate		1 022	486	–	–	55	1 563
Momentum Metropolitan Health		1	–	2 425	–	72	2 498
Guardrisk		173	–	–	251	76	500
Momentum Insure		–	–	–	–	6	6
Momentum Metropolitan Africa		44	33	–	–	25	102
India		–	–	–	–	18	18
Shareholders		–	–	–	–	44	44
Segmental total		3 808	1 860	2 425	251	708	9 052
Reconciling items	2.1	(1)	(479)	–	–	–	(480)
Total	2	3 807	1 381	2 425	251	708	8 572

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information. The prior year has also been restated based on a new operating model adopted by the Group.

NOTE 2.6
Segment revenue per geographical basis

	Notes	SA Rm	Non-SA Rm	Total revenue Rm
12 mths to 30.06.2024				
Momentum Retail		**9 496**	**–**	**9 496**
Momentum Investments		**5 552**	**665**	**6 217**
Metropolitan Life		**6 212**	**–**	**6 212**
Momentum Corporate		**9 144**	**–**	**9 144**
Momentum Metropolitan Health		**4 238**	**–**	**4 238**
Guardrisk		**23 988**	**2 440**	**26 428**
Momentum Insure		**3 282**	**–**	**3 282**
Momentum Metropolitan Africa		**–**	**3 488**	**3 488**
India		**–**	**29**	**29**
Shareholders		**13**	**–**	**13**
Segmental total		**61 925**	**6 622**	**68 547**
Reconciling items	2.1	**(317)**	**(143)**	**(460)**
Total	2	**61 608**	**6 479**	**68 087**
Restated **12 mths to 30.06.2023**[1]				
Momentum Retail		8 886	–	8 886
Momentum Investments		4 927	572	5 499
Metropolitan Life		6 040	–	6 040
Momentum Corporate		9 583	–	9 583
Momentum Metropolitan Health		3 756	–	3 756
Guardrisk		22 771	2 432	25 203
Momentum Insure		3 076	–	3 076
Momentum Metropolitan Africa		–	3 079	3 079
India		–	18	18
Shareholders		44	–	44
Segmental total		59 083	6 101	65 184
Reconciling items	2.1	(353)	(127)	(480)
Total	2	58 730	5 974	64 704

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information. The prior year has also been restated based on a new operating model adopted by the Group.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 2.7

Note 2.7.1

Covered and non-covered additional detail

	Notes	Other operating expenses		Other finance cost	
		Covered Rm	Non-covered Rm	Covered Rm	Non-covered Rm
12 mths to 30.06.2024					
Momentum Retail		(1 637)	(187)	(174)	–
Momentum Investments		(2 814)	(1 784)	(435)	(52)
Metropolitan Life		(301)	(6)	(433)	–
Momentum Corporate		(1 095)	(285)	(237)	(13)
Momentum Metropolitan Health		–	(2 805)	–	(4)
Guardrisk		–	(323)	–	(41)
Momentum Insure		–	(389)	–	(1)
Momentum Metropolitan Africa		(269)	(264)	(2)	(3)
India		–	(173)	–	–
Shareholders		(99)	(1 351)	(110)	(235)
Segmental total		(6 215)	(7 567)	(1 391)	(349)
Reconciling items		(102)	1 639	(108)	(58)
Total	2	(6 317)	(5 928)	(1 499)	(407)
Restated 12 mths to 30.06.2023[1]					
Momentum Retail		(1 532)	(226)	(163)	–
Momentum Investments		(2 310)	(1 702)	(244)	(49)
Metropolitan Life		(253)	(6)	(258)	–
Momentum Corporate		(1 396)	(49)	(129)	(7)
Momentum Metropolitan Health		–	(2 471)	–	(3)
Guardrisk		–	(299)	–	(32)
Momentum Insure		–	(841)	–	(1)
Momentum Metropolitan Africa		(183)	(150)	(2)	(1)
India		–	(138)	–	–
Shareholders		(115)	(843)	(107)	(225)
Segmental total		(5 789)	(6 725)	(903)	(318)
Reconciling items		(87)	1 279	(73)	(1 317)
Total	2	(5 876)	(5 446)	(976)	(1 635)

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information. The prior year has also been restated based on a new operating model adopted by the Group.

Note 2.7.2

Additional segment metrics

	12 mths to 30.06.2024	12 mths to 30.06.2023
Momentum Insure		
Gross written premiums (Rm)	**3 270**	3 108
Momentum Metropolitan Africa		
Number of lives (Health)	**428 319**	417 159
Momentum Metropolitan Health		
Principal members	**1 263 231**	1 240 225

NOTE 3

Non-controlling interests (legal percentages)

	30.06.2024 %	30.06.2023 %
Eris Property Group	**23.0**	23.0
Metropolitan Health Ghana	**15.0**	15.0
Momentum Metropolitan Namibia	**0.8**	0.8
Momentum Mozambique	**33.0**	33.0
Metropolitan Health Corporate	**29.5**	29.5
Momentum Short-term Insurance (Namibia)	**30.0**	30.0
Momentum Insurance (Namibia)	**30.0**	30.0
Momentum Health Solutions	**27.0**	27.0

NOTE 4

Business combinations

June 2024

Investment Managers Group (Pty) Ltd

During March 2024, the Group, through its wholly owned subsidiary, MMSI, acquired the Investment Managers Group of companies. The transaction resulted in the acquisition of three subsidiaries namely IMG (100% holding), IMG Affiliates 2 (Pty) Ltd (100% holding) and IMG Affiliates 2B (Pty) Ltd (70% holding). The purchase consideration consisted of R87 million in cash and R24 million in contingent consideration. The contingent consideration relates to pass-through payments on certain assets that will be made to the former owners of the entities at their respective previously held stakes. The non-controlling interest is measured at their proportionate share in the recognised amounts of the acquiree's identifiable net assets.

Zestlife Investments (Pty) Ltd

On 30 April 2024, the Group, through its wholly owned subsidiary, Guardrisk Group, acquired 100% of the shares in Zestlife for a purchase consideration of R421 million. The purchase consideration consisted of an initial cash payment of R222 million and R199 million contingent consideration. The contingent consideration is made up of deferred payments relating to outperformance of certain key targets, and the continuing relationship of a key distribution network. If these targets are not met either a portion or all of the deferred payment will be forfeited.

These acquisitions provide an opportunity for growth, which is the Group's current focus.

June 2023

Partner Risk Solutions (Pty) Ltd

On 1 July 2022, the Group, through its 100% owned subsidiary, Guardrisk Group, completed a step-up acquisition to acquire an additional 25% of the shares in Partner Risk Solutions (Pty) Ltd (PRS), resulting in the Group exercising control and thus consolidating PRS from that date. Guardrisk Group originally acquired a 26% equity share in PRS in 2019, following which the investment was equity accounted. The step-up acquisition was executed through the exercise of a call option for cash consideration of R9 million.

Crown Agents Investment Management Ltd

During March 2023, the Group, through its wholly owned subsidiary, MGIM, acquired 100% of the shares in CAIM for a purchase consideration of £2.90 million (R64 million). The purchase consideration consisted of an initial cash payment of £2.13 million (R47 million) and £0.77 million (R17 million) contingent consideration. The contingent consideration is made up of two future payments. The first contingent consideration payment is dependent upon the brand being registered by MGIM and will result in a payment of £0.12 million. If the brand is not registered the payment will be £nil. The second contingent payment is dependent on certain performance targets of new business being met. If new business is above the target, the payment will equal 20% of the difference between the actual new business amount and the target. If no targets are met, the payment will be £nil.

These acquisitions provide an opportunity for growth, which is the Group's current focus.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 4 CONTINUED

Business combinations continued

The purchase price consideration, the net assets acquired and any relevant goodwill relating to the above transactions are as follows:

	30.06.2024			30.06.2023
	IMG Rm	Zestlife Rm	Total Rm	Total Rm
Purchase consideration in total	**220**	**421**	**641**	80
Fair value of net assets				
Intangible assets	–	209	209	17
Investment in associates	147	–	147	–
Financial instrument assets	52	17	69	24
Reinsurance contract assets	–	104	104	–
Other receivables	–	–	–	1
Cash and cash equivalents[1]	26	20	46	38
Tangible assets	3	10	13	1
Deferred income tax liabilities	–	(54)	(54)	–
Financial instrument liabilities	(6)	(26)	(32)	–
Other liabilities	(8)	(16)	(24)	(18)
Net identifiable assets acquired	**214**	**264**	**478**	63
Non-controlling interests recognised	(44)	–	(44)	(1)
Goodwill recognised	50	157	207	18
Contingent liability payments	(24)	(199)	(223)	(17)
Fair value of previously held investment in associate derecognised	(109)	–	(109)	(7)
Purchase consideration in cash[1]	**87**	**222**	**309**	56
Revenue since acquisition	1	29	30	29
Earnings since acquisition	4	13	17	2

1 Net cash outflow of R263 million (2023: R18 million) relating to the purchase of subsidiaries is made up of negative R309 million (2023: negative R56 million) relating to the purchase consideration in cash and positive R46 million (2023: positive R38 million) relating to cash and cash equivalents recognised as part of the net assets acquired.

The above acquisitions resulted in a total of R207 million goodwill being recognised attributable to certain anticipated operating synergies. The goodwill is not deductible for tax purposes. If the acquisitions were made on 1 July 2023, revenue would have increased by R41 million and an additional profit after tax of R56 million would have been recognised.

For a sensitivity analysis on the contingent liability please refer to note 14.3. For the valuation technique on the contingent consideration liability refer to note 14.4.

NOTE 5

Goodwill

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Cost	**3 181**	2 987
Accumulated impairment	**(1 856)**	(1 682)
Balance at end	**1 325**	1 305
Balance at beginning	**1 305**	1 716
Business combinations	**207**	18
Impairment charges[2]	**(174)**	(478)
Exchange differences	**(13)**	49
Balance at end	**1 325**	1 305

1 The prior year has been restated for the application of IFRS 17. Refer to note 21 for more information.

2 The current year relates to goodwill recognised as part of the acquisition of MGIM (Momentum Investments segment). Following an assessment of the near-term revenue outlook, and considering current valuations of its peer group, the recoverable amount of the MGIM CGU at 30 June 2024 was downwardly adjusted, to reflect lower earnings expectations over the short to medium term. Plans to restore earnings to prior levels within the next two to three years have not been taken into account in the valuation at 30 June 2024. The remaining goodwill balance after the impairment is Rnil.

The prior year related to the goodwill recognised as part of the acquisition of the Alexander Forbes Short-term Insurance business (Momentum Insure segment). The remaining goodwill balance after the impairment was Rnil.

NOTE 6
Revenue

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Insurance revenue	**58 881**	56 132
General measurement model	**20 177**	18 280
Variable fee approach	**3 949**	3 970
Premium allocation approach	**34 755**	33 882
Fee income	**9 206**	8 572
Total	**68 087**	64 704

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.

NOTE 7
Expenses

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Insurance benefits and claims	**42 367**	43 356
Depreciation, amortisation and impairment expenses	**895**	1 089
Employee benefit expenses	**8 823**	7 946
Sales remuneration	**8 813**	7 083
Other expenses	**10 991**	9 990
Total	**71 889**	69 464
Represented by:		
Insurance and other directly attributable expenses	**59 644**	58 142
Other operating expenses	**12 245**	11 322
Total	**71 889**	69 464

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.

NOTE 8
Other finance costs

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Cost of trading positions	**8**	1 298
Subordinated debt	**419**	383
Cost of carry positions	**1 066**	565
Redeemable preference shares	**187**	188
Other finance costs	**226**	177
Total	**1 906**	2 611

[1] The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 9
Income tax expense

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Income tax expenses/(credits)		
Current taxation	**4 158**	5 022
Shareholder tax		
South African normal tax – current year	**1 752**	2 131
South African normal tax – prior year	**4**	5
Foreign countries – normal tax	**133**	109
Foreign withholding tax	**210**	182
Contract holder tax		
Tax on contract holder funds – current year	**621**	700
Tax on contract holder funds – prior year	**7**	23
Tax attributable to cell captive owners	**1 431**	1 872
Deferred tax	**299**	(501)
Shareholder tax		
South African normal tax – current year	**(254)**	(518)
Foreign countries – normal tax	**–**	7
Foreign withholding tax	**1**	(18)
Contract holder tax		
Tax on contract holder funds – current year	**90**	142
Tax attributable to cell captive owners	**462**	(114)
Total	**4 457**	4 521

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.

NOTE 10
Significant related party transactions

No significant related party transactions occurred in the current or prior year.

NOTE 11
Disposal of subsidiaries

	30.06.2023 Rm
Assets/(liabilities) disposed of:	
Financial assets at FVPL	309
Investment properties	122
Cash and cash equivalents	29
Other assets	95
Reinsurance contract assets	168
Insurance contract liabilities	(399)
Investment contracts designated at FVPL	(86)
Other liabilities	(97)
Net assets sold	141
Non-controlling interests disposed of	(29)
Loss on sale of subsidiaries	(112)
Cash flow from sale of subsidiaries	–

In the prior year, the Group disposed of its shareholdings in Metropolitan Cannon Life Assurance Ltd and Metropolitan Cannon General Insurance Ltd.

NOTE 12
Other components of equity

	30.06.2024 Rm	Restated 30.06.2023[1] Rm
Land and building revaluation reserve	**449**	413
FCTR[2]	**140**	382
Non-distributable reserve	**80**	78
Employee benefit revaluation reserve	**82**	64
Fair value adjustment for preference shares issued by Momentum Group Ltd	**–**	940
Equity-settled share-based payment arrangements	**124**	174
Share of associates and joint ventures other comprehensive income	**(33)**	–
Total	**842**	2 051

[1] The prior year has been restated for the application of IFRS 17, refer to note 21 for more information.
[2] Includes exchange differences on translation of investments in foreign associates.

NOTE 13
Dividends

	2024	2023
Ordinary listed Momentum Group Ltd shares (cents per share)		
Interim – March	**60**	50
Final – September	**65**	70
Total	**125**	120

Momentum Group Ltd convertible redeemable preference shares (issued to KTH)

The A3 Momentum Group Ltd preference shares were redeemable on 30 June 2024 (after extending it by 9 months in the current year) at a redemption value of R9.18 per share unless converted into Momentum Group Ltd ordinary shares on a one-for-one basis prior to that date. The preference shares were converted into ordinary shares during the current year. The ordinary shares were originally issued at a price of R10.18 per share. Dividends were payable on the preference shares at 132 cents per annum (payable March and September). Momentum Group Ltd subscribed for a cumulative, redeemable preference share in Off The Shelf Investments 108 (Pty) Ltd (a subsidiary of KTH) which is linked to the A3 preference shares acquired in 2011. The dividends on the Off The Shelf Investments preference share aligned the A3 preference share dividend to the ordinary dividends. The cumulative, redeemable preference share was also redeemed in the current year.

A3 Momentum Group Ltd preference share dividends – KTH	2024 Rm	2023 Rm
Interim – March	**19**	19
Final – September	**18**	19
Total	**37**	38

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 14

Financial instruments summarised by measurement category in terms of IFRS 9 – Financial instruments

	FVPL					
	Mandatorily Rm	Designated[1] Rm	Total fair value Rm	Amortised cost Rm	Not in scope of IFRS 9 Rm	Total Rm
30.06.2024						
Unit-linked investments	247 368	–	247 368	–	–	247 368
Debt securities	43 112	168 902	212 014	262	–	212 276
Equity securities[2]	125 214	–	125 214	–	–	125 214
Carry positions	–	15	15	–	–	15
Funds on deposit and other money market instruments	20 235	14 404	34 639	181	–	34 820
Derivative financial assets	2 202	–	2 202	–	–	2 202
Financial assets at amortised cost	–	–	–	7 185	–	7 185
Cash and cash equivalents	–	–	–	33 898	–	33 898
Total financial assets	438 131	183 321	621 452	41 526	–	662 978
Investment contracts designated at FVPL	–	418 476	418 476	–	–	418 476
CIS liabilities	–	30 122	30 122	–	–	30 122
Subordinated call notes	–	4 324	4 324	–	–	4 324
Carry positions	–	15 714	15 714	–	–	15 714
Preference shares	–	377	377	–	–	377
Derivative financial liabilities	2 752	–	2 752	–	–	2 752
Other borrowings	257	–	257	–	–	257
Financial liabilities at amortised cost	–	–	–	3 474	204	3 678
Other payables (excluding deferred revenue liability)	–	–	–	12 142	–	12 142
Total financial liabilities	3 009	469 013	472 022	15 616	204	487 842

1 Assets designated at fair value mainly consists of policyholder assets which back policyholder liabilities which are carried at FVPL. The amount of change, during the year and cumulatively, in the fair value of financial assets designated at FVPL that is attributable to changes in the credit risk of the financial asset is determined as the change triggered by factors other than changes in the benchmark rate. The impact of the changes in credit risk for the current and prior years are immaterial.

2 Equity securities are classified as FVPL at inception. The Group has elected to apply IAS 32.33A. Included in Equity securities at FVPL are Momentum Group Ltd shares of R614 million (2023: R340 million).

NOTE 14 CONTINUED

Financial instruments summarised by measurement category in terms of IFRS 9 continued

	FVPL					
	Mandatorily Rm	Designated[1] Rm	Total fair value Rm	Amortised cost Rm	Not in scope of IFRS 9 Rm	Total Rm
Restated 30.06.2023[2]						
Unit-linked investments	216 300	–	216 300	–	–	216 300
Debt securities	40 948	143 669	184 617	305	–	184 922
Equity securities[3]	114 692	–	114 692	–	–	114 692
Carry positions	–	56	56	–	–	56
Funds on deposit and other money market instruments	15 814	17 881	33 695	181	–	33 876
Derivative financial assets	2 345	–	2 345	–	–	2 345
Financial assets at amortised cost	–	–	–	8 613	–	8 613
Cash and cash equivalents	–	–	–	32 958	–	32 958
Total financial assets	390 099	161 606	551 705	42 057	–	593 762
Investment contracts designated at FVPL	–	373 297	373 297	–	–	373 297
CIS liabilities	–	27 964	27 964	–	–	27 964
Subordinated call notes	–	4 300	4 300	–	–	4 300
Carry positions	–	9 080	9 080	–	–	9 080
Preference shares	–	310	310	–	–	310
Derivative financial liabilities	3 354	–	3 354	–	–	3 354
Other borrowings[4]	65	–	65	–	–	65
Financial liabilities at amortised cost	–	–	–	3 770	199	3 969
Other payables (excluding deferred revenue liability)[5]	–	–	–	12 461	–	12 461
Total financial liabilities	3 419	414 951	418 370	16 231	199	434 800

1 Assets designated at fair value mainly consists of policyholder assets which back policyholder liabilities which are carried at FVPL. The amount of change, during the year and cumulatively, in the fair value of financial assets designated at FVPL that is attributable to changes in the credit risk of the financial asset is determined as the change triggered by factors other than changes in the benchmark rate.

2 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

3 Equity securities are classified as FVPL at inception.

4 Upon further investigation it was concluded that Other borrowings designated of R62 million should have been classified as Other borrowings mandatorily. 30 June 2023 has been restated accordingly.

5 Other payables of R379 million was incorrectly classified as Not in scope of IFRS 9 and should have been classified as Amortised cost. 30 June 2023 has been restated accordingly.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 14.1

Financial instruments fair value hierarchy

The different valuation method levels have been defined as follows:

- **Level 1:** Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- **Level 2:** Input other than quoted prices included within level 1 that is observable for the asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices).
- **Level 3:** Input for the asset or liability that is not based on observable market data (unobservable input).

Financial assets

	Level 1 Rm	Level 2 Rm	Level 3 Rm	Total Rm
30.06.2024				
Securities at FVPL	446 897	168 688	5 867	621 452
Unit-linked investments				
CISs[1]				
Local unlisted or listed quoted	145 101	525	–	145 626
Local unlisted unquoted	–	117	–	117
Foreign unlisted or listed quoted	81 398	412	31	81 841
Foreign unlisted unquoted	–	1 524	74	1 598
Other unit-linked investments				
Local unlisted or listed quoted	4 587	13	–	4 600
Local unlisted unquoted	–	9 345	2 432	11 777
Foreign unlisted or listed quoted	542	–	–	542
Foreign unlisted unquoted	–	20	1 247	1 267
Debt securities				
Stock and loans to government and other public bodies				
Local listed	87 671	7 950	–	95 621
Foreign listed	3 531	5 198	–	8 729
Unlisted	–	3 981	1 345	5 326
Other debt instruments				
Local listed	11	43 335	37	43 383
Foreign listed	6	16 304	64	16 374
Unlisted	–	42 368	213	42 581
Equity securities				
Local listed	69 951	–	4	69 955
Foreign listed	54 009	917	74	55 000
Unlisted	–	52	207	259
Funds on deposit and other money market instruments	1	34 638	–	34 639
Carry positions	–	15	–	15
Derivative financial assets – held for trading	89	1 974	139	2 202
	446 897	168 688	5 867	621 452

[1] CISs are classified as level 1 when there is an active market of transactions between investors and CISs based on a published price.

There were no significant transfers between level 1 and 2 assets for the current and prior years.

NOTE 14.1 CONTINUED

Financial instruments fair value hierarchy continued

Financial assets continued

	Level 1 Rm	Level 2 Rm	Level 3 Rm	Total Rm
Restated 30.06.2023[1]				
Securities at FVPL	387 594	158 178	5 933	551 705
Unit-linked investments				
CISs[2]				
Local unlisted or listed quoted	126 990	1 525	–	128 515
Local unlisted unquoted	–	98	–	98
Foreign unlisted or listed quoted	69 729	361	66	70 156
Foreign unlisted unquoted	–	1 645	43	1 688
Other unit-linked investments				
Local unlisted or listed quoted[3]	3 987	–	–	3 987
Local unlisted unquoted[3]	–	7 508	2 621	10 129
Foreign unlisted or listed quoted	469	–	–	469
Foreign unlisted unquoted	–	20	1 238	1 258
Debt securities				
Stock and loans to government and other public bodies				
Local listed	69 911	8 819	–	78 730
Foreign listed	2 722	4 697	–	7 419
Unlisted	–	4 236	1 449	5 685
Other debt instruments				
Local listed	–	42 003	43	42 046
Foreign listed[4]	36	10 561	64	10 661
Unlisted[4, 5]	–	40 006	70	40 076
Equity securities				
Local listed	69 028	–	2	69 030
Foreign listed	44 639	772	36	45 447
Unlisted	–	38	177	215
Funds on deposit and other money market instruments	6	33 689	–	33 695
Carry positions	–	56	–	56
Derivative financial assets – held for trading	77	2 144	124	2 345
	387 594	158 178	5 933	551 705

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

2 CISs are classified as level 1 when there is an active market of transactions between investors and CISs based on a published price.

3 R372 million Other unit-linked investments were incorrectly classified as Local unlisted unquoted instead of Local unlisted or listed quoted. 30 June 2023 has been restated accordingly.

4 a) Inward listed instruments are deemed foreign by the SARB, as such the Group also classifies these instruments as foreign for reporting purposes. R1 063 million Other debt instruments were previously incorrectly classified as Local unlisted and should have been classified as Foreign listed. 30 June 2023 has been restated accordingly.
b) Upon further investigation it was concluded that R62 million was incorrectly classified as Other debt instruments Unlisted included in level 2, which should have been included in level 3. 30 June 2023 has been restated accordingly.

5 R39 million Other debt instruments Unlisted were incorrectly classified as level 3 and should have been classified as level 2. 30 June 2023 has been restated accordingly.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 14.1 CONTINUED

Financial instruments fair value hierarchy continued

Financial liabilities

	Level 1 Rm	Level 2 Rm	Level 3 Rm	Total Rm
30.06.2024				
Investment contracts designated at FVPL	**–**	**418 465**	**11**	**418 476**
Financial liabilities at FVPL	**30 138**	**22 766**	**642**	**53 546**
CIS liabilities	**30 106**	**–**	**15**	**30 121**
Subordinated call notes	**–**	**4 325**	**–**	**4 325**
Carry positions	**–**	**15 715**	**–**	**15 715**
Preference shares	**–**	**–**	**377**	**377**
Derivative financial liabilities – held for trading	**24**	**2 726**	**–**	**2 750**
Other borrowings	**8**	**–**	**250**	**258**
	30 138	**441 231**	**653**	**472 022**
Restated **30.06.2023[1]**				
Investment contracts designated at FVPL	–	373 286	11	373 297
Financial liabilities at FVPL	27 995	16 738	340	45 073
CIS liabilities	27 952	–	12	27 964
Subordinated call notes	–	4 300	–	4 300
Carry positions	–	9 080	–	9 080
Preference shares	–	–	310	310
Derivative financial liabilities – held for trading	2	3 352	–	3 354
Other borrowings	41	6	18	65
	27 995	390 024	351	418 370

[1] The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

There were no significant transfers between level 1 and level 2 liabilities for the current and prior years.

NOTE 14.2

Fair value of level 3 financial assets

	At FVPL				
	Unit-linked investments Rm	**Debt securities Rm**	**Equity securities Rm**	**Derivative financial assets Rm**	**Total Rm**
12 mths to 30.06.2024					
Opening balance	**3 968**	**1 626**	**215**	**124**	**5 933**
Total (losses)/gains in net realised and unrealised fair value gains in the income statement					
Realised gains/(losses)	**80**	**(2)**	**3**	**–**	**81**
Unrealised (losses)/gains	**(361)**	**(575)**	**9**	**20**	**(907)**
Foreign exchange adjustments	**(2)**	**–**	**(2)**	**(5)**	**(9)**
Accrued interest in investment income in the income statement	**–**	**139**	**–**	**–**	**139**
Business combinations	**–**	**–**	**22**	**–**	**22**
Purchases	**344**	**883**	**9**	**–**	**1 236**
Sales	**(228)**	**(341)**	**(37)**	**–**	**(606)**
Settlements	**(17)**	**(97)**	**–**	**–**	**(114)**
Transfers into level 3 from level 1[1]	**–**	**–**	**34**	**–**	**34**
Transfers into level 3 from level 2[2]	**–**	**26**	**35**	**–**	**61**
Transfers out to level 2	**–**	**–**	**(3)**	**–**	**(3)**
Closing balance	**3 784**	**1 659**	**285**	**139**	**5 867**
Restated 12 mths to 30.06.2023					
Opening balance[3]	3 809	1 846	306	171	6 132
Total gains/(losses) in net realised and unrealised fair value gains in the income statement					
Realised gains/(losses)	26	29	(56)	–	(1)
Unrealised gains/(losses)[4]	292	(59)	49	(74)	208
Foreign exchange adjustments	10	–	4	27	41
Accrued interest in investment income in the income statement[4]	–	80	–	–	80
Purchases[3]	479	502	59	–	1 040
Sales	(611)	(827)	(32)	–	(1 470)
Settlements[4]	(37)	(154)	–	–	(191)
Transfers into level 3 from level 1	–	–	1	–	1
Transfers into level 3 from level 2[2, 4]	–	215	7	–	222
Transfers out to level 2[5]	–	(6)	(123)	–	(129)
Closing balance	3 968	1 626	215	124	5 933

1 Transfers into level 3 from level 1 relates mainly to assets with stale prices in the current year.

2 Transfers into level 3 from level 2 relates mainly to assets with stale prices in both the current and prior years.

3 Debt securities of R39 million were incorrectly classified as level 3 and should have been classified as level 2. 30 June 2023 has been restated accordingly.

4 Upon further investigation it was concluded that R62 million was incorrectly classified as Other debt instruments Unlisted included in level 2, which should have been included in level 3. 30 June 2023 has been restated accordingly.

5 Transfers out to level 2 relates mainly to assets with inputs to valuation techniques that are no longer stale.

The amount of total gains and losses for the year included in net realised and unrealised fair value gains in the income statement for assets held at the end of the period is R826 million loss (Restated 2023: R207 million) for the Group.

Transfers in and out of level 3 are deemed to have occurred at inception of the reporting period at fair value.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 14.2 CONTINUED

Sensitivity of significant level 3 financial assets measured at fair value to changes in key assumptions

	At FVPL	
	Unit-linked investments Rm	Debt securities Rm
30.06.2024		
Carrying amount	**3 784**	**1 659**
Assumption change	**10% increase/ (decrease) in unit price**	**1% increase/ (decrease) in discount rates**
Effect of increase in assumption	**378**	**13**
Effect of decrease in assumption	**(378)**	**(18)**
30.06.2023		
Carrying amount	3 968	1626
Assumption change	10% increase/ (decrease) in unit price	1% (increase)/ decrease in discount rates
Effect of increase in assumption	397	(12)
Effect of decrease in assumption	(397)	16

NOTE 14.3

Fair value of level 3 financial liabilities

	At FVPL				
	Investment contracts designated at FVPL Rm	CIS liabilities Rm	Preference shares Rm	Other borrowings Rm	Total Rm
12 mths to 30.06.2024					
Opening balance	**11**	**12**	**310**	**18**	**351**
Business combinations	**–**	**–**	**–**	**223**	**223**
Total losses in net realised and unrealised fair value gains in the income statement					
Unrealised losses	**–**	**3**	**67**	**7**	**77**
Issues	**–**	**–**	**–**	**3**	**3**
Acquisition of joint venture (refer to note 6)	**–**	**–**	**–**	**17**	**17**
Settlements	**–**	**–**	**–**	**(18)**	**(18)**
Closing balance	**11**	**15**	**377**	**250**	**653**
12 mths to 30.06.2023					
Opening balance	10	14	294	114	432
Business combinations (refer to note 4)	–	–	–	17	17
Total losses/(gains) in net realised and unrealised fair value gains in the income statement					
Realised gains	(2)	–	–	(22)	(24)
Unrealised losses/(gains)	3	(4)	16	–	15
Issues	–	2	–	–	2
Lapsed unexercised	–	–	–	(94)	(94)
Exchange differences	–	–	–	3	3
Closing balance	11	12	310	18	351

Transfers in and out of level 3 are deemed to have occurred at inception of the reporting period at fair value.

There were no transfers in and out of level 3 in the current and prior years.

Sensitivities

Preference shares

A 0.01% increase/decrease in the interest rate of the level 3 preference shares would result in an immaterial change in the fair value for both the current and prior periods.

Other borrowings

The contingent consideration recognised in respect of the acquisition of IMG will increase/decrease by R4 million and R5 million when the fair value of the underlying assets are increased/decreased by 10% respectively.

In the current year, the contingent consideration recognised as a result of the acquisition of Zestlife, will result in a decrease of the liability when the probability of the following criteria's are increased by 10% :

NOTE 14.3 CONTINUED

Fair value of level 3 financial liabilities continued

	Year 1 Rm	Year 2 Rm	Year 3 Rm	Year 4 Rm
Probability of losing the key distribution relationship	(10)	(9)	(9)	–
Probability of not outperforming the key metric	(26)	(21)	(15)	(8)

In respect of the contingent consideration recognised as a result of the acquisition of CAIM during the prior year, increasing/decreasing the assets under management growth rate by 0.18% would decrease/increase the carrying amount of the contingent consideration in level 3 by R1.5 million and R1.5 million respectively.

NOTE 14.4

Valuation techniques

Group's valuation processes

The Group's in-house valuation experts perform the valuations of financial assets required for financial reporting purposes. Discussions of valuation processes and results are held at least biannually, in line with the Group's biannual reporting dates.

Critical accounting estimates and judgements

For venture capital fund investments that are classified as unit-linked investments, the Group applies the International Private Equity and Venture Capital (IPEV) valuation guidelines, which have been prepared with the goal that the derived fair value measurements are compliant with IFRS. The IPEV guidelines allow for adjustments post the valuation date for uncertainty related to time elapsing between the measurement dates of the fund manager and the investor, changes in market dynamics or other economic conditions, and facts or circumstances that may impact the valuation of start-up businesses. Management applies judgement if an adjustment is needed for any of these reasons.

The following are the methods and assumptions for determining the fair value when a valuation technique is used in respect of instruments classified as level 2. Refer to note 14.1 for details of the instruments split into the different levels.

Instrument	Valuation basis	Main assumptions
Equities and similar securities		
– Foreign listed and unlisted	DCF, earnings multiple, published prices	Cost of capital, earnings multiple, consumer price index, budgets, cash flow forecasts
Stock and loans to other public bodies		
– Listed, local	Published yield of benchmark bond	Nominal bond curve, swap curve, credit spread, real bond curve, inflation curve
	Published price quotation	Nominal bond curve, swap curve, credit spread, real bond curve, inflation curve
– Listed, foreign	Published price quotation	Nominal bond curve, credit spread, currency rates
– Unlisted	DCF	Nominal bond curve, swap curve, real bond curve, consumer price index, credit spread
Other debt securities		
– Listed, local	Published prices, DCF	Nominal bond curve, real bond curve, swap curve, consumer price index, credit spread, JIBAR rate, yield curve, issue spread, money market curve
– Listed, foreign	Published prices, DCF	Nominal bond curve, credit spread, currency rates
– Unlisted	DCF	Nominal bond curve, swap curve, real bond curve, consumer price index, credit spread, currency rates, issue spread, money market curve, graded non-convertible debenture quotes
	DCF, Black-Scholes model	Yield curves, discount rates, volatilities
Funds on deposit and other money market instruments		
– Listed	DCF	Money market curve
	Published prices	Money market curve, credit spread
	Published yield of benchmark bond	Money market curve, credit spread
– Unlisted	DCF	Money market curve, nominal bond curve, swap curve, credit spread, inflation curve
Unit-linked investments	Adjusted NAV or NAV	Underlying asset and liability values
Derivative assets and liabilities	Black-Scholes model (European options), binomial tree (American/Bermudan options), DCF	Nominal bond curve, swap curve, real bond curve, consumer price index, credit spread, volatility, forward equity, currency rates
Subordinated call notes (liability)	Published yield quotations	Nominal bond curve, real bond curve
Carry position assets and liabilities	DCF	Nominal bond curve, repo rates
Investment contracts designated at FVPL	Asset and liability matching method	Asset value

There were no significant changes in the valuation methods applied since the prior year.

NOTE 14.4 CONTINUED

Valuation techniques continued

Information about fair value measurements using significant unobservable inputs for instruments classified as level 3.

Financial assets	Valuation technique(s)	Unobservable inputs	Range of unobservable inputs	Relationship of unobservable inputs to fair value
Securities at FVPL				
Equity securities				
– Foreign listed	Published prices	Adjustments for low liquidity or inactivity	Liquidity discount: 0% to 30% (30.06.2023: 0% to 30%)	The higher the liquidity discount rate, the lower the fair value
– Unlisted	NAV	Underlying property valuations impacted by capitalisation rates, vacancy rates and potential capitalisation of project costs	Could vary significantly based on the value of the underlying properties[1]	The higher the capitalisation rate the lower the value of the property and the fair value. The higher the vacancy rate the lower the value of the property and the fair value[1]
	Adjusted NAV or NAV	Price per unit	Could vary significantly based on the assets and liabilities held by the investee[1]	The higher the NAV, the greater the fair value[1]
	DCF	Discount rate	Multiple unobservable inputs[1]	The higher the discount rate, the lower the fair value of the assets
Debt securities				
Stock and loans to government and other public bodies				
– Unlisted	DCF	Discount rate	5.04% to 13.07% (30.06.2023: 8.00% to 13.07%)	The higher the discount rate, the lower the fair value of the assets
– Local listed	Published prices	Adjustments for recoverability and credit risk determined by collection rates of performing and non-performing loans.	Multiple unobservable inputs[1]	The lower the collection rates, the lower the fair value
Other debt instruments				
– Unlisted	DCF, Black-Scholes model	Discount rate, volatilities, yield curve	Multiple unobservable inputs[1]	Could vary significantly based on multiple inputs[1]. The higher the discount rate, the lower the fair value of the assets. A normal yield curve will result in a high fair value and a downward-sloping curve will result in lower fair values
	DCF	Discount rate	10.22% to 10.95% (30.06.2023: 10.45% to 15.65%); 9.58% to 15.85% (30.06.2023: 9.37% to 16.00%)	The higher the discount rate, the lower the fair value of the assets
	Last quoted price multiplied by number of units held	Price per unit	78c (30.06.2023: 78c)	The higher the price per unit, the higher the fair value
Unit-linked investments				
CISs				
– Foreign unlisted or listed quoted	Unit price of underlying assets/liabilities multiplied by number of units held	Price per unit	Could vary significantly based on the assets and liabilities held by the investee[1]	The higher the NAV, the greater the fair value[1]

[1] Quantitative information is not readily available as quantitative unobservable inputs are not developed by the Group.

NOTE 14.4 CONTINUED

Valuation techniques continued

Financial assets	Valuation technique(s)	Unobservable inputs	Range of unobservable inputs	Relationship of unobservable inputs to fair value
Securities at FVPL continued				
Other unit-linked investments				
– Local unlisted unquoted	Adjusted NAV or NAV	Price per unit	Could vary significantly due to range of holdings[1]	The higher the price per unit, the higher the fair value[1]
	Adjusted NAV or NAV	Underlying investment valuations impacted by funding rounds, market dynamics, economic conditions and internal business metrics Management applies judgement if an adjustment is required due to changes in market dynamics, economic conditions and internal business metrics	Could vary significantly due to range of holdings[1]	The fair value varies based on any changes to the underlying investment valuations and judgemental adjustments applied by management
– Foreign unlisted unquoted	Adjusted NAV or NAV	Price per unit	Could vary significantly due to range of holdings[1]	The higher the price per unit, the higher the fair value[1]
	Adjusted NAV or NAV	Underlying investment valuations impacted by funding rounds, market dynamics, economic conditions and internal business metrics Management applies judgement if an adjustment is required due to changes in market dynamics, economic conditions and internal business metrics	Could vary significantly due to range of holdings[1]	The fair value varies based on any changes to the underlying investment valuations and judgemental adjustments applied by management
Derivative financial assets	Adjusted NAV or NAV	Underlying investment valuations impacted by funding rounds, market dynamics, economic conditions and internal business metrics Management applies judgement if an adjustment is required due to changes in market dynamics, economic conditions and internal business metrics	Could vary significantly due to range of inputs[1]	The fair value varies based on any changes to the underlying investment valuations and judgemental adjustments applied by management
Financial liabilities				
Financial liabilities at FVPL				
Other borrowings	DCF	AUM growth rate	18% (30.06.2023: 18%)	The higher the rate, the higher the fair value
	DCF	Probability of losing the key distribution relationship Probability of not outperforming the key metric	0% to 100% (30.06.2023: not applicable)	The higher the probability the lower the fair value of the liability
Preference shares	DCF	Discount rate	12.73% to 15.85% (30.06.2023: 13.17% to 15.65%)	The higher the discount rate, the lower the fair value of the liability

1 Quantitative information is not readily available as quantitative unobservable inputs are not developed by the Group.

There were no significant changes in the valuation methods applied since the prior period.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15

Reconciliation of the liability for remaining coverage and the liability for incurred claims components of insurance contract balances

The tables that follow disclose the roll-forward of the net asset or liability for insurance contracts issued, showing the liability for remaining coverage and the liability for incurred claims.

NOTE 15.1 Total

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	122 490	5 491	6 643	17 230	777	–	152 631
Opening insurance contract assets	(12 961)	2 239	1 254	–	–	(27)	(9 495)
Net opening balance	109 529	7 730	7 897	17 230	777	(27)	143 136
Cash flows							
Premiums received	73 240	–	–	–	–	–	73 240
Claims and other directly attributable expenses paid	–	–	(26 889)	(26 143)	–	–	(53 032)
Insurance acquisition cash flows	(8 494)	–	–	(399)	–	(28)	(8 921)
Net cash flows	64 746	–	(26 889)	(26 542)	–	(28)	11 287
Changes in the income statement							
Insurance revenue	(58 881)	–	–	–	–	–	(58 881)
Contracts under the fair value approach	(4 898)	–	–	–	–	–	(4 898)
Other contracts	(53 983)	–	–	–	–	–	(53 983)
Insurance service expenses	5 514	(236)	17 886	20 202	(247)	–	43 119
Incurred claims and other directly attributable expenses	–	(1 148)	17 707	18 828	(69)	–	35 318
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	179	975	(178)	–	976
Losses on onerous contracts and reversal of those losses	–	912	–	–	–	–	912
Insurance acquisition cash flows amortisation	5 514	–	–	–	–	–	5 514
Insurance acquisition cash flows recognised when incurred	–	–	–	399	–	–	399
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(12 737)	–	9 333	3 402	2	–	–
Insurance service result	(66 104)	(236)	27 219	23 604	(245)	–	(15 762)
Finance expenses from insurance contracts issued	14 491	846	570	1 220	45	–	17 172
Other changes	(24)	–	–	–	–	–	(24)
Total changes in the income statement	(51 637)	610	27 789	24 824	(200)	–	1 386
Other movements	620	(26)	–	(25)	(3)	27	593
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(27)	–	–	–	–	27	–
Elimination of intercompany following business combination[1]	(56)	–	–	–	–	–	(56)
Exchange rate differences	(217)	(26)	–	(22)	(3)	–	(268)
Other movements[2]	920	–	–	(3)	–	–	917
Net closing balance	123 258	8 314	8 797	15 487	574	(28)	156 402
Closing insurance contract liabilities	138 378	6 064	7 221	15 494	574	–	167 731
Closing insurance contract assets	(15 120)	2 250	1 576	(7)	–	(28)	(11 329)
Net closing balance	123 258	8 314	8 797	15 487	574	(28)	156 402

1 The acquisition of Zestlife within the Guardrisk segment in the current year resulted in the elimination of existing contracts classified as intercompany following the consolidation of the entity.
2 Includes the recognition of insurance contracts due to amended features on existing contracts (R911 million).

NOTE 15 CONTINUED

NOTE 15.1 Total continued

	Liability for remaining coverage		Liability for incurred claims not under the PAA Rm	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	Excluding loss component Rm	Loss component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm		
30.06.2023							
Opening insurance contract liabilities	113 508	4 758	6 612	20 799	1 153	–	146 830
Opening insurance contract assets	(11 560)	1 749	1 447	27	1	(32)	(8 368)
Net opening balance	101 948	6 507	8 059	20 826	1 154	(32)	138 462
Cash flows							
Premiums received	68 184	–	–	–	–	–	68 184
Claims and other directly attributable expenses paid	–	–	(25 705)	(28 060)	–	–	(53 765)
Insurance acquisition cash flows	(7 660)	–	–	(351)	–	(27)	(8 038)
Net cash flows	60 524	–	(25 705)	(28 411)	–	(27)	6 381
Changes in the income statement							
Insurance revenue	(56 132)	–	–	–	–	–	(56 132)
Contracts under the fair value approach	(5 390)	–	–	–	–	–	(5 390)
Other contracts	(50 742)	–	–	–	–	–	(50 742)
Insurance service expenses	4 673	967	16 440	21 211	(433)	–	42 858
Incurred claims and other directly attributable expenses	–	(983)	16 711	20 803	(199)	–	36 332
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(271)	57	(234)	–	(448)
Losses on onerous contracts and reversal of those losses	–	1 950	–	–	–	–	1 950
Insurance acquisition cash flows amortisation	4 673	–	–	–	–	–	4 673
Insurance acquisition cash flows recognised when incurred	–	–	–	351	–	–	351
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(11 884)	–	8 716	3 154	14	–	–
Insurance service result	(63 343)	967	25 156	24 365	(419)	–	(13 274)
Finance expenses from insurance contracts issued	10 462	241	416	639	40	–	11 798
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(52 881)	1 208	25 572	25 004	(379)	–	(1 476)
Other movements	(62)	15	(29)	(189)	2	32	(231)
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(32)	–	–	–	–	32	–
Contracts transferred on disposal of subsidiary (refer to note 11)	(157)	–	(33)	(209)	–	–	(399)
Exchange rate differences	127	15	4	20	2	–	168
Other movements	–	–	–	–	–	–	–
Net closing balance	109 529	7 730	7 897	17 230	777	(27)	143 136
Closing insurance contract liabilities	122 490	5 491	6 643	17 230	777	–	152 631
Closing insurance contract assets	12 961	2 239	1 254	–	–	(27)	(9 495)
Net closing balance	109 529	7 730	7 897	17 230	777	(27)	143 136

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.2 General measurement model

	Liability for remaining coverage			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2024				
Opening insurance contract liabilities	50 396	5 164	2 019	57 579
Opening insurance contract assets	(12 892)	2 239	1 262	(9 391)
Net opening balance	37 504	7 403	3 281	48 188
Cash flows				
Premiums received	29 096	–	–	29 096
Claims and other directly attributable expenses paid	–	–	(16 476)	(16 476)
Insurance acquisition cash flows	(4 965)	–	–	(4 965)
Net cash flows	24 131	–	(16 476)	7 655
Changes in the income statement				
Insurance revenue	(20 177)	–	–	(20 177)
Contracts under the fair value approach	(2 533)	–	–	(2 533)
Other contracts	(17 644)	–	–	(17 644)
Insurance service expenses	2 497	(489)	14 859	16 867
Incurred claims and other directly attributable expenses	–	(881)	14 526	13 645
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	333	333
Losses on onerous contracts and reversal of those losses	–	392	–	392
Insurance acquisition cash flows amortisation	2 497	–	–	2 497
Insurance acquisition cash flows recognised when incurred	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–
Investment components	(1 923)	–	1 923	–
Insurance service result	(19 603)	(489)	16 782	(3 310)
Finance expenses from insurance contracts issued	6 619	846	203	7 668
Other changes	–	–	–	–
Total changes in the income statement	(12 984)	357	16 985	4 358
Other movements	(37)	(10)	(1)	(48)
Exchange rate differences	(37)	(10)	(1)	(48)
Other movements	–	–	–	–
Net closing balance	48 614	7 750	3 789	60 153
Closing insurance contract liabilities	63 662	5 501	2 213	71 376
Closing insurance contract assets	(15 048)	2 249	1 576	(11 223)
Net closing balance	48 614	7 750	3 789	60 153

NOTE 15 CONTINUED

NOTE 15.2 General measurement model continued

	Liability for remaining coverage			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2023				
Opening insurance contract liabilities	44 175	4 639	2 011	50 825
Opening insurance contract assets	(11 514)	1 749	1 447	(8 318)
Net opening balance	32 661	6 388	3 458	42 507
Cash flows				
Premiums received	24 748	–	–	24 748
Claims and other directly attributable expenses paid	–	–	(15 408)	(15 408)
Insurance acquisition cash flows	(4 551)	–	–	(4 551)
Net cash flows	20 197	–	(15 408)	4 789
Changes in the income statement				
Insurance revenue	(18 280)	–	–	(18 280)
Contracts under the fair value approach	(2 836)	–	–	(2 836)
Other contracts	(15 444)	–	–	(15 444)
Insurance service expenses	1 996	765	13 759	16 520
Incurred claims and other directly attributable expenses	–	(636)	13 662	13 026
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	97	97
Losses on onerous contracts and reversal of those losses	–	1 401	–	1 401
Insurance acquisition cash flows amortisation	1 996	–	–	1 996
Insurance acquisition cash flows recognised when incurred	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–
Investment components	(1 360)	–	1 360	–
Insurance service result	(17 644)	765	15 119	(1 760)
Finance expenses from insurance contracts issued	2 249	241	110	2 600
Other changes	–	–	–	–
Total changes in the income statement	(15 395)	1 006	15 229	840
Other movements	41	9	2	52
Exchange rate differences	41	9	2	52
Other movements	–	–	–	–
Net closing balance	37 504	7 403	3 281	48 188
Closing insurance contract liabilities	50 396	5 164	2 019	57 579
Closing insurance contract assets	(12 892)	2 239	1 262	(9 391)
Net closing balance	37 504	7 403	3 281	48 188

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.3 Variable fee approach

	Liability for remaining coverage			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2024				
Opening insurance contract liabilities	62 668	251	4 624	67 543
Opening insurance contract assets	(9)	–	(8)	(17)
Net opening balance	62 659	251	4 616	67 526
Cash flows				
Premiums received	5 413	–	–	5 413
Claims and other directly attributable expenses paid	–	–	(10 413)	(10 413)
Insurance acquisition cash flows	(561)	–	–	(561)
Net cash flows	4 852	–	(10 413)	(5 561)
Changes in the income statement				
Insurance revenue	(3 949)	–	–	(3 949)
Contracts under the fair value approach	(2 365)	–	–	(2 365)
Other contracts	(1 584)	–	–	(1 584)
Insurance service expenses	135	255	3 027	3 417
Incurred claims and other directly attributable expenses	–	(63)	3 181	3 118
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(154)	(154)
Losses on onerous contracts and reversal of those losses	–	318	–	318
Insurance acquisition cash flows amortisation	135	–	–	135
Insurance acquisition cash flows recognised when incurred	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–
Investment components	(7 410)	–	7 410	–
Insurance service result	(11 224)	255	10 437	(532)
Finance expenses from insurance contracts issued	7 069	–	367	7 436
Other changes	–	–	–	–
Total changes in the income statement	(4 155)	255	10 804	6 904
Other movements	748	(10)	1	739
Exchange rate differences	(163)	(10)	1	(172)
Other movements[1]	911	–	–	911
Net closing balance	64 104	496	5 008	69 608
Closing insurance contract liabilities	64 107	495	5 008	69 610
Closing insurance contract assets	(3)	1	–	(2)
Net closing balance	64 104	496	5 008	69 608

[1] Recognition of insurance contracts due to amended features on existing contracts.

NOTE 15 CONTINUED

NOTE 15.3 Variable fee approach continued

	Liability for remaining coverage			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2023				
Opening insurance contract liabilities	61 155	11	4 601	65 767
Opening insurance contract assets	(5)	–	–	(5)
Net opening balance	61 150	11	4 601	65 762
Cash flows				
Premiums received	5 597	–	–	5 597
Claims and other directly attributable expenses paid	–	–	(10 297)	(10 297)
Insurance acquisition cash flows	(474)	–	–	(474)
Net cash flows	5 123	–	(10 297)	(5 174)
Changes in the income statement				
Insurance revenue	(3 970)	–	–	(3 970)
Contracts under the fair value approach	(2 554)	–	–	(2 554)
Other contracts	(1 416)	–	–	(1 416)
Insurance service expenses	65	238	2 681	2 984
Incurred claims and other directly attributable expenses	–	(13)	3 049	3 036
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(368)	(368)
Losses on onerous contracts and reversal of those losses	–	251	–	251
Insurance acquisition cash flows amortisation	65	–	–	65
Insurance acquisition cash flows recognised when incurred	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–
Investment components	(7 356)	–	7 356	–
Insurance service result	(11 261)	238	10 037	(986)
Finance expenses from insurance contracts issued	7 658	–	306	7 964
Other changes	–	–	–	–
Total changes in the income statement	(3 603)	238	10 343	6 978
Other movements	(11)	2	(31)	(40)
Contracts transferred on disposal of subsidiary	(79)	–	(33)	(112)
Exchange rate differences	68	2	2	72
Other movements	–	–	–	–
Net closing balance	62 659	251	4 616	67 526
Closing insurance contract liabilities	62 668	251	4 624	67 543
Closing insurance contract assets	(9)	–	(8)	(17)
Net closing balance	62 659	251	4 616	67 526

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.4 Premium allocation approach

	Liability for remaining coverage		Liability for incurred claims			
	Excluding loss component Rm	Loss component Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows Rm	Total Rm
30.06.2024						
Opening insurance contract liabilities	9 426	76	17 230	777	–	27 509
Opening insurance contract assets	(60)	–	–	–	(27)	(87)
Net opening balance	9 366	76	17 230	777	(27)	27 422
Cash flows						
Premiums received	38 731	–	–	–	–	38 731
Claims and other directly attributable expenses paid	–	–	(26 143)	–	–	(26 143)
Insurance acquisition cash flows	(2 968)	–	(399)	–	(28)	(3 395)
Net cash flows	35 763	–	(26 542)	–	(28)	9 193
Changes in the income statement						
Insurance revenue	(34 755)	–	–	–	–	(34 755)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(34 755)	–	–	–	–	(34 755)
Insurance service expenses	2 882	(2)	20 202	(247)	–	22 835
Incurred claims and other directly attributable expenses	–	(204)	18 828	(69)	–	18 555
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	975	(178)	–	797
Losses on onerous contracts and reversal of those losses	–	202	–	–	–	202
Insurance acquisition cash flows amortisation	2 882	–	–	–	–	2 882
Insurance acquisition cash flows recognised when incurred	–	–	399	–	–	399
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–
Investment components	(3 404)	–	3 402	2	–	–
Insurance service result	(35 277)	(2)	23 604	(245)	–	(11 920)
Finance expenses from insurance contracts issued	803	–	1 220	45	–	2 068
Other changes	(24)	–	–	–	–	(24)
Total changes in the income statement	(34 498)	(2)	24 824	(200)	–	(9 876)
Other movements	(91)	(6)	(25)	(3)	27	(98)
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(27)	–	–	–	27	–
Elimination of intercompany following business combination[1]	(56)	–	–	–	–	(56)
Exchange rate differences	(17)	(6)	(22)	(3)	–	(48)
Other movements	9	–	(3)	–	–	6
Net closing balance	10 540	68	15 487	574	(28)	26 641
Closing insurance contract liabilities	10 609	68	15 494	574	–	26 745
Closing insurance contract assets	(69)	–	(7)	–	(28)	(104)
Net closing balance	10 540	68	15 487	574	(28)	26 641

[1] The acquisition of Zestlife within the Guardrisk segment in the current year resulted in the elimination of existing contracts classified as intercompany following the consolidation of the entity.

NOTE 15 CONTINUED

NOTE 15.4 Premium allocation approach continued

	Liability for remaining coverage		Liability for incurred claims			
	Excluding loss component Rm	Loss component Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows Rm	Total Rm
30.06.2023						
Opening insurance contract liabilities	8 178	108	20 799	1 153	–	30 238
Opening insurance contract assets	(41)	–	27	1	(32)	(45)
Net opening balance	8 137	108	20 826	1 154	(32)	30 193
Cash flows						
Premiums received	37 839	–	–	–	–	37 839
Claims and other directly attributable expenses paid	–	–	(28 060)	–	–	(28 060)
Insurance acquisition cash flows	(2 635)	–	(351)	–	(27)	(3 013)
Net cash flows	35 204	–	(28 411)	–	(27)	6 766
Changes in the income statement						
Insurance revenue	(33 882)	–	–	–	–	(33 882)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(33 882)	–	–	–	–	(33 882)
Insurance service expenses	2 612	(36)	21 211	(433)	–	23 354
Incurred claims and other directly attributable expenses	–	(334)	20 803	(199)	–	20 270
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	57	(234)	–	(177)
Losses on onerous contracts and reversal of those losses	–	298	–	–	–	298
Insurance acquisition cash flows amortisation	2 612	–	–	–	–	2 612
Insurance acquisition cash flows recognised when incurred	–	–	351	–	–	351
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–
Investment components	(3 168)	–	3 154	14	–	–
Insurance service result	(34 438)	(36)	24 365	(419)	–	(10 528)
Finance expenses from insurance contracts issued	555	–	639	40	–	1 234
Other changes	–	–	–	–	–	–
Total changes in the income statement	(33 883)	(36)	25 004	(379)	–	(9 294)
Other movements	(92)	4	(189)	2	32	(243)
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(32)	–	–	–	32	–
Contracts transferred on disposal of subsidiary	(78)	–	(209)	–	–	(287)
Exchange rate differences	18	4	20	2	–	44
Other movements	–	–	–	–	–	–
Net closing balance	9 366	76	17 230	777	(27)	27 422
Closing insurance contract liabilities	9 426	76	17 230	777	–	27 509
Closing insurance contract assets	(60)	–	–	–	(27)	(87)
Net closing balance	9 366	76	17 230	777	(27)	27 422

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.5 Total: Momentum Retail

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	21 649	3 233	2 994	–	–	–	27 876
Opening insurance contract assets	(2 975)	866	799	–	–	–	(1 310)
Net opening balance	18 674	4 099	3 793	–	–	–	26 566
Cash flows							
Premiums received	9 654	–	–	–	–	–	9 654
Claims and other directly attributable expenses paid	–	–	(9 377)	–	–	–	(9 377)
Insurance acquisition cash flows	(1 522)	–	–	–	–	–	(1 522)
Net cash flows	8 132	–	(9 377)	–	–	–	(1 245)
Changes in the income statement							
Insurance revenue	(8 353)	–	–	–	–	–	(8 353)
Contracts under the fair value approach	(1 319)	–	–	–	–	–	(1 319)
Other contracts	(7 034)	–	–	–	–	–	(7 034)
Insurance service expenses	244	(498)	6 910	–	–	–	6 656
Incurred claims and other directly attributable expenses	–	(380)	6 668	–	–	–	6 288
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	242	–	–	–	242
Losses on onerous contracts	–	(118)	–	–	–	–	(118)
Insurance acquisition cash flows amortisation	244	–	–	–	–	–	244
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(2 615)	–	2 615	–	–	–	–
Insurance service result	(10 724)	(498)	9 525	–	–	–	(1 697)
Finance expenses from insurance contracts issued	2 340	468	329	–	–	–	3 137
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(8 384)	(30)	9 854	–	–	–	1 440
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	18 422	4 069	4 270	–	–	–	26 761
Closing insurance contract liabilities	21 727	3 246	3 226	–	–	–	28 199
Closing insurance contract assets	(3 305)	823	1 044	–	–	–	(1 438)
Net closing balance	18 422	4 069	4 270	–	–	–	26 761

NOTE 15 CONTINUED

NOTE 15.5 Total: Momentum Retail continued

	Liability for remaining coverage		Liability for incurred claims not under the PAA Rm	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	Excluding loss component Rm	Loss component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm		
30.06.2023							
Opening insurance contract liabilities	21 761	3 101	2 833	–	–	–	27 695
Opening insurance contract assets	(2 688)	823	956	–	–	–	(909)
Net opening balance	19 073	3 924	3 789	–	–	–	26 786
Cash flows							
Premiums received	9 076	–	–	–	–	–	9 076
Claims and other directly attributable expenses paid	–	–	(9 421)	–	–	–	(9 421)
Insurance acquisition cash flows	(1 499)	–	–	–	–	–	(1 499)
Net cash flows	7 577	–	(9 421)	–	–	–	(1 844)
Changes in the income statement							
Insurance revenue	(7 784)	–	–	–	–	–	(7 784)
Contracts under the fair value approach	(1 387)	–	–	–	–	–	(1 387)
Other contracts	(6 397)	–	–	–	–	–	(6 397)
Insurance service expenses	200	(30)	6 495	–	–	–	6 665
Incurred claims and other directly attributable expenses	–	(354)	6 361	–	–	–	6 007
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	134	–	–	–	134
Losses on onerous contracts and reversal of those losses	–	324	–	–	–	–	324
Insurance acquisition cash flows amortisation	200	–	–	–	–	–	200
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(2 716)	–	2 716	–	–	–	–
Insurance service result	(10 300)	(30)	9 211	–	–	–	(1 119)
Finance expenses from insurance contracts issued	2 324	206	214	–	–	–	2 743
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(7 976)	175	9 425	–	–	–	1 624
Other movements	–	–	–	–	–	–	–
Exchange differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	18 674	4 099	3 793	–	–	–	26 566
Closing insurance contract liabilities	21 649	3 233	2 994	–	–	–	27 876
Closing insurance contract assets	(2 975)	866	799	–	–	–	(1 310)
Net closing balance	18 674	4 099	3 793	–	–	–	26 566

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.6 Total: Momentum Investments

	Liability for remaining coverage		Liability for incurred claims not under the PAA	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA	
	Excluding loss component Rm	Loss component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	28 328	427	251	–	–	–	29 006
Opening insurance contract assets	–	–	–	–	–	–	–
Net opening balance	28 328	427	251	–	–	–	29 006
Cash flows							
Premiums received	9 282	–	–	–	–	–	9 282
Claims and other directly attributable expenses paid	–	–	(3 811)	–	–	–	(3 811)
Insurance acquisition cash flows	(187)	–	–	–	–	–	(187)
Net cash flows	9 095	–	(3 811)	–	–	–	5 284
Changes in the income statement							
Insurance revenue	(2 744)	–	–	–	–	–	(2 744)
Contracts under the fair value approach	(1 230)	–	–	–	–	–	(1 230)
Other contracts	(1 514)	–	–	–	–	–	(1 514)
Insurance service expenses	30	126	2 329	–	–	–	2 485
Incurred claims and other directly attributable expenses	–	(51)	2 314	–	–	–	2 263
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	15	–	–	–	15
Losses on onerous contracts and reversal of those losses	–	177	–	–	–	–	177
Insurance acquisition cash flows amortisation	30	–	–	–	–	–	30
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(1 505)	–	1 505	–	–	–	–
Insurance service result	(4 219)	126	3 834	–	–	–	(259)
Finance expenses from insurance contracts issued	4 543	68	3	–	–	–	4 614
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	324	194	3 837	–	–	–	4 355
Other movements	–	–	–	–	–	–	–
Exchange differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	37 747	621	277	–	–	–	38 645
Closing insurance contract liabilities	37 747	621	277	–	–	–	38 645
Closing insurance contract assets	–	–	–	–	–	–	–
Net closing balance	37 747	621	277	–	–	–	38 645

NOTE 15 CONTINUED

NOTE 15.6 Total: Momentum Investments continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	23 660	249	269	–	–	–	24 178
Opening insurance contract assets	–	–	–	–	–	–	–
Net opening balance	23 660	249	269	–	–	–	24 178
Cash flows							
Premiums received	6 504	–	–	–	–	–	6 504
Claims and other directly attributable expenses paid	–	–	(3 082)	–	–	–	(3 082)
Insurance acquisition cash flows	(124)	–	–	–	–	–	(124)
Net cash flows	6 380	–	(3 082)	–	–	–	3 298
Changes in the income statement							
Insurance revenue	(2 298)	–	–	–	–	–	(2 298)
Contracts under the fair value approach	(1 238)	–	–	–	–	–	(1 238)
Other contracts	(1 060)	–	–	–	–	–	(1 060)
Insurance service expenses	22	161	1 966	–	–	–	2 149
Incurred claims and other directly attributable expenses	–	(32)	1 974	–	–	–	1 942
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(8)	–	–	–	(8)
Losses on onerous contracts and reversal of those losses	–	193	–	–	–	–	193
Insurance acquisition cash flows amortisation	22	–	–	–	–	–	22
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(1 096)	–	1 096	–	–	–	–
Insurance service result	(3 372)	161	3 062	–	–	–	(149)
Finance expenses from insurance contracts issued	1 660	17	2	–	–	–	1 679
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(1 712)	178	3 064	–	–	–	1 530
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	28 328	427	251	–	–	–	29 006
Closing insurance contract liabilities	28 328	427	251	–	–	–	29 006
Closing insurance contract assets	–	–	–	–	–	–	–
Net closing balance	28 328	427	251	–	–	–	29 006

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.7 Total: Metropolitan Life

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	35 694	628	2 737	–	–	–	39 059
Opening insurance contract assets	(4 242)	1 085	252	–	–	–	(2 905)
Net opening balance	31 452	1 713	2 989	–	–	–	36 154
Cash flows							
Premiums received	8 891	–	–	–	–	–	8 891
Claims and other directly attributable expenses paid	–	–	(7 612)	–	–	–	(7 612)
Insurance acquisition cash flows	(1 721)	–	–	–	–	–	(1 721)
Net cash flows	7 170	–	(7 612)	–	–	–	(442)
Changes in the income statement							
Insurance revenue	(6 201)	–	–	–	–	–	(6 201)
Contracts under the fair value approach	(1 704)	–	–	–	–	–	(1 704)
Other contracts	(4 497)	–	–	–	–	–	(4 497)
Insurance service expenses	1 582	(115)	3 786	–	–	–	5 253
Incurred claims and other directly attributable expenses	–	(270)	3 914	–	–	–	3 644
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(128)	–	–	–	(128)
Losses on onerous contracts and reversal of those losses	–	155	–	–	–	–	155
Insurance acquisition cash flows amortisation	1 582	–	–	–	–	–	1 582
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(3 961)	–	3 961	–	–	–	–
Insurance service result	(8 580)	(115)	7 747	–	–	–	(948)
Finance expenses from insurance contracts issued	4 133	148	228	–	–	–	4 509
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(4 447)	33	7 975	–	–	–	3 561
Other movements	–	–	–	–	–	–	–
Exchange differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	34 175	1 746	3 352	–	–	–	39 273
Closing insurance contract liabilities	38 654	709	3 036	–	–	–	42 399
Closing insurance contract assets	(4 479)	1 037	316	–	–	–	(3 126)
Net closing balance	34 175	1 746	3 352	–	–	–	39 273

NOTE 15 CONTINUED

NOTE 15.7 Total: Metropolitan Life continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	33 131	468	2 720	–	–	–	36 319
Opening insurance contract assets	(3 467)	491	317	–	–	–	(2 659)
Net opening balance	29 664	959	3 037	–	–	–	33 660
Cash flows							
Premiums received	8 540	–	–	–	–	–	8 540
Claims and other directly attributable expenses paid	–	–	(7 293)	–	–	–	(7 293)
Insurance acquisition cash flows	(1 755)	–	–	–	–	–	(1 755)
Net cash flows	6 785	–	(7 293)	–	–	–	(508)
Changes in the income statement							
Insurance revenue	(6 022)	–	–	–	–	–	(6 022)
Contracts under the fair value approach	(1 967)	–	–	–	–	–	(1 967)
Other contracts	(4 055)	–	–	–	–	–	(4 055)
Insurance service expenses	1 241	713	3 366	–	–	–	5 320
Incurred claims and other directly attributable expenses	–	(146)	3 810	–	–	–	3 664
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	(444)	–	–	–	(444)
Losses on onerous contracts and reversal of those losses	–	859	–	–	–	–	859
Insurance acquisition cash flows amortisation	1 241	–	–	–	–	–	1 241
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(3 685)	–	3 685	–	–	–	–
Insurance service result	(8 466)	713	7 051	–	–	–	(702)
Finance expenses from insurance contracts issued	3 469	41	194	–	–	–	3 704
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(4 997)	754	7 245	–	–	–	3 002
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	31 452	1 713	2 989	–	–	–	36 154
Closing insurance contract liabilities	35 694	628	2 737	–	–	–	39 059
Closing insurance contract assets	(4 242)	1 085	252	–	–	–	(2 905)
Net closing balance	31 452	1 713	2 989	–	–	–	36 154

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.8 Total: Momentum Corporate

	Liability for remaining coverage		Liability for incurred claims not under the PAA Rm	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	Excluding loss component Rm	Loss component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm		
30.06.2024							
Opening insurance contract liabilities	17 523	388	98	10 158	243	–	28 410
Opening insurance contract assets	–	–	–	–	–	–	–
Net opening balance	17 523	388	98	10 158	243	–	28 410
Cash flows							
Premiums received	6 391	–	–	–	–	–	6 391
Claims and other directly attributable expenses paid	–	–	(2 268)	(4 245)	–	–	(6 513)
Insurance acquisition cash flows	(53)	–	–	(139)	–	–	(192)
Net cash flows	6 338	–	(2 268)	(4 384)	–	–	(314)
Changes in the income statement							
Insurance revenue	(7 884)	–	–	–	–	–	(7 884)
Contracts under the fair value approach	(586)	–	–	–	–	–	(586)
Other contracts	(7 298)	–	–	–	–	–	(7 298)
Insurance service expenses	31	29	2 184	3 983	(16)	–	6 211
Incurred claims and other directly attributable expenses	–	(160)	2 174	4 633	56	–	6 703
Changes that relate to past service- adjustments to the liability for incurred claims	–	–	10	(789)	(72)	–	(851)
Losses on onerous contracts and reversal of those losses	–	189	–	–	–	–	189
Insurance acquisition cash flows amortisation	31	–	–	–	–	–	31
Insurance acquisition cash flows recognised when incurred	–	–	–	139	–	–	139
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(121)	–	121	–	–	–	–
Insurance service result	(7 974)	29	2 305	3 983	(16)	–	(1 673)
Finance expenses from insurance contracts issued	1 946	42	9	1 011	29	–	3 037
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(6 028)	71	2 314	4 994	13	–	1 364
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	17 833	459	144	10 768	256	–	29 460
Closing insurance contract liabilities	17 833	459	144	10 768	256	–	29 460
Closing insurance contract assets	–	–	–	–	–	–	–
Net closing balance	17 833	459	144	10 768	256	–	29 460

NOTE 15 CONTINUED

NOTE 15.8 Total: Momentum Corporate continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	17 862	354	146	10 063	271	–	28 696
Opening insurance contract assets	–	–	–	–	–	–	–
Net opening balance	17 862	354	146	10 063	271	–	28 696
Cash flows							
Premiums received	6 465	–	–	–	–	–	6 465
Claims and other directly attributable expenses paid	–	–	(2 342)	(4 332)	–	–	(6 674)
Insurance acquisition cash flows	(44)	–	–	(144)	–	–	(188)
Net cash flows	6 421	–	(2 342)	(4 476)	–	–	(397)
Changes in the income statement							
Insurance revenue	(8 020)	–	–	–	–	–	(8 020)
Contracts under the fair value approach	(576)	–	–	–	–	–	(576)
Other contracts	(7 444)	–	–	–	–	–	(7 444)
Insurance service expenses	34	17	2 157	4 162	(48)	–	6 322
Incurred claims and other directly attributable expenses	–	(267)	2 152	4 404	29	–	6 318
Changes that relate to past service – adjustments to the Liability for incurred claims	–	–	5	(386)	(77)	–	(458)
Losses on onerous contracts and reversal of those losses	–	284	–	–	–	–	284
Insurance acquisition cash flows amortisation	34	–	–	–	–	–	34
Insurance acquisition cash flows recognised when incurred	–	–	–	144	–	–	144
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(131)	–	131	–	–	–	–
Insurance service result	(8 117)	17	2 288	4 162	(48)	–	(1 698)
Finance expenses from insurance contracts issued	1 357	17	6	409	20	–	1 809
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(6 760)	34	2 294	4 571	(28)	–	111
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	17 523	388	98	10 158	243	–	28 410
Closing insurance contract liabilities	17 523	388	98	10 158	243	–	28 410
Closing insurance contract assets	–	–	–	–	–	–	–
Net closing balance	17 523	388	98	10 158	243	–	28 410

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.9 Total: Momentum Metropolitan Health

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	(25)	–	–	64	1	–	40
Opening insurance contract assets	(60)	–	–	–	–	–	(60)
Net opening balance	(85)	–	–	64	1	–	(20)
Cash flows							
Premiums received	1 435	–	–	–	–	–	1 435
Claims and other directly attributable expenses paid	–	–	–	(1 074)	–	–	(1 074)
Insurance acquisition cash flows	–	–	–	(104)	–	–	(104)
Net cash flows	1 435	–	–	(1 178)	–	–	257
Changes in the income statement							
Insurance revenue	(1 440)	–	–	–	–	–	(1 440)
Contracts under the fair value approach	–	–	–	–	–	–	–
Other contracts	(1 440)	–	–	–	–	–	(1 440)
Insurance service expenses	–	–	–	1 181	1	–	1 182
Incurred claims and other directly attributable expenses	–	–	–	1 062	2	–	1 064
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	–	15	(1)	–	14
Losses on onerous contracts and reversal of those losses	–	–	–	–	–	–	–
Insurance acquisition cash flows amortisation	–	–	–	–	–	–	–
Insurance acquisition cash flows recognised when incurred	–	–	–	104	–	–	104
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	–	–	–	–	–	–	–
Insurance service result	(1 440)	–	–	1 181	1	–	(258)
Finance expenses from insurance contracts issued	–	–	–	2	–	–	2
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(1 440)	–	–	1 183	1	–	(256)
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	(90)	–	–	69	2	–	(19)
Closing insurance contract liabilities	(27)	–	–	69	2	–	44
Closing insurance contract assets	(63)	–	–	–	–	–	(63)
Net closing balance	(90)	–	–	69	2	–	(19)

NOTE 15 CONTINUED

NOTE 15.9 Total: Momentum Metropolitan Health continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	–	–	–	8	–	–	8
Opening insurance contract assets	(38)	–	–	27	1	–	(10)
Net opening balance	(38)	–	–	35	1	–	(2)
Cash flows							
Premiums received	1 211	–	–	–	–	–	1 211
Claims and other directly attributable expenses paid	–	–	–	(862)	–	–	(862)
Insurance acquisition cash flows	–	–	–	(79)	–	–	(79)
Net cash flows	1 211	–	–	(941)	–	–	270
Changes in the income statement							
Insurance revenue	(1 258)	–	–	–	–	–	(1 258)
Contracts under the fair value approach	–	–	–	–	–	–	–
Other contracts	(1 258)	–	–	–	–	–	(1 258)
Insurance service expenses	–	–	–	969	–	–	969
Incurred claims and other directly attributable expenses	–	–	–	894	2	–	896
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	–	(4)	(2)	–	(6)
Losses on onerous contracts and reversal of those losses	–	–	–	–	–	–	–
Insurance acquisition cash flows amortisation	–	–	–	–	–	–	–
Insurance acquisition cash flows recognised when incurred	–	–	–	79	–	–	79
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	–	–	–	–	–	–	–
Insurance service result	(1 258)	–	–	969	–	–	(289)
Finance expenses from insurance contracts issued	–	–	–	1	–	–	1
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(1 258)	–	–	970	–	–	(288)
Other movements	–	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	(85)	–	–	64	1	–	(20)
Closing insurance contract liabilities	(25)	–	–	64	1	–	40
Closing insurance contract assets	(60)	–	–	–	–	–	(60)
Net closing balance	(85)	–	–	64	1	–	(20)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.10 Total: Guardrisk

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	9 067	44	71	5 532	502	–	15 216
Opening insurance contract assets	(5 373)	157	180	–	–	–	(5 036)
Net opening balance	3 694	201	251	5 532	502	–	10 180
Cash flows							
Premiums received	29 669	–	–	–	–	–	29 669
Claims and other directly attributable expenses paid	–	–	(1 763)	(16 443)	–	–	(18 206)
Insurance acquisition cash flows	(4 172)	–	–	–	–	–	(4 172)
Net cash flows	25 497	–	(1 763)	(16 443)	–	–	7 291
Changes in the income statement							
Insurance revenue	(25 709)	–	–	–	–	–	(25 709)
Contracts under the fair value approach	368	–	–	–	–	–	368
Other contracts	(26 077)	–	–	–	–	–	(26 077)
Insurance service expenses	2 981	61	1 735	10 853	(242)	–	15 388
Incurred claims and other directly attributable expenses	–	(67)	1 704	9 169	(130)	–	10 676
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	31	1 684	(112)	–	1 603
Losses on onerous contracts and reversal of those losses	–	128	–	–	–	–	128
Insurance acquisition cash flows amortisation	2 981	–	–	–	–	–	2 981
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(3 190)	–	–	3 188	2	–	–
Insurance service result	(25 918)	61	1 735	14 041	(240)	–	(10 321)
Finance expenses/(income) from insurance contracts issued	92	47	(7)	181	15	–	328
Other changes	(24)	–	–	–	–	–	(24)
Total changes in the income statement	(25 850)	108	1 728	14 222	(225)	–	(10 017)
Other movements	(51)	(3)	–	(12)	(2)	–	(68)
Elimination of intercompany following business combination[1]	(56)	–	–	–	–	–	(56)
Exchange rate differences	(6)	(3)	–	(9)	(2)	–	(20)
Other movements	11	–	–	(3)	–	–	8
Net closing balance	3 290	306	216	3 299	275	–	7 386
Closing insurance contract liabilities	10 191	54	11	3 299	275	–	13 830
Closing insurance contract assets	(6 901)	252	205	–	–	–	(6 444)
Net closing balance	3 290	306	216	3 299	275	–	7 386

1 The acquisition of Zestlife in the current year resulted in the elimination of existing contracts classified as intercompany following the consolidation of the entity.

NOTE 15 CONTINUED

NOTE 15.10 Total: Guardrisk continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	7 713	40	87	9 399	852	–	18 091
Opening insurance contract assets	(5 129)	379	153	–	–	–	(4 597)
Net opening balance	2 584	419	240	9 399	852	–	13 494
Cash flows							
Premiums received	28 982	–	–	–	–	–	28 982
Claims and other directly attributable expenses paid	–	–	(1 493)	(18 736)	–	–	(20 229)
Insurance acquisition cash flows	(3 472)	–	–	–	–	–	(3 472)
Net cash flows	25 510	–	(1 493)	(18 736)	–	–	5 281
Changes in the income statement							
Insurance revenue	(24 703)	–	–	–	–	–	(24 703)
Contracts under the fair value approach	208	–	–	–	–	–	208
Other contracts	(24 911)	–	–	–	–	–	(24 911)
Insurance service expenses	2 634	(131)	1 504	11 585	(382)	–	15 210
Incurred claims and other directly attributable expenses	–	1	1 468	11 182	(239)	–	12 412
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	36	403	(143)	–	296
Losses on onerous contracts and reversal of those losses	–	(132)	–	–	–	–	(132)
Insurance acquisition cash flows amortisation	2 634	–	–	–	–	–	2 634
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(3 076)	–	–	3 062	14	–	–
Insurance service result	(25 145)	(131)	1 504	14 647	(368)	–	(9 493)
Finance expense/(income) from insurance contracts issued	712	(92)	–	207	17	–	844
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(24 433)	(223)	1 504	14 854	(351)	–	(8 649)
Other movements	33	5	–	15	1	–	54
Exchange rate differences	33	5	–	15	1	–	54
Other movements	–	–	–	–	–	–	–
Net closing balance	3 694	201	251	5 532	502	–	10 180
Closing insurance contract liabilities	9 067	44	71	5 532	502	–	15 216
Closing insurance contract assets	(5 373)	157	180	–	–	–	(5 036)
Net closing balance	3 694	201	251	5 532	502	–	10 180

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.11 Total: Momentum Insure

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	88	–	–	949	11	–	1 048
Opening insurance contract assets	(1)	–	–	–	–	(27)	(28)
Net opening balance	87	–	–	949	11	(27)	1 020
Cash flows							
Premiums received	3 260	–	–	–	–	–	3 260
Claims and other directly attributable expenses paid	–	–	–	(2 743)	–	–	(2 743)
Insurance acquisition cash flows	(294)	–	–	–	–	(28)	(322)
Net cash flows	2 966	–	–	(2 743)	–	(28)	195
Changes in the income statement							
Insurance revenue	(3 272)	–	–	–	–	–	(3 272)
Contracts under the fair value approach	–	–	–	–	–	–	–
Other contracts	(3 272)	–	–	–	–	–	(3 272)
Insurance service expenses	323	–	–	2 622	9	–	2 954
Incurred claims and other directly attributable expenses	–	(35)	–	2 621	(2)	–	2 584
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	–	1	11	–	12
Losses on onerous contracts and reversal of those losses	–	35	–	–	–	–	35
Insurance acquisition cash flows amortisation	323	–	–	–	–	–	323
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	–	–	–	–	–	–	–
Insurance service result	(2 949)	–	–	2 622	9	–	(318)
Finance expenses from insurance contracts issued	–	–	–	4	–	–	4
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(2 949)	–	–	2 626	9	–	(314)
Other movements	(29)	–	–	–	–	27	(2)
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(27)	–	–	–	–	27	–
Exchange rate differences	–	–	–	–	–	–	–
Other movements	(2)	–	–	–	–	–	(2)
Net closing balance	75	–	–	832	20	(28)	899
Closing insurance contract liabilities	77	–	–	832	20	–	929
Closing insurance contract assets	(2)	–	–	–	–	(28)	(30)
Net closing balance	75	–	–	832	20	(28)	899

NOTE 15 CONTINUED

NOTE 15.11 Total: Momentum Insure continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	51	–	–	689	12	–	752
Opening insurance contract assets	(1)	–	–	–	–	(32)	(33)
Net opening balance	50	–	–	689	12	(32)	719
Cash flows							
Premiums received	3 106	–	–	–	–	–	3 106
Claims and other directly attributable expenses paid	–	–	–	(2 746)	–	–	(2 746)
Insurance acquisition cash flows	(267)	–	–	–	–	(27)	(294)
Net cash flows	2 839	–	–	(2 746)	–	(27)	66
Changes in the income statement							
Insurance revenue	(3 070)	–	–	–	–	–	(3 070)
Contracts under the fair value approach	–	–	–	–	–	–	–
Other contracts	(3 070)	–	–	–	–	–	(3 070)
Insurance service expenses	300	–	–	3 004	(1)	–	3 303
Incurred claims and other directly attributable expenses	–	(49)	–	2 973	3	–	2 927
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	–	31	(4)	–	27
Losses on onerous contracts and reversal of those losses	–	49	–	–	–	–	49
Insurance acquisition cash flows amortisation	300	–	–	–	–	–	300
Insurance acquisition cash flows recognised when incurred	–	–	–	–	–	–	–
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	–	–	–	–	–	–	–
Insurance service result	(2 770)	–	–	3 004	(1)	–	233
Finance expenses from insurance contracts issued	–	–	–	2	–	–	2
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(2 770)	–	–	3 006	(1)	–	235
Other movements	(32)	–	–	–	–	32	–
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	(32)	–	–	–	–	32	–
Contracts transferred on disposal of subsidiary							
Exchange differences	–	–	–	–	–	–	–
Other movements	–	–	–	–	–	–	–
Net closing balance	87	–	–	949	11	(27)	1 020
Closing insurance contract liabilities	88	–	–	949	11	–	1 048
Closing insurance contract assets	(1)	–	–	–	–	(27)	(28)
Net closing balance	87	–	–	949	11	(27)	1 020

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 15 CONTINUED

NOTE 15.12 Total: Momentum Metropolitan Africa

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2024							
Opening insurance contract liabilities	10 166	771	492	527	20	–	11 976
Opening insurance contract assets	(310)	131	23	–	–	–	(156)
Net opening balance	9 856	902	515	527	20	–	11 820
Cash flows							
Premiums received	4 658	–	–	–	–	–	4 658
Claims and other directly attributable expenses paid	–	–	(2 058)	(1 638)	–	–	(3 696)
Insurance acquisition cash flows	(545)	–	–	(156)	–	–	(701)
Net cash flows	4 113	–	(2 058)	(1 794)	–	–	261
Changes in the income statement							
Insurance revenue	(3 278)	–	–	–	–	–	(3 278)
Contracts under the fair value approach	(427)	–	–	–	–	–	(427)
Other contracts	(2 851)	–	–	–	–	–	(2 851)
Insurance service expenses	323	161	942	1 563	1	–	2 990
Incurred claims and other directly attributable expenses	–	(185)	933	1 343	5	–	2 096
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	9	64	(4)	–	69
Losses on onerous contracts and reversal of those losses	–	346	–	–	–	–	346
Insurance acquisition cash flows amortisation	323	–	–	–	–	–	323
Insurance acquisition cash flows recognised when incurred	–	–	–	156	–	–	156
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(1 345)	–	1 131	214	–	–	–
Insurance service result	(4 300)	161	2 073	1 777	1	–	(288)
Finance expenses from insurance contracts issued	1 437	73	8	22	1	–	1 541
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(2 863)	234	2 081	1 799	2	–	1 253
Other movements	700	(23)	–	(13)	(1)	–	663
Exchange differences	(211)	(23)	–	(13)	(1)	–	(248)
Other movements[1]	911	–	–	–	–	–	911
Net closing balance	11 806	1 113	538	519	21	–	13 997
Closing insurance contract liabilities	12 176	975	527	526	21	–	14 225
Closing insurance contract assets	(370)	138	11	(7)	–	–	(228)
Net closing balance	11 806	1 113	538	519	21	–	13 997

[1] Recognition of insurance contracts due to amended features on existing contracts.

NOTE 15 CONTINUED

NOTE 15.12 Total: Momentum Metropolitan Africa continued

	Liability for remaining coverage			Liability for incurred claims under the PAA			
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
30.06.2023							
Opening insurance contract liabilities	9 330	546	557	640	18	–	11 091
Opening insurance contract assets	(237)	56	21	–	–	–	(160)
Net opening balance	9 093	602	578	640	18	–	10 931
Cash flows							
Premiums received	4 300	–	–	–	–	–	4 300
Claims and other directly attributable expenses paid	–	–	(2 074)	(1 384)	–	–	(3 458)
Insurance acquisition cash flows	(499)	–	–	(128)	–	–	(627)
Net cash flows	3 801	–	(2 074)	(1 512)	–	–	215
Changes in the income statement							
Insurance revenue	(2 977)	–	–	–	–	–	(2 977)
Contracts under the fair value approach	(430)	–	–	–	–	–	(430)
Other contracts	(2 547)	–	–	–	–	–	(2 547)
Insurance service expenses	242	237	952	1 491	(2)	–	2 920
Incurred claims and other directly attributable expenses	–	(136)	946	1 350	6	–	2 166
Changes that relate to past service – adjustments to the liability for incurred claims	–	–	6	13	(8)	–	11
Losses on onerous contracts and reversal of those losses	–	373	–	–	–	–	373
Insurance acquisition cash flows amortisation	242	–	–	–	–	–	242
Insurance acquisition cash flows recognised when incurred	–	–	–	128	–	–	128
Impairment/(reversal of impairment) of assets for insurance acquisition cash flows	–	–	–	–	–	–	–
Investment components	(1 180)	–	1 088	92	–	–	–
Insurance service result	(3 915)	237	2 040	1 583	(2)	–	(57)
Finance expenses from insurance contracts issued	940	53	–	20	3	–	1 016
Other changes	–	–	–	–	–	–	–
Total changes in the income statement	(2 975)	290	2 040	1 603	1	–	959
Other movements	(63)	10	(29)	(204)	1	–	(285)
Contracts transferred on disposal of subsidiary (refer to note 11)	(157)	–	(33)	(209)	–	–	(399)
Exchange differences	94	10	4	5	1	–	114
Other movements	–	–	–	–	–	–	–
Net closing balance	9 856	902	515	527	20	–	11 820
Closing insurance contract liabilities	10 166	771	492	527	20	–	11 976
Closing insurance contract assets	(310)	131	23	–	–	–	(156)
Net closing balance	9 856	902	515	527	20	–	11 820

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16

Reconciliation of the measurement components of insurance contract balances[1]

The tables that follow disclose a roll-forward of the net asset or liability for insurance contracts issued showing estimates of the present value of future cash flows, risk adjustment for non-financial risk and contractual service margin (CSM).

NOTE 16.1 Total

			Contractual service margin (CSM)		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	111 855	2 049	4 301	6 917	125 122
Opening insurance contract assets	(22 300)	2 999	242	9 651	(9 408)
Net opening balance	89 555	5 048	4 543	16 568	115 714
Cash flows					
Premiums received	34 509	–	–	–	34 509
Claims and other directly attributable expenses paid	(26 889)	–	–	–	(26 889)
Insurance acquisition cash flows	(5 526)	–	–	–	(5 526)
Net cash flows	2 094	–	–	–	2 094
Changes in the income statement					
Changes that relate to current service	(887)	(1 026)	(650)	(2 168)	(4 731)
CSM recognised in profit or loss for the services provided	–	–	(650)	(2 168)	(2 818)
Change in risk adjustment for non-financial risk for risk expired	–	(1 030)	–	–	(1 030)
Experience adjustments	(887)	4	–	–	(883)
Changes that relate to future service	(4 224)	996	69	3 869	710
Change in estimates that adjust the CSM	(2 558)	253	69	2 236	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(848)	42	–	–	(806)
Contracts initially recognised in the year	(818)	701	–	1 633	1 516
Changes that relates to past service					
Adjustments to the liability for incurred claims	182	(3)	–	–	179
Insurance service result	(4 929)	(33)	(581)	1 701	(3 842)
Finance expenses from insurance contracts issued	12 595	631	166	1 712	15 104
Other changes	–	–	–	–	–
Total changes in the income statement	7 666	598	(415)	3 413	11 262
Other movements	725	(8)	(15)	(11)	691
Exchange rate differences	(186)	(8)	(15)	(11)	(220)
Other movements[2]	911	–	–	–	911
Net closing balance	100 040	5 638	4 113	19 970	129 761
Closing insurance contract liabilities	126 363	2 203	3 923	8 497	140 986
Closing insurance contract assets	(26 323)	3 435	190	11 473	(11 225)
Net closing balance	100 040	5 638	4 113	19 970	129 761

1 These tables do not apply to contracts measured under the PAA.
2 Recognition of insurance contracts due to amended features on existing contracts.

NOTE 16 CONTINUED
NOTE 16.1 Total continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	104 182	2 017	4 308	6 085	116 592
Opening insurance contract assets	(20 019)	2 676	206	8 814	(8 323)
Net opening balance	84 163	4 693	4 514	14 899	108 269
Cash flows					
Premiums received	30 345	–	–	–	30 345
Claims and other directly attributable expenses paid	(25 705)	–	–	–	(25 705)
Insurance acquisition cash flows	(5 025)	–	–	–	(5 025)
Net cash flows	(385)	–	–	–	(385)
Changes in the income statement					
Changes that relate to current service	(976)	(409)	(721)	(2 021)	(4 127)
CSM recognised in profit or loss for the services provided	–	–	(721)	(2 021)	(2 742)
Change in risk adjustment for non-financial risk for risk expired	–	(414)	–	–	(414)
Experience adjustments	(976)	5	–	–	(971)
Changes that relate to future service	(2 252)	1 051	614	2 239	1 652
Change in estimates that adjust the CSM	(961)	256	614	91	–
Change in estimates that result in losses on onerous contracts	480	97	–	–	577
Contracts initially recognised in the year	(1 771)	698	–	2 148	1 075
Changes that relates to past service					
Adjustments to the liability for incurred claims	(271)	–	–	–	(271)
Insurance service result	(3 499)	642	(107)	218	(2 746)
Finance expenses/(income) from insurance contracts issued	9 317	(298)	125	1 420	10 564
Other changes	–	–	–	–	–
Total changes in the income statement	5 818	344	18	1 638	7 818
Other movements	(41)	11	11	31	12
Contracts transferred on disposal of subsidiary	(112)	–	–	–	(112)
Exchange rate differences	71	11	11	31	124
Other movements	–	–	–	–	–
Net closing balance	89 555	5 048	4 543	16 568	115 714
Closing insurance contract liabilities	111 855	2 049	4 301	6 917	125 122
Closing insurance contract assets	(22 300)	2 999	242	9 651	(9 408)
Net closing balance	89 555	5 048	4 543	16 568	115 714

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.2 General measurement model

			CSM		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	47 938	1 445	1 686	6 510	57 579
Opening insurance contract assets	(22 283)	2 999	242	9 651	(9 391)
Net opening balance	25 655	4 444	1 928	16 161	48 188
Cash flows					
Premiums received	29 096	–	–	–	29 096
Claims and other directly attributable expenses paid	(16 476)	–	–	–	(16 476)
Insurance acquisition cash flows	(4 965)	–	–	–	(4 965)
Net cash flows	7 655	–	–	–	7 655
Changes in the income statement					
Changes that relate to current service	(679)	(919)	(326)	(2 111)	(4 035)
CSM recognised in profit or loss for the services provided	–	–	(326)	(2 111)	(2 437)
Change in risk adjustment for non-financial risk for risk expired	–	(923)	–	–	(923)
Experience adjustments	(679)	4	–	–	(675)
Changes that relate to future service	(4 237)	867	80	3 682	392
Change in estimates that adjust the CSM	(2 508)	189	80	2 239	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(923)	27	–	–	(896)
Contracts initially recognised in the year	(806)	651	–	1 443	1 288
Changes that relates to past service					
Adjustments to the liability for incurred claims	336	(3)	–	–	333
Insurance service result	(4 580)	(55)	(246)	1 571	(3 310)
Finance expenses from insurance contracts issued	5 159	631	166	1 712	7 668
Other changes	–	–	–	–	–
Total changes in the income statement	579	576	(80)	3 283	4 358
Other movements	(33)	(4)	–	(11)	(48)
Exchange rate differences	(33)	(4)	–	(11)	(48)
Other movements	–	–	–	–	–
Net closing balance	33 856	5 016	1 848	19 433	60 153
Closing insurance contract liabilities	60 177	1 581	1 658	7 960	71 376
Closing insurance contract assets	(26 321)	3 435	190	11 473	(11 223)
Net closing balance	33 856	5 016	1 848	19 433	60 153

NOTE 16 CONTINUED

NOTE 16.2 General measurement model continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	42 070	1 396	1 674	5 685	50 825
Opening insurance contract assets	(20 014)	2 676	206	8 814	(8 318)
Net opening balance	22 056	4 072	1 880	14 499	42 507
Cash flows					
Premiums received	24 748	–	–	–	24 748
Claims and other directly attributable expenses paid	(15 408)	–	–	–	(15 408)
Insurance acquisition cash flows	(4 551)	–	–	–	(4 551)
Net cash flows	4 789	–	–	–	4 789
Changes in the income statement					
Changes that relate to current service	(658)	(299)	(331)	(1 970)	(3 258)
CSM recognised in profit or loss for the services provided	–	–	(331)	(1 970)	(2 301)
Change in risk adjustment for non-financial risk for risk expired	–	(304)	–	–	(304)
Experience adjustments	(658)	5	–	–	(653)
Changes that relate to future service	(1 996)	962	254	2 181	1 401
Change in estimates that adjust the CSM	(581)	204	254	123	–
Change in estimates that result in losses on onerous contracts	339	95	–	–	434
Contracts initially recognised in the year	(1 754)	663	–	2 058	967
Changes that relates to past service					
Adjustments to the liability for incurred claims	97	–	–	–	97
Insurance service result	(2 557)	663	(77)	211	(1 760)
Finance expenses/(income) from insurance contracts issued	1 353	(298)	125	1 420	2 600
Total changes in the income statement	(1 204)	365	48	1 631	840
Other movements	14	7	–	31	52
Exchange rate differences	14	7	–	31	52
Other movements	–	–	–	–	–
Net closing balance	25 655	4 444	1 928	16 161	48 188
Closing insurance contract liabilities	47 938	1 445	1 686	6 510	57 579
Closing insurance contract assets	(22 283)	2 999	242	9 651	(9 391)
Net closing balance	25 655	4 444	1 928	16 161	48 188

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.3 Variable fee approach

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM		Total Rm
			Contracts under fair value approach Rm	Other contracts Rm	
30.06.2024					
Opening insurance contract liabilities	63 917	604	2 615	407	67 543
Opening insurance contract assets	(17)	–	–	–	(17)
Net opening balance	63 900	604	2 615	407	67 526
Cash flows					
Premiums received	5 413	–	–	–	5 413
Claims and other directly attributable expenses paid	(10 413)	–	–	–	(10 413)
Insurance acquisition cash flows	(561)	–	–	–	(561)
Net cash flows	(5 561)	–	–	–	(5 561)
Changes in the income statement					
Changes that relate to current service	(208)	(107)	(324)	(57)	(696)
CSM recognised in profit or loss for the services provided	–	–	(324)	(57)	(381)
Change in risk adjustment for non-financial risk for risk expired	–	(107)	–	–	(107)
Experience adjustments	(208)	–	–	–	(208)
Changes that relate to future service	13	129	(11)	187	318
Change in estimates that adjust the CSM	(50)	64	(11)	(3)	–
Change in estimates that result in losses on onerous contracts	75	15	–	–	90
Contracts initially recognised in the year	(12)	50	–	190	228
Changes that relates to past service					
Adjustments to the liability for incurred claims	(154)	–	–	–	(154)
Insurance service result	(349)	22	(335)	130	(532)
Finance expenses from insurance contracts issued	7 436	–	–	–	7 436
Other changes	–	–	–	–	–
Total changes in the income statement	7 087	22	(335)	130	6 904
Other movements	758	(4)	(15)	–	739
Exchange rate differences	(153)	(4)	(15)	–	(172)
Other movements[1]	911	–	–	–	911
Net closing balance	66 184	622	2 265	537	69 608
Closing insurance contract liabilities	66 186	622	2 265	537	69 610
Closing insurance contract assets	(2)	–	–	–	(2)
Net closing balance	66 184	622	2 265	537	69 608

[1] Recognition of insurance contracts due to amended features on existing contracts.

NOTE 16 CONTINUED
NOTE 16.3 Variable fee approach continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	62 112	621	2 634	400	65 767
Opening insurance contract assets	(5)	–	–	–	(5)
Net opening balance	62 107	621	2 634	400	65 762
Cash flows					
Premiums received	5 597	–	–	–	5 597
Claims and other directly attributable expenses paid	(10 297)	–	–	–	(10 297)
Insurance acquisition cash flows	(474)	–	–	–	(474)
Net cash flows	(5 174)	–	–	–	(5 174)
Changes in the income statement					
Changes that relate to current service	(318)	(110)	(390)	(51)	(869)
CSM recognised in profit or loss for the services provided	–	–	(390)	(51)	(441)
Change in risk adjustment for non-financial risk for risk expired	–	(110)	–	–	(110)
Experience adjustments	(318)	–	–	–	(318)
Changes that relate to future service	(256)	89	360	58	251
Change in estimates that adjust the CSM	(380)	52	360	(32)	–
Change in estimates that result in losses on onerous contracts	141	2	–	–	143
Contracts initially recognised in the year	(17)	35	–	90	108
Changes that relates to past service					
Adjustments to the liability for incurred claims	(368)	–	–	–	(368)
Insurance service result	(942)	(21)	(30)	7	(986)
Finance expenses from insurance contracts issued	7 964	–	–	–	7 964
Other changes	–	–	–	–	–
Total changes in the income statement	7 022	(21)	(30)	7	6 978
Other movements	(55)	4	11	–	(40)
Contracts transferred on disposal of subsidiary	(112)	–	–	–	(112)
Exchange rate differences	57	4	11	–	72
Other movements	–	–	–	–	–
Net closing balance	63 900	604	2 615	407	67 526
Closing insurance contract liabilities	63 917	604	2 615	407	67 543
Closing insurance contract assets	(17)	–	–	–	(17)
Net closing balance	63 900	604	2 615	407	67 526

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.4 Total: Momentum Retail

			CSM		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	24 093	1 028	1 057	1 701	27 879
Opening insurance contract assets	(7 382)	1 312	7	4 754	(1 309)
Net opening balance	16 711	2 340	1 064	6 455	26 570
Cash flows					
Premiums received	9 654	–	–	–	9 654
Claims and other directly attributable expenses paid	(9 376)	–	–	–	(9 376)
Insurance acquisition cash flows	(1 522)	–	–	–	(1 522)
Net cash flows	(1 244)	–	–	–	(1 244)
Changes in the income statement					
Changes that relate to current service	(467)	(293)	(151)	(911)	(1 822)
CSM recognised in profit and loss for services provided	–	–	(151)	(911)	(1 062)
Change in risk adjustment for non-financial risk for the risk expired	–	(297)	–	–	(297)
Experience adjustments	(467)	4	–	–	(463)
Changes that relate to future service	(883)	210	(219)	772	(120)
Change in estimates that adjust the CSM	(410)	79	(219)	549	(1)
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(250)	25	–	–	(225)
Contracts initially recognised in the year	(223)	106	–	223	106
Changes that relates to past service					
Adjustments to the liability for incurred claims	248	(5)	–	–	243
Insurance service result	(1 102)	(88)	(370)	(139)	(1 699)
Finance expenses from insurance contracts issued	2 145	282	25	686	3 138
Other changes	–	–	–	–	–
Total changes in the income statement	1 043	194	(345)	547	1 439
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	16 510	2 534	719	7 002	26 765
Closing insurance contract liabilities	24 423	1 086	716	1 977	28 202
Closing insurance contract assets	(7 913)	1 448	3	5 025	(1 437)
Net closing balance	16 510	2 534	719	7 002	26 765

NOTE 16 CONTINUED

NOTE 16.4 Total: Momentum Retail continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	23 852	1 018	934	1 890	27 694
Opening insurance contract assets	(7 099)	1 289	8	4 892	(910)
Net opening balance	16 753	2 307	942	6 782	26 784
Cash flows					
Premiums received	9 076	–	–	–	9 076
Claims and other directly attributable expenses paid	(9 420)	–	–	–	(9 420)
Insurance acquisition cash flows	(1 499)	–	–	–	(1 499)
Net cash flows	(1 843)	–	–	–	(1 843)
Changes in the income statement					
Changes that relate to current service	(219)	(286)	(226)	(844)	(1 575)
CSM recognised in profit and loss for services provided	–	–	(226)	(844)	(1 070)
Change in risk adjustment for non-financial risk for the risk expired	–	(291)	–	–	(291)
Experience adjustments	(219)	5	–	–	(214)
Changes that relate to future service	(128)	270	328	(143)	327
Change in estimates that adjust the CSM	(168)	152	328	(313)	(1)
Changes in estimates that result in losses on onerous contract	107	22	–	–	129
Contracts initially recognised in the year	(67)	96	–	170	199
Changes that relates to past service					
Adjustments to the liability for incurred claims	138	(4)	–	–	134
Insurance service result	(209)	(20)	102	(987)	(1 114)
Finance expenses from insurance contracts issued	2 010	53	20	660	2 743
Other changes					–
Total changes in the income statement	1 801	33	122	(327)	1 629
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	16 711	2 340	1 064	6 455	26 570
Closing insurance contract liabilities	24 093	1 028	1 057	1 701	27 879
Closing insurance contract assets	(7 382)	1 312	7	4 754	(1 309)
Net closing balance	16 711	2 340	1 064	6 455	26 570

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.5 Total: Momentum Investments

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	26 024	224	669	2 088	29 005
Opening insurance contract assets	–	–	–	–	–
Net opening balance	26 024	224	669	2 088	29 005
Cash flows					
Premiums received	9 282	–	–	–	9 282
Claims and other directly attributable expenses paid	(3 811)	–	–	–	(3 811)
Insurance acquisition cash flows	(187)	–	–	–	(187)
Net cash flows	5 284	–	–	–	5 284
Changes in the income statement					
Changes that relate to current service	13	(25)	(122)	(315)	(449)
CSM recognised in profit and loss for services provided	–	–	(122)	(315)	(437)
Change in risk adjustment for non-financial risk for the risk expired	–	(25)	–	–	(25)
Experience adjustments	13	–	–	–	13
Changes that relate to future service	(960)	38	125	972	175
Change in estimates that adjust the CSM	(147)	(5)	125	27	–
Change in estimates that result in reversal of losses on onerous contracts	(10)	(1)	–	–	(11)
Contracts initially recognised in the year	(803)	44	–	945	186
Changes that relate to past service	15	–	–	–	15
Adjustments to the liability for incurred claims	15	–	–	–	15
Insurance service result	(932)	13	3	657	(259)
Finance expenses from insurance contracts issued	4 277	36	57	244	4 614
Other changes	–	–	–	–	–
Total changes in the income statement	3 345	49	60	901	4 355
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	34 653	273	729	2 989	38 644
Closing insurance contract liabilities	34 653	273	729	2 989	38 644
Closing insurance contract assets	–	–	–	–	–
Net closing balance	34 653	273	729	2 989	38 644

NOTE 16 CONTINUED

NOTE 16.5 Total: Momentum Investments continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	21 740	208	732	1 498	24 178
Opening insurance contract assets	–	–	–	–	–
Net opening balance	21 740	208	732	1 498	24 178
Cash flows					
Premiums received	6 504	–	–	–	6 504
Claims and other directly attributable expenses paid	(3 082)	–	–	–	(3 082)
Insurance acquisition cash flows	(124)	–	–	–	(124)
Net cash flows	3 298	–	–	–	3 298
Changes in the income statement					
Changes that relate to current service	18	(23)	(107)	(221)	(333)
CSM recognised in profit and loss for services provided	–	–	(107)	(221)	(328)
Change in risk adjustment for non-financial risk for the risk expired	–	(23)	–	–	(23)
Experience adjustments	18	–	–	–	18
Changes that relate to future service	(513)	31	(2)	675	191
Change in estimates that adjust the CSM	(11)	(1)	(2)	14	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	67	(4)	–	–	63
Contracts initially recognised in the year	(569)	36	–	661	128
Changes that relate to past service	(8)	–	–	–	(8)
Adjustments to the liability for incurred claims	(8)	–	–	–	(8)
Insurance service result	(503)	8	(109)	454	(150)
Finance expenses from insurance contracts issued	1 489	8	46	136	1 679
Other changes	–	–	–	–	–
Total changes in the income statement	986	16	(63)	590	1 529
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	26 024	224	669	2 088	29 005
Closing insurance contract liabilities	26 024	224	669	2 088	29 005
Closing insurance contract assets	–	–	–	–	–
Net closing balance	26 024	224	669	2 088	29 005

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.6 Total: Metropolitan Life

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	35 315	402	1 578	1 764	39 059
Opening insurance contract assets	(3 890)	593	235	157	(2 905)
Net opening balance	31 425	995	1 813	1 921	36 154
Cash flows					
Premiums received	8 891	–	–	–	8 891
Claims and other directly attributable expenses paid	(7 612)	–	–	–	(7 612)
Insurance acquisition cash flows	(1 722)	–	–	–	(1 722)
Net cash flows	(443)	–	–	–	(443)
Changes in the income statement					
Changes that relate to current service	(141)	(257)	(244)	(332)	(974)
CSM recognised in profit and loss for services provided	–	–	(244)	(332)	(576)
Change in risk adjustment for non-financial risk for the risk expired	–	(257)	–	–	(257)
Experience adjustments	(141)	–	–	–	(141)
Changes that relate to future service	(382)	130	(41)	448	155
Change in estimates that adjust the CSM	(210)	(10)	(41)	261	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(93)	(30)	–	–	(123)
Contracts initially recognised in the year	(79)	170	–	187	278
Changes that relate to past service	(128)	–	–	–	(128)
Adjustments to the liability for incurred claims	(128)	–	–	–	(128)
Insurance service result	(651)	(127)	(285)	116	(947)
Finance expenses from insurance contracts issued	4 169	111	39	190	4 509
Other changes	–	–	–	–	–
Total changes in the income statement	3 518	(16)	(246)	306	3 562
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	34 500	979	1 567	2 227	39 273
Closing insurance contract liabilities	38 649	401	1 381	1 968	42 399
Closing insurance contract assets	(4 149)	578	186	259	(3 126)
Net closing balance	34 500	979	1 567	2 227	39 273

NOTE 16 CONTINUED

NOTE 16.6 Total: Metropolitan Life continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	32 750	420	1 604	1 547	36 321
Opening insurance contract assets	(3 920)	498	193	570	(2 659)
Net opening balance	28 830	918	1 797	2 117	33 662
Cash flows					
Premiums received	8 540	–	–	–	8 540
Claims and other directly attributable expenses paid	(7 293)	–	–	–	(7 293)
Insurance acquisition cash flows	(1 755)	–	–	–	(1 755)
Net cash flows	(508)	–	–	–	(508)
Changes in the income statement					
Changes that relate to current service	(305)	(233)	(265)	(315)	(1 118)
CSM recognised in profit and loss for services provided	–	–	(265)	(315)	(580)
Change in risk adjustment for non-financial risk for the risk expired	–	(233)	–	–	(233)
Experience adjustments	(305)	–	–	–	(305)
Changes that relate to future service	428	252	254	(75)	859
Change in estimates that adjust the CSM	(12)	57	254	(299)	–
Change in estimates that result in losses on onerous contracts	648	20	–	–	668
Contracts initially recognised in the year	(208)	175	–	224	191
Changes that relate to past service	(444)	–	–	–	(444)
Adjustments to the liability for incurred claims	(444)	–	–	–	(444)
Insurance service result	(321)	19	(11)	(390)	(703)
Finance expenses from insurance contracts issued	3 424	58	27	194	3 703
Other changes	–	–	–	–	–
Total changes in the income statement	3 103	77	16	(196)	3 000
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	31 425	995	1 813	1 921	36 154
Closing insurance contract liabilities	35 315	402	1 578	1 764	39 059
Closing insurance contract assets	(3 890)	593	235	157	(2 905)
Net closing balance	31 425	995	1 813	1 921	36 154

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.7 Total: Momentum Corporate

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	17 073	109	463	498	18 143
Opening insurance contract assets	–	–	–	–	–
Net opening balance	17 073	109	463	498	18 143
Cash flows					
Premiums received	837	–	–	–	837
Claims and other directly attributable expenses paid	(2 267)	–	–	–	(2 267)
Insurance acquisition cash flows	(56)	–	–	–	(56)
Net cash flows	(1 486)	–	–	–	(1 486)
Changes in the income statement					
Changes that relate to current service	(46)	(13)	(69)	(71)	(199)
CSM recognised in profit and loss for services provided	–	–	(69)	(71)	(140)
Change in risk adjustment for non-financial risk for the risk expired	–	(13)	–	–	(13)
Experience adjustments	(46)	–	–	–	(46)
Changes that relate to future service	(82)	3	75	88	84
Change in estimates that adjust the CSM	(161)	1	75	85	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	6	(1)	–	–	5
Contracts initially recognised in the year	73	3	–	3	79
Changes that relate to past service	10	–	–	–	10
Adjustments to the liability for incurred claims	10	–	–	–	10
Insurance service result	(118)	(10)	6	17	(105)
Finance expenses from insurance contracts issued	1 932	10	39	17	1 998
Other changes	–	–	–	–	–
Total changes in the income statement	1 814	–	45	34	1 893
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	17 401	109	508	532	18 550
Closing insurance contract liabilities	17 401	109	508	532	18 550
Closing insurance contract assets	–	–	–	–	–
Net closing balance	17 401	109	508	532	18 550

NOTE 16 CONTINUED

NOTE 16.7 Total: Momentum Corporate continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	17 418	103	420	509	18 450
Opening insurance contract assets	–	–	–	–	–
Net opening balance	17 418	103	420	509	18 450
Cash flows					
Premiums received	744	–	–	–	744
Claims and other directly attributable expenses paid	(2 342)	–	–	–	(2 342)
Insurance acquisition cash flows	(44)	–	–	–	(44)
Net cash flows	(1 642)	–	–	–	(1 642)
Changes in the income statement					
Changes that relate to current service	(7)	(14)	(61)	(66)	(148)
CSM recognised in profit and loss for services provided	–	–	(61)	(66)	(127)
Change in risk adjustment for non-financial risk for the risk expired	–	(14)	–	–	(14)
Experience adjustments	(7)	–	–	–	(7)
Changes that relate to future service	(36)	19	76	40	99
Change in estimates that adjust the CSM	(52)	4	76	(28)	–
Change in estimates that result in losses on onerous contracts	52	2	–	–	54
Contracts initially recognised in the year	(36)	13	–	68	45
Changes that relate to past service	5	–	–	–	5
Adjustments to the liability for incurred claims	5	–	–	–	5
Insurance service result	(38)	5	15	(26)	(44)
Finance expenses from insurance contracts issued	1 335	1	28	15	1 379
Other changes	–	–	–	–	–
Total changes in the income statement	1 297	6	43	(11)	1 335
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	17 073	109	463	498	18 143
Closing insurance contract liabilities	17 073	109	463	498	18 143
Closing insurance contract assets	–	–	–	–	–
Net closing balance	17 073	109	463	498	18 143

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.8 Total: Guardrisk

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM		Total Rm
			Contracts under fair value approach Rm	Other contracts Rm	
30.06.2024					
Opening insurance contract liabilities	314	48	–	226	588
Opening insurance contract assets	(10 631)	1 026	–	4 568	(5 037)
Net opening balance	(10 317)	1 074	–	4 794	(4 449)
Cash flows					
Premiums received	3 251	–	–	–	3 251
Claims and other directly attributable expenses paid	(1 764)	–	–	–	(1 764)
Insurance acquisition cash flows	(1 540)	–	–	–	(1 540)
Net cash flows	(53)	–	–	–	(53)
Changes in the income statement					
Changes that relate to current service	(114)	(399)	–	(412)	(925)
CSM recognised in profit and loss for services provided	–	–	–	(412)	(412)
Change in risk adjustment for non-financial risk for the risk expired	–	(399)	–	–	(399)
Experience adjustments	(114)	–	–	–	(114)
Changes that relate to future service	(1 809)	538	–	1 399	128
Change in estimates that adjust the CSM	(1 530)	172	–	1 358	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(581)	35	–	–	(546)
Contracts initially recognised in the year	302	331	–	41	674
Changes that relate to past service	29	2	–	–	31
Adjustments to the liability for incurred claims	29	2	–	–	31
Insurance service result	(1 894)	141	–	987	(766)
Finance (income)/expenses from insurance contracts issued	(1 276)	171	–	497	(608)
Other changes	–	–	–	–	–
Total changes in the income statement	(3 170)	312	–	1 484	(1 374)
Other movements	5	(2)	–	(7)	(4)
Exchange rate differences	5	(2)	–	(7)	(4)
Other movements	–	–	–	–	–
Net closing balance	(13 535)	1 384	–	6 271	(5 880)
Closing insurance contract liabilities	283	56	–	229	568
Closing insurance contract assets	(13 818)	1 328	–	6 042	(6 448)
Net closing balance	(13 535)	1 384	–	6 271	(5 880)

NOTE 16 CONTINUED

NOTE 16.8 Total: Guardrisk continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	387	41	–	195	623
Opening insurance contract assets	(8 620)	841	–	3 181	(4 598)
Net opening balance	(8 233)	882	–	3 376	(3 975)
Cash flows					
Premiums received	2 847	–	–	–	2 847
Claims and other directly attributable expenses paid	(1 493)	–	–	–	(1 493)
Insurance acquisition cash flows	(1 140)	–	–	–	(1 140)
Net cash flows	214	–	–	–	214
Changes in the income statement					
Changes that relate to current service	(442)	180	–	(454)	(716)
CSM recognised in profit and loss for services provided	–	–	–	(454)	(454)
Change in risk adjustment for non-financial risk for the risk expired	–	180	–	–	180
Experience adjustments	(442)	–	–	–	(442)
Changes that relate to future service	(2 075)	449	–	1 493	(133)
Change in estimates that adjust the CSM	(622)	26	–	597	1
Change in estimates that result in (reversal of losses)/losses on onerous contracts	(548)	70	–	–	(478)
Contracts initially recognised in the year	(905)	353	–	896	344
Changes that relate to past service	32	4	–	–	36
Adjustments to the liability for incurred claims	32	4	–	–	36
Insurance service result	(2 485)	633	–	1 039	(813)
Finance expense/(income) from insurance contracts issued	209	(448)	–	354	115
Other changes	–	–	–	–	–
Total changes in the income statement	(2 276)	185	–	1 393	(698)
Other movements	(22)	7	–	25	10
Exchange rate differences	(22)	7	–	25	10
Other movements	–	–	–	–	–
Net closing balance	(10 317)	1 074	–	4 794	(4 449)
Closing insurance contract liabilities	314	48	–	226	588
Closing insurance contract assets	(10 631)	1 026	–	4 568	(5 037)
Net closing balance	(10 317)	1 074	–	4 794	(4 449)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 16 CONTINUED

NOTE 16.9 Total: Momentum Metropolitan Africa

			CSM		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening insurance contract liabilities	9 036	238	534	640	10 448
Opening insurance contract assets	(397)	68	–	172	(157)
Net opening balance	8 639	306	534	812	10 291
Cash flows					
Premiums received	2 594	–	–	–	2 594
Claims and other directly attributable expenses paid	(2 059)	–	–	–	(2 059)
Insurance acquisition cash flows	(499)	–	–	–	(499)
Net cash flows	36	–	–	–	36
Changes in the income statement					
Changes that relate to current service	(132)	(39)	(64)	(127)	(362)
CSM recognised in profit and loss for services provided	–	–	(64)	(127)	(191)
Change in risk adjustment for non-financial risk for the risk expired	–	(39)	–	–	(39)
Experience adjustments	(132)	–	–	–	(132)
Changes that relate to future service	(108)	77	129	190	288
Change in estimates that adjust the CSM	(100)	16	129	(44)	1
Change in estimates that result in losses on onerous contracts	80	14	–	–	94
Contracts initially recognised in the year	(88)	47	–	234	193
Changes that relate to past service	8	–	–	–	8
Adjustments to the liability for incurred claims	8	–	–	–	8
Insurance service result	(232)	38	65	63	(66)
Finance expenses from insurance contracts issued	1 348	21	6	78	1 453
Other changes	–	–	–	–	–
Total changes in the income statement	1 116	59	71	141	1 387
Other movements	720	(6)	(15)	(4)	695
Exchange differences	(191)	(6)	(15)	(4)	(216)
Other movements[1]	911	–	–	–	911
Net closing balance	10 511	359	590	949	12 409
Closing insurance contract liabilities	10 954	278	589	802	12 623
Closing insurance contract assets	(443)	81	1	147	(214)
Net closing balance	10 511	359	590	949	12 409

[1] Recognition of insurance contracts due to amended features on existing contracts.

NOTE 16 CONTINUED

NOTE 16.9 Total: Momentum Metropolitan Africa continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening insurance contract liabilities	8 035	227	618	446	9 326
Opening insurance contract assets	(380)	48	5	171	(156)
Net opening balance	7 655	275	623	617	9 170
Cash flows					
Premiums received	2 634	–	–	–	2 634
Claims and other directly attributable expenses paid	(2 075)	–	–	–	(2 075)
Insurance acquisition cash flows	(463)	–	–	–	(463)
Net cash flows	96	–	–	–	96
Changes in the income statement					
Changes that relate to current service	(21)	(33)	(62)	(121)	(237)
CSM recognised in profit and loss for services provided	–	–	(62)	(121)	(183)
Change in risk adjustment for non-financial risk for the risk expired	–	(33)	–	–	(33)
Experience adjustments	(21)	–	–	–	(21)
Changes that relate to future service	72	30	(42)	249	309
Change in estimates that adjust the CSM	(96)	18	(42)	120	–
Change in estimates that result in (reversal of losses)/losses on onerous contracts	154	(13)	–	–	141
Contracts initially recognised in the year	14	25	–	129	168
Changes that relate to past service	6	–	–	–	6
Adjustments to the liability for incurred claims	6	–	–	–	6
Insurance service result	57	(3)	(104)	128	78
Finance expenses from insurance contracts issued	850	30	4	61	945
Other changes	–	–	–	–	–
Total changes in the income statement	907	27	(100)	189	1 023
Other movements	(19)	4	11	6	2
Contracts transferred on disposal of subsidiary	(112)	–	–	–	(112)
Exchange differences	93	4	11	6	114
Other movements	–	–	–	–	–
Net closing balance	8 639	306	534	812	10 291
Closing insurance contract liabilities	9 036	238	534	640	10 448
Closing insurance contract assets	(397)	68	–	172	(157)
Net closing balance	8 639	306	534	812	10 291

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17

Reconciliation of the remaining coverage and the incurred claims components of reinsurance contract balances

The tables that follow disclose the roll-forward of the net asset or liability for reinsurance contracts held showing assets for remaining coverage and amounts recoverable on incurred claims.

NOTE 17.1 Total

	Assets for remaining coverage			Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024						
Opening reinsurance contract assets	882	1 893	1 513	6 150	375	10 813
Opening reinsurance contract liabilities	(13 329)	30	102	–	–	(13 197)
Net opening balance	**(12 447)**	**1 923**	**1 615**	**6 150**	**375**	**(2 384)**
Cash flows						
Reinsurance premiums paid	9 633	–	–	–	–	9 633
Reinsurance recoveries received	–	–	(3 193)	(5 536)	–	(8 729)
Capital balances and related transactions with third-party cell owners – share capital and dividends	5 585	–	–	(4)	–	5 581
Net cash flows	**15 218**	**–**	**(3 193)**	**(5 540)**	**–**	**6 485**
Changes in the income statement						
Allocation of reinsurance premiums	(18 365)	–	–	–	–	(18 365)
Contracts under the fair value approach	(315)	–	–	–	–	(315)
Other contracts	(18 050)	–	–	–	–	(18 050)
Amounts recoverable from reinsurers for incurred claims	(4)	(27)	3 526	6 553	(259)	9 789
Amounts recoverable for incurred claims and other expenses	–	(172)	3 293	6 137	(119)	9 139
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	233	416	(140)	509
Changes in the loss-recovery component	–	145	–	–	–	145
Effect of changes in non-performance risk of reinsurers	(4)	–	–	–	–	(4)
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	**(18 369)**	**(27)**	**3 526**	**6 553**	**(259)**	**(8 576)**
Finance (expenses)/income from reinsurance contracts held	(612)	193	60	273	14	(72)
Investment returns due to third-party cell owner	(831)	–	–	–	–	(831)
Other changes	–	–	–	–	–	–
Total changes in the income statement	**(19 812)**	**166**	**3 586**	**6 826**	**(245)**	**(9 479)**
Other movements	**3 462**	**–**	**–**	**(3 456)**	**1**	**7**
Capital balances and related transactions with third-party cell owners – settlement	3 427	–	–	(3 427)	–	–
Contracts transferred on acquisition of subsidiary (refer to note 4)	104	–	–	–	–	104
Exchange rate differences	18	–	–	(5)	–	13
Other movements	(87)	–	–	(24)	1	(110)
Net closing balance	**(13 579)**	**2 089**	**2 008**	**3 980**	**131**	**(5 371)**
Closing reinsurance contract assets	1 370	1 926	1 839	3 980	131	9 246
Closing reinsurance contract liabilities	(14 949)	163	169	–	–	(14 617)
Net closing balance	**(13 579)**	**2 089**	**2 008**	**3 980**	**131**	**(5 371)**
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						93
Other reinsurance contract assets						9 153
Reinsurance contract assets						**9 246**
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(8 300)
Other reinsurance contract liabilities						(6 317)
Reinsurance contract liabilities						**(14 617)**

NOTE 17 CONTINUED
NOTE 17.1 Total continued

	Assets for remaining coverage			Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims not under the PAA Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	1 018	1 773	1 643	10 235	721	15 390
Opening reinsurance contract liabilities	(11 616)	20	42	9	–	(11 545)
Net opening balance	(10 598)	1 793	1 685	10 244	721	3 845
Cash flows						
Reinsurance premiums paid	9 893	–	–	–	–	9 893
Reinsurance recoveries received	–	–	(3 465)	(8 933)	–	(12 398)
Capital balances and related transactions with third-party cell owners – share capital and dividends	4 362	–	–	4	–	4 366
Net cash flows	14 255	–	(3 465)	(8 929)	–	1 861
Changes in the income statement						
Allocation of reinsurance premiums	(17 013)	–	–	–	–	(17 013)
Contracts under the fair value approach	(263)	–	–	–	–	(263)
Other contracts	(16 750)	–	–	–	–	(16 750)
Amounts recoverable from reinsurers for incurred claims	–	15	3 366	6 607	(360)	9 628
Amounts recoverable for incurred claims and other expenses	–	(169)	3 239	7 075	(273)	9 872
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	127	(468)	(87)	(428)
Changes in the loss-recovery component	–	184	–	–	–	184
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(17 013)	15	3 366	6 607	(360)	(7 385)
Finance (expenses)/income from reinsurance contracts held	(221)	112	29	187	13	120
Investment returns due to third-party cell owner	(596)	–	–	–	–	(596)
Other changes	–	–	–	–	–	–
Total changes in the income statement	(17 830)	127	3 395	6 794	(347)	(7 861)
Other movements	1 726	3	–	(1 959)	1	(229)
Capital balances and related transactions with third-party cell owners – settlement	1 757	–	–	(1 757)	–	–
Contracts transferred on disposal of subsidiary (refer to note 11)	(19)	–	(2)	(147)	–	(168)
Exchange rate differences	(73)	3	2	9	1	(58)
Other movements	61	–	–	(64)	–	(3)
Net closing balance	(12 447)	1 923	1 615	6 150	375	(2 384)
Closing reinsurance contract assets	882	1 893	1 513	6 150	375	10 813
Closing reinsurance contract liabilities	(13 329)	30	102	–	–	(13 197)
Net closing balance	(12 447)	1 923	1 615	6 150	375	(2 384)
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						127
Other reinsurance contract assets						10 686
Reinsurance contract assets						10 813
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(8 327)
Other reinsurance contract liabilities						(4 870)
Reinsurance contract liabilities						(13 197)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.2 General measurement model

	Assets for remaining coverage			
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2024				
Opening reinsurance contract assets	287	1 893	1 513	3 693
Opening reinsurance contract liabilities	(3 751)	30	102	(3 619)
Net opening balance	(3 464)	1 923	1 615	74
Cash flows				
Reinsurance premiums paid	2 916	–	–	2 916
Reinsurance recoveries received	–	–	(3 193)	(3 193)
Net cash flows	2 916	–	(3 193)	(277)
Changes in the income statement				
Allocation of reinsurance premiums	(3 151)	–	–	(3 151)
Contracts under the fair value approach	(315)	–	–	(315)
Other contracts	(2 836)	–	–	(2 836)
Amounts recoverable from reinsurers for incurred claims	–	(27)	3 526	3 499
Amounts recoverable for incurred claims and other expenses	–	(172)	3 293	3 121
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	233	233
Changes in the loss-recovery component	–	145	–	145
Effect of changes in non-performance risk of reinsurers	–	–	–	–
Investment components	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(3 151)	(27)	3 526	348
Finance (expenses)/income from reinsurance contracts held	(392)	193	60	(139)
Investment returns due to third-party cell owner	–	–	–	–
Other changes	–	–	–	–
Total changes in the income statement	(3 543)	166	3 586	209
Other movements	–	–	–	–
Exchange rate differences	–	–	–	–
Other movements	–	–	–	–
Net closing balance	(4 091)	2 089	2 008	6
Closing reinsurance contract assets	695	1 926	1 839	4 460
Closing reinsurance contract liabilities	(4 786)	163	169	(4 454)
Net closing balance	(4 091)	2 089	2 008	6

NOTE 17 CONTINUED

NOTE 17.2 General measurement model continued

	Assets for remaining coverage			
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims for contracts not under the PAA Rm	Total Rm
30.06.2023				
Opening reinsurance contract assets	295	1 765	1 643	3 703
Opening reinsurance contract liabilities	(3 695)	20	42	(3 633)
Net opening balance	(3 400)	1 785	1 685	70
Cash flows				
Reinsurance premiums paid	2 918	–	–	2 918
Reinsurance recoveries received	–	–	(3 465)	(3 465)
Net cash flows	2 918	–	(3 465)	(547)
Changes in the income statement				
Allocation of reinsurance premiums	(2 384)	–	–	(2 384)
Contracts under the fair value approach	(263)	–	–	(263)
Other contracts	(2 121)	–	–	(2 121)
Amounts recoverable from reinsurers for incurred claims	–	23	3 366	3 389
Amounts recoverable for incurred claims and other expenses	–	(150)	3 239	3 089
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	127	127
Changes in the loss-recovery component	–	173	–	173
Effect of changes in non-performance risk of reinsurers	–	–	–	–
Investment components	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(2 384)	23	3 366	1 005
Finance (expenses)/income from reinsurance contracts held	(579)	112	29	(438)
Investment returns due to third-party cell owner	–	–	–	–
Other changes	–	–	–	–
Total changes in the income statement	(2 963)	135	3 395	567
Other movements	(19)	3	–	(16)
Contracts transferred on disposal of subsidiary	(19)	–	(2)	(21)
Exchange rate differences	–	3	2	5
Other movements	–	–	–	–
Net closing balance	(3 464)	1 923	1 615	74
Closing reinsurance contract assets	287	1 893	1 513	3 693
Closing reinsurance contract liabilities	(3 751)	30	102	(3 619)
Net closing balance	(3 464)	1 923	1 615	74

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.3 Premium allocation approach

	Assets for remaining coverage		Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	595	–	6 150	375	7 120
Opening reinsurance contract liabilities	(9 578)	–	–	–	(9 578)
Net opening balance	(8 983)	–	6 150	375	(2 458)
Cash flows					
Reinsurance premiums paid	6 717	–	–	–	6 717
Reinsurance recoveries received	–	–	(5 536)	–	(5 536)
Capital balances and related transactions with third-party cell owners – share capital and dividends	5 585	–	(4)	–	5 581
Net cash flows	12 302	–	(5 540)	–	6 762
Changes in the income statement					
Allocation of reinsurance premiums	(15 214)	–	–	–	(15 214)
Contracts under the fair value approach	–	–	–	–	–
Other contracts	(15 214)	–	–	–	(15 214)
Amounts recoverable from reinsurers for incurred claims	(4)	–	6 553	(259)	6 290
Amounts recoverable for incurred claims and other expenses	–	–	6 137	(119)	6 018
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	416	(140)	276
Changes in the loss-recovery component	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	(4)	–	–	–	(4)
Investment components	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(15 218)	–	6 553	(259)	(8 924)
Finance (expenses)/income from reinsurance contracts held	(220)	–	273	14	67
Investment returns due to third-party cell owner	(831)	–	–	–	(831)
Other changes	–	–	–	–	–
Total changes in the income statement	(16 269)	–	6 826	(245)	(9 688)
Other movements	3 462	–	(3 456)	1	7
Capital balances and related transactions with third-party cell owners – settlement	3 427	–	(3 427)	–	–
Contracts transferred on acquisition of subsidiary (refer to note 4)	104	–	–	–	104
Exchange rate differences	18	–	(5)	–	13
Other movements[1]	(87)	–	(24)	1	(110)
Net closing balance	(9 488)	–	3 980	131	(5 377)
Closing reinsurance contract assets	675	–	3 980	131	4 786
Closing reinsurance contract liabilities	(10 163)	–	–	–	(10 163)
Net closing balance	(9 488)	–	3 980	131	(5 377)
Reinsurance contract assets consist of:					
Reinsurance asset relating to amounts due from cell owners					93
Other reinsurance contract assets					4 693
Reinsurance contract assets					4 786
Reinsurance contract liabilities consist of:					
Reinsurance liability relating to amounts due to cell owners					(8 300)
Other reinsurance contract liabilities					(1 863)
Reinsurance contract liabilities					(10 163)

[1] The acquisition of Zestlife within the Guardrisk segment in the current year resulted in the elimination of existing contracts classified as intercompany following the consolidation of the entity.

NOTE 17 CONTINUED

NOTE 17.3 Premium allocation approach continued

	Assets for remaining coverage		Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	723	8	10 235	721	11 687
Opening reinsurance contract liabilities	(7 921)	–	9	–	(7 912)
Net opening balance	(7 198)	8	10 244	721	3 775
Cash flows					
Reinsurance premiums paid	6 975	–	–	–	6 975
Reinsurance recoveries received	–	–	(8 933)	–	(8 933)
Capital balances and related transactions with third-party cell owners – share capital and dividends	4 362	–	4	–	4 366
Net cash flows	11 337	–	(8 929)	–	2 408
Changes in the income statement					
Allocation of reinsurance premiums	(14 629)	–	–	–	(14 629)
Contracts under the modified retrospective approach	–	–	–	–	–
Contracts under the fair value approach	–	–	–	–	–
Other contracts	(14 629)	–	–	–	(14 629)
Amounts recoverable from reinsurers for incurred claims	–	(8)	6 607	(360)	6 239
Amounts recoverable for incurred claims and other expenses	–	(19)	7 075	(273)	6 783
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	(468)	(87)	(555)
Changes in the loss-recovery component	–	11	–	–	11
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Investment components	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(14 629)	(8)	6 607	(360)	(8 390)
Finance (expenses)/income from reinsurance contracts held	358	–	187	13	558
Investment returns due to third-party cell owner	(596)	–	–	–	(596)
Other changes	–	–	–	–	–
Total changes in the income statement	(14 867)	(8)	6 794	(347)	(8 428)
Other movements	1 745	–	(1 959)	1	(213)
Capital balances and related transactions with third-party cell owners – settlement	1 757	–	(1 757)	–	–
Contracts transferred on disposal of subsidiary	–	–	(147)	–	(147)
Exchange rate differences	(73)	–	9	1	(63)
Other movements	61	–	(64)	–	(3)
Net closing balance	(8 983)	–	6 150	375	(2 458)
Closing reinsurance contract assets	595	–	6 150	375	7 120
Closing reinsurance contract liabilities	(9 578)	–	–	–	(9 578)
Net closing balance	(8 983)	–	6 150	375	(2 458)
Reinsurance contract assets consist of:					
Reinsurance asset relating to amounts due from cell owners					127
Other reinsurance contract assets					6 993
Reinsurance contract assets					7 120
Reinsurance contract liabilities consist of:					
Reinsurance liability relating to amounts due to cell owners					(8 327)
Other reinsurance contract liabilities					(1 251)
Reinsurance contract liabilities					(9 578)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.4 Total: Momentum Retail

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024						
Opening reinsurance contract assets	182	1 750	1 329	–	–	3 261
Opening reinsurance contract liabilities	(10)	–	3	–	–	(7)
Net opening balance	172	1 750	1 332	–	–	3 254
Cash flows						
Reinsurance premiums paid	2 688	–	–	–	–	2 688
Reinsurance recoveries received	–	–	(2 642)	–	–	(2 642)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	2 688	–	(2 642)	–	–	46
Changes in the income statement						
Allocation of reinsurance premiums	(2 470)	–	–	–	–	(2 470)
Contracts under the fair value approach	(264)	–	–	–	–	(264)
Other contracts	(2 206)	–	–	–	–	(2 206)
Amounts recoverable from reinsurers for incurred claims	–	(148)	2 833	–	–	2 685
Amounts recoverable for incurred claims and other expenses	–	(158)	2 738	–	–	2 580
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	95	–	–	95
Changes in the loss-recovery component	–	10	–	–	–	10
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(2 470)	(148)	2 833	–	–	215
Finance (expenses)/income from insurance contracts issued	46	169	60	–	–	275
Other changes	–	–	–	–	–	–
Total changes in the income statement	(2 424)	21	2 893	–	–	490
Other movements	–	–	–	–	–	–
Exchange differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	436	1 771	1 583	–	–	3 790
Closing reinsurance contract assets	453	1 771	1 575	–	–	3 799
Closing reinsurance contract liabilities	(17)	–	8	–	–	(9)
Net closing balance	436	1 771	1 583	–	–	3 790
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						3 799
Reinsurance contract assets						3 799
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						(9)
Reinsurance contract liabilities						(9)

NOTE 17 CONTINUED

NOTE 17.4 Total: Momentum Retail continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	243	1 624	1 364	–	–	3 231
Opening reinsurance contract liabilities	(20)	–	5	–	–	(15)
Net opening balance	223	1 624	1 369	–	–	3 216
Cash flows						
Reinsurance premiums paid	2 544	–	–	–	–	2 544
Reinsurance recoveries received	–	–	(2 849)	–	–	(2 849)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	2 544	–	(2 849)	–	–	(305)
Changes in the income statement						
Allocation of reinsurance premiums	(2 269)	–	–	–	–	(2 269)
Contracts under the fair value approach	(271)	–	–	–	–	(271)
Other contracts	(1 998)	–	–	–	–	(1 998)
Amounts recoverable from reinsurers for incurred claims	–	25	2 784	–	–	2 809
Amounts recoverable for incurred claims and other expenses	–	(143)	2 684	–	–	2 541
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	100	–	–	100
Changes in the loss-recovery component	–	168	–	–	–	168
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(2 269)	25	2 784	–	–	540
Finance (expenses)/income from insurance contracts issued	(326)	101	28	–	–	(197)
Investment returns due to third-party cell owner	–	–	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(2 595)	126	2 812	–	–	343
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	172	1 750	1 332	–	–	3 254
Closing reinsurance contract assets	182	1 750	1 329	–	–	3 261
Closing reinsurance contract liabilities	(10)	–	3	–	–	(7)
Net closing balance	172	1 750	1 332	–	–	3 254
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						3 261
Reinsurance contract assets						3 261
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						(7)
Reinsurance contract liabilities						(7)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.5 Total: Metropolitan Life

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024						
Opening reinsurance contract assets	13	7	30	–	–	50
Opening reinsurance contract liabilities	(41)	14	–	–	–	(27)
Net opening balance	(28)	21	30	–	–	23
Cash flows						
Reinsurance premiums paid	42	–	–	–	–	42
Reinsurance recoveries received	–	–	(53)	–	–	(53)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	42	–	(53)	–	–	(11)
Changes in the income statement						
Allocation of reinsurance premiums	(30)	–	–	–	–	(30)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(30)	–	–	–	–	(30)
Amounts recoverable from reinsurers for incurred claims	–	10	35	–	–	45
Amounts recoverable for incurred claims and other expenses	–	–	35	–	–	35
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	–	–	–	–
Changes in the loss-recovery component	–	10	–	–	–	10
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(30)	10	35	–	–	15
Finance (expenses)/income from reinsurance contracts held	(4)	4	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(34)	14	35	–	–	15
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	(20)	35	12	–	–	27
Closing reinsurance contract assets	18	21	12	–	–	51
Closing reinsurance contract liabilities	(38)	14	–	–	–	(24)
Net closing balance	(20)	35	12	–	–	27
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						51
Reinsurance contract assets						51
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						(24)
Reinsurance contract liabilities						(24)

NOTE 17.5 Total: Metropolitan Life continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	(3)	14	22	–	–	33
Opening reinsurance contract liabilities	(86)	12	–	–	–	(74)
Net opening balance	(89)	26	22	–	–	(41)
Cash flows						
Reinsurance premiums paid	40	–	–	–	–	40
Reinsurance recoveries received	–	–	(43)	–	–	(43)
Capital balances and related transactions with third-party cell owners – share capital	–	–	–	–	–	–
Net cash flows	40	–	(43)	–	–	(3)
Changes in the income statement						
Allocation of reinsurance premiums	25	–	–	–	–	25
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	25	–	–	–	–	25
Amounts recoverable from reinsurers for incurred claims	–	(8)	51	–	–	43
Amounts recoverable for incurred claims and other expenses	–	–	51	–	–	51
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	–	–	–	–
Changes in the loss-recovery component	–	(8)	–	–	–	(8)
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	25	(8)	51	–	–	68
Finance (expenses)/income from reinsurance contracts held	(4)	3	–	–	–	(1)
Other changes	–	–	–	–	–	–
Total changes in the income statement	21	(5)	51	–	–	67
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	(28)	21	30	–	–	23
Closing reinsurance contract assets	13	7	30	–	–	50
Closing reinsurance contract liabilities	(41)	14	–	–	–	(27)
Net closing balance	(28)	21	30	–	–	23
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						50
Reinsurance contract assets						50
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						(27)
Reinsurance contract liabilities						(27)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.6 Total: Momentum Corporate

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		Total Rm
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	
30.06.2024						
Opening reinsurance contract assets	(396)	–	–	1 819	34	1 457
Opening reinsurance contract liabilities	(9)	–	8	–	–	(1)
Net opening balance	(405)	–	8	1 819	34	1 456
Cash flows						
Reinsurance premiums paid	952	–	–	–	–	952
Reinsurance recoveries received	–	–	(4)	(641)	–	(645)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	952	–	(4)	(641)	–	307
Changes in the income statement						
Allocation of reinsurance premiums	(856)	–	–	–	–	(856)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(856)	–	–	–	–	(856)
Amounts recoverable from reinsurers for incurred claims	–	–	5	450	(1)	454
Amounts recoverable for incurred claims and other expenses	–	–	2	664	13	679
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	3	(214)	(14)	(225)
Changes in the loss-recovery component	–	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(856)	–	5	450	(1)	(402)
Finance income from reinsurance contracts held	–	–	–	184	6	190
Other changes	–	–	–	–	–	–
Total changes in the income statement	(856)	–	5	634	5	(212)
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	(309)	–	9	1 812	39	1 551
Closing reinsurance contract assets	(309)	–	9	1 812	39	1 551
Closing reinsurance contract liabilities	–	–	–	–	–	–
Net closing balance	(309)	–	9	1 812	39	1 551
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						1 551
Reinsurance contract assets						1 551
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						–
Reinsurance contract liabilities						–

NOTE 17 CONTINUED

NOTE 17.6 Total: Momentum Corporate continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	(117)	6	42	1 760	32	1 723
Opening reinsurance contract liabilities	(12)	–	–	11	–	(1)
Net opening balance	(129)	6	42	1 771	32	1 722
Cash flows						
Reinsurance premiums paid	873	–	–	–	–	873
Reinsurance recoveries received	–	–	(42)	(587)	–	(629)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	873	–	(42)	(587)	–	244
Changes in the income statement						
Allocation of reinsurance premiums	(1 149)	–	–	–	–	(1 149)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(1 149)	–	–	–	–	(1 149)
Amounts recoverable from reinsurers for incurred claims	–	(6)	8	576	(1)	577
Amounts recoverable for incurred claims and other expenses	–	(17)	4	637	6	630
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	4	(61)	(7)	(64)
Changes in the loss-recovery component	–	11	–	–	–	11
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(1 149)	(6)	8	576	(1)	(572)
Finance income from reinsurance contracts held	–	–	–	59	3	62
Other changes	–	–	–	–	–	–
Total changes in the income statement	(1 149)	(6)	8	635	2	(510)
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	(405)	–	8	1 819	34	1 456
Closing reinsurance contract assets	(396)	–	–	1 819	34	1 457
Closing reinsurance contract liabilities	(9)	–	8	–	–	(1)
Net closing balance	(405)	–	8	1 819	34	1 456
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						1 457
Reinsurance contract assets						1 457
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						(1)
Reinsurance contract liabilities						(1)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.7 Total: Guardrisk

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024						
Opening reinsurance contract assets	1 129	29	89	3 973	337	5 557
Opening reinsurance contract liabilities	(13 191)	–	86	–	–	(13 105)
Net opening balance	(12 062)	29	175	3 973	337	(7 548)
Cash flows						
Reinsurance premiums paid	5 555	–	–	–	–	5 555
Reinsurance recoveries received	–	–	(390)	(4 820)	–	(5 210)
Capital balances and related transactions with third-party cell owners – share capital and dividends	5 574	–	–	–	–	5 574
Net cash flows	11 129	–	(390)	(4 820)	–	5 919
Changes in the income statement						
Allocation of reinsurance premiums	(14 569)	–	–	–	–	(14 569)
Contracts under the fair value approach	(28)	–	–	–	–	(28)
Other contracts	(14 541)	–	–	–	–	(14 541)
Amounts recoverable from reinsurers for incurred claims	(4)	107	559	5 961	(255)	6 368
Amounts recoverable for incurred claims and other expenses	–	(6)	422	5 420	(133)	5 703
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	137	541	(122)	556
Changes in the loss-recovery component	–	113	–	–	–	113
Effect of changes in non-performance risk of reinsurers	(4)	–	–	–	–	(4)
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(14 573)	107	559	5 961	(255)	(8 201)
Finance (expenses)/income from reinsurance contracts held	(651)	11	(2)	86	5	(551)
Investment returns due to third-party cell owner	(831)	–	–	–	–	(831)
Other changes	–	–	–	–	–	–
Total changes in the income statement	(16 055)	118	557	6 047	(250)	(9 583)
Other movements	3 437	–	–	(3 431)	1	7
Capital balances and related transactions with third-party cell owners – settlement	3 427	–	–	(3 427)	–	–
Contracts transferred on acquisition of subsidiary (refer to note 4)	104	–	–	–	–	104
Exchange rate differences	18	–	–	(4)	–	14
Other movements	(112)	–	–	–	1	(111)
Net closing balance	(13 551)	147	342	1 769	88	(11 205)
Closing reinsurance contract assets	1 287	1	183	1 769	88	3 328
Closing reinsurance contract liabilities	(14 838)	146	159	–	–	(14 533)
Net closing balance	(13 551)	147	342	1 769	88	(11 205)
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						93
Other reinsurance contract assets						3 235
Reinsurance contract assets						3 328
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(8 263)
Other reinsurance contract liabilities						(6 270)
Reinsurance contract liabilities						(14 533)

NOTE 17 CONTINUED

NOTE 17.7 Total: Guardrisk continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
			Rm			
30.06.2023						
Opening reinsurance contract assets	968	28	124	7 750	682	9 552
Opening reinsurance contract liabilities	(11 444)	–	65	(2)	–	(11 381)
Net opening balance	(10 476)	28	189	7 748	682	(1 829)
Cash flows						
Reinsurance premiums paid	6 005	–	–	–	–	6 005
Reinsurance recoveries received	–	–	(422)	(7 785)	–	(8 207)
Capital balances and related transactions with third-party cell owners – share capital and dividends	4 367	–	–	–	–	4 367
Net cash flows	10 372	–	(422)	(7 785)	–	2 165
Changes in the income statement						
Allocation of reinsurance premiums	(13 186)	–	–	–	–	(13 186)
Contracts under the fair value approach	24	–	–	–	–	24
Other contracts	(13 210)	–	–	–	–	(13 210)
Amounts recoverable from reinsurers for incurred claims	–	(3)	406	5 635	(356)	5 682
Amounts recoverable for incurred claims and other expenses	–	–	389	6 061	(278)	6 172
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	17	(426)	(78)	(487)
Changes in the loss-recovery component	–	(3)	–	–	–	(3)
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(13 186)	(3)	406	5 635	(356)	(7 504)
Finance income from reinsurance contracts held	111	–	–	123	10	244
Investment returns due to third-party cell owner	(596)	–	–	–	–	(596)
Other changes	–	–	–	–	–	–
Total changes in the income statement	(13 671)	(3)	406	5 758	(346)	(7 856)
Other movements	1 713	4	2	(1 748)	1	(28)
Capital balances and related transactions with third-party cell owners – settlement	1 757	–	–	(1 757)	–	–
Exchange rate differences	(73)	4	2	7	1	(59)
Other movements	29	–	–	2	–	31
Net closing balance	(12 062)	29	175	3 973	337	(7 548)
Closing reinsurance contract assets	1 129	29	89	3 973	337	5 557
Closing reinsurance contract liabilities	(13 191)	–	86	–	–	(13 105)
Net closing balance	(12 062)	29	175	3 973	337	(7 548)
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						127
Other reinsurance contract assets						5 430
Reinsurance contract assets						5 557
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(8 296)
Other reinsurance contract liabilities						(4 809)
Reinsurance contract liabilities						(13 105)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.8 Total: Momentum Insure

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA Rm	Amounts recoverable on incurred claims for contracts under the PAA		Total Rm
	Excluding loss-recovery component Rm	Loss-recovery component Rm		Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	
30.06.2024						
Opening reinsurance contract assets	(13)	–	–	244	1	232
Opening reinsurance contract liabilities	–	–	–	–	–	–
Net opening balance	(13)	–	–	244	1	232
Cash flows						
Reinsurance premiums paid	79	–	–	–	–	79
Reinsurance recoveries received	–	–	–	14	–	14
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	79	–	–	14	–	93
Changes in the income statement						
Allocation of reinsurance premiums	(73)	–	–	–	–	(73)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(73)	–	–	–	–	(73)
Amounts recoverable from reinsurers for incurred claims	–	–	–	5	(1)	4
Amounts recoverable for incurred claims and other expenses	–	–	–	5	(1)	4
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	–	–	–	–
Changes in the loss-recovery component	–	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(73)	–	–	5	(1)	(69)
Finance (expenses)/income from reinsurance contracts held	–	–	–	–	–	–
Investment returns due to third-party cell owner	–	–	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(73)	–	–	5	(1)	(69)
Other movements	–	–	–	–	–	–
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	–	–	–
Net closing balance	(7)	–	–	263	–	256
Closing reinsurance contract assets	(7)	–	–	263	–	256
Closing reinsurance contract liabilities	–	–	–	–	–	–
Net closing balance	(7)	–	–	263	–	256
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						256
Reinsurance contract assets						256
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						–
Reinsurance contract liabilities						–

NOTE 17 CONTINUED

NOTE 17.8 Total: Momentum Insure continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	(10)	–	–	435	4	429
Opening reinsurance contract liabilities	–	–	–	–	–	–
Net opening balance	(10)	–	–	435	4	429
Cash flows						
Reinsurance premiums paid	62	–	–	–	–	62
Reinsurance recoveries received	–	–	–	(387)	–	(387)
Capital balances and related transactions with third-party cell owners – share capital and dividends	–	–	–	–	–	–
Net cash flows	62	–	–	(387)	–	(325)
Changes in the income statement						
Allocation of reinsurance premiums	(65)	–	–	–	–	(65)
Contracts under the fair value approach	–	–	–	–	–	–
Other contracts	(65)	–	–	–	–	(65)
Amounts recoverable from reinsurers for incurred claims	–	–	–	231	(3)	228
Amounts recoverable for incurred claims and other expenses	–	–	–	231	(3)	228
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	–	–	–	–
Changes in the loss-recovery component	–	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(65)	–	–	231	(3)	163
Finance (expenses)/income from reinsurance contracts held	–	–	–	–	–	–
Investment returns due to third-party cell owner	–	–	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(65)	–	–	231	(3)	163
Other movements	–	–	–	(35)	–	(35)
Exchange rate differences	–	–	–	–	–	–
Other movements	–	–	–	(35)	–	(35)
Net closing balance	(13)	–	–	244	1	232
Closing reinsurance contract assets	(13)	–	–	244	1	232
Closing reinsurance contract liabilities	–	–	–	–	–	–
Net closing balance	(13)	–	–	244	1	232
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						232
Reinsurance contract assets						232
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						–
Other reinsurance contract liabilities						–
Reinsurance contract liabilities						–

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 17 CONTINUED

NOTE 17.9 Total: Momentum Metropolitan Africa

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2024						
Opening reinsurance contract assets	(33)	107	65	114	3	256
Opening reinsurance contract liabilities	(78)	16	5	–	–	(57)
Net opening balance	(111)	123	70	114	3	199
Cash flows						
Reinsurance premiums paid	317	–	–	–	–	317
Reinsurance recoveries received	–	–	(104)	(89)	–	(193)
Capital balances and related transactions with third-party cell owners – share capital and dividends	11	–	–	(4)	–	7
Net cash flows	328	–	(104)	(93)	–	131
Changes in the income statement						
Allocation of reinsurance premiums	(367)	–	–	–	–	(367)
Contracts under the fair value approach	(23)	–	–	–	–	(23)
Other contracts	(344)	–	–	–	–	(344)
Amounts recoverable from reinsurers for incurred claims	–	4	94	137	(2)	233
Amounts recoverable for incurred claims and other expenses	–	(8)	96	48	2	138
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	(2)	89	(4)	83
Changes in the loss-recovery component	–	12	–	–	–	12
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(367)	4	94	137	(2)	(134)
Finance (expenses)/income from reinsurance contracts held	(3)	9	2	3	3	14
Investment returns due to third-party cell owner	–	–	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(370)	13	96	140	1	(120)
Other movements	25	–	–	(25)	–	–
Exchange rate differences	–	–	–	(1)	–	(1)
Other movements	25	–	–	(24)	–	1
Net closing balance	(128)	136	62	136	4	210
Closing reinsurance contract assets	(72)	133	60	136	4	261
Closing reinsurance contract liabilities	(56)	3	2	–	–	(51)
Net closing balance	(128)	136	62	136	4	210
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						261
Reinsurance contract assets						261
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(37)
Other reinsurance contract liabilities						(14)
Reinsurance contract liabilities						(51)

NOTE 17 CONTINUED
NOTE 17.9 Total: Momentum Metropolitan Africa continued

	Assets for remaining coverage		Amounts recoverable on incurred claims not under the PAA	Amounts recoverable on incurred claims for contracts under the PAA		
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Rm	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Total Rm
30.06.2023						
Opening reinsurance contract assets	(63)	101	91	290	3	422
Opening reinsurance contract liabilities	(54)	8	(28)	–	–	(74)
Net opening balance	(117)	109	63	290	3	348
Cash flows						
Reinsurance premiums paid	369	–	–	–	–	369
Reinsurance recoveries received	–	–	(109)	(174)	–	(283)
Capital balances and related transactions with third-party cell owners – share capital and dividends	(5)	–	–	4	–	(1)
Net cash flows	364	–	(109)	(170)	–	85
Changes in the income statement						
Allocation of reinsurance premiums	(369)	–	–	–	–	(369)
Contracts under the fair value approach	(16)	–	–	–	–	(16)
Other contracts	(353)	–	–	–	–	(353)
Amounts recoverable from reinsurers for incurred claims	–	7	117	165	–	289
Amounts recoverable for incurred claims and other expenses	–	(9)	111	146	2	250
Changes that relate to past service – adjustments to the amounts recoverable on incurred claims	–	–	6	19	(2)	23
Changes in the loss-recovery component	–	16	–	–	–	16
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–	–
Investment components	–	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(369)	7	117	165	–	(80)
Finance (expenses)/income from reinsurance contracts held	(2)	8	1	5	–	12
Investment returns due to third-party cell owner	–	–	–	–	–	–
Other changes	–	–	–	–	–	–
Total changes in the income statement	(371)	15	118	170	–	(68)
Other movements	13	(1)	(2)	(176)	–	(166)
Capital balances and related transactions with third-party cell owners – settlement	32	–	–	(31)	–	1
Contracts transferred on disposal of subsidiary (refer to note 11)	(19)	–	(2)	(147)	–	(168)
Exchange rate differences	–	(1)	–	2	–	1
Other movements	–	–	–	–	–	–
Net closing balance	(111)	123	70	114	3	199
Closing reinsurance contract assets	(33)	107	65	114	3	256
Closing reinsurance contract liabilities	(78)	16	5	–	–	(57)
Net closing balance	(111)	123	70	114	3	199
Reinsurance contract assets consist of:						
Reinsurance asset relating to amounts due from cell owners						–
Other reinsurance contract assets						256
Reinsurance contract assets						256
Reinsurance contract liabilities consist of:						
Reinsurance liability relating to amounts due to cell owners						(31)
Other reinsurance contract liabilities						(26)
Reinsurance contract liabilities						(57)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18

Reconciliation of the measurement components of reinsurance contract balances[1]

The tables that follow disclose a roll-forward of the net asset or liability for reinsurance contracts held showing estimates of the present value of future cash flows, risk adjustment and CSM.

NOTE 18.1 Total

			CSM		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	4 487	518	186	(1 498)	3 693
Opening reinsurance contract liabilities	(5 164)	440	42	1 063	(3 619)
Net opening balance	(677)	958	228	(435)	74
Cash flows					
Reinsurance premiums paid	2 916	–	–	–	2 916
Reinsurance recoveries received	(3 193)	–	–	–	(3 193)
Net cash flows	(277)	–	–	–	(277)
Changes in the income statement					
Changes that relate to current service	75	(147)	(60)	102	(30)
CSM recognised in profit or loss for the services received	–	–	(60)	102	42
Change in the risk adjustment for non-financial risk for the risk expired	–	(149)	–	–	(149)
Experience adjustments	75	2	–	–	77
Changes that relate to future service	(1 097)	191	319	732	145
Changes in estimates that adjust the CSM	(621)	52	319	250	–
Changes in estimates that do not adjust the CSM	(17)	4	–	–	(13)
Contracts initially recognised in the year	(459)	135	–	324	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	91	91
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	67	67
Changes that relates to past service	233	–	–	–	–
Adjustments to the asset for incurred claims	233	–	–	–	233
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(789)	44	259	834	348
Finance (expenses)/income from reinsurance contracts held	(355)	131	60	25	(139)
Other changes	–	–	–	–	–
Total changes in the income statement	(1 144)	175	319	859	209
Other movements	2	(2)	–	–	–
Exchange rate differences	2	(2)	–	–	–
Other movements	–	–	–	–	–
Net closing balance	(2 096)	1 131	547	424	6
Closing reinsurance contract assets	5 641	567	132	(1 880)	4 460
Closing reinsurance contract liabilities	(7 737)	564	415	2 304	(4 454)
Net closing balance	(2 096)	1 131	547	424	6

[1] These tables only apply to contracts measured under the GMM.

NOTE 18 CONTINUED

NOTE 18.1 Total continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	3 305	554	168	(324)	3 703
Opening reinsurance contract liabilities	(4 866)	377	445	411	(3 633)
Net opening balance	(1 561)	931	613	87	70
Cash flows					
Reinsurance premiums paid	2 918	–	–	–	2 918
Reinsurance recoveries received	(3 465)	–	–	–	(3 465)
Net cash flows	(547)	–	–	–	(547)
Changes in the income statement					
Changes that relate to current service	646	(33)	(16)	108	705
CSM recognised in profit or loss for the services received	1	–	(16)	108	93
Change in the risk adjustment for non-financial risk for the risk expired	–	(36)	–	–	(36)
Experience adjustments	645	3	–	–	648
Changes that relate to future service	1 216	67	(425)	(685)	173
Changes in estimates that adjust the CSM	1 965	(40)	(425)	(1 500)	–
Changes in estimates that do not adjust the CSM	148	(8)	–	–	140
Contracts initially recognised in the year	(898)	115	–	783	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	140	140
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	1	–	–	(108)	(107)
Changes that relates to past service	127	–	–	–	127
Adjustments to the asset for incurred claims	127	–	–	–	127
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	1 989	34	(441)	(577)	1 005
Finance (expenses)/income from reinsurance contracts held	(534)	(9)	55	50	(438)
Other changes	–	–	–	–	–
Total changes in the income statement	1 455	25	(386)	(527)	567
Other movements	(24)	2	1	5	(16)
Contracts transferred on disposal of subsidiary	(21)	–	–	–	(21)
Exchange rate differences	(3)	2	1	5	5
Other movements	–	–	–	–	–
Net closing balance	(677)	958	228	(435)	74
Closing reinsurance contract assets	4 487	518	186	(1 498)	3 693
Closing reinsurance contract liabilities	(5 164)	440	42	1 063	(3 619)
Net closing balance	(677)	958	228	(435)	74

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18 CONTINUED

NOTE 18.2 General measurement model

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	4 487	518	186	(1 498)	3 693
Opening reinsurance contract liabilities	(5 164)	440	42	1 063	(3 619)
Net opening balance	(677)	958	228	(435)	74
Cash flows					
Reinsurance premiums paid	2 916	–	–	–	2 916
Reinsurance recoveries received	(3 193)	–	–	–	(3 193)
Net cash flows	(277)	–	–	–	(277)
Changes in the income statement					
Changes that relate to current service	75	(147)	(60)	102	(30)
CSM recognised in profit or loss for the services received	–	–	(60)	102	42
Change in the risk adjustment for non-financial risk for the risk expired	–	(149)	–	–	(149)
Experience adjustments	75	2	–	–	77
Changes that relate to future service	(1 097)	191	319	732	145
Changes in estimates that adjust the CSM	(621)	52	319	250	–
Changes in estimates that do not adjust the CSM	(17)	4	–	–	(13)
Contracts initially recognised in the year	(459)	135	–	324	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	91	91
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	67	67
Changes that relates to past service	233	–	–	–	233
Adjustments to the asset for incurred claims	233	–	–	–	233
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(789)	44	259	834	348
Finance (expenses)/income from reinsurance contracts held	(355)	131	60	25	(139)
Other changes	–	–	–	–	–
Total changes in the income statement	(1 144)	175	319	859	209
Other movements	2	(2)	–	–	–
Exchange rate differences	2	(2)	–	–	–
Other movements	–	–	–	–	–
Net closing balance	(2 096)	1 131	547	424	6
Closing reinsurance contract assets	5 641	567	132	(1 880)	4 460
Closing reinsurance contract liabilities	(7 737)	564	415	2 304	(4 454)
Net closing balance	(2 096)	1 131	547	424	6

NOTE 18 CONTINUED

NOTE 18.2 General measurement model continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	3 305	554	168	(324)	3 703
Opening reinsurance contract liabilities	(4 866)	377	445	411	(3 633)
Net opening balance	(1 561)	931	613	87	70
Cash flows					
Reinsurance premiums paid	2 918	–	–	–	2 918
Reinsurance recoveries received	(3 465)	–	–	–	(3 465)
Net cash flows	(547)	–	–	–	(547)
Changes in the income statement					
Changes that relate to current service	646	(33)	(16)	108	705
CSM recognised in profit or loss for the services received	1	–	(16)	108	93
Change in the risk adjustment for non-financial risk for the risk expired	–	(36)	–	–	(36)
Experience adjustments	645	3	–	–	648
Changes that relate to future service	1 216	67	(425)	(685)	173
Changes in estimates that adjust the CSM	1 965	(40)	(425)	(1 500)	–
Changes in estimates that do not adjust the CSM	148	(8)	–	–	140
Contracts initially recognised in the year	(898)	115	–	783	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	140	140
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	1	–	–	(108)	(107)
Changes that relates to past service	127	–	–	–	127
Adjustments to the asset for incurred claims	127	–	–	–	127
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	1 989	34	(441)	(577)	1 005
Finance (expenses)/income from reinsurance contracts held	(534)	(9)	55	50	(438)
Other changes	–	–	–	–	–
Total changes in the income statement	1 455	25	(386)	(527)	567
Other movements	(24)	2	1	5	(16)
Contracts transferred on disposal of subsidiary	(21)	–	–	–	(21)
Exchange rate differences	(3)	2	1	5	5
Other movements	–	–	–	–	–
Net closing balance	(677)	958	228	(435)	74
Closing reinsurance contract assets	4 487	518	186	(1 498)	3 693
Closing reinsurance contract liabilities	(5 164)	440	42	1 063	(3 619)
Net closing balance	(677)	958	228	(435)	74

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18 CONTINUED

NOTE 18.3 Total: Momentum Retail

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	3 999	479	182	(1 399)	3 261
Opening reinsurance contract liabilities	(11)	2	2	–	(7)
Net opening balance	3 988	481	184	(1 399)	3 254
Cash flows	46	–	–	–	46
Reinsurance premiums paid	2 688	–	–	–	2 688
Reinsurance recoveries received	(2 642)	–	–	–	(2 642)
Changes in the income statement					
Changes that relate to current service	(21)	(45)	(31)	205	108
CSM recognised in profit or loss for the services provided	–	–	(31)	205	174
Change in the risk adjustment for non-financial risk for the risk expired	–	(47)	–	–	(47)
Experience adjustments	(21)	2	–	–	(19)
Changes that relate to future service	291	24	(41)	(262)	12
Changes in estimates that adjust the CSM	223	6	(41)	(188)	–
Changes in estimates that do not adjust the CSM	–	3	–	–	3
Contracts initially recognised in the year	68	15	–	(83)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	63	63
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(54)	(54)
Changes that relates to past service	98	(3)	–	–	95
Adjustments to the asset for incurred claims	98	(3)	–	–	95
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	368	(24)	(72)	(57)	215
Finance income/(expenses) from reinsurance contracts held	339	65	16	(145)	275
Other changes	–	–	–	–	–
Total changes in the income statement	707	41	(56)	(202)	490
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	4 741	522	128	(1 601)	3 790
Closing reinsurance contract assets	4 764	517	119	(1 601)	3 799
Closing reinsurance contract liabilities	(23)	5	9	–	(9)
Net closing balance	4 741	522	128	(1 601)	3 790

NOTE 18 CONTINUED

NOTE 18.3 Total: Momentum Retail continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	2 766	507	170	(212)	3 231
Opening reinsurance contract liabilities	(31)	7	9	–	(15)
Net opening balance	2 735	514	179	(212)	3 216
Cash flows	(305)	–	–	–	(305)
Reinsurance premiums paid	2 544	–	–	–	2 544
Reinsurance recoveries received	(2 849)	–	–	–	(2 849)
Changes in the income statement					
Changes that relate to current service	176	(41)	(39)	175	271
CSM recognised in profit or loss for the services provided	–	–	(39)	175	136
Change in the risk adjustment for non-financial risk for the risk expired	–	(44)	–	–	(44)
Experience adjustments	176	3	–	–	179
Changes that relate to future service	1 505	(27)	32	(1 341)	169
Changes in estimates that adjust the CSM	1 286	(36)	32	(1 282)	–
Changes in estimates that do not adjust the CSM	160	(4)	–	–	156
Contracts initially recognised in the year	59	13	–	(72)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	109	109
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(96)	(96)
Changes that relates to past service	102	(2)	–	–	100
Adjustments to the asset for incurred claims	102	(2)	–	–	100
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	1 783	(70)	(7)	(1 166)	540
Finance (expenses)/income from reinsurance contracts held	(225)	37	12	(21)	(197)
Other changes	–	–	–	–	–
Total changes in the income statement	1 558	(33)	5	(1 187)	343
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	3 988	481	184	(1 399)	3 254
Closing reinsurance contract assets	3 999	479	182	(1 399)	3 261
Closing reinsurance contract liabilities	(11)	2	2	–	(7)
Net closing balance	3 988	481	184	(1 399)	3 254

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18 CONTINUED

NOTE 18.4 Total: Metropolitan Life

			CSM		
	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contracts under fair value approach Rm	Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	80	(6)	4	(28)	50
Opening reinsurance contract liabilities	(17)	14	–	(24)	(27)
Net opening balance	63	8	4	(52)	23
Cash flows	(11)	–	–	–	(11)
Reinsurance premiums paid	42	–	–	–	42
Reinsurance recoveries received	(53)	–	–	–	(53)
Changes in the income statement					
Changes that relate to current service	(2)	2	–	5	5
CSM recognised in profit or loss for the services provided	–	–	–	5	5
Change in the risk adjustment for non-financial risk for the risk expired	–	2	–	–	2
Experience adjustments	(2)	–	–	–	(2)
Changes that relate to future service	15	(5)	5	(5)	10
Changes in estimates that adjust the CSM	(6)	(2)	5	3	–
Changes in estimates that do not adjust the CSM	2	–	–	–	2
Contracts initially recognised in the year	19	(3)	–	(16)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	11	11
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(3)	(3)
Changes that relates to past service	–	–	–	–	–
Adjustments to the asset for incurred claims	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	13	(3)	5	–	15
Finance income/(expenses) from reinsurance contracts held	6	–	–	(6)	–
Other changes	–	–	–	–	–
Total changes in the income statement	19	(3)	5	(6)	15
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	71	5	9	(58)	27
Closing reinsurance contract assets	84	(7)	9	(35)	51
Closing reinsurance contract liabilities	(13)	12	–	(23)	(24)
Net closing balance	71	5	9	(58)	27

NOTE 18 CONTINUED

NOTE 18.4 Total: Metropolitan Life continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	75	(3)	–	(39)	33
Opening reinsurance contract liabilities	(9)	9	–	(74)	(74)
Net opening balance	66	6	–	(113)	(41)
Cash flows	(3)	–	–	–	(3)
Reinsurance premiums paid	40	–	–	–	40
Reinsurance recoveries received	(43)	–	–	–	(43)
Changes in the income statement					
Changes that relate to current service	53	2	–	21	76
CSM recognised in profit or loss for the services provided	–	–	–	21	21
Change in the risk adjustment for non-financial risk for the risk expired	–	2	–	–	2
Experience adjustments	53	–	–	–	53
Changes that relate to future service	(60)	2	4	45	(9)
Changes in estimates that adjust the CSM	(67)	5	4	58	–
Changes in estimates that do not adjust the CSM	(24)	2	–	–	(22)
Contracts initially recognised in the year	31	(5)	–	(26)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	14	14
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(1)	(1)
Changes that relates to past service	–	–	–	–	–
Adjustments to the asset for incurred claims	–	–	–	–	–
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(7)	4	4	66	67
Finance income/(expenses) from reinsurance contracts held	7	(2)	–	(5)	–
Other changes	–	–	–	–	–
Total changes in the income statement	–	2	4	61	67
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	63	8	4	(52)	23
Closing reinsurance contract assets	80	(6)	4	(28)	50
Closing reinsurance contract liabilities	(17)	14	–	(24)	(27)
Net closing balance	63	8	4	(52)	23

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18 CONTINUED

NOTE 18.5 Total: Momentum Corporate

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	–	–	–	–	–
Opening reinsurance contract liabilities	(2)	–	–	–	(2)
Net opening balance	(2)	–	–	–	(2)
Cash flows	14	–	–	–	14
Reinsurance premiums paid	17	–	–	–	17
Reinsurance recoveries received	(3)	–	–	–	(3)
Changes in the income statement					
Changes that relate to current service	(9)	–	–	–	(9)
CSM recognised in profit or loss for the services provided	–	–	–	–	–
Change in the risk adjustment for non-financial risk for the risk expired	–	–	–	–	–
Experience adjustments	(9)	–	–	–	(9)
Changes that relate to future service	–	–	–	–	–
Changes in estimates that adjust the CSM	–	–	–	–	–
Changes in estimates that do not adjust the CSM	–	–	–	–	–
Contracts initially recognised in the year	–	–	–	–	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	–	–
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	–	–
Changes that relates to past service	3	–	–	–	3
Adjustments to the asset for incurred claims	3	–	–	–	3
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net expenses from reinsurance contracts held	(6)	–	–	–	(6)
Finance income from reinsurance contracts held	–	–	–	–	–
Other changes	–	–	–	–	–
Total changes in the income statement	(6)	–	–	–	(6)
Other movements	–	–	–	–	–
Allocation from assets for insurance acquisition cash flows to groups of insurance contracts	–	–	–	–	–
Contracts transferred on disposal of subsidiary	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	6	–	–	–	6
Closing reinsurance contract assets	6	–	–	–	6
Closing reinsurance contract liabilities	–	–	–	–	–
Net closing balance	6	–	–	–	6

NOTE 18 CONTINUED

NOTE 18.5 Total: Momentum Corporate continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM: Contracts under fair value approach Rm	CSM: Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	35	–	–	–	35
Opening reinsurance contract liabilities	–	–	–	–	–
Net opening balance	35	–	–	–	35
Cash flows	(35)	–	–	–	(35)
Reinsurance premiums paid	5	–	–	–	5
Reinsurance recoveries received	(40)	–	–	–	(40)
Changes in the income statement					
Changes that relate to current service	(4)	–	–	–	(4)
CSM recognised in profit or loss for the services provided	1	–	–	–	1
Change in the risk adjustment for non-financial risk for the risk expired	–	–	–	–	–
Experience adjustments	(5)	–	–	–	(5)
Changes that relate to future service	–	–	–	–	–
Changes in estimates that adjust the CSM	–	–	–	–	–
Changes in estimates that do not adjust the CSM	–	–	–	–	–
Contracts initially recognised in the year	–	–	–	–	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	–	–
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	–	–
Changes that relates to past service	2	–	–	–	2
Adjustments to the asset for incurred claims	2	–	–	–	2
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net expenses from reinsurance contracts held	(2)	–	–	–	(2)
Finance income from reinsurance contracts held	–	–	–	–	–
Other changes	–	–	–	–	–
Total changes in the income statement	(2)	–	–	–	(2)
Other movements	–	–	–	–	–
Exchange rate differences	–	–	–	–	–
Other movements	–	–	–	–	–
Net closing balance	(2)	–	–	–	(2)
Closing reinsurance contract assets	–	–	–	–	–
Closing reinsurance contract liabilities	(2)	–	–	–	(2)
Net closing balance	(2)	–	–	–	(2)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 18 CONTINUED

NOTE 18.6 Total: Guardrisk

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	284	16	(2)	(44)	254
Opening reinsurance contract liabilities	(5 143)	418	40	1 128	(3 557)
Net opening balance	(4 859)	434	38	1 084	(3 303)
Cash flows	(374)	–	–	–	(374)
Reinsurance premiums paid	17	–	–	–	17
Reinsurance recoveries received	(391)	–	–	–	(391)
Changes in the income statement					
Changes that relate to current service	165	(100)	(28)	(120)	(83)
CSM recognised in profit or loss for the services provided	–	–	(28)	(120)	(148)
Change in the risk adjustment for non-financial risk for the risk expired	–	(100)	–	–	(100)
Experience adjustments	165	–	–	–	165
Changes that relate to future service	(1 414)	169	355	1 002	112
Changes in estimates that adjust the CSM	(842)	47	355	440	–
Changes in estimates that do not adjust the CSM	(21)	1	–	–	(20)
Contracts initially recognised in the year	(551)	121	–	430	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	–	–
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	132	132
Changes that relates to past service	133	3	–	–	136
Adjustments to the asset for incurred claims	133	3	–	–	136
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(1 116)	72	327	882	165
Finance (expenses)/income from reinsurance contracts held	(714)	61	44	185	(424)
Other changes	–	–	–	–	–
Total changes in the income statement	(1 830)	133	371	1 067	(259)
Other movements	3	(2)	–	–	1
Exchange rate differences	3	(2)	–	–	1
Other movements	–	–	–	–	–
Net closing balance	(7 060)	565	409	2 151	(3 935)
Closing reinsurance contract assets	643	18	3	(191)	473
Closing reinsurance contract liabilities	(7 703)	547	406	2 342	(4 408)
Net closing balance	(7 060)	565	409	2 151	(3 935)

NOTE 18 CONTINUED

NOTE 18.6 Total: Guardrisk continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	231	18	(2)	13	260
Opening reinsurance contract liabilities	(4 791)	359	436	498	(3 498)
Net opening balance	(4 560)	377	434	511	(3 238)
Cash flows	(222)	–	–	–	(222)
Reinsurance premiums paid	200	–	–	–	200
Reinsurance recoveries received	(422)	–	–	–	(422)
Changes in the income statement					
Changes that relate to current service	452	10	24	(99)	387
CSM recognised in profit or loss for the services provided	–	–	24	(99)	(75)
Change in the risk adjustment for non-financial risk for the risk expired	–	10	–	–	10
Experience adjustments	452	–	–	–	452
Changes that relate to future service	(216)	96	(464)	580	(4)
Changes in estimates that adjust the CSM	775	(6)	(464)	(305)	–
Changes in estimates that do not adjust the CSM	2	(3)	–	–	(1)
Contracts initially recognised in the year	(993)	105	–	888	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	–	–
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(3)	(3)
Changes that relates to past service	16	2	–	–	18
Adjustments to the asset for incurred claims	16	2	–	–	18
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net income/(expenses) from reinsurance contracts held	252	108	(440)	481	401
Finance (expenses)/income from reinsurance contracts held	(325)	(53)	43	87	(248)
Other changes	–	–	–	–	–
Total changes in the income statement	(73)	55	(397)	568	153
Other movements	(4)	2	1	5	4
Exchange rate differences	(4)	2	1	5	4
Other movements	–	–	–	–	–
Net closing balance	(4 859)	434	38	1 084	(3 303)
Closing reinsurance contract assets	284	16	(2)	(44)	254
Closing reinsurance contract liabilities	(5 143)	418	40	1 128	(3 557)
Net closing balance	(4 859)	434	38	1 084	(3 303)

NOTE 18 CONTINUED

NOTE 18.7 Total: Momentum Metropolitan Africa

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2024					
Opening reinsurance contract assets	124	29	2	(27)	128
Opening reinsurance contract liabilities	9	6	–	(41)	(26)
Net opening balance	133	35	2	(68)	102
Cash flows	48	–	–	–	48
Reinsurance premiums paid	152	–	–	–	152
Reinsurance recoveries received	(104)	–	–	–	(104)
Changes in the income statement					
Changes that relate to current service	(58)	(4)	(1)	12	(51)
CSM recognised in profit or loss for the services provided	–	–	(1)	12	11
Change in the risk adjustment for non-financial risk for the risk expired	–	(4)	–	–	(4)
Experience adjustments	(58)	–	–	–	(58)
Changes that relate to future service	11	3	–	(3)	11
Changes in estimates that adjust the CSM	4	1	–	(5)	–
Changes in estimates that do not adjust the CSM	2	–	–	–	2
Contracts initially recognised in the year	5	2	–	(7)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	17	17
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	–	–	–	(8)	(8)
Changes that relates to past service	(1)	–	–	–	(1)
Adjustments to the asset for incurred claims	(1)	–	–	–	(1)
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(48)	(1)	(1)	9	(41)
Finance income/(expenses) from reinsurance contracts held	14	5	–	(9)	10
Other changes	–	–	–	–	–
Total changes in the income statement	(34)	4	(1)	–	(31)
Other movements	(1)	–	–	–	(1)
Exchange rate differences	–	–	–	–	–
Other movements	(1)	–	–	–	(1)
Net closing balance	146	39	1	(68)	118
Closing insurance contract assets	144	39	1	(53)	131
Closing insurance contract liabilities	2	–	–	(15)	(13)
Net closing balance	146	39	1	(68)	118

NOTE 18 CONTINUED

NOTE 18.7 Total: Momentum Metropolitan Africa continued

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	CSM Contracts under fair value approach Rm	CSM Other contracts Rm	Total Rm
30.06.2023					
Opening reinsurance contract assets	198	32	–	(86)	144
Opening reinsurance contract liabilities	(35)	2	–	(13)	(46)
Net opening balance	163	34	–	(99)	98
Cash flows	18	–	–	–	18
Reinsurance premiums paid	129	–	–	–	129
Reinsurance recoveries received	(111)	–	–	–	(111)
Changes in the income statement					
Changes that relate to current service	(31)	(4)	(1)	11	(25)
CSM recognised in profit or loss for the services provided	–	–	(1)	11	10
Change in the risk adjustment for non-financial risk for the risk expired	–	(4)	–	–	(4)
Experience adjustments	(31)	–	–	–	(31)
Changes that relate to future service	(13)	(4)	3	31	17
Changes in estimates that adjust the CSM	(29)	(3)	3	29	–
Changes in estimates that do not adjust the CSM	10	(3)	–	–	7
Contracts initially recognised in the year	5	2	–	(7)	–
Recognition of loss-recovery component from onerous underlying contracts	–	–	–	17	17
Changes in recoveries of losses on onerous underlying contracts that adjust the CSM	1	–	–	(8)	(7)
Changes that relates to past service	7	–	–	–	7
Adjustments to the asset for incurred claims	7	–	–	–	7
Effect of changes in non-performance risk of reinsurers	–	–	–	–	–
Net (expenses)/income from reinsurance contracts held	(37)	(8)	2	42	(1)
Finance income/(expenses) from reinsurance contracts held	9	9	–	(11)	7
Other changes	–	–	–	–	–
Total changes in the income statement	(28)	1	2	31	6
Other movements	(20)	–	–	–	(20)
Contracts transferred on disposal of subsidiary	(21)	–	–	–	(21)
Exchange rate differences	1	–	–	–	1
Other movements	–	–	–	–	–
Net closing balance	133	35	2	(68)	102
Closing insurance contract assets	124	29	2	(27)	128
Closing insurance contract liabilities	9	6	–	(41)	(26)
Net closing balance	133	35	2	(68)	102

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 19

CSM recognition analysis

	0 – 1 year Rm	1 – 2 years Rm	2 – 3 years Rm	3 – 4 years Rm	4 – 5 years Rm	5 – 10 years Rm	10 – 15 years Rm	15 – 20 years Rm	> 20 years Rm	Total Rm
30.06.2024										
Insurance contracts issued										
General measurement model	**1 852**	**1 711**	**1 504**	**1 308**	**1 138**	**3 836**	**1 912**	**934**	**841**	**15 036**
Variable fee approach	**350**	**342**	**300**	**263**	**228**	**749**	**342**	**144**	**84**	**2 802**
	2 202	**2 053**	**1 804**	**1 571**	**1 366**	**4 585**	**2 254**	**1 078**	**925**	**17 838**
Reinsurance contracts held										
General measurement model	**(224)**	**(198)**	**(170)**	**(144)**	**(127)**	**(443)**	**(235)**	**(124)**	**(125)**	**(1 790)**
	(224)	**(198)**	**(170)**	**(144)**	**(127)**	**(443)**	**(235)**	**(124)**	**(125)**	**(1 790)**
30.06.2023										
Insurance contracts issued										
General measurement model	1 689	1 489	1 315	1 158	1 009	3 398	1 701	834	728	13 321
Variable fee approach	399	352	313	275	244	811	368	159	101	3 022
	2 088	1 841	1 628	1 433	1 253	4 209	2 069	993	829	16 343
Reinsurance contracts held										
General measurement model	(164)	(145)	(130)	(115)	(100)	(358)	(200)	(106)	(103)	(1 421)
	(164)	(145)	(130)	(115)	(100)	(358)	(200)	(106)	(103)	(1 421)

The CSM carrying values at the reporting date were allocated to future reporting periods on the basis of discounted, expected coverage units to be released in the relevant period. For Guardrisk, total CSM balance at the reporting date and the allocation of the balance to future reporting periods include the CSM balances linked to insurance and reinsurance contracts that Guardrisk promotor cells are exposed to.

NOTE 20

Restatements

The following restatements were made to the consolidated statement of financial position, income statement and statement of cash flows for the following periods:

Statement of financial position	Before restatement Rm	Other restatements: Unsettled trades[1] Rm	Cost of carry positions[2] Rm	Derivative financial assets and liabilities[3] Rm	Consolidated fund flows[4] Rm	IFRS 9 valuation of liability[5] Rm	Consolidation[6] Rm	Margin call accounts[7] Rm	Interest received[8] Rm	IFRS 17 transition[9] Rm	After restatement Rm
as at 30.06.2023											
Intangible assets	7 976	–	–	–	–	–	–	–	–	(3 158)	4 818
Owner-occupied properties	3 049	–	–	–	–	–	–	–	–	–	3 049
Fixed assets	478	–	–	–	–	–	–	–	–	–	478
Investment properties	8 825	–	–	–	–	–	–	–	–	–	8 825
Properties under development	172	–	–	–	–	–	–	–	–	–	172
Investments in associates and joint ventures	1 907	–	–	–	–	–	–	–	–	(175)	1 732
Employee benefit assets	400	–	–	–	–	–	–	–	–	–	400
Financial assets at FVPL	549 397	–	–	–	–	–	(87)	2 055	–	340	551 705
Financial assets at amortised cost	9 292	(100)	–	(602)	324	–	–	–	–	185	9 099
Reinsurance contract assets	12 483	–	–	–	–	–	–	–	–	(1 670)	10 813
Deferred income tax	984	–	–	–	–	–	–	–	–	104	1 088
Insurance and other receivables	6 685	–	–	–	–	–	–	–	–	(6 685)	–
Current income tax assets	82	–	–	–	–	–	–	–	–	–	82
Non-current assets held for sale	56	–	–	–	–	–	–	–	–	–	56
Cash and cash equivalents	35 013	–	–	–	–	–	–	(2 055)	–	–	32 958
Other receivables	–	–	–	–	–	–	–	–	–	1 205	1 205
Insurance contract assets	–	–	–	–	–	–	–	–	–	9 495	9 495
Equity attributable to owners of the parent	(26 764)	–	–	–	–	(47)	–	–	–	(1 769)	(28 580)
Non-controlling interests	(387)	–	–	–	–	–	87	–	–	10	(290)
Insurance contract liabilities	(153 631)	–	–	–	–	–	–	–	–	1 000	(152 631)
Investment contracts											
- with DPF	(3 267)	–	–	–	–	–	–	–	–	3 267	–
- designated at FVPL	(373 927)	–	–	–	–	47	–	–	–	583	(373 297)
Financial liabilities at FVPL	(44 830)	–	–	(18)	(281)	–	–	–	–	56	(45 073)
Financial liabilities at amortised cost	(3 969)	–	–	–	–	–	–	–	–	–	(3 969)
Reinsurance contract liabilities	(2 795)	–	–	–	–	–	–	–	–	(10 402)	(13 197)
Deferred income tax	(2 531)	–	–	–	–	–	–	–	–	(244)	(2 775)
Employee benefit obligations	(1 749)	–	–	–	–	–	–	–	–	–	(1 749)
Other payables	(21 397)	100	–	620	(43)	–	–	–	–	7 863	(12 857)
Provisions	(380)	–	–	–	–	–	–	–	–	(5)	(385)
Current income tax liabilities	(1 172)	–	–	–	–	–	–	–	–	–	(1 172)

1 Unsettled trade receivables and unsettled trade payables were incorrectly reported as part of the accounts receivable and other payables balances. This resulted in reclassifications between financial assets and liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.

2 The cost of carry positions were incorrectly included as interest income as opposed interest expense. Additionally, a portion of the interest paid disclosed on the Statement of cash flows was calculated incorrectly. 30 June 2023 has been restated accordingly.

3 Derivative financial assets and derivative financial liabilities were incorrectly reported as part of unsettled trade receivables and unsettled trade payables balances. This resulted in reclassifications between financial liabilities at FVPL and financial assets and financial liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.

4 Creation and liquidation flows within certain funds consolidated by the Group occurred on the last day of the 30 June 2023 financial year, however were not processed and recognised in the previous financial year. 30 June 2023 has been restated accordingly.

5 In the current year, management amended contract features on existing contracts previously classified under IFRS 9. The amendment triggered a derecognition of the liabilities under IFRS 9 and recognition of the liabilities under IFRS 17. In calculating the expected impact on the earnings, it was identified that the historic IFRS 9 liability for these contracts erroneously included a positive non-unit liability, removal of which requires restatement of the 30 June 2023 and 1 July 2022 statement of financial position as well as the 30 June 2023 income statement.

6 The requirements of IFRS 10 – Consolidated financial statements were reassessed resulting in an additional investment being consolidated into the Group. 30 June 2023 and 1 July 2022 have been restated accordingly.

7 The classification of the margin call accounts associated with derivative financial instruments has been reassessed. It was determined that these accounts do not meet the definition of cash and cash equivalents as per IAS 7 – Statement of cash flows. This resulted in a reclassification between cash and cash equivalents and financial assets at FVPL. 30 June 2023 and 1 July 2022 have been restated accordingly.

8 The principles used to determine interest received were reassessed. This resulted in a reclassification between interest received and cash generated from operations. 30 June 2023 has been restated.

9 Refer to note 21 for more information.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 20 CONTINUED

Restatements continued

The following restatements were made to the consolidated statement of financial position, income statement and statement of cash flows for the following periods:

		Other restatements									
Statement of financial position	**Before restatement Rm**	**Unsettled trades[1] Rm**	**Cost of carry positions[2] Rm**	**Derivative financial assets and liabilities[3] Rm**	**Consolidated fund flows[4] Rm**	**IFRS 9 valuation of liability[5] Rm**	**Consolidation[6] Rm**	**Margin call accounts[7] Rm**	**Interest received[8] Rm**	**IFRS 17 transition[9] Rm**	**After restatement Rm**
as at 01.07.2022											
Intangible assets	8 747	–	–	–	–	–	–	–	–	(3 306)	5 441
Owner-occupied properties	3 016	–	–	–	–	–	–	–	–	–	3 016
Fixed assets	478	–	–	–	–	–	–	–	–	–	478
Investment properties	9 051	–	–	–	–	–	–	–	–	–	9 051
Properties under development	162	–	–	–	–	–	–	–	–	–	162
Investments in associates and joint ventures	1 447	–	–	–	–	–	–	–	–	(199)	1 248
Employee benefit assets	460	–	–	–	–	–	–	–	–	–	460
Financial assets at FVPL	489 511	–	–	–	–	–	(87)	2 124	–	293	491 841
Financial assets at amortised cost	8 735	(149)	–	(542)	–	–	–	–	–	737	8 781
Reinsurance contract assets	14 748	–	–	–	–	–	–	–	–	642	15 390
Deferred income tax	880	–	–	–	–	–	–	–	–	73	953
Insurance and other receivables	7 799	–	–	–	–	–	–	–	–	(7 799)	–
Current income tax assets	81	–	–	–	–	–	–	–	–	–	81
Non-current assets held for sale	14	–	–	–	–	–	–	–	–	–	14
Cash and cash equivalents	28 720	–	–	–	–	–	–	(2 124)	–	–	26 596
Other receivables	–	–	–	–	–	–	–	–	–	1 324	1 324
Insurance contract assets	–	–	–	–	–	–	–	–	–	8 368	8 368
Equity attributable to owners of the parent	(24 577)	–	–	–	–	(50)	–	–	–	(3 111)	(27 738)
Non-controlling interests	(365)	–	–	–	–	–	87	–	–	2	(276)
Insurance contract liabilities	(148 362)	–	–	–	–	–	–	–	–	1 532	(146 830)
Investment contracts											
- with DPF	(2 994)	–	–	–	–	–	–	–	–	2 994	–
- designated at FVPL	(318 615)	–	–	–	–	50	–	–	–	389	(318 176)
Financial liabilities at FVPL	(48 141)	–	–	(13)	–	–	–	–	–	42	(48 112)
Financial liabilities at amortised cost	(4 336)	–	–	–	–	–	–	–	–	–	(4 336)
Reinsurance contract liabilities	(2 299)	–	–	–	–	–	–	–	–	(9 246)	(11 545)
Deferred income tax	(2 601)	–	–	–	–	–	–	–	–	(537)	(3 138)
Employee benefit obligations	(1 438)	–	–	–	–	–	–	–	–	–	(1 438)
Other payables	(19 598)	149	–	555	–	–	–	–	–	7 804	(11 090)
Provisions	(307)	–	–	–	–	–	–	–	–	(2)	(309)
Current income tax liabilities	(216)	–	–	–	–	–	–	–	–	–	(216)

1 Unsettled trade receivables and unsettled trade payables were incorrectly reported as part of the accounts receivable and other payables balances. This resulted in reclassifications between financial assets and liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.

2 The cost of carry positions were incorrectly included as interest income as opposed interest expense. Additionally, a portion of the interest paid disclosed on the Statement of cash flows was calculated incorrectly. 30 June 2023 has been restated accordingly.

3 Derivative financial assets and derivative financial liabilities were incorrectly reported as part of unsettled trade receivables and unsettled trade payables balances. This resulted in reclassifications between financial liabilities at FVPL and financial assets and financial liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.

4 Creation and liquidation flows within certain funds consolidated by the Group occurred on the last day of the 30 June 2023 financial year, however were not processed and recognised in the previous financial year. 30 June 2023 has been restated accordingly.

5 In the current year, management amended contract features on existing contracts previously classified under IFRS 9. The amendment triggered a derecognition of the liabilities under IFRS 9 and recognition of the liabilities under IFRS 17. In calculating the expected impact on the earnings, it was identified that the historic IFRS 9 liability for these contracts erroneously included a positive non-unit liability, removal of which requires restatement of the 30 June 2023 and 1 July 2022 statement of financial position as well as the 30 June 2023 income statement.

6 The requirements of IFRS 10 were reassessed resulting in an additional investment being consolidated into the Group. 30 June 2023 and 1 July 2022 have been restated accordingly.

7 The classification of the margin call accounts associated with derivative financial instruments has been reassessed. It was determined that these accounts do not meet the definition of cash and cash equivalents as per IAS 7. This resulted in a reclassification between cash and cash equivalents and financial assets at FVPL. 30 June 2023 and 1 July 2022 have been restated accordingly.

8 The principles used to determine interest received were reassessed. This resulted in a reclassification between interest received and cash generated from operations. 30 June 2023 has been restated.

9 Refer to note 21 for more information.

NOTE 20 CONTINUED
Restatements continued

Income statement	Before restatement Rm	Other restatements: Unsettled trades[1] Rm	Cost of carry positions[2] Rm	Derivative financial assets and liabilities[3] Rm	Consolidated fund flows[4] Rm	IFRS 9 valuation of liability[5] Rm	Consolidation[6] Rm	Margin call accounts[7] Rm	Interest received[8] Rm	IFRS 17 transition[9] Rm	After restatement Rm
for the 12 mths to 30.06.2023											
Investment income	30 769	–	143	–	–	–	–	–	–	(59)	30 853
Fair value adjustments on investment contract liabilities	(48 657)	–	–	–	–	(4)	–	–	–	(36)	(48 697)
Other finance costs	(2 556)	–	(143)	–	–	–	–	–	–	88	(2 611)
Earnings for the year	4 426	–	–	–	–	(4)	–	–	–	(1 231)	3 191
Attributable to:											
Owners of the parent	4 333	–	–	–	–	(4)	–	–	–	(1 225)	3 104
Non-controlling interests	93	–	–	–	–	–	–	–	–	(6)	87
	4 426	–	–	–	–	(4)	–	–	–	(1 231)	3 191
Basic earnings per ordinary share (cents)	313.3	–	–	–	–	(0.3)	–	–	–	(93.0)	220.0
Diluted earnings per ordinary share (cents)	306.9	–	–	–	–	(0.3)	–	–	–	(90.3)	216.3
Statement of cash flows											
for the 12 mths to 30.06.2023											
Cash utilised in operations	(6 928)	–	–	–	–	–	–	69	428	86	(6 345)
Interest received	19 368	–	143	–	–	–	–	–	(428)	–	19 083
Interest paid	(2 586)	–	(158)	–	–	–	–	–	–	–	(2 744)
Net proceeds from carry positions	1 344	–	15	–	–	–	–	–	–	–	1 359
Cash resources and funds on deposit at beginning	28 720	–	–	–	–	–	–	(2 124)	–	–	26 596
Cash resources and funds on deposit at end	35 013	–	–	–	–	–	–	(2 055)	–	–	32 958

1 Unsettled trade receivables and unsettled trade payables were incorrectly reported as part of the accounts receivable and other payables balances. This resulted in reclassifications between financial assets and liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.
2 The cost of carry positions were incorrectly included as interest income as opposed interest expense. Additionally, a portion of the interest paid disclosed on the Statement of cash flows was calculated incorrectly. 30 June 2023 has been restated accordingly.
3 Derivative financial assets and derivative financial liabilities were incorrectly reported as part of unsettled trade receivables and unsettled trade payables balances. This resulted in reclassifications between financial liabilities at FVPL and financial assets and financial liabilities measured at amortised cost. 30 June 2023 and 1 July 2022 have been restated accordingly.
4 Creation and liquidation flows within certain funds consolidated by the Group occurred on the last day of the 30 June 2023 financial year, however were not processed and recognised in the previous financial year. 30 June 2023 has been restated accordingly.
5 In the current year, management amended contract features on existing contracts previously classified under IFRS 9. The amendment triggered a derecognition of the liabilities under IFRS 9 and recognition of the liabilities under IFRS 17. In calculating the expected impact on the earnings, it was identified that the historic IFRS 9 liability for these contracts erroneously included a positive non-unit liability, removal of which requires restatement of the 30 June 2023 and 1 July 2022 statement of financial position as well as the 30 June 2023 income statement.
6 The requirements of IFRS 10 were reassessed resulting in an additional investment being consolidated into the Group. 30 June 2023 and 1 July 2022 have been restated accordingly.
7 The classification of the margin call accounts associated with derivative financial instruments has been reassessed. It was determined that these accounts do not meet the definition of cash and cash equivalents as per IAS 7. This resulted in a reclassification between cash and cash equivalents and financial assets at FVPL. 30 June 2023 and 1 July 2022 have been restated accordingly.
8 The principles used to determine interest received were reassessed. This resulted in a reclassification between interest received and cash generated from operations. 30 June 2023 has been restated.
9 Refer to note 21 for more information.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 21

Adoption of new standards

IFRS 17 transitional adjustments

21.1 Overview of the implementation of IFRS 17 by the Group

The Group initiated efforts to implement IFRS 17 in the 2017 calendar year. At a relatively early stage, it was decided that the implementation project should have a compliance focus as opposed to comingling development efforts with financial reporting transformation. In turn, this decision enabled the project to mainly rely on existing administrative and financial reporting infrastructure. This approach was extensively tested with internal and external experts at the time.

Significant parts of the Group's implementation efforts were resourced from internal teams that were actively involved in finance and actuarial processes. This led to challenges during financial reporting periods but had the benefit of embedding the relevant technical and processing skills within the organisation. Although this blueprint was adhered to in general, entities across the Guardrisk Group are noteworthy exceptions. This is due to the specific nature of the cell captive industry in South Africa, for which clarity on implementation requirements was provided significantly later than the initial publication of the standard.

The ultimate successful implementation of IFRS 17 requires a variety of reporting functions, including actuarial and operational finance teams, to be in lockstep. The importance of line of business administration systems in facilitating this cannot be overemphasised. An initial mapping of the requirements to system capabilities supported an approach where any given system should ideally only be required to support the financial reporting of either insurance contracts (under IFRS 17) or investment contracts (under IFRS 9). In turn, this led to a reassessment of the Group's practices on what constitutes significant discretion and the resulting reclassification for the 30 June 2020 financial year end. The net result was that limited changes were required to the Group's array of administration solutions.

Despite a long development time, several areas of the standard continued to pose uncertainty. We do believe that industry practice will develop over time on these matters, including the various approaches deemed acceptable by assurance providers. Nevertheless, it was necessary to follow a timeous and rigorous governance process from the start on these areas of uncertainty as well as other design decisions as demanded by development timeframes. The Group's external assurance provider was requested to provide an ongoing compliance rating on interpretation and methodology matters since their involvement in 2019.

IFRS 17 requires accounting policy and implementation choices which will affect the level and pattern of future earnings. When deliberating the options, the Group decided not to target a specific earnings or equity impact, but to adhere to a framework consisting of three principles:

- *Economic reality*
  Accounting should reflect the underlying economics of insurance contracts as closely as possible. An example of where this was applied is setting the confidence level of the risk adjustment so as to have the CSM a fair reflection of the economic value added.
- *Stable earnings release*
  In-force contracts should deliver a stable and real (increasing broadly with inflation) contribution to profit and loss. Earnings volatility, including volatility from one period to the next, should be minimised where possible. An example of where this was applied is the choice to discount coverage units.
- *Operational alignment*
  Where possible, accounting had to align with current business practices for example risk and product management. In addition, choices should also support alignment across the various reporting bases being regulatory, statutory, embedded value and tax.

By applying this framework, the Group believes that the implementation of IFRS 17 will contribute to enhanced clarity and comparability of its financial results. It is noteworthy that the quantum and magnitude of adjustments between IFRS earnings and normalised headline earnings (one of the Group's key performance indicators) is expected to reduce, emphasising the reliance placed on meaningful financial results.

While the impact of IFRS 17 on the Group's financial reporting process and results is significant, solvency and thus ultimate free cash flow is unaffected. No immediate changes to business models are anticipated, but the additional granularity and aspects on financial performance provided by IFRS 17 may be used to enhance decision-making.

21.2 Nature of changes in accounting policy

For the Group, IFRS 17 replaced IFRS 4 – Insurance contracts for the reporting periods commencing on or after 1 July 2023.

The implementation of IFRS 17 did not result in a change in a classification of policies, as insurance or investment contracts. Policies issued under life insurance licences that were accounted for under IFRS 9, continue to be accounted for as financial instruments, except in instances where restrictive unbundling requirements in IFRS 17 result in previously unbundled financial instruments, being accounted for together with existing insurance contracts, as single insurance contracts in the scope of IFRS 17. The accounting treatment of third-party cell captive arrangements was affected by the implementation of IFRS 17. For further information on the application of IFRS 17 to third-party cell captive arrangements, refer to note 21.5.

IFRS 17 establishes principles for the recognition, measurement, presentation and disclosure of insurance contracts, reinsurance contracts and investment contracts with discretionary participation features (DPF). It introduces a model that measures groups of contracts based on the Group's estimates of the present value of future cash flows that are expected to arise as the Group fulfils the contracts, an explicit risk adjustment for non-financial risk and a CSM.

IFRS 17 has brought significant changes to the accounting for insurance and reinsurance contracts. The requirements of IFRS 17 are equally applicable to insurance contracts issued and reinsurance contracts held, with a few exceptions. As a result a transition balance sheet as at 1 July 2022 has been prepared.

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.2 Nature of changes in accounting policy continued

Statement of financial position

- *Recognition and derecognition*
  Under IFRS 4, the Group recognised insurance contracts issued and reinsurance contracts held when the contracts became effective.

  In terms of IFRS 17, a group of insurance contracts is recognised at the earlier of the start of the coverage period, the due date for payment for first premiums or when it becomes evident that the group is onerous at initial recognition. A group of reinsurance contracts is recognised at the earlier of the commencement of the group's coverage period or the date when the entity recognised a group of onerous underlying insurance contracts, covered by the related reinsurance agreement.

  The implementation of IFRS 17 resulted in insurance contracts and reinsurance contracts being recognised earlier and therefore affecting the Group's financial position and financial performance from an earlier date, when compared to previous accounting policies.

  In terms of IFRS 4, the Group derecognised an insurance or reinsurance contract when the contract expired or was fulfilled. This treatment will continue under IFRS 17. In terms of IFRS 17, the Group considers the extent of modifications to insurance and reinsurance contracts to determine if the substance of the modification is a derecognition of the modified contracts and the recognition of a new group of contracts.

- *Portfolios and groups of insurance contracts*
  In terms of IFRS 4, the Group accounted for insurance contracts issued and reinsurance contracts held on a contract or portfolio basis.

  In terms of IFRS 17, on initial recognition, insurance contracts are grouped into portfolios (based on how contracts are managed) and then into groups of insurance contracts (the unit of account) based on expected profitability. The recognition and measurement principles in IFRS 17 are applied to each unit of account. In instances where the insurance contracts were measured and accounted for on a portfolio basis under IFRS 4, the application of IFRS 17 to the new unit of account will reflect the economic consequences of transactions with policyholders on a more granular level.

- *Measurement of insurance contracts issued and reinsurance contracts held*
  In terms of IFRS 4, liabilities relating to life insurance contracts and investment contracts with DPF were measured in accordance with the Financial Soundness Valuation (FSV) basis as set out in SAP 104 – *Calculation of the value of the assets, liabilities and solvency capital requirement of long-term insurers*. The FSV basis is based on best-estimate assumptions regarding future experience plus compulsory margins and additional discretionary margins for prudence and deferral of profit emergence. In terms of the FSV basis, the Group could not incorporate the expected impact of policyholder options that are beneficial to the Group, in the measurement of insurance contracts.

  In terms of IFRS 4, non-life insurance contracts were reflected on the statement of financial position through the provision for unearned premiums and outstanding claims liability. The provision for unearned premiums represented the proportion of the premiums written during the reporting period in question that relate to unexpired risk periods, computed separately for each insurance contract using the 365th method. Outstanding claims comprised provisions for the Group's estimate of the ultimate cost of settling all claims incurred but unpaid at the reporting date, whether reported or not.

  Under IFRS 17 the following aspects of insurance contract measurement are applied:

  - *Measurement models*
    In terms of IFRS 17, insurance contracts issued are measured with the general measurement model, the variable fee approach or the premium allocation approach. Reinsurance contracts held are measured in terms of the general measurement model or the premium allocation approach.

    In terms of the general measurement model and the variable fee approach, groups of insurance contracts are measured at the total of fulfilment cash flows and the CSM. The CSM, a component of the liability for remaining coverage, represents the expected profit to be earned over the remaining coverage period of the group of insurance contracts.

    If the group of insurance contracts is onerous, the group is measured at the fulfilment cash flows (that includes a loss component). In comparison, the CSM of a group of reinsurance contracts is either a deferred income or expense. Fulfilment cash flows consist of the present value of expected income and expenses that the Group expects to incur to fulfil obligations under insurance contracts and a risk adjustment for non-financial risk.

    The general measurement model and the variable fee approach differ on how the CSM is measured after initial recognition. The differences relate to the changes in estimates of fulfilment cash flows that adjusts the CSM or loss component (a subset of the fulfilment cash flows that represents a loss recognised) and the discount rates used to measure the adjustments at the reporting date.

    The premium allocation approach is a simplified version of the general measurement model and is comparable to the unearned premium method applied in terms of IFRS 4. In terms of the premium allocation approach, premiums received are recognised as insurance service revenue during the coverage period of the group of insurance contracts based on the passage of time or the pattern of expected insurance service expenses. In contrast to the general measurement model and the variable fee approach, the premium allocation approach does not require a CSM to be maintained for the group of insurance contracts. It also allows, when criteria are met, for fulfilment cash flows to be measured at undiscounted amounts and insurance acquisition cash flows to be expensed when incurred.

  - *Identification and measurement of fulfilment cash flows*
    Fulfilment cash flows are included in the measurement of insurance contract assets and insurance contract liabilities. Fulfilment cash flows consist of the present value of expected income and expenses that the Group expects to incur to fulfil obligations under insurance contracts (the best-estimate liability) and a risk adjustment for non-financial risk.

    Fulfilment cash flows include, but are not limited to, premium inflows, fee income, charges, insurance acquisition expenses, administration and maintenance expenses, claims and benefits, investment management expenses, reporting and risk management expenses and overhead expenses incurred to support the fulfilment of insurance contracts issued. The fulfilment cash flows include a risk adjustment for non-financial risks. The identification and measurement of fulfilment cash flows determines whether a group of insurance contracts is expected to be profitable or loss-making over the coverage period. Fulfilment cash flows of a group of reinsurance contracts include, among others, the expected reinsurance premiums, recovery of claims and reinsurance commission.

    The inclusion of the risk adjustment and policyholder options that are beneficial to the Group in fulfilment cash flows resulted in significant changes in the measurement of insurance contracts when compared to IFRS 4.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.2 Nature of changes in accounting policy continued

Statement of financial position continued

- *Measurement of insurance contracts issued and reinsurance contracts held continued*
  - *Risk adjustment*

    In terms of IFRS 4, compulsory and discretionary margins were included in the measurement of insurance contract liabilities. Compulsory margins were prescribed and held to cover uncertainties in the best-estimate assumptions used. Compulsory margins were released over time should experience be in line with these best-estimate assumptions. The Group held discretionary margins if the compulsory margins were insufficient for prudent reserving or if practice or product design justified the deferral of profits. The Group released these margins into profit before tax in line with product design and risks borne by the Group. These margins were set at product level.

    In terms of IFRS 17, the Group includes a risk adjustment for non-financial risk in the measurement of liabilities for remaining coverage and liabilities for incurred claims. The risk adjustment represents the compensation that the Group expects to receive to neutralise the economic effect of non-financial risk accepted. The risk adjustment of a group of reinsurance contracts held reflects the non-financial risks ceded to the reinsurer.

    Changes in the risk adjustment caused by changes in estimates regarding future services are accounted for in the CSM or the loss component. Changes in the risk adjustment caused by changes in estimates regarding past or current services are allocated between insurance/reinsurance finance income and expenses and insurance service expenses/allocation of reinsurance premiums.

    The Group developed actuarial models and processes to set margins for adverse deviation in non-financial assumptions based on the confidence level set for the risk adjustment. These margins enable the Group to calculate the risk adjustment per unit of account directly.

  - *CSM*

    The CSM, a component of the liability for remaining coverage, represents the expected profit to be earned over the remaining coverage period of the group of insurance contracts. The CSM is recognised at initial recognition of the group of insurance contracts, at an amount that is opposite, but equal to the expected net fulfilment cash inflows. The release of profit from the CSM is based on the release of coverage units linked to the insurance contract services rendered during the financial period. Coverage units represent the Group's readiness to render insurance contract services. The recognition of the CSM ensures that insurance service revenue is not earned before insurance contract services have been rendered. The CSM of a group of reinsurance contracts is either a deferred gain or loss. The CSM of a group of reinsurance contracts is amortised into the allocation of reinsurance premiums based on the release of coverage units.

    For insurance contracts measured under the general measurement model, interest is accreted to the CSM carrying amount at the locked-in discount rate, determined at initial recognition of the group of insurance contracts.

    For insurance contracts measured under the variable fee approach, the insurer's share of changes in the fair value of underlying items adjusts the carrying amount of the CSM.

  - *Onerous contracts and loss component*

    In terms of IFRS 4, the Group performed liability adequacy tests for each insurance portfolio. The liability adequacy test considered whether the carrying amount of the insurance liability less the carrying amounts of related intangible assets, is a sufficient reserve for best-estimate future cash flows. If the insurance liability was found to be insufficient, the related intangible assets are impaired, before a loss is recognised in the statement of comprehensive income.

    The implementation of IFRS 17 results in losses being recognised at a more granular level, per unit of account, when compared to IFRS 4 practices.

    At initial recognition an insurance contract or group of insurance contracts is classified as onerous, if fulfilment cash flows incurred to date and remaining fulfilment cash flows are expected to result in a net cash outflow. At initial recognition, insurance contracts that are onerous are combined into units of account that contain only onerous insurance contracts. Once an insurance contract is allocated into a unit of account, the insurance contract remains in the unit of account until the insurance contract is derecognised. After initial recognition, a previously profitable group of insurance contracts is treated as an onerous group, if loss-making changes to fulfilment cash flows depletes the CSM.

    For a group of insurance contracts measured under the general measurement model or the variable fee approach, the recognition of a loss, on an onerous insurance contract or group of insurance contracts, leads to the identification of a loss component (a subset of fulfilment cash flows) in the liability for remaining coverage. The loss component indicates the extent to which losses must be reversed or amortised before a CSM can be recognised for the group of insurance contracts. For insurance contracts measured under the premium allocation approach, the loss component is an additional liability that is added to the liability for remaining coverage.

    At the reporting date, the loss component is adjusted to reflect the extent to what insurance contract services have been rendered and current assumptions regarding remaining fulfilment cash flows.

    To the extent that losses on an onerous group of insurance contracts are covered by reinsurance contracts, a loss-recovery component is identified in the fulfilment cash flows of the group of reinsurance contracts. If the group of reinsurance contracts is measured under the premium allocation approach, an additional asset is added to the asset for remaining coverage.

    Reinsurance costs that relate to events and circumstances before the recognition of the group of reinsurance contracts are expensed when incurred.

  - *Discount rate*

    In terms of IFRS 4, the Group determined discount rates, to be used in the measurement of insurance contracts, by adding compulsory risk margins to risk-free interest rates obtained from yield curves on government bonds.

    In terms of IFRS 17, the Group makes use of risk-free yield curves to identify risk-free interest rates used in determining discount rates. Discount rate should reflect the characteristics of the fulfilment cash flows. Some yield curves (based on risk-free interest rates) represent market returns on liquid assets, while fulfilment cash flows might represent less liquid or illiquid groups of insurance contracts. In such instances, the Group adds an illiquidity premium to the discount rate used, to measure insurance contract assets and insurance contract liabilities. Compulsory risk margins are no longer included in the construction of discount rates.

    For information on the treatment of cell captive arrangements under IFRS 17, refer to note 21.5.

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.2 Nature of changes in accounting policy continued

Income statement

- *Recognition of insurance service revenue*
  In terms of IFRS 4, the Group recognised revenue from long-term insurance premiums, when due and from non-life insurance premiums, when earned. Revenue was measured at the amount due, or the amount earned.

  In terms of IFRS 17, insurance service revenue is the consideration that the Group expects to be entitled to, for rendering insurance contract services during the financial period. Insurance service revenue replaces premiums as revenue from insurance contracts issued. The quantum of insurance contract services rendered is determined by changes in the liabilities for remaining coverage caused by the rendering of services.

  Insurance service revenue consists of expected consideration for expenses incurred to provide insurance contract services to policyholders, releases of the risk adjustment associated with services rendered, recovery of insurance acquisition cash flows, income tax expenses recovered from policyholders and release of profit from the CSM.

  The implementation of IFRS 17 resulted in changes in the timing of revenue recognised by the Group for rendering insurance contract services.

  The release of profit from the CSM is based on insurance contract services rendered during the financial period based on the release of coverage units. Coverage units represent the Group's readiness to render insurance contract services.

  In terms of the premium allocation approach, premiums received are recognised as insurance service revenue during the coverage period of the group of insurance contracts based on the passage of time or the pattern of expected insurance service expenses.

- *Recognition of insurance service expenses*
  In terms of IFRS 4, the Group recognised insurance claims incurred in "insurance benefits and claims", while measurement changes in insurance liabilities were included in "changes in actuarial liabilities and reinsurance" on the statement of comprehensive income. Other expenses incurred by the Group were presented on the statement of comprehensive income as appropriate.

  In terms of IFRS 17, fulfilment cash flows are expensed when incurred and presented under insurance service expenses on the statement of comprehensive income. Insurance service expenses include, among others, allocated insurance acquisition cash flows, policy administration and maintenance expenses, claims expenses, investment management expenses and overhead expenses attributable to the provision of insurance services. Taxes which are directly recovered from policyholder benefits are included as fulfilment cash flows, but are presented as part of income tax expenses on the face of statement of comprehensive income. The remainder of incurred expenses are presented on the statement of comprehensive income as appropriate.

- *Insurance acquisition cash flows*
  In terms of IFRS 4, the Group capitalised expenses associated with the acquisition of insurance contracts as deferred acquisition costs (DAC). DAC consisted of incremental costs incurred to obtain a contract with a customer. DAC was amortised over a range of amortisation periods reflecting the expected duration of underlying insurance contracts issued.

  In terms of the general measurement model and the variable fee approach, expected insurance acquisition cash flows are included in fulfilment cash flows. Once incurred, actual insurance acquisition cash flows are recognised in the liability for incurred claims and the liability for remaining coverage.

  In terms of the premium allocation approach incurred insurance acquisition cash flows are capitalised in the liability for remaining coverage and amortised to insurance service expenses over the coverage period. If criteria are met, insurance acquisition cash flows are expensed when incurred.

  Insurance acquisition cash flows are incurred in selling, underwriting and issuing insurance contracts. Examples of such expenses include commission expenses, marketing expenses, distribution channel expenses, policy issue costs, policyholder risk assessment costs, and policyholder communication costs. The expenses include both successful and unsuccessful efforts to market and sell insurance contracts. The inclusion of the insurance acquisition cash flows in the liability for remaining coverage reduces expected profits or increase expected losses to be recognised from the group of insurance contracts.

  Insurance acquisition expenses, among other items, are recovered through premiums received from policyholders. The Group recognises insurance service revenue and equal amounts of insurance service expenses by allocating to financial periods, the portion of the premiums that recover insurance acquisition expenses on a straight-line basis over the passage of time.

  To enable the recognition of insurance acquisition expenses in insurance service revenue and insurance service expenses, the Group maintains an off-balance sheet cumulative balance for insurance acquisition expenses.

- *Reinsurance expenses and recoveries*
  Reinsurance premiums are expensed in a separate line on the face of the statement of comprehensive income through the amount of reinsurance recoveries expected in the reporting period, releases of the risk adjustment for non-financial risk and amortisation of the CSM.

  In terms of the premium allocation approach, the reinsurance premiums paid are expensed over the coverage period according to the passage of time or the expected pattern of reinsurance coverage to be provided by the reinsurers.

  Recoveries from reinsurers are recognised as assets for incurred claims, when the recovery of the claim has been incurred. Assets for incurred claims are measured at the present value of expected cash flows, taking into account the terms and conditions of the reinsurance treaty. The measurement of the asset for incurred claims includes a risk adjustment for non-financial risk ceded to the reinsurer. Recoveries from reinsurers are disclosed separately on the face of the statement of comprehensive income.

  Reinsurance commission that is contingent on claims on the underlying contracts is accounted for as part of the claims that are expected to be reimbursed under the reinsurance contract held. Reinsurance commission that is not contingent on claims of the underlying contracts is accounted for as a reduction in the premiums to be paid to the reinsurer.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.2 Nature of changes in accounting policy continued

Income statement continued

- *Insurance finance income and expense*
  In terms of IFRS 4, the Group recognised interest income or expense on insurance issued and reinsurance contracts held. The interest income or expense was included in changes in actuarial liabilities and related reinsurance on the face of the income statement.

  In terms of IFRS 17, interest income and expense on insurance contracts issued and reinsurance contracts held are presented separately, under insurance finance income or expense and reinsurance finance income or expense. Thus, the Group elected to not present a portion of insurance finance income and expense in other comprehensive income.

  In general, the Group does not incur finance expense/income on the liability/asset for remaining coverage and the liability/asset for incurred claims measured in terms of the premium allocation approach. Exceptions to this principle relate to group credit life insurance, some health insurance contracts and cash-back benefits.

- *Own equity instruments held to back contract liabilities*
  Investments hold by the Group to back insurance and investment contract liabilities include own equity instruments.

  Under IFRS 4 own equity instruments and related investment returns were eliminated on consolidation. To reflect the economic consequences of holding own equity instruments as investments, the Group included investment returns on own equity instruments and number of shares held for measurement of normalised headline earnings and related per share metrics.

  In terms of recent amendments to IAS 32 – Financial instruments: Presentation, the Group decided to account for own equity instruments, held to back insurance contracts measured under the variable fee approach and investment contracts where the investment returns on the own equity instruments impact policyholder benefits, as issued own equity instruments.

  The change in accounting policy resulted in own equity instruments being included in financial assets at fair value through profit and loss and in issued equity instruments on the statement of financial position. In addition, the investment returns on these instruments will be included in net income on the face of the income statement.

21.3 Impact of implementation of IFRS 17 on consolidated equity

The impact of the implementation of IFRS 17 on total equity of the Group is as follows:

Total equity	Notes	**Rm**
Balance at 30 June 2022		24 942
Increase in retained earnings		2 614
Recognition and measurement of insurance contracts issued and reinsurance contracts held	(a)	6 787
Derecognition of intangible assets	(b)	(3 306)
Decrease in investments in associates and joint ventures	(c)	(199)
Increase in net deferred tax liabilities	(d)	(464)
Transfer of shadow accounting impact to land and buildings revaluation reserve		(74)
Investment returns on Group shares held in insurance policyholder assets	(e)	(130)
Increase in other components of equity		495
Decrease in non-controlling interests		(2)
Transfer of shadow accounting impact to land and buildings revaluation reserve		74
Decrease in treasury shares	(e)	423
Balance at 1 July 2022[1]		28 051

[1] The 1 July 2022 figure only shows the movement for the application of IFRS 17, the other restatements made by the Group are excluded. For more information on the other restatement refer to note 20.

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.3 Impact of implementation of IFRS 17 on consolidated equity continued

a) *Recognition and measurement of insurance contracts issued and reinsurance contracts held*
The increase in retained earnings is represented by a net change in carrying amounts of insurance contracts issued and reinsurance contracts from 30 June 2022 (in terms of IFRS 4) to 1 July 2022 (in terms of IFRS 17).

Total equity	30.06.2022 Rm
Insurance contracts and investment contracts with DPF	
Long-term insurance contracts	126 225
Investment contract liabilities and investment contract liabilities with DPF	3 031
Non-life insurance contracts	22 152
Change in classification of insurance contracts and investment contracts	(272)
Capitation agreements	8
Net insurance contract liabilities on 30 June 2022	151 144
Reinsurance contracts held	
Reinsurance contract liabilities	2 299
Reinsurance contract assets	(14 977)
Net reinsurance contract assets on 30 June 2022	(12 678)
Reallocation of working capital balances and policyholder loans	2 938
Net insurance contract liabilities on 30 June 2022 (i)	141 404

In terms of IFRS 4, the Group accounted for amounts due to and due from with policyholders and reinsurers in various working capital items on the statement of financial position. In terms of IFRS 17, amounts due to and due from policyholders and reinsurers are included in the measurement of insurance contracts issued and reinsurance contracts held and are no longer disclosed separately on the statement of financial position.

In terms of IFRS 4, investment contracts with DPF were presented in a separate line on the statement of financial position. In terms of IFRS 17, these contracts are presented together with insurance contracts issued on the statement of financial position and are no longer presented separately. The balances on 30 June 2022 reflect the carrying amounts of items before the measurement adjustments due to the implementation of IFRS 17.

	Variable fee approach Rm	General measurement model Rm	Premium allocation approach Rm	Total Rm
Analysis of net insurance contracts on 1 July 2022				
Insurance contract assets	(5)	(8 318)	(45)	(8 368)
Insurance contract liabilities	65 768	50 827	30 235	146 830
Net insurance contract liabilities on 1 July 2022	65 763	42 509	30 190	138 462

	General measurement model Rm	Premium allocation approach Rm	Total Rm
Analysis of net reinsurance contracts on 1 July 2022			
Reinsurance contract assets	3 704	11 686	15 390
Reinsurance contract liabilities	(3 633)	(7 912)	(11 545)
Net reinsurance contract assets held on 1 July 2022	71	3 774	3 845
Net insurance contract liabilities on 1 July 2022 (ii)			134 617
Reduction in net insurance contract liabilities on 1 July 2022 (i – ii)			6 787

On 1 July 2022 the Group measured insurance contracts issued, reinsurance contracts held and investment contracts with DPF in terms of IFRS 17. The application of IFRS 17 resulted in insurance contracts issued, reinsurance contracts held and investment contracts with DPF being presented as assets or liabilities on the statement of financial position, depending on whether the portfolios that contracts have been allocated to, are in asset or liability positions.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.3 Impact of implementation of IFRS 17 on consolidated equity continued

b) Intangible assets

	Value of business acquired Rm	Deferred acquisition costs Rm	Other Intangible assets Rm	Total Rm
Carrying amount on 30 June 2022	3 034	2 206	3 507	8 747
Derecognition to retained earnings	(3 034)	(214)	(58)	(3 306)
Carrying amount on 1 July 2022	–	1 992	3 449	5 441

The "value of business acquired" represents the difference between the fair value of the insurance contracts acquired and the carrying amounts of these contracts in terms of previous accounting policies, at the various acquisition dates. The DAC relates to expenses incurred to sell and issue insurance policies to policyholders. In terms of IFRS 17, the Group derecognised the carrying amount of value of business acquired assets to retained earnings, as the fair value of the acquired insurance contracts at the acquisition date, is now incorporated in the measurement of the CSM or loss component of the group of insurance contracts, at the acquisition date. DAC is now included in the measurement of insurance contracts and has been derecognised from the statement of financial position. The remaining balance of DAC relates to costs incurred on investment contracts. The derecognition of these intangible assets on 1 July 2022 resulted in amendments to the deferred tax balance on 1 July 2022.

c) Investments in associates and joint ventures

	Carrying amount Rm
Equity accounted investment on 30 June 2022	1 447
Adjustment to the Group's share of equity	(199)
Equity accounted investment on 1 July 2022	1 248

The Group accounts for its interest in ABHI by way of the equity accounting method. As a result, the Group adjusts the carrying amount of the investment in the joint venture with its share of changes in the net assets of the investee. IFRS 17 required the remeasurement of net assets of the associate, resulting in a change in the carrying amount of the Group's interest in the associate. Changes in the net asset value of the associate relate primarily to recognition of insurance service revenue over the passage of time, the inclusion of a risk adjustment for non-financial risks in measurement of insurance and reinsurance contracts, capitalisation and amortisation of insurance acquisition cash flows, non-distinct investment components in reinsurance contracts held and the recognition of loss components and loss-recovery components.

d) Deferred income tax

	Carrying amount Rm
Deferred income tax assets	880
Deferred income tax liabilities	(2 601)
Net deferred income tax on 30 June 2022	(1 721)
Deferred tax impact on adjustment to retained earnings on 1 July 2022	(464)
Net deferred income tax on 1 July 2022	(2 185)
Deferred income tax assets	953
Deferred income tax liabilities	(3 138)
Net deferred income tax on 1 July 2022	(2 185)

The implementation of IFRS 17 resulted in an increase in net deferred tax liabilities of R464 million.

e) Own equity instruments

On 1 July 2022 the change in accounting policy regarding own equity instruments held resulted in an increase in financial assets at FVPL and total equity of R293 million. The increase is due to the recognition of own equity instruments at a fair value of R293 million, cumulative fair value losses on own equity instruments of R130 million and an increase in share premium of R423 million. In future, the normalised headline earnings reconciliations will not include items for own equity instruments held to back insurance contracts measured under the variable fee approach and investment contracts where the investment return on the own equity instruments impact policyholder benefits.

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.4 Impact of IFRS 17 on presentation and disclosure

- *Presentation of insurance contracts and reinsurance contracts held – statement of financial position*
  In terms of IFRS 4, the Group presented insurance contract assets and insurance contract liabilities on a net basis on the statement of financial position. In the same manner, assets and liabilities for reinsurance contracts held were presented on net basis on the statement of financial position.

  In terms of IFRS 17, portfolios of insurance contracts that are assets are accumulated and presented as insurance contract assets on the face of the statement of financial position, while portfolios that are liabilities are accumulated and presented as insurance contract liabilities on the face of the statement of financial position. A similar approach is followed for portfolios of reinsurance contracts held that are in asset and liability positions.

- *Presentation of insurance contracts issued and reinsurance contracts held – income statement*
  In terms of IFRS 4, insurance premiums was the measure of revenue earned from providing insurance coverage during the financial period, while net insurance benefits and claims and expenses (including, changes in actuarial liabilities and related reinsurance) indicated the net expenses incurred in providing insurance coverage to policyholders.

  In terms of IFRS 17, insurance service revenue replaced insurance premiums as the measure of revenue earned from the rendering of insurance contract services during the financial period. Insurance service expenses replaced net insurance benefits and claims and expenses as the measure of fulfilment expenses incurred during the financial period. Expenses that are not fulfilment cash flows are presented outside of insurance service expenses in terms of relevant IFRS as appropriate.

  Reinsurance premiums ceded represent the cost of ceding insurance risks to reinsurers during the financial period. Insurance claims recovered are presented as incurred insurance claims recovered from reinsurers.

  The total of insurance service revenue, insurance service expenses, reinsurance premiums ceded and insurance claims recovered, is the insurance service result for the financial period. The insurance service result is a measure of the profitability of the insurance contract services provided and reinsurance contract services acquired during the financial period.

  For the current and comparative reporting period, the Group adjusted the face of the income statement to separately disclose net impairment losses on financial assets. This enables the Group to comply with IFRS 17 disclosure requirements regarding the relationship between investment returns and insurance finance income and expenses.

21.5 Other

Cell captive arrangements – Third-party cell captive arrangements
In terms of IFRS 4, the Group accounted for insurance policies issued under third-party cell captive arrangements as insurance contracts issued in terms of IFRS 4 and reflected the cell owner as the ultimate reinsurer of the net profit/loss generated by the cell. This treatment resulted in the Group profit before tax reflecting only the fee earned for administering the cell captive arrangement.

In terms of IFRS 17 the third-party cell shareholder agreement is accounted for as an in-substance reinsurance agreement held by the Group as policyholder. The net profit or loss generated by the cell is accounted for as separate, gross reinsurance transactions between the Group as insurer and the cell owner as reinsurer. This treatment results in the Group profit or loss continuing to reflect only the fee earned for administering the cell captive arrangement.

The insurance contracts issued under the cell captive arrangement are reflected in insurance contract assets or liabilities, while the rights and obligations with the cell owner are reflected in reinsurance contract assets or liabilities.

21.6 Transition and use of transitional provisions

The Group transitioned to IFRS 17 by identifying insurance contracts issued and reinsurance contracts held that were in-force on 1 July 2022 and by applying IFRS 17 to these contracts based on the transitional provisions of the standard. The Group applied the full retrospective approach or the fair value approach to account for groups of insurance contracts issued and reinsurance contracts held on 1 July 2022.

The Group applied the fair value approach to specific groups of insurance contracts issued and reinsurance contracts held if the requirements of the standard were viewed as being impracticable to apply by means of the fully retrospective approach.

On 1 July 2022, the Group applied the following transition methods to determine the CSM balances per group of contracts issued and reinsurance contracts held:

Transition approaches 1 July 2022	**Fully retrospective approach Rm**	**Fair value approach Rm**	**Total Rm**
Insurance contracts issued			
General measurement model	14 499	1 880	16 379
Variable fee approach	400	2.634	3 034
Total	14 899	4 514	19 413
Reinsurance contracts held – deferred gain/(deferred cost)			
General measurement model	87	613	700
Total	87	613	700

Determining whether it is impracticable to apply the standard on the fully retrospective basis is an item of management judgement. The Group made this judgement by considering whether the expected cost to apply the fully retrospective method is reasonable or unreasonable relative to the value that would be obtained from applying this transition method.

Factors considered in making this assessment includes the following:

- Availability and accessibility of historical data.
- The effort involved in obtaining historical data.
- Reliability and significance of historical assumptions.
- Extent of system and model development required.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

NOTE 21 CONTINUED

Adoption of new standards continued

IFRS 17 transitional adjustments continued

21.6 Transition and use of transitional provisions continued

Key implementation decisions include, but are not limited to the following:

- The latest versions of actuarial models were used to measure units of account, regardless of when the units of account were recognised.
- A consistent set of risk margins were used to measure the risk adjustment for non-financial risks on 1 July 2022 and at previous reporting dates.
- Insurance contracts and reinsurance contracts acquired in business combinations were accounted for from the acquisition date of the relevant business combination. Embedded values at the acquisition dates were used to determine the fair value of acquired contracts where embedded values or relative embedded values were referenced in the transaction terms.

- ***Fully retrospective approach***
  In terms of the fully retrospective method, the Group accounted for groups of insurance contracts issued and reinsurance contracts held, as if IFRS 17 had been effective from the date when the groups of contracts were recognised.

  The modification of Myriad insurance contracts issued prior to 30 June 2017 resulted in these contracts being derecognised and recognised in a new unit of account on 1 July 2017. These contracts were accounted for on the fully retrospective approach from 1 July 2017.

- ***Fair value approach***
  In terms of the fair value approach, the Group measured groups of insurance contracts issued and reinsurance contracts held at fair value on 1 July 2022 (the measurement date) and applied the requirements of the standard to these contracts on a prospective basis from this date.

  A fair value measurement incorporates information regarding the item being measured at the measurement date. The Group allocated insurance contracts into groups of insurance contracts, identified various types of contracts in the scope of IFRS 17 and measured specific fulfilment cash flows based on information available at the initial recognition of the insurance contracts issued and reinsurance contracts held.

  The fair value approach results in the calculation of the CSM or loss component per group of insurance contracts issued, as the difference between the fair value and the fulfilment cash flows of the group of insurance contracts on 1 July 2022. Excess of the fair value over the fulfilment cash flows is accounted for as a CSM (expected future profit), while the excess of the fulfilment cash flows over the fair value is, accounted for as a loss component (a provision for expected losses) with a reduction in retained earnings.

  Differences between the fair value and fulfilment cash flows of a group of reinsurance contracts held on 1 July 2022, was accounted for in the CSM as deferred gain or loss on the purchase of reinsurance cover. The deferred gain or loss is recognised in the allocation of reinsurance premiums paid over the coverage period. For a group of reinsurance contracts held, any loss-recovery component on 1 July 2022 was calculated by multiplying the loss component of the underlying group of insurance contracts with the percentage of claims the Group expects to recover from the reinsurer.

  The application of the fair value approach could result in different CSM/loss component balances being included/identified in the measurement of the groups of insurance contracts, compared to if the full retrospective approach is applied. The CSM or loss component balances will impact the amount and timing of the recognition of future insurance service revenue and insurance service expenses, with a resulting impact on the profit before tax of the Group. The application of the fair value approach will impact the statement of financial position and the statement of comprehensive income until the relevant groups of insurance contracts issued have been derecognised.

  Per portfolio, insurance contracts measured in terms of the fair value approach on 1 July 2022, were allocated to a single group of insurance contracts, regardless of the cohort the insurance contracts belonged to or the expected profitability of the insurance contracts. A similar approach was applied for reinsurance contracts held on 1 July 2022.

  The use of a single group of insurance contracts issued or reinsurance contracts held on 1 July 2022, reduced the number of units of accounts to be accounted for on transition to IFRS 17 and will result in a netting of CSM and loss components that would have existed in more granular groups of contracts. On a cumulative basis, the profit or loss before tax will be the same amount, regardless of whether the insurance contracts issued or reinsurance contracts held are allocated to more than one group of contracts, however the annual profit before tax amounts could be different.

- ***Fair value option***
  Specific groups of insurance contracts where risk mitigation strategies are applied were transitioned to IFRS 17 on a fair value basis in terms of the option afforded by the standard.

MOMENTUM GROUP – EMBEDDED VALUE INFORMATION

CHANGES IN EMBEDDED VALUE REPORTING METHODOLOGY – ADOPTION OF IFRS 17

The Group has revised its Embedded Value (EV) valuation methodology for covered business following the transition to IFRS 17. Given that IFRS 17 is more closely related with realistic balance sheet reporting, the Group has revised its EV methodology to incorporate some of the features in IFRS 17, which also simplifies the translation from the IFRS balance sheet to what is reflected in EV reporting. The revised EV methodology retains the structure of the Group's current European Embedded Value (EEV) based reporting.

The prior period EV has not been restated for the changes introduced by IFRS 17 and subsequent revision of the EV methodology. The changes to the EV are reported as an opening methodology change and is shown under "Exceptional items" in the Analysis of Changes in the Group Embedded Value.

Although the prior period EV has not been restated and is as per IFRS 4, the Group has elected to make the following changes for presentational purposes to the layout of the Analysis of Changes in the Group Embedded Value and related tables:

1) Reallocation of Cost of required capital on "Operating assumption changes", "Investment variances", "Economic assumption changes" and "Exchange rate movements" into "Change in cost of capital".
2) Reallocation of "Credit risk variance" and "Economic assumption changes" to "Investment market related variances" (previously "Investment variances").

The principal changes under the revised EV methodology for covered business are as follows:

1) Investment return assumptions for all asset classes are set with reference to the market-related, risk-free yield curve used for IFRS reporting. Risk premiums are no longer added to the risk-free return when setting investment return assumptions for asset classes like equities, property, cash and other interest-bearing instruments.
2) Explicit allowance is made for non-financial risk in insurance contracts, which is taken as the IFRS 17 Risk Adjustment. For annual renewable insurance contracts in Momentum Corporate and all covered investment contracts, non-financial risk is allowed for implicitly through appropriate risk discount rates.
3) The value of in-force for long-term insurance contracts is determined as the aggregate of:
   - The IFRS 17 Contractual Service Margin (CSM), net of tax; and
   - The present value of future cash flows not measured and reported under IFRS 17, but that are attributable to the underlying insurance contracts, net of tax.
4) The cost of capital reflects the frictional costs expected to be incurred over the lifetime of the in-force business, and comprises the following components:
   - Expected taxes on investment returns generated by assets supporting required capital; and
   - Expected asset management costs on the assets supporting required capital and the CSM.

REPORTING SEGMENTATION

The Group has aligned its reporting segments with the updated internal operating structure. Refer to appendix A of the Summary for more information.

COVERED AND NON-COVERED BUSINESS

All insurance business underwritten by regulated life insurance companies of the Group (except Guardrisk and Ghana) have been included as covered business. The off-balance sheet investment business written through the Momentum Wealth platform (both local and offshore) is included as covered business to be consistent with the on-balance sheet Wealth business. All underwritten health business (both local and in Africa) are classified as non-covered business.

Principal assumptions (South Africa)[1]	30.06.2024 %	30.06.2023* %	30.06.2023 %
Pre-tax investment return[2]			
Equities	**13.0**	15.0	16.0
Properties	**10.5**	12.5	13.5
Government stock	**11.6**	11.5	12.5
Other fixed-interest stocks	**12.1**	12.0	13.0
Cash	**8.5**	8.5	11.5
Investment return (before tax) – balanced portfolio[2]	**12.0**	12.3	14.7
Risk-free return[3]	**12.3**	12.5	12.5
Renewal expense inflation rate[4]	**7.0**	7.3	7.1
Risk discount rate (RDR) – all covered business[5]	**N/A**	N/A	14.8
Risk discount rate (RDR) – annual renewable insurance business[6]	**14.8**	15.0	N/A
Risk discount rate (RDR) – investment business[6]	**13.8**	14.0	N/A
Cost of capital (CoC) rate[7]	**2.4**	2.5	5.4

* This provides a view of what the principal economic assumptions would have been following the revision of the EV methodology.

1 The principal assumptions relate only to the South African life insurance business. Assumptions relating to international life insurance businesses are based on local requirements and can differ from the South African assumptions. The assumptions quoted in the table are representative rates derived at the 10-year point of the yield curves, unless stated otherwise.

2 Before the EV methodology change, risk premiums were added to the risk-free yields in order to derive yields on other asset classes as shown for the prior comparative period above. Following the EV methodology change, asset returns are set with reference to real world expectations of asset returns. These real world expectations represent one-year expected returns and are only applied for the purposes of analysis and not capitalised in the EV result in any way. The expected investment return on balanced portfolio business was calculated by applying the above returns to an expected long-term asset distribution. For the prior year the real world expected return assumptions were calculated with reference to the yield to maturity on RSA government bonds. In 2024 the approach was adjusted to reference the one-year expected return on cash in order to better reflect current expectations.

3 Risk-free returns are taken from an appropriate market-related, risk-free yield curve as at the valuation date that is also used for IFRS reporting.

4 For the retail businesses an inflation rate of 5.5% p.a. is used over the planning horizon (three years) where after the inflation rate is derived from market inputs as the difference between nominal and real yields across the term structure of these curves. An addition to the expense inflation is allowed for in some divisions to reflect the impact of closed books that are in run-off. The 7.0% above represents the 10-year point of the yield curves.

5 Before the revised EV methodology, the allowance for risk in future shareholder cash flows was determined with reference to a risk discount rate. The risk discount rate applied to covered business in South Africa was derived based on a weighted average cost of capital approach. After the revision of the EV methodology, appropriate risk discount rates are calculated for annual renewable insurance and covered investment contracts.

6 The risk discount rate applied to annual renewable insurance contracts is determined as the risk-free return + 2.50%. For covered investment contracts, the risk discount rate is determined as the risk-free return + 1.50%. The risk premiums added to the risk-free return allows for the expected non-financial risk in future shareholder cash flows.
For long-term insurance contracts measured under IFRS 17, non-financial risk is allowed for explicitly through the IFRS 17 Risk Adjustment as opposed to using a risk discount rate.

7 The cost of capital rate represents the annual expected frictional cost applicable to the assets supporting the required capital and the value of in-force. For the prior period, before the revision of the EV methodology, the cost of capital rate represented the opportunity cost for shareholders of holding required capital, which was calculated as the difference between the risk discount rate and net of tax investment return on assets supporting required capital.

EMBEDDED VALUE INFORMATION CONTINUED

Embedded value results	30.06.2024 Rm	30.06.2023* Rm
Covered business		
Equity attributable to owners of the parent	**29 724**	26 764
Fair value adjustments on Metropolitan business acquisition and other consolidation adjustments[1]	**(87)**	(1 608)
Net assets – non-covered business within life insurance companies	**(3 751)**	(4 246)
Net assets – non-covered business outside life insurance companies	**(7 845)**	(7 362)
Diluted adjusted net worth – covered business	**18 041**	13 548
Net value of in-force business	**19 038**	22 152
Diluted embedded value – covered business	**37 079**	35 700
Non-covered business		
Net assets – non-covered business within life insurance companies	**3 751**	4 246
Net assets – non-covered business outside life insurance companies	**7 845**	7 362
Consolidation adjustments[2]	**(70)**	(956)
Adjustments for dilution[3]	**908**	1 541
Diluted adjusted net worth – non-covered business	**12 434**	12 193
Write-up to directors' value	**2 392**	1 142
Non-covered business	**5 866**	4 303
Holding company expenses[4]	**(1 972)**	(1 824)
International holding company expenses[4]	**(1 502)**	(1 337)
Diluted embedded value – non-covered business	**14 826**	13 335
Diluted adjusted net worth	**30 475**	25 741
Net value of in-force business	**19 038**	22 152
Write-up to directors' value	**2 392**	1 142
Diluted embedded value	**51 905**	49 035
Required capital – covered business (adjusted for qualifying debt)[5]	**10 146**	6 144
Free surplus – covered business[6]	**7 895**	7 404
Diluted embedded value per share (cents)	**3 694**	3 375
Diluted adjusted net worth per share (cents)	**2 169**	1 772
Diluted number of shares in issue (million)[7]	**1 405**	1 453
Return on embedded value (%) – annualised internal rate of return	**11.5%**	14.1%
Return on embedded value excluding Exceptional items (%) – annualised internal rate of return	**13.0%**	14.1%

* The opening position reflects the EV methodology at the time, which includes referencing the IFRS 4 liability basis. Equity attributable to owners of the parent will thus refer to the balance sheet position published in the June 2023 Annual Financial Statements. Refer to note 21 of the Summary which sets out how the 30 June 2022 financials would have changed with the adoption of IFRS 17, including items such as the "value of business acquired" derecognised under IFRS 17. The changes to the EV methodology (effective 1 July 2023) to incorporate IFRS 17 is analysed as an exceptional item applied to the opening embedded value. The embedded value result from this exceptional item references the balance sheet position as at 30 June 2023 applying IFRS 17.

1 The value of business acquired has been derecognised with the adoption of IFRS 17 resulting in the decrease noted.

2 Consolidation adjustments include mainly goodwill and intangibles in subsidiaries that are eliminated.

3 Adjustments for dilution are made up as follows:
- Treasury shares held on behalf of contract holders: Rnil million (30.06.2023: R453 million)
- Liabilities related to iSabelo transaction: R908 million (30.06.2023: R826 million); and
- Liability – Momentum Group Ltd convertible preference shares issued to KTH: Rnil million (30.06.2023: R262 million).

4 The holding company expenses reflect the present value of projected recurring head office expenses. The international holding company expenses reflect the allowance for support services to the international businesses.

5 The required capital for in-force covered business amounts to R14 470 million (30.06.2023: R10 443 million) and is adjusted for qualifying debt of R4 324 million (30.06.2023: R4 299 million). The implementation of IFRS 17 resulted in a reduction of policyholder liabilities and a commensurate increase to the IFRS NAV. However, the assets required to back internal targets for regulatory solvency are largely unaffected and the quantum of IFRS NAV allocated to support the affected businesses thus increases.

6 Included in the Free surplus are the assets supporting the qualifying debt.

7 The diluted number of shares in issue takes into account all issued shares and includes the treasury shares held on behalf of contract holders as well as the treasury shares held on behalf of employees. In the prior year, it also assumed the conversion of the convertible redeemable preference shares which converted into ordinary shares in the current year.

Analysis of net value of in-force business	30.06.2024 Rm	30.06.2023* Rm
Momentum Retail	**7 571**	10 471
Gross value of in-force business	**8 253**	10 862
Less cost of required capital	**(682)**	(391)
Momentum Investments[1]	**3 597**	1 930
Gross value of in-force business	**3 618**	2 326
Less cost of required capital	**(21)**	(396)
Metropolitan Life	**2 435**	3 772
Gross value of in-force business	**2 688**	4 255
Less cost of required capital	**(253)**	(483)
Momentum Corporate	**3 622**	3 317
Gross value of in-force business	**4 217**	4 446
Less cost of required capital	**(595)**	(1 129)
Momentum Metropolitan Africa	**1 688**	2 662
Gross value of in-force business	**2 056**	3 045
Less cost of required capital	**(368)**	(383)
Shareholders[2]	**125**	–
Gross value of in-force business	**125**	–
Less cost of required capital	**–**	–
Net value of in-force business	**19 038**	22 152

* The prior period value of in-force has not been restated for the transition to IFRS 17 and revised EV methodology.
1 Included in covered business is Wealth business not deemed to be long-term insurance business with a value of in-force of R327 million (30.06.2023: R357 million).
2 The VIF relates to the expected time value placed on the deferred tax raised for the IFRS 17 phase-in amount and will run down over 6 years.

Embedded value detail	Adjusted net worth Rm	Net value of in–force Rm	30.06.2024 Rm	30.06.2023* Rm
Covered business				
Momentum Retail	4 000	7 571	**11 571**	12 421
Momentum Investments[1]	793	3 597	**4 390**	3 596
Metropolitan Life	2 650	2 435	**5 085**	5 522
Momentum Corporate	4 025	3 622	**7 647**	7 067
Momentum Metropolitan Africa	3 002	1 688	**4 690**	3 989
Operating segments	14 470	18 913	**33 383**	32 595
Qualifying Debt	(4 324)	–	**(4 324)**	(4 299)
Free Surplus[2]	7 895	125	**8 020**	7 404
Total covered business	18 041	19 038	**37 079**	35 700

* The prior period EV has not been restated for the transition to IFRS 17 and revised EV methodology.
1 Included in covered business is Wealth business not deemed to be long-term insurance business with a value of in-force of R327 million (30.06.2023: R357 million).
2 Included in the Free surplus are the assets supporting the qualifying debt.

EMBEDDED VALUE INFORMATION CONTINUED

Embedded value detail	Adjusted net worth Rm	Write-up to directors' value Rm	30.06.2024 Rm	30.06.2023* Rm
Non-covered business				
Momentum Retail	117	–	**117**	94
Other	117	–	**117**	94
Momentum Investments	1 763	831	**2 594**	2 428
Investment and savings	1 555	958	**2 513**	2 832
Multiply Money	208	(127)	**81**	(404)
Metropolitan Life	12	–	**12**	11
Other	12	–	**12**	11
Momentum Corporate	388	(253)	**135**	159
Other	388	(253)	**135**	159
Momentum Metropolitan Health	770	789	**1 559**	1 318
Health	700	1 089	**1 789**	1 318
Momentum Multiply	70	(300)	**(230)**	–
Guardrisk	2 825	2 906	**5 731**	4 675
Cell captives	2 825	2 906	**5 731**	4 675
Momentum Insure	1 831	109	**1 940**	1 708
Non-life insurance	1 831	109	**1 940**	1 708
Momentum Metropolitan Africa	446	(1 258)	**(812)**	(878)
Life insurance	80	(11)	**69**	73
Health	305	134	**439**	371
Non-life insurance	52	58	**110**	82
Other	9	63	**72**	(67)
International holding company expenses[1]	–	(1 502)	**(1 502)**	(1 337)
India	1 110	1 240	**2 350**	2 145
India	1 110	1 240	**2 350**	2 145
Shareholders	3 172	(1 972)	**1 200**	1 675
Other	3 172	–	**3 172**	3 499
Holding company expenses[1]	–	(1 972)	**(1 972)**	(1 824)
Total non-covered business	12 434	2 392	**14 826**	13 335
Total embedded value	30 475	21 430	**51 905**	49 035

* The prior period EV has not been restated for the transition to IFRS 17 and revised EV methodology.

1 The international holding company expenses reflect the allowance for support services to the international businesses. The holding company expenses reflect the present value of projected recurring head office expenses.

Analysis of changes in Group embedded value	Notes	Covered business Adjusted net worth (ANW) Rm	 Gross value of in-force (VIF) Rm	 Cost of required capital Rm	12 mths to 30.06.2024 Total EV Rm	12 mths to 30.06.2023* Total EV Rm
Profit from new business	A	(863)	1 530	(78)	**589**	600
Profit from existing business		3 620	(587)	203	**3 236**	3 394
Expected return	B	–	2 446	(234)	**2 212**	2 058
Expected contribution from real world economic assumptions	C	332	467	–	**799**	–
Release of the cost of capital	D	–	–	457	**457**	513
Expected (or actual) net of tax profit transfer to net worth	E	3 392	(3 392)	–	**–**	–
Operating experience variances	F	219	75	–	**294**	772
Development expenses	G	(132)	–	–	**(132)**	(66)
Operating assumption changes	H	(191)	(183)	–	**(374)**	(372)
Change in cost of capital[1]		–	–	(20)	**(20)**	489
Embedded value profit/(loss) from operations		2 757	943	125	**3 825**	3 994
Investment return on adjusted net worth	I	1 234	–	–	**1 234**	903
Investment market related variances	J	189	1	–	**190**	1 819
Exchange rate movements	K	(13)	(21)	–	**(34)**	50
Exceptional items	L	3 427	(4 900)	738	**(735)**	–
Embedded value profit/(loss) – covered business		7 594	(3 977)	863	**4 480**	6 766
Transfer of business to non-covered business	M	138	–	–	**138**	–
Other capital transfers	N	454	–	–	**454**	(926)
Dividend paid		(3 693)	–	–	**(3 693)**	(3 370)
Change in embedded value – covered business		4 493	(3 977)	863	**1 379**	2 470
Non-covered business						
Change in directors' valuation and other items					**1 466**	(128)
Change in holding company expenses					**(313)**	(213)
Embedded value profit/(loss) – non-covered business					**1 153**	(341)
Transfer of business from covered business	M				**(138)**	–
Other capital transfers	N				**(454)**	926
Dividend received					**1 885**	1 776
Allowance for shareholder flows related to iSabelo transaction					**82**	63
Shares repurchased					**(1 000)**	(1 250)
Finance costs – preference shares					**(37)**	(37)
Change in embedded value – non-covered business					**1 491**	1 137
Total change in Group embedded value					**2 870**	3 607
Total embedded value profit					**5 633**	6 425
Return on embedded value (%) – annualised internal rate of return					**11.5%**	14.1%
Return on embedded value excluding Exceptional items (%) – annualised internal rate of return					**13.0%**	14.1%

* The prior period analysis of embedded value has not been restated for the transition to IFRS 17 and revised EV methodology.

[1] The cost of required capital is not analysed in the same level of granularity as the other components of the embedded value. The Group only shows the unwind and expected release. The balance of the movement is shown in one line and forms part of the Embedded Value profit/(loss) from operations.

EMBEDDED VALUE INFORMATION CONTINUED

A. Value of new business

Value of new business[1, 2, 3]	Momentum Retail Rm	Momentum Investments[4] Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Africa Rm	Total Rm
12 mths to 30.06.2024						
Value of new business	(86)	744	(41)	22	(50)	589
Gross	16	663	(35)	47	(24)	667
Less cost of required capital	(102)	81	(6)	(25)	(26)	(78)
New business premiums	3 605	47 654	3 877	10 429	1 450	67 015
Recurring premiums	1 080	258	1 659	726	427	4 150
Protection	474	–	1 132	271	164	2 041
Long-term savings	606	228	518	452	263	2 067
Annuities	–	30	9	3	–	42
Single premiums	2 525	47 396	2 218	9 703	1 023	62 865
Protection	–	–	–	–	71	71
Long-term savings	2 525	37 820	349	9 554	484	50 732
Annuities	–	9 576	1 869	149	468	12 062
New business premiums (APE)	1 333	4 998	1 881	1 696	529	10 437
Protection	474	–	1 132	271	171	2 048
Long-term savings	859	4 010	553	1 407	311	7 140
Annuities	–	988	196	18	47	1 249
Present value of new business premiums (PVNBP)[5]	8 461	48 546	6 901	15 393	2 840	82 141
Profitability of new business as a percentage of APE	(6.5)	14.9	(2.2)	1.3	(9.5)	5.6
Profitability of new business as a percentage of PVNBP[5]	(1.0)	1.5	(0.6)	0.1	(1.8)	0.7
12 mths to 30.06.2023*						
Value of new business	(69)	466	154	67	(18)	600
Gross	(13)	549	200	143	8	887
Less cost of required capital	(56)	(83)	(46)	(76)	(26)	(287)
New business premiums	3 625	40 027	3 673	5 392	1 424	54 141
Recurring premiums	1 094	205	1 681	1 093	451	4 524
Protection	477	–	1 197	284	219	2 177
Long-term savings	617	181	477	436	232	1 943
Annuities	–	24	7	373	–	404
Single premiums	2 531	39 822	1 992	4 299	973	49 617
Protection	–	–	–	–	108	108
Long-term savings	2 531	32 960	406	3 669	325	39 891
Annuities	–	6 862	1 586	630	540	9 618
New business premiums (APE)	1 347	4 187	1 881	1 523	549	9 487
Protection	477	–	1 197	284	230	2 188
Long-term savings	870	3 477	518	803	265	5 933
Annuities	–	710	166	436	54	1 366
Present value of new business premiums (PVNBP)[5]	7 601	40 656	7 201	10 485	2 930	68 873
Profitability of new business as a percentage of APE	(5.1)	11.1	8.2	4.4	(3.3)	6.3
Profitability of new business as a percentage of PVNBP[5]	(0.9)	1.1	2.1	0.6	(0.6)	0.9

* The prior period value of new business has not been restated for the transition to IFRS 17 and revised EV methodology.

1 Value of new business and new business premiums are net of non-controlling interests.

2 The value of new business has been calculated using opening demographic and point of sale economic assumptions. Investment yields at the point of sale have been used for fixed annuity and guaranteed endowment business; for other business the implied economic assumptions at the start of the period have been used. The Group does not allow for marginal diversification benefits to be allocated to the value of new business for purposes of deriving the cost of required capital.

3 No allowance has been made for Covid-19 in the assumptions used to calculate value of new business.

4 Included in covered business is Wealth business not deemed to be long-term insurance business with value of new business of R58 million (30.06.2023: R77 million).

5 Following the revised EV methodology, PVNBP is calculated at the risk-free discount rate. For the prior period, PVNBP was calculated at the risk discount rate.

Reconciliation of lump sum inflows	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023 Rm
Total lump sum inflows	**60 844**	46 817
Inflows not included in value of new business	**(12 703)**	(11 359)
Wealth off-balance sheet business	**12 235**	12 355
Term extensions on maturing policies	**157**	189
Automatically Continued Policies	**2 342**	1 577
Non-controlling interests and other adjustments	**(10)**	38
Single premiums included in value of new business	**62 865**	49 617

B. Expected return

For annual renewable insurance contracts and covered investment contracts, the expected return is determined by applying the relevant risk discount rate applicable at the beginning of the reporting year to the present value of in-force covered business at the beginning of the reporting year. The expected return on new business is determined by applying the current risk discount rate to the value of new business from the point of sale to the end of the year.

For long-term insurance contracts measured under IFRS 17, the expected return is determined by calculating the expected risk-free investment return earned over the period on the opening value of in-force business. Where the value of in-force business is represented by the contractual service margin (CSM), the expected return is taken as the CSM interest accretion over the period. For new business a similar approach is taken whereby the expected return is calculated with reference to the value of new business at point of sale.

The expected return includes the expiry of risk as measured by the release of the IFRS 17 Risk Adjustment.

C. Expected contribution from real world economic assumptions

In addition to the relevant risk-free investment return over the period the expected contribution from real world risk premiums are analysed in this item. The effect is quantified with regard to assets backing the contractual service margin (CSM), yield enhancement strategies and the effect on future asset-based revenue.

D. Release of the cost of capital

The release of the cost of capital represents the frictional cost incurred over the year on the assets backing required capital, consisting of the net of tax investment income generated by assets supporting required capital and asset management costs on the assets supporting required capital and the value of in-force.

For the prior period, before the revision of the embedded value methodology, the release from the cost of required capital represented the difference between the risk discount rate and the expected after tax investment return on the assets backing the required capital over the year.

E. Expected (or actual) net of tax profit transfer to net worth

The expected profit transfer for covered business from the present value of in-force to the adjusted net worth is calculated on the IFRS basis.

EMBEDDED VALUE INFORMATION CONTINUED

F. Operating experience variances

Operating experience variances	Notes	ANW Rm	Gross VIF Rm	12 mths to 30.06.2024 EV Rm	12 mths to 30.06.2023* EV Rm
Momentum Retail		(35)	175	**140**	350
Mortality and morbidity	1	138	8	**146**	147
Terminations, premium cessations and policy alterations		(1)	11	**10**	183
Expense variance		(5)	–	**(5)**	26
Change in Risk Adjustment		(18)	–	**(18)**	–
Other		11	(3)	**8**	(6)
Contractual Service Margin transfer		(160)	159	**(1)**	–
Momentum Investments		(72)	(61)	**(133)**	(63)
Mortality and morbidity	1	63	–	**63**	(15)
Terminations, premium cessations and policy alterations	2	14	(170)	**(156)**	(48)
Expense variance		(59)	–	**(59)**	(47)
Change in Risk Adjustment		(1)	–	**(1)**	–
Other		13	7	**20**	47
Contractual Service Margin transfer		(102)	102	**–**	–
Metropolitan Life		(80)	66	**(14)**	(286)
Mortality and morbidity	1	92	(1)	**91**	113
Terminations, premium cessations and policy alterations	3	(95)	52	**(43)**	(356)
Expense variance		(85)	–	**(85)**	(16)
Change in Risk Adjustment		23	–	**23**	–
Other		–	1	**1**	(27)
Contractual Service Margin transfer		(15)	14	**(1)**	–
Momentum Corporate		413	(88)	**325**	922
Mortality and morbidity	1	607	–	**607**	754
Terminations, premium cessations and policy alterations	4	(58)	(104)	**(162)**	225
Expense variance		(111)	–	**(111)**	(165)
Change in Risk Adjustment		(3)	–	**(3)**	–
Other		(9)	3	**(6)**	108
Contractual Service Margin transfer		(13)	13	**–**	–
Momentum Metropolitan Africa		(40)	(17)	**(57)**	52
Mortality and morbidity	1	69	–	**69**	73
Terminations, premium cessations and policy alterations	5	(68)	5	**(63)**	38
Expense variance		(60)	–	**(60)**	(68)
Change in Risk Adjustment		1	–	**1**	–
Other		3	(7)	**(4)**	9
Contractual Service Margin transfer		15	(15)	**–**	–
Shareholders		33	–	**33**	(203)
Total operating experience variances		219	75	**294**	772

* The prior period operating experience variances have not been restated for the transition to IFRS 17 and revised EV methodology.

Notes
1. Overall, mortality and morbidity experience for the 12 months were better compared to what was allowed for in the valuation basis.
2. Mainly due to negative alteration experience.
3. Termination experience was worse than expected.
4. Negative persistency experience was due to higher than expected terminations on Savings and Protection business. Negative alteration experience was observed on Myriad Continuation Assurance Option policies.
5. Impact due to adverse termination experience in all countries.

G. Development expenses

Business development expenses within segments.

H. Operating assumption changes

Operating assumption changes	Notes	ANW Rm	Gross VIF Rm	12 mths to 30.06.2024 EV Rm	12 mths to 30.06.2023* EV Rm
Momentum Retail		(76)	164	**88**	311
Mortality and morbidity assumptions		(9)	(9)	**(18)**	52
Termination assumptions	1, 6	358	(74)	**284**	411
Renewal expense assumptions		(193)	(10)	**(203)**	(115)
Change in Risk Adjustment		(30)	–	**(30)**	–
Modelling, methodology and other changes	2	50	10	**60**	(37)
Contractual Service Margin transfer		(252)	247	**(5)**	–
Momentum Investments		(10)	(61)	**(71)**	(116)
Mortality and morbidity assumptions		–	–	**–**	–
Termination assumptions		–	(7)	**(7)**	(17)
Renewal expense assumptions		6	(71)	**(65)**	(212)
Change in Risk Adjustment		3	–	**3**	–
Modelling, methodology and other changes		–	(2)	**(2)**	113
Contractual Service Margin transfer		(19)	19	**–**	–
Metropolitan Life		(10)	(104)	**(114)**	(382)
Mortality and morbidity assumptions		1	–	**1**	332
Termination assumptions	3, 6	(273)	5	**(268)**	(286)
Renewal expense assumptions		192	(87)	**105**	(400)
Change in Risk Adjustment		31	–	**31**	–
Modelling, methodology and other changes		(3)	21	**18**	(28)
Contractual Service Margin transfer		42	(43)	**(1)**	–
Momentum Corporate		(15)	(135)	**(150)**	(115)
Mortality and morbidity assumptions	4	77	187	**264**	260
Termination assumptions	5, 6	1	(20)	**(19)**	(2)
Renewal expense assumptions		(23)	(353)	**(376)**	(272)
Change in Risk Adjustment		–	–	**–**	–
Modelling, methodology and other changes		(22)	3	**(19)**	(101)
Contractual Service Margin transfer		(48)	48	**–**	–
Momentum Metropolitan Africa		(80)	(47)	**(127)**	(70)
Mortality and morbidity assumptions		53	(23)	**30**	4
Termination assumptions		17	7	**24**	39
Renewal expense assumptions		(226)	(21)	**(247)**	(151)
Change in Risk Adjustment		(14)	–	**(14)**	–
Modelling, methodology and other changes	7	60	20	**80**	38
Contractual Service Margin transfer		30	(30)	**–**	–
Total operating assumption changes		(191)	(183)	**(374)**	(372)

* The prior period operating assumption changes have not been restated for the transition to IFRS 17 and revised EV methodology.

Notes
1. Mainly due to the increase in take-up rates assumed on Protection business, offset by the impact of the two-pot regulatory regime change on Long-term savings business.
2. Methodology changes implemented on Protection business.
3. Mostly due to the terminations basis updated in line with most recent experience as well as the impact of the two-pot regulatory regime change.
4. The ANW impact is due to the CPI annuitant mortality basis assumptions updated in line with experience. The VIF impact is due to changing the profit assumptions for Protection business.
5. The VIF impact was due to a new termination assumption on Savings business for the implementation of the two-pot regulatory regime.
6 Termination assumptions includes an allowance of R173 million for the expected impact of withdrawals following the implementation of the two-pot regulatory regime change in South Africa.
7. Modelling changes implemented on the Savings business.

EMBEDDED VALUE INFORMATION CONTINUED

I. Investment return on adjusted net worth

Investment return on adjusted net worth	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023* Rm
Investment income	**1 154**	823
Capital appreciation and other[1]	**80**	80
Investment return on adjusted net worth	**1 234**	903

* The prior period investment return on adjusted net worth has not been restated for the transition to IFRS 17 and revised EV methodology.

1 This includes the revaluation of owner-occupied properties.

J. Investment market related variances

Investment market related variances represent the impact of higher/lower than assumed investment returns on current and expected future after tax profits from in-force business as well as the effect of the change in assumed rate of investment return, expense inflation rate and risk discount rate in respect of local and offshore business.

K. Exchange rate movements

The impact of foreign currency movements on International covered businesses.

L. Exceptional items

This represents the impact of transitioning to IFRS 17 and the subsequent revision of the EV methodology. The key drivers of the change in the Group EV are as follows:

- Adjusted net worth increases following the net release of insurance contract liabilities on IFRS 17 transition.
- Value of in-force reduces in response to the net release in insurance contract liabilities (i.e. release of deferred margins previously included in the value of in-force) and the removal of risk premiums from the investment return assumptions.
- Cost of capital reduces mainly as a result of the reduction in the cost of capital rate, but the impact is partially offset by the increase in the level of required capital. Required capital increases as a result of the net increase in adjusted net worth following the transition to IFRS 17.

M. Transfer of business from/to non-covered business

Transfer of business between covered and non-covered business.

N. Other capital transfers

Capital transfers include the alignment of the net asset value of subsidiaries between covered and non-covered business and the recapitalisation of some International subsidiaries. In addition, the change in the treatment of intercompany loans to align with capital management practices has been analysed as capital transfers (this represents the bulk of the number).

Covered business: Sensitivities – 30.06.2024		Adjusted net worth Rm	In-force business Net value Rm	In-force business Gross value Rm	In-force business Cost of required capital[3] Rm	New business written Net value Rm	New business written Gross value Rm	New business written Cost of required capital[3] Rm
Base value		**18 041**	**19 038**	**20 957**	**(1 919)**	**589**	**667**	**(78)**
10%	decrease in future expenses		**21 191**	**23 110**	**(1 919)**	**763**	**841**	**(78)**
	% change[1]		**11**	**10**	**–**	**30**	**26**	**–**
10%	decrease in lapse, paid-up and surrender rates		**19 547**	**21 466**	**(1 919)**	**764**	**842**	**(78)**
	% change		**3**	**2**	**–**	**30**	**26**	**–**
5%	decrease in mortality and morbidity for assurance business		**22 603**	**24 522**	**(1 919)**	**734**	**812**	**(78)**
	% change		**19**	**17**	**–**	**25**	**22**	**–**
5%	decrease in mortality for annuity business		**18 842**	**20 761**	**(1 919)**	**546**	**624**	**(78)**
	% change		**(1)**	**(1)**	**–**	**(7)**	**(6)**	**–**
1%	reduction in expense inflation rate		**20 574**	**22 493**	**(1 919)**	**683**	**761**	**(78)**
	% change		**8**	**7**	**–**	**16**	**14**	**–**
10%	reduction in premium indexation take-up rate		**18 431**	**20 350**	**(1 919)**	**552**	**630**	**(78)**
	% change		**(3)**	**(3)**	**–**	**(6)**	**(6)**	**–**
10%	decrease in non-commission-related acquisition expenses					**731**	**809**	**(78)**
	% change					**24**	**21**	**–**
1%	reduction in gross investment return and inflation rate	**18 070**	**18 568**	**20 475**	**(1 907)**	**629**	**707**	**(78)**
	% change[2]	**–**	**(2)**	**(2)**	**(1)**	**7**	**6**	**–**
10%	fall in market value of equities and properties	**17 912**	**18 110**	**20 029**	**(1 919)**			
	% change[2]	**(1)**	**(5)**	**(4)**	**–**			

1 No corresponding changes in variable policy charges are assumed, although in practice it is likely that these will be modified according to circumstances.
2 Bonus rates are assumed to change commensurately.
3 The change in the value of cost of required capital is disclosed as nil where the sensitivity test results in an insignificant change in the value.

EMBEDDED VALUE INFORMATION CONTINUED

Analysis of changes in Group embedded value	Adjusted net worth (ANW) Rm	Gross value of in-force (VIF) Rm	Cost of required capital Rm	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023* Rm
Momentum Retail					
Profit from new business	(143)	159	(102)	**(86)**	(69)
Expected return	–	959	(71)	**888**	877
Expected contribution from real world economic assumptions	19	80	–	**99**	–
Release of the cost of capital	–	–	114	**114**	137
Expected (or actual) net of tax profit transfer to net worth	1 233	(1 233)	–	**–**	–
Operating experience variances	(35)	175	–	**140**	350
Development expenses	(116)	–	–	**(116)**	(34)
Operating assumption changes	(76)	164	–	**88**	311
Change in cost of capital	–	–	179	**179**	351
Embedded value profit/(loss) from operations	882	304	120	**1 306**	1 923
Investment return on adjusted net worth	201	–	–	**201**	102
Investment market related variances	75	10	–	**85**	694
Exceptional items	2 550	(2 922)	(411)	**(783)**	–
Embedded value profit/(loss) – covered business	3 708	(2 608)	(291)	**809**	2 719
Momentum Investments					
Profit from new business	(279)	942	81	**744**	466
Expected return	–	338	(3)	**335**	143
Expected contribution from real world economic assumptions	108	138	–	**246**	–
Release of the cost of capital	–	–	19	**19**	90
Expected (or actual) net of tax profit transfer to net worth	566	(566)	–	**–**	–
Operating experience variances	(72)	(61)	–	**(133)**	(63)
Development expenses	(10)	–	–	**(10)**	(9)
Operating assumption changes	(10)	(61)	–	**(71)**	(116)
Change in cost of capital	–	–	(86)	**(86)**	16
Embedded value profit/(loss) from operations	303	730	11	**1 044**	527
Investment return on adjusted net worth	23	–	–	**23**	183
Investment market related variances	53	(86)	–	**(33)**	489
Exceptional items	(925)	649	364	**88**	–
Embedded value profit/(loss) – covered business	(546)	1 293	375	**1 122**	1 199
Metropolitan Life					
Profit from new business	(132)	97	(6)	**(41)**	154
Expected return	–	344	(24)	**320**	390
Expected contribution from real world economic assumptions	106	136	–	**242**	–
Release of the cost of capital	–	–	71	**71**	96
Expected (or actual) net of tax profit transfer to net worth	554	(554)	–	**–**	–
Operating experience variances	(80)	66	–	**(14)**	(286)
Development expenses	(3)	–	–	**(3)**	(21)
Operating assumption changes	(10)	(104)	–	**(114)**	(382)
Change in cost of capital	–	–	(25)	**(25)**	(14)
Embedded value profit/(loss) from operations	435	(15)	16	**436**	(63)
Investment return on adjusted net worth	118	–	–	**118**	71
Investment market related variances	43	53	–	**96**	125
Exceptional items	900	(1 604)	215	**(489)**	–
Embedded value profit/(loss) – covered business	1 496	(1 566)	231	**161**	133

* The prior period analysis of embedded value has not been restated for the transition to IFRS 17 and revised EV methodology.

Analysis of changes in Group embedded value continued	Adjusted net worth (ANW) Rm	Gross value of in-force (VIF) Rm	Cost of required capital Rm	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023* Rm
Momentum Corporate					
Profit from new business	(143)	190	(25)	**22**	67
Expected return	–	575	(93)	**482**	386
Expected contribution from real world economic assumptions	74	69	–	**143**	–
Release of the cost of capital	–	–	197	**197**	190
Expected (or actual) net of tax profit transfer to net worth	656	(656)	–	**–**	–
Operating experience variances	413	(88)	–	**325**	922
Development expenses	(3)	–	–	**(3)**	(2)
Operating assumption changes	(15)	(135)	–	**(150)**	(115)
Change in cost of capital	–	–	(30)	**(30)**	60
Embedded value profit/(loss) from operations	982	(45)	49	**986**	1 508
Investment return on adjusted net worth	180	–	–	**180**	142
Investment market related variances	42	(68)	–	**(26)**	(10)
Exceptional items	5	(117)	486	**374**	–
Embedded value profit/(loss) – covered business	1 209	(230)	535	**1 514**	1 640
Momentum Metropolitan Africa					
Profit from new business	(166)	142	(26)	**(50)**	(18)
Expected return	–	217	(43)	**174**	262
Expected contribution from real world economic assumptions	25	44	–	**69**	–
Release of the cost of capital	–	–	56	**56**	–
Expected (or actual) net of tax profit transfer to net worth	323	(323)	–	**–**	–
Operating experience variances	(40)	(17)	–	**(57)**	52
Operating assumption changes	(80)	(47)	–	**(127)**	(70)
Change in cost of capital	–	–	(58)	**(58)**	76
Embedded value profit/(loss) from operations	62	16	(71)	**7**	302
Investment return on adjusted net worth	390	–	–	**390**	150
Investment market related variances	(2)	102	–	**100**	476
Exchange rate movements	(13)	(21)	–	**(34)**	50
Exceptional items	1 084	(1 087)	84	**81**	–
Embedded value profit/(loss) – covered business	1 521	(990)	13	**544**	978
Shareholders					
Expected return	–	13	–	**13**	–
Expected (or actual) net of tax profit transfer to net worth	60	(60)	–	**–**	–
Operating experience variances	33	–	–	**33**	(203)
Embedded value profit/(loss) from operations	93	(47)	–	**46**	(203)
Investment return on adjusted net worth	322	–	–	**322**	255
Investment market related variances	(22)	(10)	–	**(32)**	45
Exceptional items	(187)	181	–	**(6)**	–
Embedded value profit/(loss) – covered business	206	124	–	**330**	97

* The prior period analysis of embedded value has not been restated for the transition to IFRS 17 and revised EV methodology.

ADDITIONAL INFORMATION

Analysis of assets managed and/or administered[1]	30.06.2024 Rm	Restated 30.06.2023[2,3] Rm
Managed and/or administered by Investments		
Financial assets	**634 348**	620 678
Momentum Manager of Managers	**197 428**	177 074
Equilibrium Investment Management	**16 190**	16 762
Momentum Collective Investments	**99 633**	101 856
Momentum Asset Management	**147 289**	146 596
Momentum Global Investments	**131 163**	139 291
Momentum Alternative Investments	**10 841**	9 677
Momentum Securities	**31 804**	29 422
Properties – Eris Property Group	**20 061**	17 625
On-balance sheet	**10 615**	9 987
Off-balance sheet	**9 446**	7 638
Momentum Wealth linked product assets under administration	**260 952**	237 019
On-balance sheet[4]	**173 738**	155 776
Off-balance sheet	**87 214**	81 243
Managed internally or by other managers within the Group (on-balance sheet)[5]	**120 509**	95 489
Managed by external managers (on-balance sheet)[4]	**15 920**	14 291
Properties managed internally or by other managers within the Group or externally	**1 391**	1 877
Guardrisk – cell captives on-balance sheet	**44 179**	40 452
Total assets managed and/or administered	**1 097 360**	1 027 431
Managed and/or administered by Investments		
On-balance sheet[6]	**345 588**	317 328
Off-balance sheet[6]	**288 760**	303 350
	634 348	620 678
Admin and brokerage assets	**101 221**	117 814
Other assets	**533 127**	502 864
	634 348	620 678

1 Assets managed and/or administered, other than CIS assets, are included where an entity earns a fee on the assets. The total CIS assets are included in Momentum Collective Investments only as this is where the funds are housed. Non-financial assets (except properties) have been excluded.
2 The prior year have been restated for the application of IFRS 17 and for other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.
3 R55 billion restatement relates to the onboarding of CAIM off-balance sheet assets that were not included in the 30 June 2023 closing balance. 30 June 2023 has been restated accordingly.
4 The prior year has been restated for a misallocation between assets managed by external managers and Momentum Wealth linked product assets under administration amounting to R158 million.
5 The prior year has been restated for a misallocation between other assets not managed or administered and assets managed internally or by other managers within the Group of R968 million.
6 Other than footnote 3, the prior year has also been restated for a R29 billion misallocation between on- and off-balance sheet assets.

Net funds received from clients[1]	Gross single inflows Rm	Gross recurring inflows Rm	Gross inflow Rm	Gross outflow Rm	Net inflow/ (outflow) Rm
12 mths to 30.06.2024					
Momentum Retail	**735**	**10 294**	**11 029**	**(10 884)**	**145**
Momentum Investments	**45 019**	**1 001**	**46 020**	**(34 124)**	**11 896**
Metropolitan Life	**2 321**	**5 556**	**7 877**	**(6 835)**	**1 042**
Momentum Corporate	**9 298**	**15 285**	**24 583**	**(19 002)**	**5 581**
Momentum Metropolitan Health	**–**	**1 440**	**1 440**	**(416)**	**1 024**
Guardrisk	**2 521**	**7 540**	**10 061**	**(8 664)**	**1 397**
Momentum Insure	**–**	**3 199**	**3 199**	**(2 950)**	**249**
Momentum Metropolitan Africa	**950**	**3 773**	**4 723**	**(3 958)**	**765**
Life insurance business fund flows	**60 844**	**48 088**	**108 932**	**(86 833)**	**22 099**
Off-balance sheet fund flows					
Managed and/or administered by Investments			**90 619**	**(126 691)**	**(36 072)**
Properties – Eris Property Group			**1 808**	**–**	**1 808**
Momentum Wealth linked product assets under administration			**14 008**	**(16 398)**	**(2 390)**
Total net funds received from clients			**215 367**	**(229 922)**	**(14 555)**
Restated 12 mths to 30.06.2023[2]					
Momentum Retail	794	9 738	10 532	(10 167)	365
Momentum Investments	35 775	951	36 726	(26 882)	9 844
Metropolitan Life	1 993	6 568	8 561	(6 412)	2 149
Momentum Corporate	4 264	14 441	18 705	(19 740)	(1 035)
Momentum Metropolitan Health	–	1 258	1 258	(810)	448
Guardrisk	3 113	9 177	12 290	(5 531)	6 759
Momentum Insure	–	2 956	2 956	(2 267)	689
Momentum Metropolitan Africa	878	4 033	4 911	(3 252)	1 659
Life insurance business fund flows	46 817	49 122	95 939	(75 061)	20 878
Off-balance sheet fund flows					
Managed and/or administered by Investments[3]			115 259	(86 042)	29 217
Properties – Eris Property Group			1 477	(1 046)	431
Momentum Wealth linked product assets under administration			9 826	(12 562)	(2 736)
Total net funds received from clients			222 501	(174 711)	47 790

1 Assets managed and/or administered, other than CIS assets, are included where an entity earns a fee on the assets. The total CIS assets are included in Momentum Collective Investments only as this is where the funds are housed. Non-financial assets (except properties) have been excluded.

2 Other than the restatement in footnote 3, the prior year has also been restated based on a new operating model adopted by the Group.

3 R55 billion restatement relates to the onboarding of CAIM off-balance sheet assets, offset by a R29 billion misallocation between on- and off-balance sheet assets.

ADDITIONAL INFORMATION CONTINUED

Analysis of assets backing shareholder excess	30.06.2024 Rm	30.06.2024 %	Restated 30.06.2023[1] Rm	Restated 30.06.2023[1] %
Equity securities	**1 122**	**3.8**	918	3.2
Preference shares	**827**	**2.8**	342	1.2
CISs	**838**	**2.8**	1 094	3.8
Debt securities	**9 302**	**31.3**	7 369	25.8
Properties	**5 444**	**18.3**	4 209	14.7
Owner-occupied properties	**2 561**	**8.6**	2 505	8.8
Investment properties	**2 883**	**9.7**	1 704	6.0
Cash and cash equivalents and funds on deposit	**15 140**	**50.9**	17 095	59.8
Intangible assets	**1 394**	**4.7**	1 174	4.1
Other net assets	**1 010**	**3.4**	1 713	6.1
	35 077	**118.0**	33 914	118.7
Redeemable preference shares	**–**	**–**	(262)	(0.9)
Subordinated redeemable debt	**(4 324)**	**(14.5)**	(4 299)	(15.1)
Treasury shares held on behalf of employees	**(1 029)**	**(3.5)**	(773)	(2.7)
Shareholder excess per reporting basis	**29 724**	**100.0**	28 580	100.0

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

Number of employees	30.06.2024	30.06.2023
Indoor staff	**10 055**	10 058
SA	**8 882**	8 941
International	**1 173**	1 117
Field staff	**5 766**	5 933
Momentum Retail and Investments	**950**	1 104
Metropolitan Life	**3 536**	3 497
International	**1 280**	1 332
Total	**15 821**	15 991

STOCK EXCHANGE PERFORMANCE

	30.06.2024	Restated 30.06.2023[1]
12 months		
Value of listed shares traded (Rand million)	**18 458**	17 040
Volume of listed shares traded (million)	**889**	985
Shares traded (% of average listed shares in issue)	**65**	71
Trade prices		
Highest (cents per share)	**2 454**	2 010
Lowest (cents per share)	**1 760**	1 386
Last sale of year (cents per share)	**2 290**	1 806
Percentage (%) change during year	**27**	27
Percentage (%) change – life insurance sector (J857)	**16**	13
Percentage (%) change – top 40 index (J200)	**3**	18
30 June		
Price/normalised headline earnings (segmental) ratio	**7.4**	7.7
Dividend yield % (dividend on listed shares)	**5.5**	6.6
Dividend yield % – top 40 index (J200)	**3.5**	4.3
Total shares issued (million)		
Ordinary shares listed on JSE	**1 405**	1 425
Treasury shares held on behalf of employees	**(45)**	(45)
Basic number of shares in issue	**1 360**	1 380
Adjustment to employee share scheme[2]	**17**	11
Convertible redeemable preference shares	**–**	28
Diluted number of shares in issue	**1 377**	1 419
Adjustment to employee share scheme[2]	**(17)**	(11)
Treasury shares held on behalf of employees	**45**	45
Diluted number of shares in issue for normalised headline earnings purposes[3]	**1 405**	1 453
Market capitalisation at end (Rbn)[4]	**32**	26

1 The prior year has been restated for the application of IFRS 17 and other restatements. For more information refer to note 20 for other restatements and note 21 for the transition to IFRS 17.

2 The diluted number of shares in issue includes the dilutive potential ordinary shares from the iSabelo employee scheme. The diluted number of shares in issue for normalised headline earnings does not include this adjustment as these shares are deemed to be issued.

3 The diluted number of shares in issue takes into account all issued shares and includes the treasury shares held on behalf of contract holders as well as the treasury shares held on behalf of employees. In the prior year, it also assumed the conversion of the convertible redeemable preference shares which converted into ordinary shares in the current year.

4 The market capitalisation is calculated on the fully diluted number of shares in issue.

APPENDIX A

CHANGES TO SEGMENTAL REPORTING

The Group has aligned the reporting segments with the updated internal operating structure. This enables the Group to report more meaningfully on the way the business is managed by the Group's leaders. The change in the operating structure had no impact on the current or prior year reported earnings, diluted earnings or headline earnings per share, or on the NAV or net cash flow.

These changes have been applied to the prior year. For illustrative purposes, this disclosure supplement provides segmental earnings for the prior year. This supplementary financial information is the responsibility of the directors of Momentum Group.

The New Initiatives segment falls away. Momentum Multiply is now split between the segments utilising their tailor-made incentive and reward programmes. India becomes its own segment.

The historic segment of Momentum Life, which previously included protection and savings products focused on the middle and affluent client segments and Momentum Multiply, has been rebranded to Momentum Retail. This segment now includes two additional distribution channels, Momentum Distribution Services and Consult by Momentum, which were previously reported under Momentum Investments and New Initiatives respectively. Momentum Financial Planning was always included as part of Momentum Life. The rewards element of Momentum Multiply (now rebranded to 'Thrive') remains in this segment while the Wellness component of Multiply has been allocated to Momentum Metropolitan Health.

Momentum Investments, which previously consisted of the Momentum Wealth investment platform business, local and offshore asset management operations, retail annuities and guaranteed investments and Eris Properties, now also includes Momentum Money, a digital transactional account and savings wallet for clients.

The Non-life Insurance segment has been split into two separate segments, Guardrisk and Momentum Insure, reflective of the different nature of the two businesses.

Exponential Integration, which includes our local and offshore venture capital (VC) funds, as well as our interest in other local start-up operations, has moved into the Shareholders segment. This was previously split between New Initiatives (where the annual running costs of the direct investments, as well as management fees payable to the SA-based VC fund manager are recognised) and the Shareholders segment (where the investment return is recorded).

There are no changes to the Metropolitan Life, Momentum Corporate and Momentum Metropolitan Africa reporting segments.

Earnings for the 12 months ending 30.06.2023	Momentum Retail Rm	Momentum Investments Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Non-life Insurance Rm	Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	New Initiatives Rm	India Rm	Shareholders Rm	Total Rm
Normalised headline earnings – old segmentation	1 935	904	307	1 330	290	232	–	–	596	(428)	–	(87)	5 079
Items to restate into new segments:													
Move of Consult to Momentum Retail	(40)	–	–	–	–	–	–	–	–	40	–	–	–
Wellness component of Momentum Multiply to Health	45	–	–	–	(45)	–	–	–	–	–	–	–	–
Move of Momentum Money to Momentum Investments	–	(97)	–	–	–	–	–	–	–	97	–	–	–
Guardrisk, disclosed as new segment	–	–	–	–	–	(536)	536	–	–	–	–	–	–
Momentum Insure, disclosed as new segment	–	–	–	–	–	304	–	(304)	–	–	–	–	–
India, disclosed as new segment	–	–	–	–	–	–	–	–	–	251	(251)	–	–
Move of Exponential Integration to Shareholders	–	–	–	–	–	–	–	–	–	45	–	(45)	–
Other	1	–	–	–	–	–	–	–	–	(5)	4	–	–
Other restatements	–	–	–	–	–	–	–	–	(4)	–	–	–	(4)
IFRS 17 transition	(797)	(338)	6	(193)	–	–	(45)	(5)	(338)	–	25	101	(1 584)
Normalised headline earnings – new segmentation	1 144	469	313	1 137	245	–	491	(309)	254	–	(222)	(31)	3 491

ADMINISTRATION

DIRECTORS
PC Baloyi (Chair), JC Marais (Cilliers) (Group Chief Executive), RS Ketola (Group Finance Director), DM Mbethe (CEO: Momentum Corporate), P Cooper, L de Beer, NJ Dunkley, T Gobalsamy, Prof SC Jurisich, AF Leautier, P Matlakala, HP Meyer, DJ Park, S Rampeti, TD Soondarjee

GROUP COMPANY SECRETARY
Gcobisa Tyusha

WEBSITE
www.momentumgroupltd.co.za

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Transfer Secretaries (Pty) Ltd (registration number 93/713)
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SPONSOR – SOUTH AFRICA
Merrill Lynch South Africa (Pty) Ltd t/a BofA Securities

SPONSOR – NAMIBIA
Simonis Storm Securities (Pty) Ltd

SENS ISSUE
27 September 2024

AUDITORS
Ernst & Young Inc.

REGISTERED OFFICE
268 West Avenue, Centurion 0157

REGISTRATION NUMBER
2000/031756/06

JSE CODE
MTM

A2X CODE
MTM

NSX CODE
MMT

ISIN CODE
ZAE000269890

MOMENTUM METROPOLITAN LIFE LTD
(Incorporated in the Republic of South Africa)

REGISTRATION NUMBER
1904/002186/06

LEI
378900E0A78B7549C212

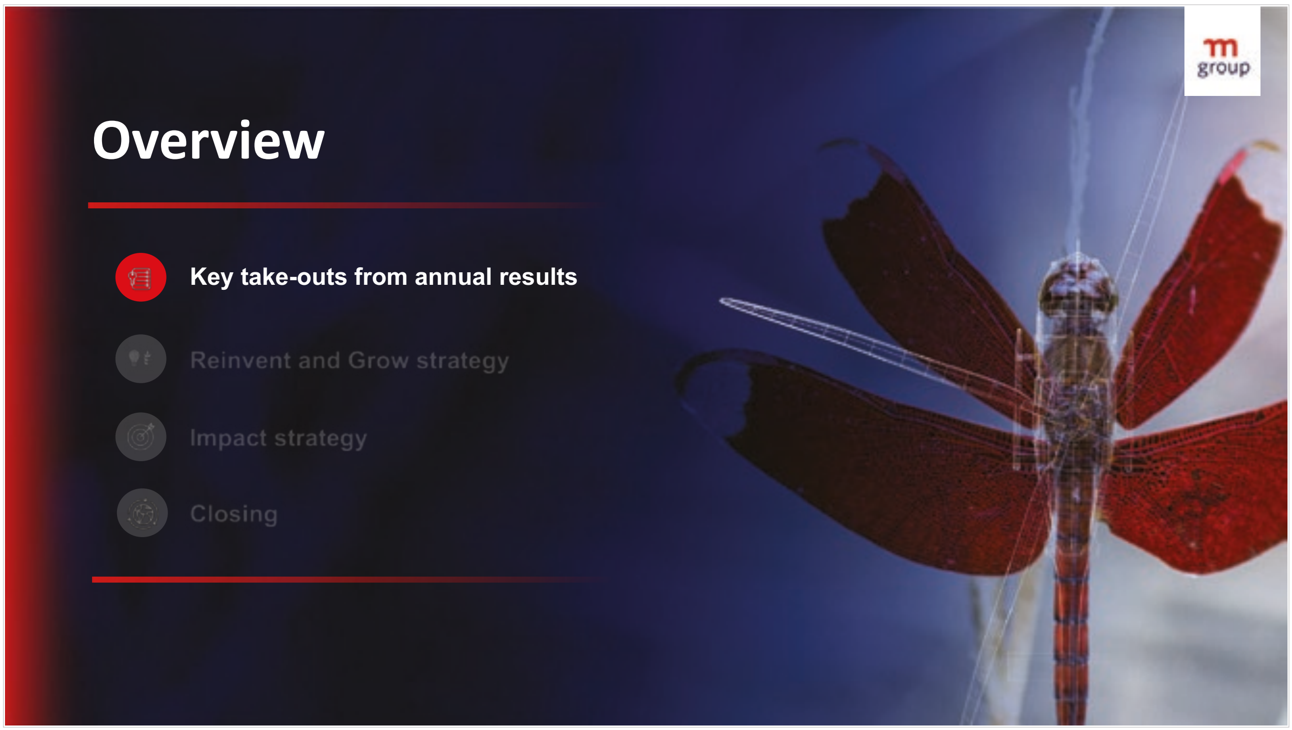
COMPANY CODE
MMIG

Results Presentation

for the year ended 30 June 2024


momentum
group
Reinvent and Grow
strategy delivers
20
24
Good operational performance sets the base for future growth
momentum
METROPOLITAN
GUARDRISK


group
Overview
Key take-outs from annual results
Reinvent and Grow strategy
Impact strategy
Closing
Jeanette Marais
Group Chief Executive Officer



group
Overview
Key take-outs from annual results
Reinvent and Grow strategy
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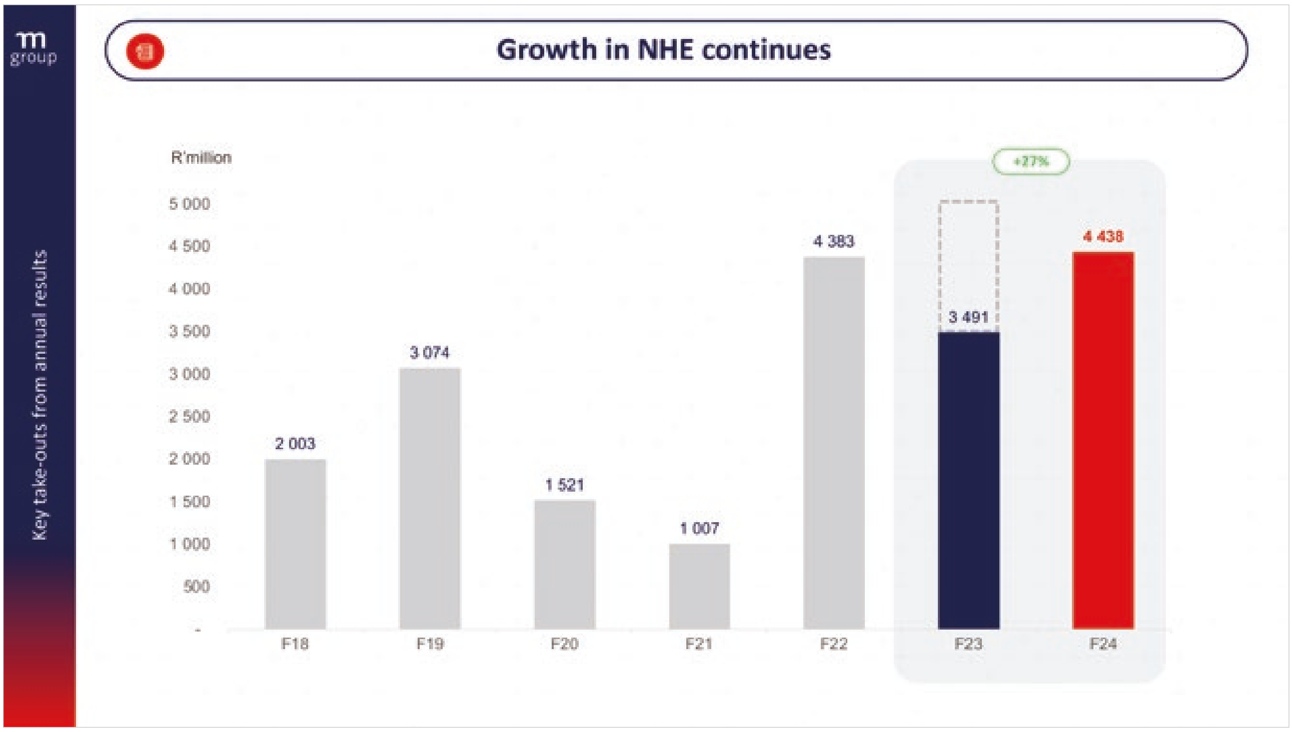
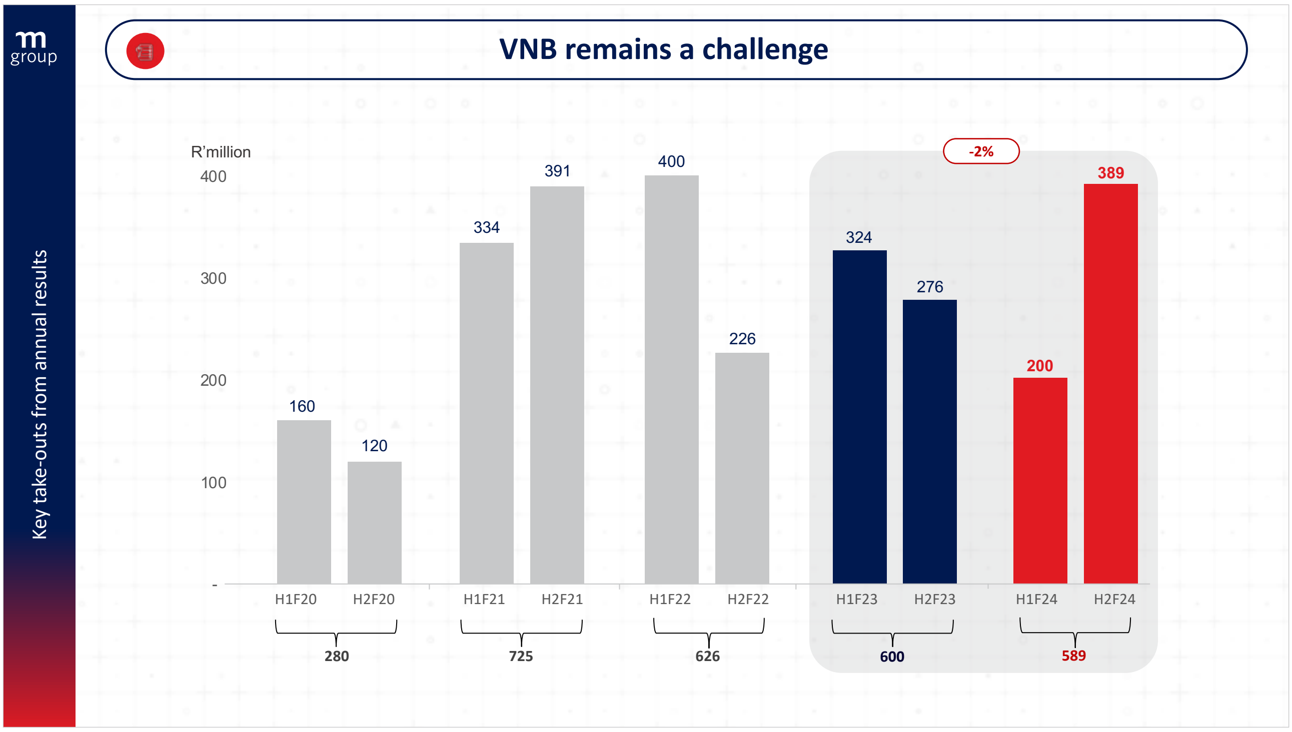
Closing



group
Key take-outs from annual results
Growth in NHE continues
R'million
5 000
4 500
4 000
3 500
3 000
2 500
2 000
1 500
1 000
500
-
2 003
3 074
1 521
1 007
4 383
3 491
4 438
+27%
F18
F19
F20
F21
F22
F23
F24

VNB remains a challenge



Another year of strong sales growth

Key take-outs from annual results

Corporate portfolio performance

Momentum Investments

- Strong life annuity sales lifted Group's VNB
- Further Wealth platform growth
- Strengthened asset management capabilities – IMG and Curate
- Improve vertical integration, margins and provide new solutions

Momentum Retail

- Momentum Life re-established market leadership with LifeReturns
- Specialisation focus in IFA channel achieved all-time sales record
- Digital platform enabled client and adviser engagement
- VNB and MFP agency need more work

Key take-outs from annual results

Corporate portfolio performance

Momentum Corporate

- Focus on growth and expense management – step change in earnings
- Net risk margin – well above 5% target
- Omnichannel member engagement strategy: digital interactions up from 187k in F21 to 2.2m in F24

Momentum Insure

- Turnaround on track
- R500 million improvement in earnings
- Improved claims ratio – from 80% to 63%
    - Adjusted new business rates for personal and commercial products
    - New policy renewal model to improve profitability
- Achievement despite persistent motor claims inflation and materially higher flooding and hail claims

Key take-outs from annual results

Corporate portfolio performance

Guardrisk

- Cemented position as leading cell captive and alternative risk transfer insurer in SA
- Successfully established General Insurance business – specialist corporate and commercial insurance
- Significant earnings and valuation uptick: R377m earnings in F21 to R653m in F24, and R1.6bn DV increase to R5.7bn
- Purchased for R1.6bn in 2014
- Note: Guardrisk Life is not for sale!

Key take-outs from annual results

Corporate portfolio performance

Health

- 22 million lives across Africa and India
- More health for more people for less
- Partnered with Labour Unions to expand to employed-but-uninsured
- Health4Me membership
  - increased by 16% to more than 150k members
  - largest and fastest growing affordable healthcare insurance offering in SA
- Hello Doctor, a first in SA, 43% increase in virtual consultations

Key take-outs from annual results

Corporate portfolio performance

Metropolitan

- Remains a significant business, contributing R600m to earnings – and improving
- Good progress on 5-point turnaround plan
- Sales workforce management and VNB challenges

Africa

- NHE improved due to investment income, operational performance lagging
- Namibia largest contributor to Africa segment – positive growth in APE and improving VNB
- VNB, sales volumes, sales mix challenges
- Focus on operating model and distribution

Key take-outs from annual results

Corporate portfolio performance

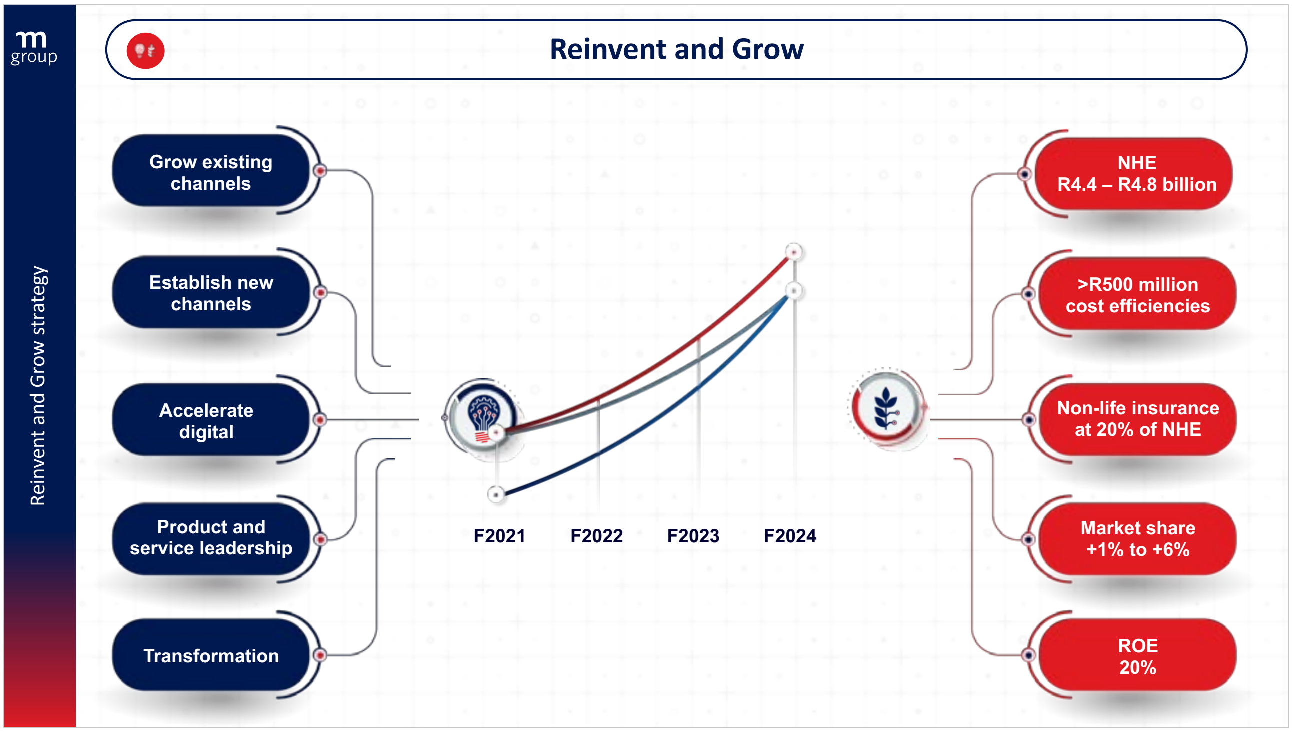
India

- Fastest growing health insurance business in India, with 12.5% market share
- Optimistic about growth potential: differentiated business model, strong market share growth, strong partnership
- Claims ratio focus

Shareholders

- VC investments – volatile nature
- Highly attractive returns pulled back
- Conservative valuation buffer
- Valuable strategic and innovation benefits


group
Overview
Key take-outs from annual results
Reinvent and Grow strategy
Impact strategy
Closing


group
Reinvent and Grow strategy
Reinvent and Grow
Grow existing channels
Establish new channels
Accelerate digital
Product and service leadership
Transformation
F2021
F2022
F2023
F2024
NHE R4.4 – R4.8 billion
>R500 million cost efficiencies
Non-life insurance at 20% of NHE
Market share +1% to +6%
ROE 20%

m group

Reinvent and Grow strategy

Reinvent and Grow

Market share

- All businesses increased market share
- Wealth platforms grew to 18%
- Guaranteed life annuities: largest market share with IFAs at 32%
- Myriad increased from 8% to 11%
- Extended dominant IFA market share across Momentum products

Accelerate digital

- Health: Straight-through digital processing: more than 750 000 transactions per day, 96% digital
- Myriad: FastTrack digital screening and underwriting
- Metropolitan: Digital solutions reduced walk-ins by 40% and contact centre volumes by 20%
- Insure: Expanded straight-through digital claims process
- Corporate:
  - Used digital for 80% of 2-pot claims
  - Digital up from 187k to 2.2m interactions

m group

Reinvent and Grow strategy

Reinvent and Grow

Grow existing channels

- IFA market leader
- Consult by Momentum exceeded footprint growth target
- Strong sales in Momentum Corporate
- Challenges with tied agency channels

Establish new channels

- Retail:
  - Myriad – 28% direct sales, from <1% APE to 8% APE
- Insure:
  - Direct and digital sales increased from 25% in F20 to 35% in F24
- Metropolitan:
  - Broker channel APE from 3% in F21 to 8% in F24,
  - Telesales APE from 9% in F21 to 11% in F24
- Metropolitan GetUp discontinued

m group

Reinvent and Grow strategy

Reinvent and Grow

Product and service leadership

- Retail
  - Myriad new business on LifeReturns rewards programme, digital FastTrack underwriting a differentiator
  - Investo and Momentum Trust digitalisation
- Insure
  - Safety CVP – Accident Alert
  - Doubled safety adoption rates
- Corporate
  - Momentum Grow, fully digital access to risk and retirement benefits for SMMEs
  - Dragonfly, a marketplace platform that brought individual choice to employee benefits. 7-fold increase in uptake from F22 to F24

- Investments
  - Hybrid annuity sales up 243%
  - Launched Curate
  - Machine learning investment decision-making
- Metropolitan
  - Flexible benefit design and no penalties for premium adjustments
  - Benefit and market access review lifted protection business margin by 3%
- Momentum Money discontinued

Client service awards

- Metropolitan: Ask Africa Orange Index
- Momentum: Highest reputational net sentiment rating in DataEQ's Insurance Sentiment Index

m group

Reinvent and Grow strategy

Reinvent and Grow

Transformation

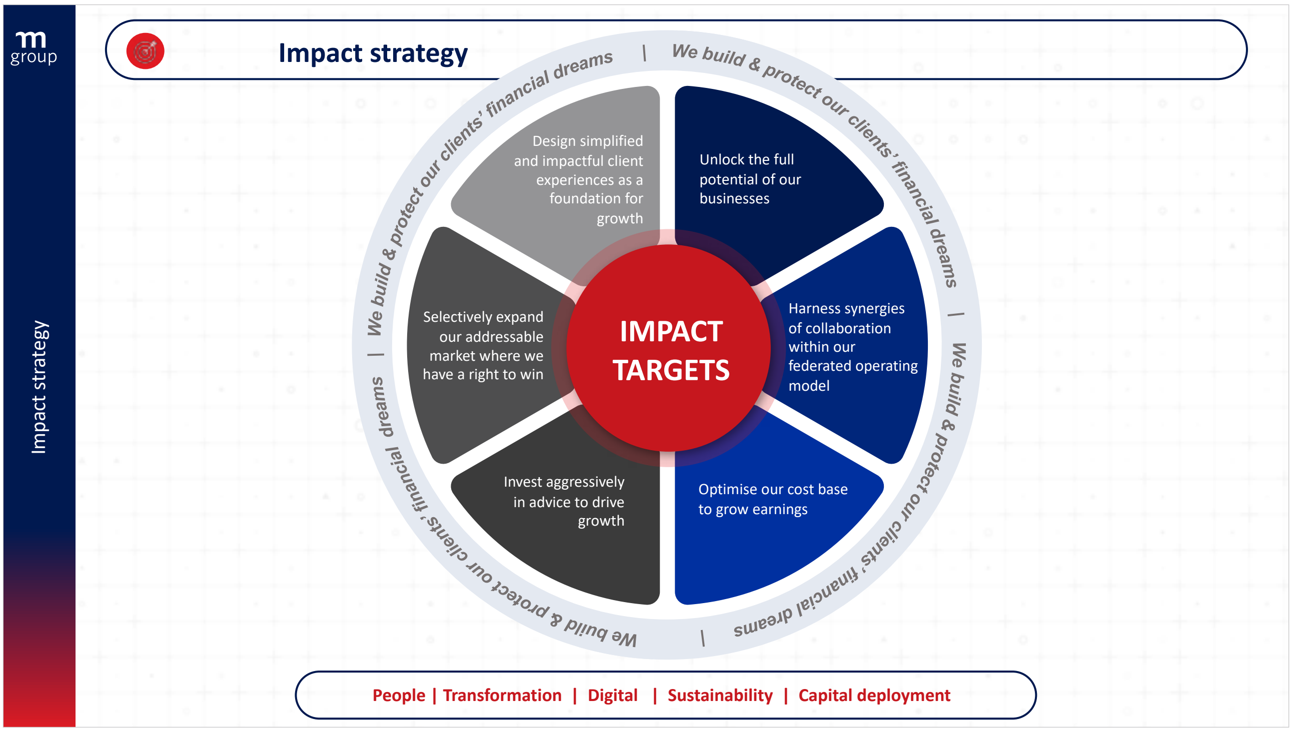
- Improved all EE measures
  - Top management from 36% – 46%
  - Senior management from 36% – 43%
  - Middle management from 42% – 49%
  - Junior management from 84% – 86%
- Strong increase in Top management
- Maintained B-BBEE Level 1

Reinvent and Grow: A foundation for growth

- **Achieved** our strategic goals that **set us up** for future **success**
- Entering next 3 years from a **strong position** made **possible** by our **2 previous** strategies
- Confidence in our ability to deliver significant value to our clients and shareholders

group
Overview
Key take-outs from annual results
Reinvent and Grow strategy
Impact strategy
Closing

group
THE
IMPACT
STRATEGY
F2025 to F2027


m group
Impact strategy
Impact strategy
We build & protect our clients' financial dreams | We build & protect our clients' financial dreams | We build & protect our clients' financial dreams
Design simplified and impactful client experiences as a foundation for growth
Unlock the full potential of our businesses
Harness synergies of collaboration within our federated operating model
Optimise our cost base to grow earnings
Invest aggressively in advice to drive growth
Selectively expand our addressable market where we have a right to win
IMPACT TARGETS
People | Transformation | Digital | Sustainability | Capital deployment


m group
Impact strategy
Impact strategy targets
By
20%
2%
7bn
We will achieve
Return on equity
New business margin
Earnings
Through execution of our Impact strategy
Delivery of Objectives and Key Results (OKRs) tracked per strategic objective in each business unit

m group

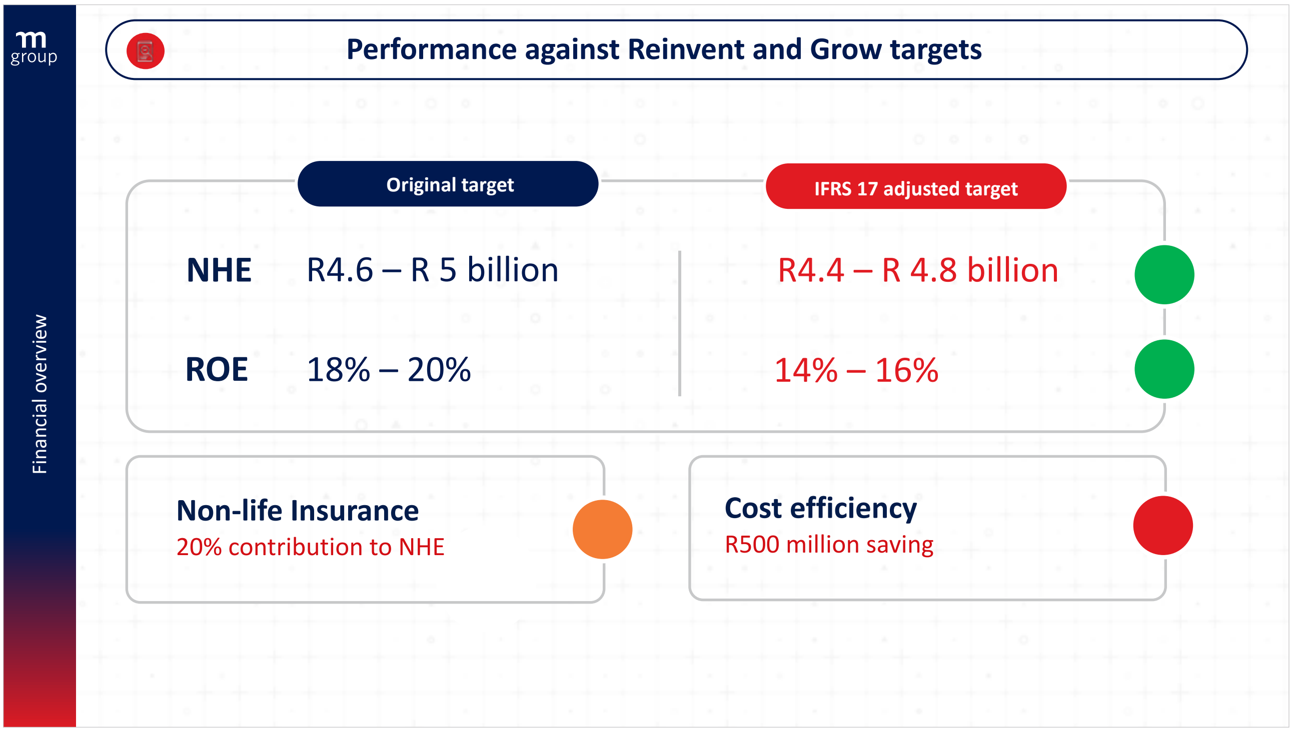
In closing

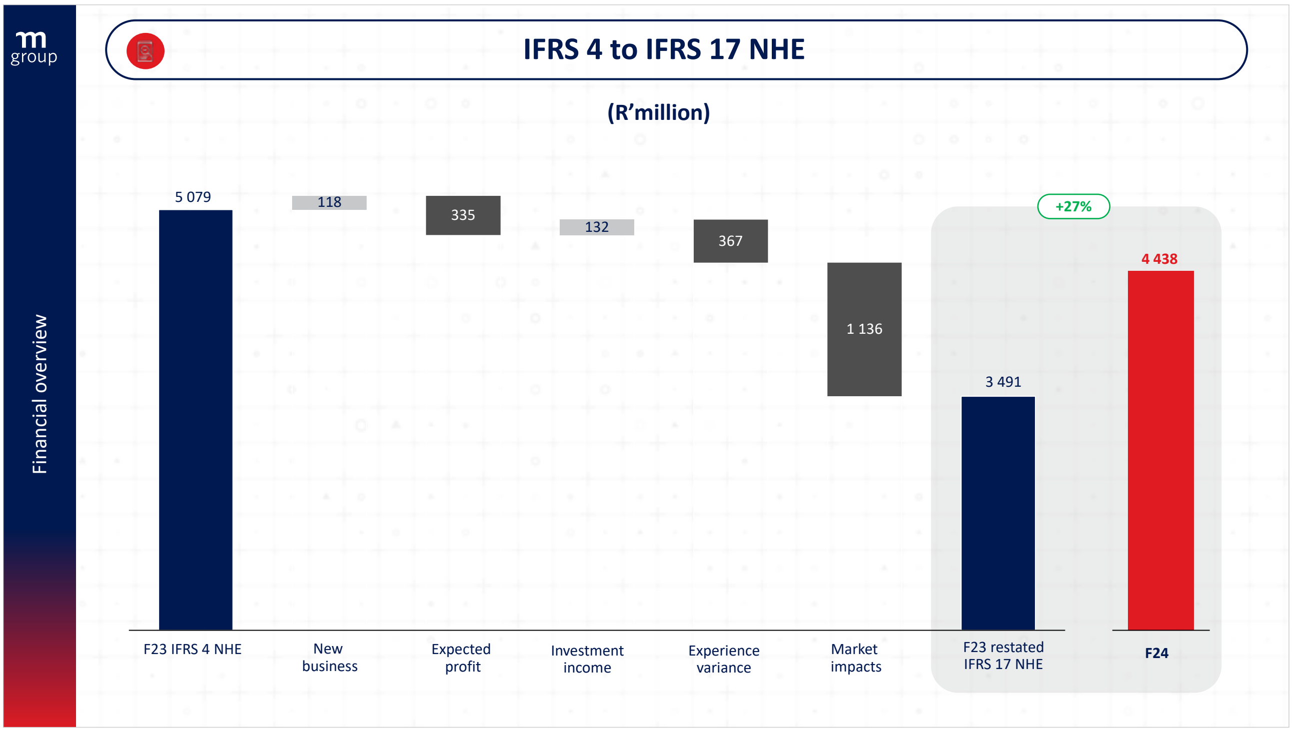
Two-pot feedback

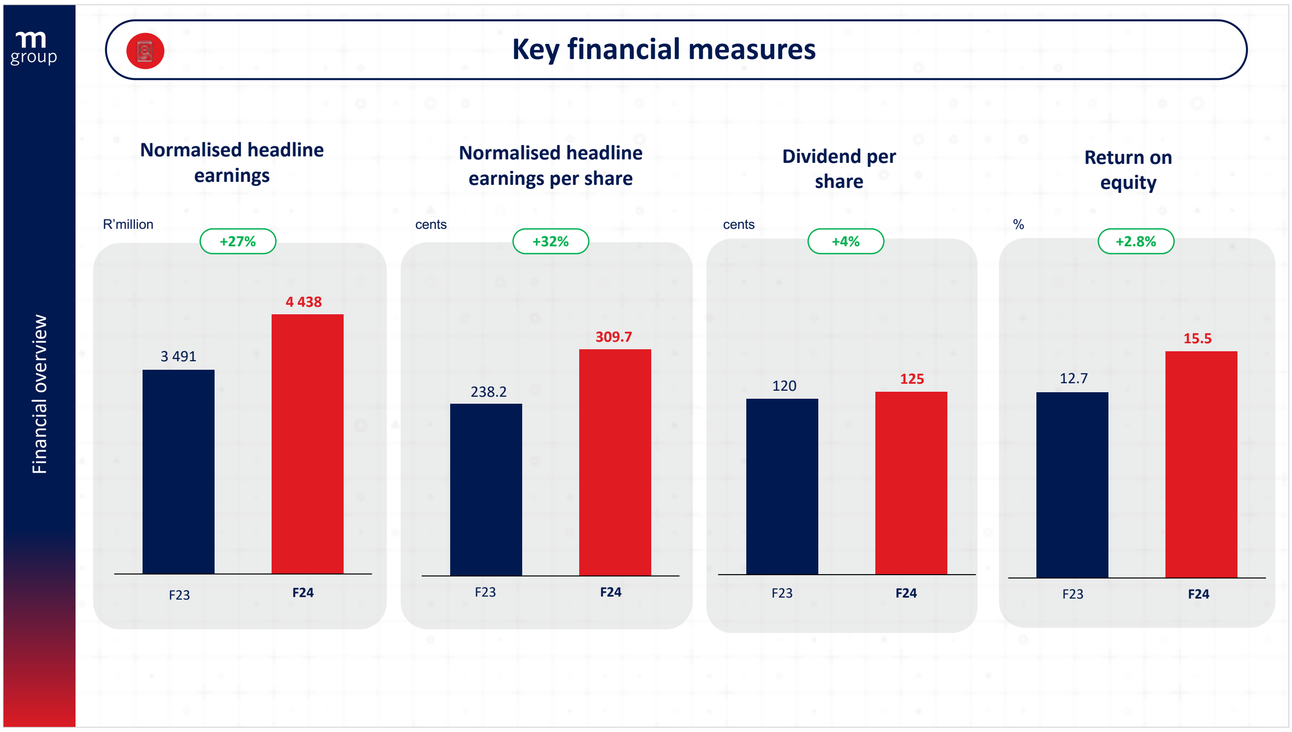
1. **Ready to serve** clients from day one, processed payments from **day one**
2. About **150 000** withdrawal requests worth **R2.5 billion**
3. Our interactions were **80%** digital
4. Age of applicants: 80% between 30 to 49, 16% between 50 to 59 year old group
5. More than 98% take maximum withdrawals
6. The value of financial advice

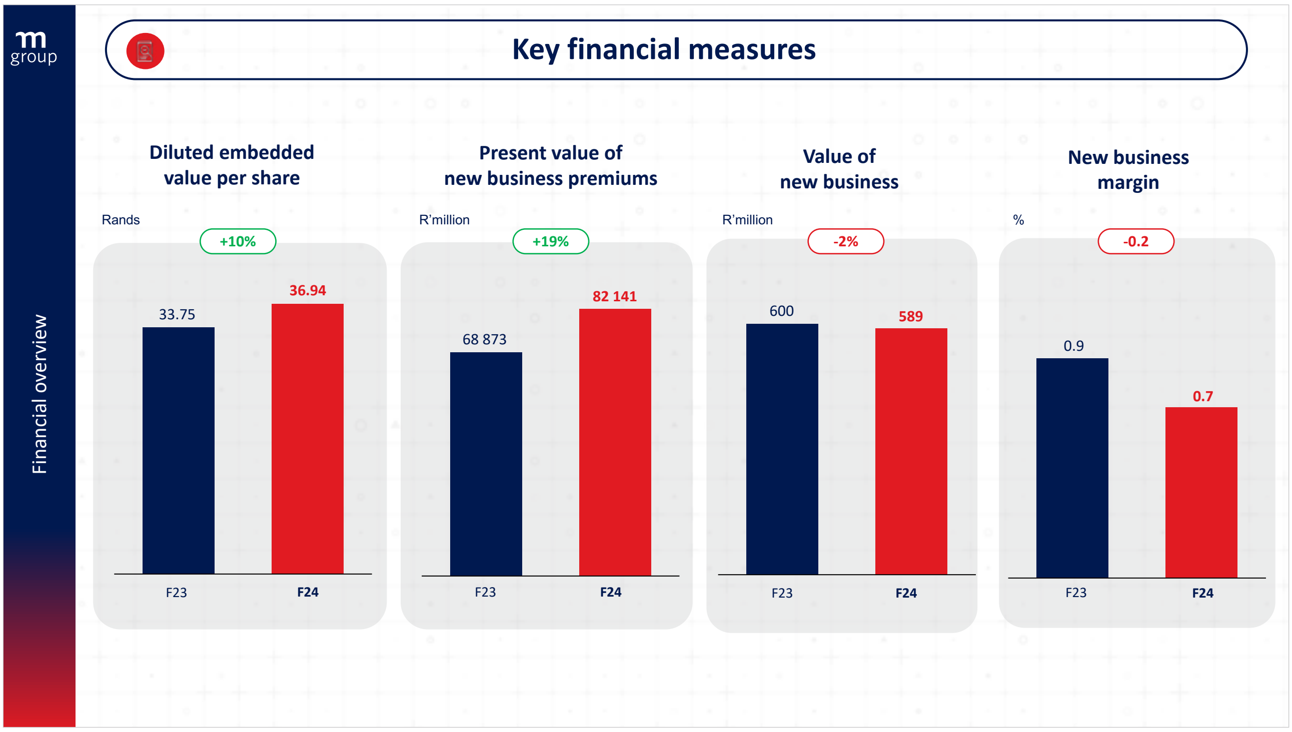

m group
In closing
In closing
1 New Group purpose, strategy and brand
2 Amidst a tough economy, we had **strong** earnings and **remarkable** employee energy
3 **Disciplined** capital management: **invest** in great businesses, **fix** underperformers
4 Thank you

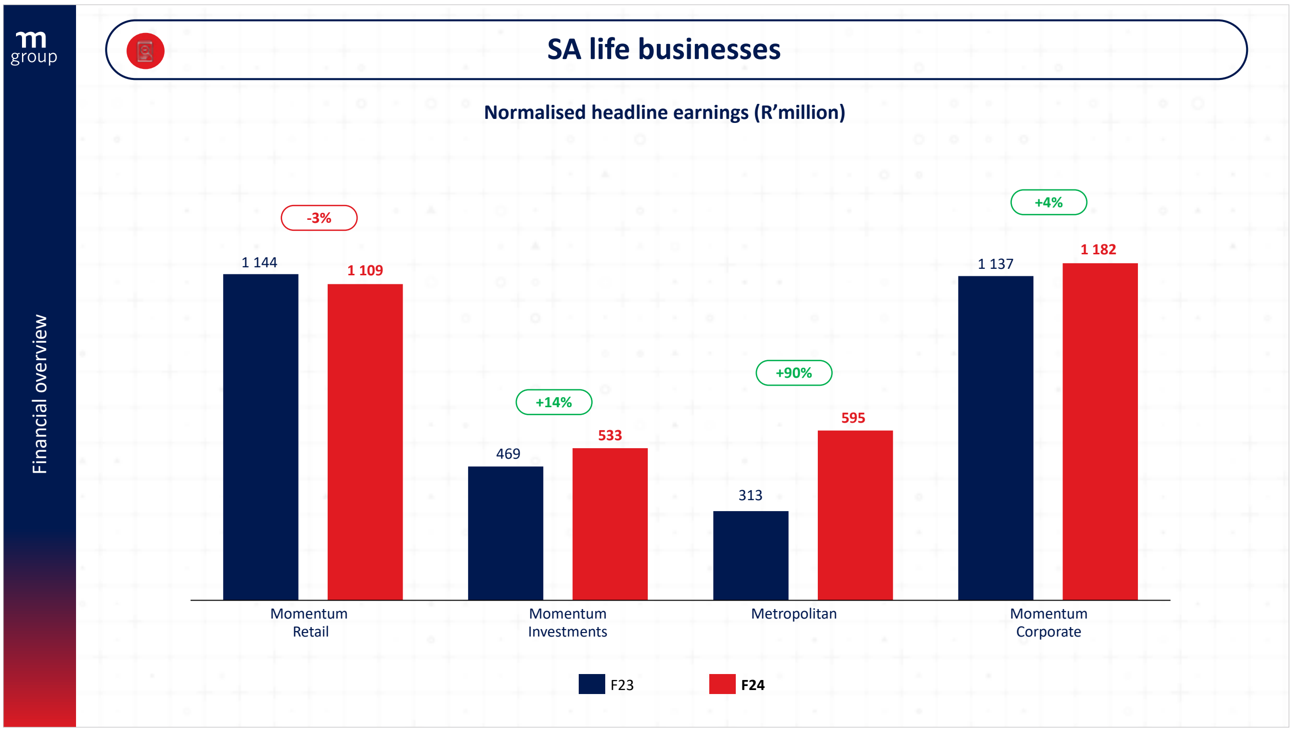

m group
Financial results
Financial overview
Covered business analysis
Capital management
Conclusion
Risto Ketola
Group Finance Director


m group
Financial overview
Performance against Reinvent and Grow targets
Original target
IFRS 17 adjusted target
NHE
R4.6 – R 5 billion
R4.4 – R 4.8 billion
ROE
18% – 20%
14% – 16%
Non-life Insurance
20% contribution to NHE
Cost efficiency
R500 million saving

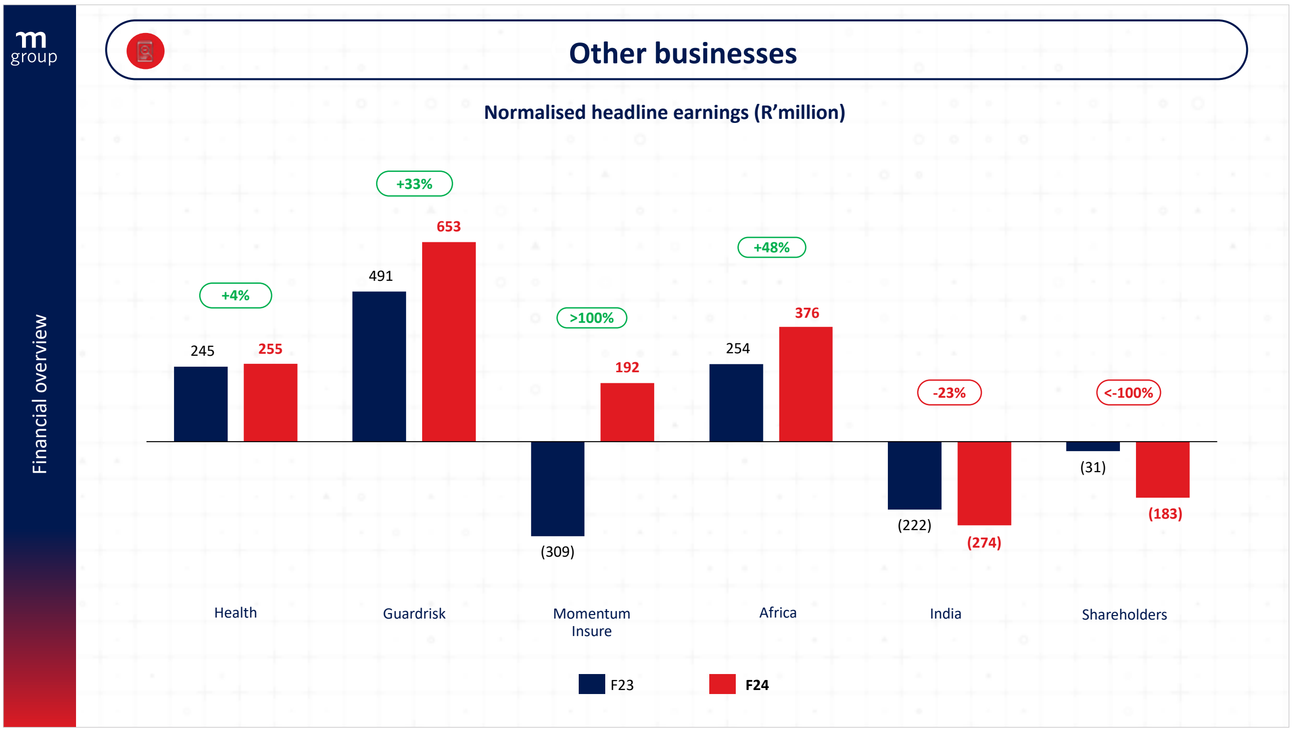

m group
Financial overview
IFRS 4 to IFRS 17 NHE
(R'million)
5 079
118
335
132
367
1 136
3 491
+27%
4 438
F23 IFRS 4 NHE
New business
Expected profit
Investment income
Experience variance
Market impacts
F23 restated IFRS 17 NHE
F24


group
Financial overview
Key financial measures
Normalised headline earnings
R'million
+27%
3 491
4 438
F23
F24
Normalised headline earnings per share
cents
+32%
238.2
309.7
F23
F24
Dividend per share
cents
+4%
120
125
F23
F24
Return on equity
%
+2.8%
12.7
15.5
F23
F24

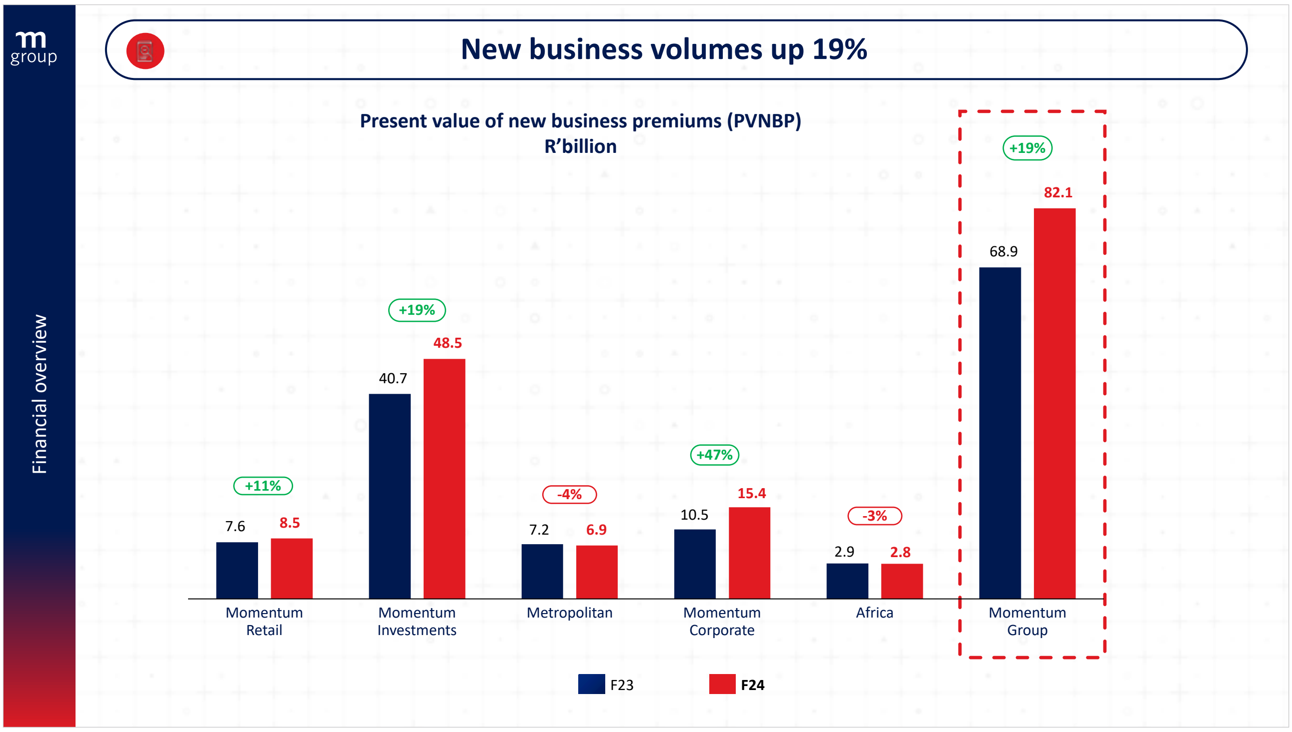

group
Financial overview
Key financial measures
Diluted embedded value per share
Rands
+10%
33.75
36.94
F23
F24
Present value of new business premiums
R'million
+19%
68 873
82 141
F23
F24
Value of new business
R'million
-2%
600
589
F23
F24
New business margin
%
-0.2
0.9
0.7
F23
F24



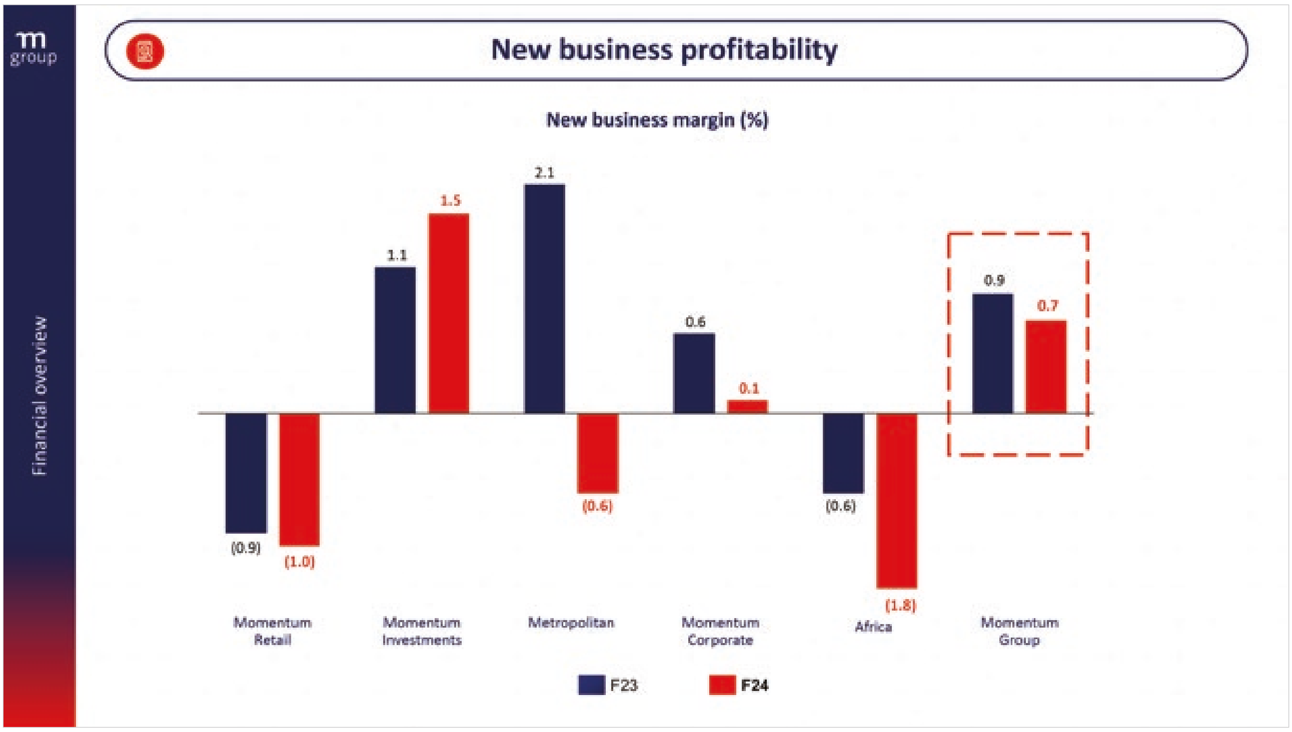
m group
Financial overview
SA life businesses
Normalised headline earnings (R'million)
-3%
1 144
1 109
+14%
469
533
+90%
313
595
+4%
1 137
1 182
Momentum Retail
Momentum Investments
Metropolitan
Momentum Corporate
F23
F24



m group
Financial overview
Other businesses
Normalised headline earnings (R'million)
+4%
245
255
+33%
491
653
>100%
(309)
192
+48%
254
376
-23%
(222)
(274)
<-100%
(31)
(183)
Health
Guardrisk
Momentum Insure
Africa
India
Shareholders
F23
F24



m group
Financial overview
New business volumes up 19%
Present value of new business premiums (PVNBP)
R'billion
+11%
7.6
8.5
+19%
40.7
48.5
-4%
7.2
6.9
+47%
10.5
15.4
-3%
2.9
2.8
+19%
68.9
82.1
Momentum Retail
Momentum Investments
Metropolitan
Momentum Corporate
Africa
Momentum Group
F23
F24



m group
Financial overview
New business profitability
New business margin (%)
(0.9)
(1.0)
1.1
1.5
2.1
(0.6)
0.6
0.1
(0.6)
(1.8)
0.9
0.7
Momentum Retail
Momentum Investments
Metropolitan
Momentum Corporate
Africa
Momentum Group
F23
F24

Financial overview

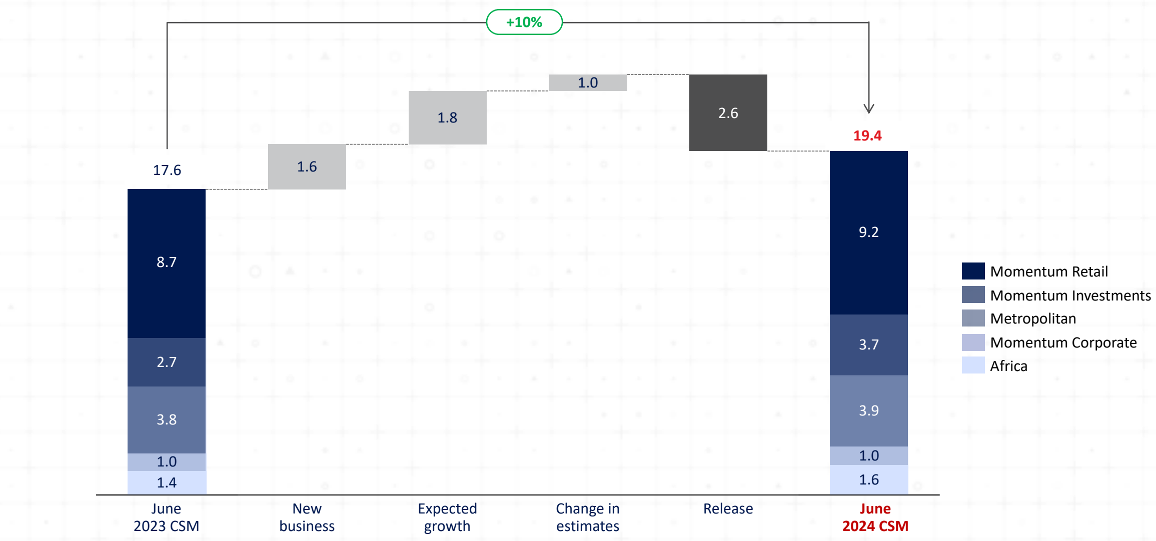
Detailed VNB breakdown

R'million	Momentum Retail	Momentum Investments	Metropolitan	Momentum Corporate	Africa	Total
Future revenue	1 121	1 559	2 016	466	813	5 975
Future expenses	(243)	(498)	(359)	(247)	(325)	(1 672)
Present value of future cash flows	878	1 061	1 657	219	488	4 303
Commission	(336)	(131)	(990)	(25)	(319)	(1 801)
Other acquisition cost	(445)	(157)	(565)	(143)	(165)	(1 475)
"Simple" profit	97	773	102	51	4	1 027
Stress to 85^{th} confidence interval	(81)	(110)	(137)	(4)	(28)	(360)
"Risk adjusted" profit	16	663	(35)	47	(24)	667
Cost of capital	(102)	81	(6)	(25)	(26)	(78)
Value of new business	**(86)**	**744**	**(41)**	**22**	**(50)**	**589**

Covered business analysis

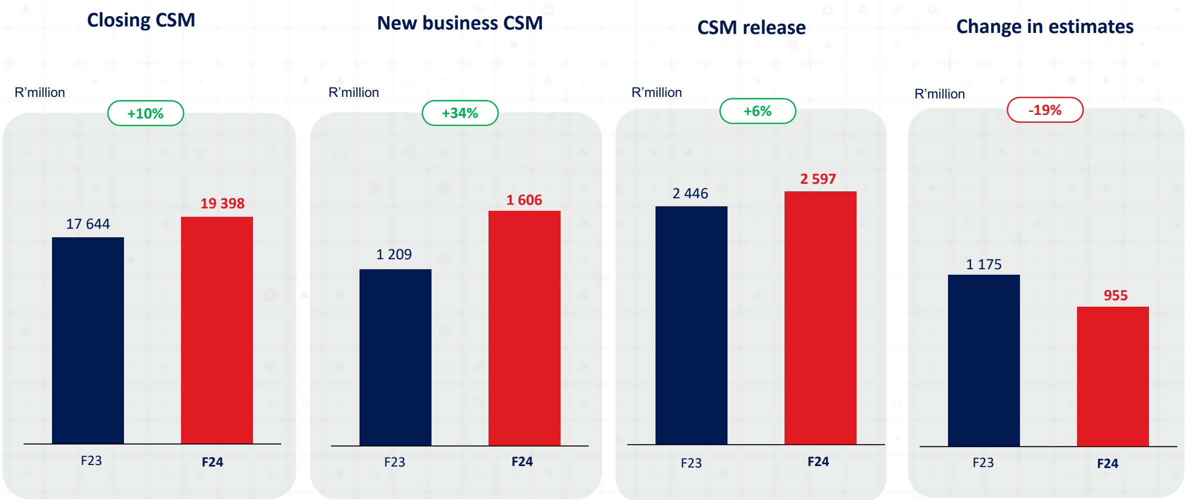
CSM driven by annuity sales and interest accretion

R'billion



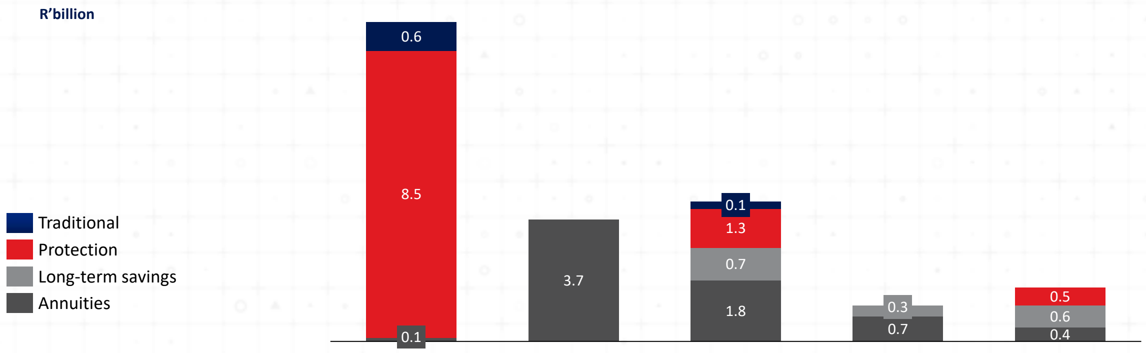
Covered business analysis

CSM increased 10%



Covered business analysis

CSM by operating segment and product



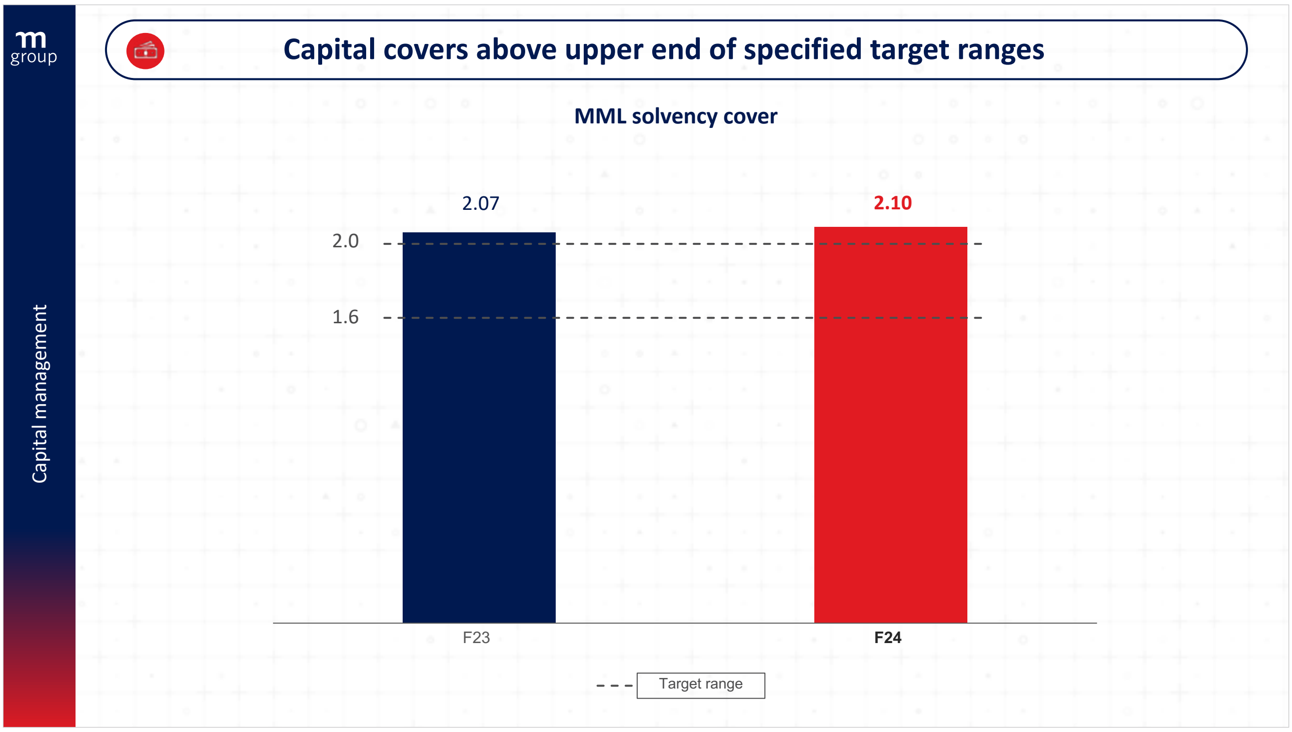
Operating segment	Momentum Retail	Momentum Investments	Metropolitan	Momentum Corporate	Africa
CSM (R'billion)	9.2	3.7	3.9	1.0	1.6
Expected 1-year release rate	13%	12%	13%	12%	12%

Covered business analysis

Covered business earnings – IFRS 17 profit deferral

R'million	F24	F23	Δ%
New business	(858)	(805)	(7)%
Existing business	3 738	3 358	11%
Expected profit	3 651	3 117	17%
Experience variances	206	336	(39)%
Assumption changes	(192)	(398)	(52)%
Development expenses	(137)	(68)	<(100)%
Market impacts	210	371	(43)%
Investment return	867	761	14%
Total earnings	**3 747**	**3 314**	**13%**
Present value of future cash flows	5 248	4 496	17%
Risk adjustment	(179)	(122)	47%
Contractual service margin	(1 322)	(1 060)	25%


Financial results
Financial overview
Covered business analysis
Capital management
Conclusion


Capital management
Capital covers above upper end of specified target ranges
MML solvency cover
2.07
2.10
2.0
1.6
F23
F24
Target range

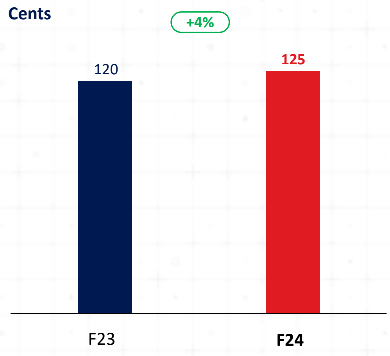
Continue to unlock shareholder value

Capital management

Board approved a further share buyback of **R1 billion**

Current dividend pay-out ratio **40%** of **NHE**

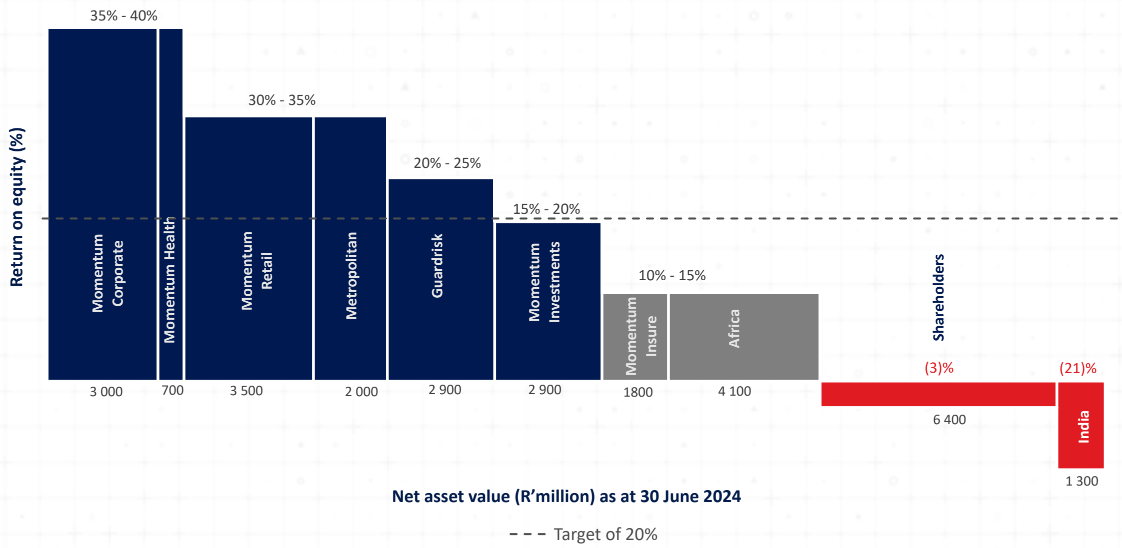
R'million	# of shares acquired	Tranche value	EV bought back	Value created
1HF23	45	750	1 334	584
2HF23	28	500	876	376
1HF24	24	500	813	313
2HF24	24	500	888	388
Total	**121**	**2 250**	**3 911**	**1 661**



Current share price discount to EV of 20%

Strong ROEs in mature businesses

Capital management



Capital management

Strong cumulative cash generation

R'million	F22	F23	F24	Cumulative
SA Life businesses	1 787	3 545	2 461	7 793
Guardrisk	330	297	417	1 044
Africa	198	580	186	964
Momentum Investments	271	287	277	835
Health	185	207	178	570
Dividend inflow to Momentum Group	**2 771**	**4 916**	**3 519**	**11 206**
Other	(15)	(56)	168	97
Net M&A flows	427	114	(366)	175
Africa MIS	(28)	(103)	(341)	(472)
MM Finance Company	14	(153)	48	(91)
Momentum Multiply	-	(31)	(112)	(143)
Momentum Money	-	(160)	(137)	(297)
Momentum Insure	3	(580)	-	(577)
India	(584)	-	(168)	(752)
Preference shares	(92)	(524)	(123)	(739)
Cash generated to Momentum Group	**2 496**	**3 423**	**2 488**	**8 407**
Ordinary dividend	(1 494)	(1 815)	(1 749)	(5 058)
Net of dividend payment	**1 002**	**1 608**	**739**	**3 349**
Approved buyback	(750)	(1 000)	(1 500)	(3 250)
Net of buyback & dividend	**252**	**608**	**(761)**	**99**

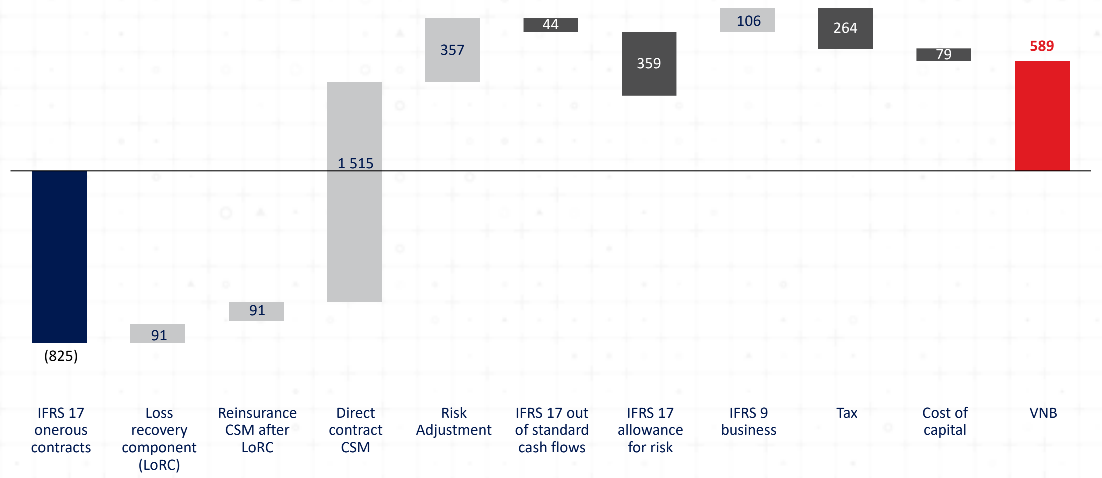
Conclusion

In conclusion

1. Delivered strong results, especially operating profit
2. Improving our VNB remains top priority
3. Actions to deliver on Impact strategy gaining momentum
4. Strong cash generation and balance sheet has never been healthier
5. ***Congratulations*** to our employees and ***thank you*** to our clients and advisers

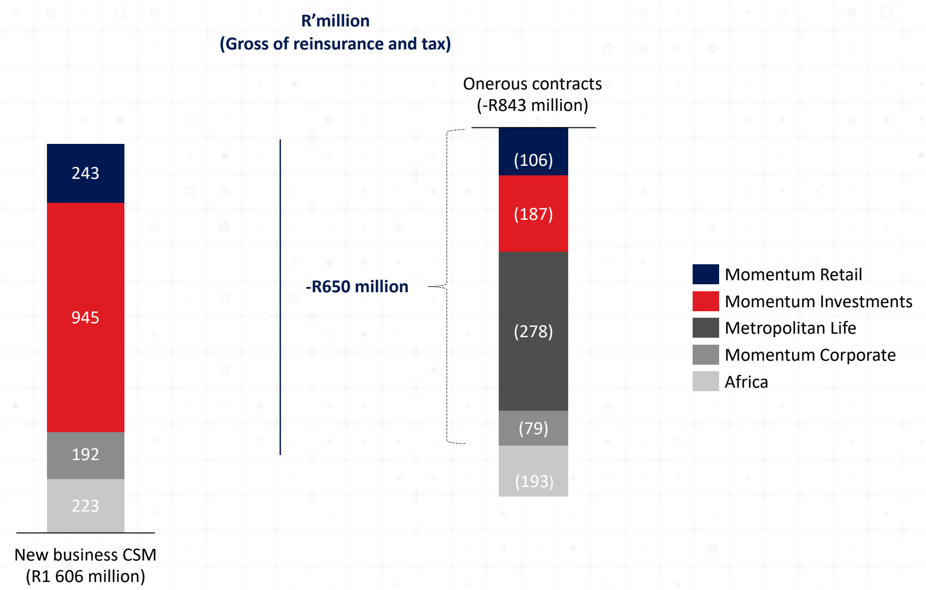
Appendix

VNB analysis



Appendix

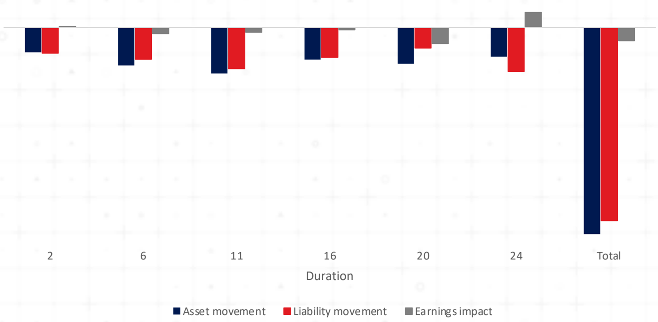
New business CSM and onerous contracts



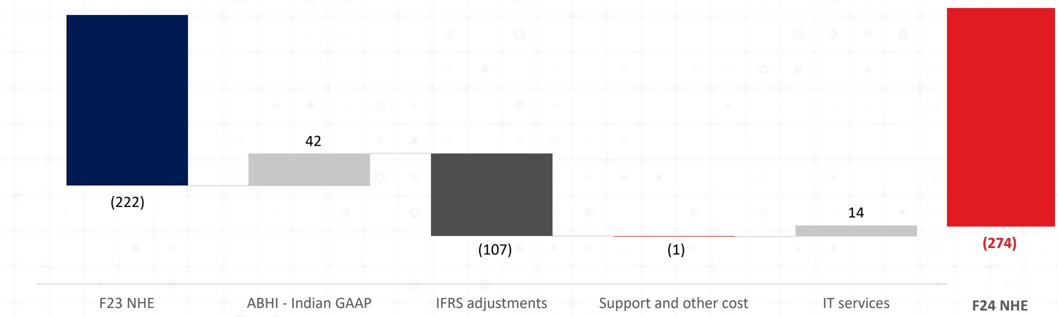
MML interest rate sensitivity

- Insurance liabilities more closely matched and aligned with economic needs under IFRS 17
- Residual mismatch exposure:
  - MML annuity CSM matching
  - MML required capital mandates
  - Namibia shareholder portfolio
- MML exposed to non-parallel movements in the yield curve due to:
  - Long term nature of protection business (Myriad)
  - Annuity yield enhancement tolerances

1% increase in nominal yields → -R150m earnings impact
Annuity CSM contributes c90% of impact



Indian GAAP to IFRS 17 earnings reconciliation



R'million	F24	F23
ABHI – Indian GAAP	(182)	(224)
IFRS adjustments	(81)	26
Support and other costs	(39)	(38)
Group IT and IT services	28	14
Total NHE	**(274)**	**(222)**

Appendix

Guardrisk sources of earnings

	F24	F23	Δ%
Fee revenue	957	855	12%
Investment income	262	206	27%
Underwriting profit	605	417	45%
Expenses	(1 171)	(987)	19%
Normalised headline earnings	**653**	**491**	**33%**

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