

Summary of financial information and notice of Annual General Meeting

for the year ended 30 June 2024



CONTENTS

1	Message from our Chair
3	Group Chief Executive Officer's review
6	Director's statement
9	Summary of Annual Financial Statements
148	Notice of Annual General Meeting
155	Form of proxy
IBC	Administration

MESSAGE FROM OUR CHAIR



Dear Shareholder

The 2024 national election results were encouraging as the formation of a Government of National Unity (GNU) offered a new opportunity for a stable political environment in the medium to long term. South Africans have reason to feel some level of optimism, particularly with the announcement of the GNU prioritising rapid, inclusive and sustainable economic growth along with job creation. Anecdotal evidence also suggests that the prioritised focus areas have largely been well-received by the market and business confidence is trending in the right direction.

However, this optimism is tempered by the impact of several years of loadshedding, which has significantly hindered the South African economy. Household savings have been further strained by rising unemployment, leading to increased competition among local insurers. While the election results are a positive development, shareholder value creation may still be at risk due to sluggish economic growth and will require that members of the GNU unite around their agreed priorities.

PERFORMANCE

During the year under review, the Board selected Jeanette Marais as the new Group CEO. Having been a key contributor to the Group's evolution since F2018, her appointment resulted in a smooth leadership transition. We are pleased to note that Jeanette has demonstrated the key attributes that led the Board to place their trust in her. She has made a positive impression on the market and has been well-received by our key clients and partners.

In terms of performance, shareholders will be pleased with a robust ROE of 15.5% supported by a solid NHE of R4 438 million. The Momentum Group ended the year with strong solvency and liquidity. We are pleased to announce a healthy dividend of 125 cents per share and a further R1 billion share buyback.

DELIVERING ON OUR PROMISE

On 2 September 2024, a new era in retirement savings began with the two-pot retirement system. By 25 September 2024, the Group had received more than 150 000 withdrawal applications. Our investment in digital solutions helped our teams manage the significant volume of client interactions required. The Group's ability to process and pay withdrawals from the very first business day of two-pot, on 2 September, demonstrates our commitment to serving our clients, ensuring they receive their funds without unnecessary delays despite the challenges brought by the sheer scale of this transition and the high volumes of claims received.

Early trends suggest that while the two-pot system has provided some clients with much-needed financial relief in tough financial conditions, it has also prompted deeper conversations about retirement savings and financial security. As the two-pot system continues to gain traction, we encourage South Africans to engage with a trusted financial adviser and to consider alternative routes.

THE NEW IMPACT STRATEGY

The new Impact strategy is deliberately expansionary, and pursues a focused and selective growth strategy across our high-performing channels, as well as emerging and underserved segments where we have a competitive advantage; this approach is supported by our confidence in the solid foundation established under the previous strategy. We are particularly pleased that our targeted growth areas emphasise long-term assets that foster employment and income growth. This focus remains a central anchor, reflecting the Group's commitment to delivering value to clients and the environment in which we operate.

Our aspiration for F2027 is anchored by a Group-wide cost optimisation initiative designed to enhance margins. Combined with a focus on strategic capital allocation, this approach will support a structured growth trajectory and reflects management's awareness of the risks inherent in our highly competitive sector. In this regard, the Board is pleased with the strategic themes chosen and is confident that management is well-positioned for success.

The Group has an established talent base and strong capital position to support our growth objectives. We will continue to actively manage discretionary and surplus capital, distributing it through ordinary dividends, special dividends and share buybacks or reinvesting in other strategic opportunities.

CHANGES TO THE BOARD

We have maintained our commitment to enhancing the Board's competency, addressing identified skills gaps, particularly in technology, following the departure of a previously qualified member. We are pleased to announce that we have secured the services of Sharoda Rapeti, who will play a key role in ensuring the Board stays focused on the Group's strategic technological initiatives. Additionally, she will contribute to the Group's Risk, Capital and Compliance Committee, as well as the Social, Ethics and Transformation Committee.

We are thrilled to welcome Dumo Mbethe to the Momentum Group Board. Dumo's understanding of the Momentum Group environment has greatly enhanced the Board's oversight role. His expertise and leadership distinguish him as a key member of our team.

Hillie Meyer rejoins the Group in a new capacity as a non-executive director. We are especially pleased with this redeployment of talent as it demonstrates strong confidence in the Group's prospects and strategic direction.

Paballo Makosholo resigned from the Group Board at the end of June 2024. I thank him for his contribution to the Group during his four-year term of office.

MESSAGE FROM OUR CHAIR CONTINUED

APPRECIATION

The Board has become a highly effective governance team, and I deeply appreciate their dedication and oversight. Their commitment to rigorous governance and strategic guidance has been crucial to our success, enhancing decision-making and reinforcing our governance framework. Their efforts have helped us navigate challenges and seize opportunities with confidence.

I extend my heartfelt thanks to the Group Executive Committee for their exceptional leadership and commitment, which have been crucial to our growth and successful strategy execution. I also express deep gratitude to our employees for their dedication and hard work, which are vital to our success. Additionally, we are profoundly appreciative of our clients and business partners, whose support and collaboration are essential to our ongoing success and sustainability.

OUTLOOK

While South Africa's economic outlook remains precarious due to adverse global influences, we are beginning to see signs of encouraging improvement with recent political and economic shifts. The Group maintains a cautiously optimistic view of long-term growth prospects.

We are hopeful that, with the support of the newly established GNU, we can effectively tackle key challenges such as infrastructure development, reduce the high debt burden, and most importantly for our clients, address rampant corruption and improve societal well-being.

We remain dedicated to addressing our clients' financial needs and creating value for our shareholders. Furthermore, we are committed to being proactive corporate citizens by advocating for pro-growth reforms through industry bodies, aiming to unlock South Africa's full potential.



Paul Baloyi
Chair

GROUP CHIEF EXECUTIVE OFFICER'S REVIEW

Our federated operating model of empowered, accountable businesses continued to demonstrate its resilience and agility, enabling us to grow in the challenging operating environment of the past year. In addition, we have articulated our Group purpose – we build and protect our clients' financial dreams. This new way of being lies very close to my heart; I have a fundamental belief that if you truly care about how you make your clients feel with every interaction, profit will take care of itself. Making a real purposeful impact is the only way that companies will remain relevant and significant.

OPERATING ENVIRONMENT

The current socio-economic and political environment in South Africa has constrained clients' disposable income and slowed industry expansion, affecting new business volumes, margins and client retention. Additionally, elevated interest rates and inflation directly impacted expenses and procurement costs.

The 2024 national elections added complexity to the operating landscape with the new Government of National Unity (GNU) prioritising collaborative governance. Government's focus on rapid, inclusive and sustainable economic growth, along with reforms in electricity, telecommunications, water and transport, is encouraging. However, effective collaborative governance may take time to mature. I believe our country is at a critical tipping point and we as the private sector have a positive role to play.

The National Health Insurance (NHI) Act, signed in May 2024, aims to establish universal healthcare access by addressing disparities and enforcing new regulatory standards. While the Group supports the intent to enable access to more health for more South Africans, we believe the NHI Act in its current form is not sustainable or constitutional, and will not achieve its positive goal. The Momentum Group remains committed to collaborating with all stakeholders across the healthcare sector and continues to engage with government to establish an effective process that will look to introduce universal access to healthcare in a way that is fit and affordable for our country and better for our people.

Competition in our sector continues to intensify, with digital engagement becoming increasingly vital for enhancing efficiency as well as client and financial adviser experience – prompting us to intensify our focus on this area.

Although the past few years have been difficult for South Africans, these challenges demonstrate why the Momentum Group exists – *to build and protect our clients' financial dreams*. Our purpose is based on a deep understanding that we are a business with heart, whose employees understand that behind every transaction, every decision and every interaction, there is a human being with hopes, fears, dreams and aspirations. Having paid more than R37.9 billion (F2023: R38.3 billion) in claims to our clients, we continue to honour our promise to our clients.

PERFORMANCE

As our Reinvent and Grow strategy came to an end in June 2024, we met most of its objectives and achieved normalised headline earnings (NHE) of R4 438 million, a 27% increase from R3 491 million in F2023. Operating profit increased by 31% to R3 608 million (F2023: R2 755 million).

This included strong positive contributions from most business units comprising a recovery in Momentum Insure's earnings, strong profits from life annuities in Momentum Investments, significantly improved persistency experience in Metropolitan Life and strong underwriting experience in Momentum Corporate and Guardrisk. Earnings were further supported by favourable mortality experience and higher investment income from asset portfolios.

The Group's sales as measured by the present value of new business premiums increased by 19% to R82.1 billion. Our value of new business (VNB) declined by 2% from the prior year to R589 million, largely impacted by strengthening persistency and expense basis implemented on 30 June 2023 as part of IFRS 17. This 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%.

The Group's return on equity (ROE) of 15.5% (F2023: 12.7%) is underpinned by the strong NHE result. Embedded value (EV) per share was R36.94 (F2023: R33.75), with a ROEV of 13.3% for the year (F2023: 17.0%).

A total dividend of 125 cents per share was declared (F2023: 120 cents per share). The Board also approved an additional R1 billion for the Group's share repurchase programme.

These achievements highlight the successful implementation and completion of our Reinvent and Grow strategy and demonstrate the effectiveness of our federated operating model.



Jeanette Marais
(Cilliers)
Group CEO

GROUP CHIEF EXECUTIVE OFFICER'S REVIEW CONTINUED

DELIVERING ON THE REINVENT AND GROW STRATEGY

Our Reinvent and Grow strategy has enabled the Group to navigate changing client behaviours. At the same time, it has set us up to tap into and optimise new revenue streams, while also growing current and alternative means of distribution. I am encouraged by the progress we have made with a wide range of strategic initiatives.

Having reached the end of the three-year strategic period, this is an opportune time to reflect on our performance relative to our Reinvent and Grow objectives:

Grow existing channels

Our recent distribution successes reflect our strong market position and adaptability to evolving client needs. We have solidified our dominance in independent financial adviser (IFA) distribution, a notable achievement given the wide array of choices available to IFAs.

In F2024, we made significant strides in our tied channel, Momentum Financial Planning (MFP), by exiting the franchise model, creating a more sustainable tied agency model, and implementing major changes to adviser remuneration contracts. Looking ahead, our Impact strategy includes aggressive plans to expand our adviser footprint within our tied agency and Consult by Momentum, further enhancing our distribution capabilities.

Establish new channels

In response to evolving client expectations, driven by younger clients seeking innovative and personalised products and services, we have successfully launched alternative channels that resonate with this demographic. Currently, 25% of Myriad policies are sold through digital platforms, with one in seven policies being underwritten and onboarded digitally. We will leverage the insights we obtained in these direct-to-consumer processes to further enhance our distribution through direct channels.

Accelerate digital

We have accelerated digital across various business areas. Momentum Corporate launched an innovative and fully digital self-service solution to drive increased client engagement, experience and take-up.

In Health, we now utilise mobile phone biomarkers to digitally capture 96% of claims with nearly one million claims processed daily, all without human intervention.

Guardrisk's LAUNCHPAD Insurtech initiative places the business firmly in the digital innovation space, enabling Insurtech entrepreneurs to scale their business within the Guardrisk ecosystem.

Product and service leadership

We take pride in the comprehensive range of competitive products our Group offers and remain committed to staying at the forefront of innovation. Our focus is on consistently exceeding client expectations through exceptional product design, service and cutting-edge digital solutions.

We improved our approach to wellness and rewards by unbundling the rewards offerings of Multiply Premier. Each Momentum product now offers its own benefits; Momentum Health members benefit from Multiply Inspire and Multiply Engage, Myriad offers rewards through LifeReturns, and Momentum Insure clients are rewarded through Safety Returns.

We believe these rewards are simpler, more attainable and relevant – rewarding members for the right behaviour per product, instead of for the number of Momentum products they have.

In addition, the acquisition of OUTSurance Group's shares in the RMI Investment Managers Group (IMG) gives our clients access to more fund options and a wider range of investment strategies.

Transformation

Our commitment to authentic transformation has enabled us to maintain our Level 1 B-BBEE rating for the sixth consecutive year, reflecting our ongoing contribution to the transformation of our country. Over 80% of our employees are black and 65% of employees are women. We continue to drive workforce transformation, particularly at the senior leadership level.

In addition to our focus on employees, we also have a significant positive impact on broader financial transformation through our engagements with society. South African businesses by channelling R10.4 million towards enterprise development initiatives, and contributing R14 million towards youth employment and entrepreneurship.

NHE of R4.4 to R4.8 billion

Normalised headline earnings of R4.4 billion achieved the bottom range of the IFRS 17 adjusted target of R4.4 billion to R4.8 billion. It is encouraging that the Group's F2024 performance was aided by a turnaround in the NHE of Momentum Insure and Metropolitan. In addition, Momentum Investments showed strong profits from life annuities and Momentum Corporate enhanced its profitability through a focus on growth, sustainable pricing and disciplined expense management, while Guardrisk has maintained its strong growth trajectory and market-leading position.

Cost efficiencies of R500 million

The progress made with the various digitisation initiatives and improvements to client and adviser service across the Group has resulted in direct expenses growth across the Group being slightly above inflation, resulting in the Group not attaining the R500 million in cost efficiencies target.

Non-life Insurance contribution to NHE of 20%

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.

Market share increases of 1% to 6%

In a challenging stagnant environment, growth in a fiercely competitive market is difficult. An achievement I am very proud of is that we hold a dominant position in the IFA space. We hold the highest market share in the platform and annuities business in Investments, as well as in the protection market through Myriad. A challenge we plan to address aggressively is our own agency force, which is much smaller than that of our main competitors and cannot deliver the market share that our competitors have. Metropolitan did not achieve targeted market share growth as the business deliberately focused on quality of sales rather than quantity.

ROE of 14% to 16%

ROE of 15.5% is toward the upper end of the ROE target range.

Reinvent and Grow strategy in closing

We are entering the next three-year strategic cycle in a strong position. The Momentum Group has strengthened its foundation through strong earnings performance, maintaining competitiveness and ensuring robust solvency to consistently deliver value to clients, shareholders, employees, partners and communities. The Group continues to enhance the rigour applied to its capital allocation discipline.

Over the past three years, we paid dividends of R4.2 billion and returned significant value to our shareholders of R3.8 billion through share buybacks, resulting in an EV uplift of over R1.6 billion. Our balance sheet remains strong, and we continue to generate cash.

INTRODUCING OUR IMPACT STRATEGY

We call our strategy for the next three years our Impact strategy. In creating this new strategy, we took inspiration from who we authentically are, and what we already do really well. For us, “impact” is about having a positive ripple effect on the lives of the people we work with – our employees and partners – and the people we work for: our clients, shareholders, communities, society and the environment.

Aligned with our purpose, our six Group-level strategic objectives provide us with clear direction. They are interlinked and work together as a cohesive, integrated strategy where each strategic objectives 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 where we have a right to win.
- Design simplified and impactful client experiences as a foundation for growth.

Our financial ambition is to generate normalised headline earnings of R7 billion by F2027, value of new business of R1.2 billion, and a return on equity of 20%.

SUSTAINABLE VALUE CREATION

Guided by our purpose, we prioritise earning stakeholder trust by delivering solid financial performance and social and environmental well-being while maintaining rigorous ethical and governance standards. We thereby ensure a sustainable future for the Group, our business units, clients, employees, partners and shareholders. Leveraging our Sustainability Framework, we create shared value by advancing financial inclusion, enhancing social well-being and supporting the transition to a low-carbon economy. Our approach includes responsible investments that promote environmental sustainability, economic development and long-term financial prosperity, all while committing to a Just Transition.

Recognising the crucial role of our employees in building trust with clients and stakeholders, we understand that their satisfaction is key to our success. Their engagement and well-being impact our ability to meet client expectations, strengthen our reputation and maintain strong relationships with all stakeholders. Prioritising employee satisfaction is essential for our ongoing success and organisational effectiveness.

Our social impact initiatives blend grassroots and formal foundation efforts. We invested R35.5 million in CSI initiatives (F2023: R43.5 million) and R54.4 million in the Association for Savings and Investment South Africa (ASISA) Enterprise Supplier Development (ESD) fund and other enterprise supplier development initiatives (F2023: R55 million). These actions manifest our commitment to empowering businesses and individuals, and enhancing our communities.

For more details, please refer to our [Sustainability Report](#).

WHAT THE FUTURE HOLDS

As an action-oriented business, we are committed to achieving our goals and creating a lasting impact. Despite the low-growth environment, the successful conclusion of our Reinvent and Grow objectives (or our performance against our Reinvent and Grow objectives) bolsters our confidence in the Group's ability to continue delivering significant value to clients and stakeholders. Our Impact strategy sets us up to achieve our long-term growth prospects.

NOTE OF APPRECIATION

I thank our Board and Chair for their valuable guidance and insight during the first year of my tenure as Group CEO. I deeply appreciate our dedicated employees and financial advisers for their commitment and hard work, and our clients for their continued business and allowing us the privilege to help build and protect their financial dreams. Special recognition goes to my executive team for their exemplary leadership during these challenging, but exciting times.



Jeanette Marais (Cilliers)
Group CEO

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 Rapeti	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 Booii	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.

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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 30.06.2023¹ 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 30.06.2023¹ 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 30.06.2023¹
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												Reconciling items ¹	Total Rm
	Momentum Retail Rm	Momentum Investments Rm	Momentum 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			
2.6	8 353	2 744	6 201	7 884	1 440	25 709	3 272	3 278	-	-	58 881	-	-	58 881
	(6 656)	(2 485)	(5 253)	(6 211)	(1 182)	(15 388)	(2 954)	(2 990)	-	-	(43 119)	-	-	(43 119)
	(172)	-	(240)	(1)	-	(1 835)	-	(6)	-	-	(2 254)	-	2 254	-
	(2 470)	-	(30)	(856)	-	(14 569)	(73)	(367)	-	-	(18 365)	-	-	(18 365)
	2 685	-	45	454	-	6 368	4	233	-	-	9 789	-	-	9 789
	1 740	259	723	1 270	258	285	249	148	-	-	4 932	-	2 254	7 186
	7 007	24 330	4 744	14 352	93	4 050	65	2 402	2	322	57 367	8 043	-	65 410
	(3 137)	(4 614)	(4 509)	(3 037)	(2)	(328)	(4)	(1 541)	-	-	(17 172)	-	-	(17 172)
	275	-	-	190	-	(551)	-	14	-	-	(72)	-	-	(72)
	-	-	-	-	-	(831)	-	-	-	-	(831)	-	-	(831)
	(4 430)	(19 381)	(97)	(11 308)	-	(2 182)	-	(453)	-	52	(37 799)	-	-	(37 799)
	-	-	-	-	-	-	-	(202)	-	(39)	(241)	-	(2 969)	(3 210)
	1 455	594	861	1 467	349	443	310	368	2	335	6 184	7 328	-	13 512
	1 167	4 373	14	1 263	2 872	714	10	209	164	1 014	11 800	(2 594)	-	9 206
	1 143	3 473	11	1 260	2 798	719	10	210	29	13	9 666	(460)	-	9 206
	24	900	3	3	74	(5)	-	(1)	135	1 001	2 134	(2 134)	-	-
	(1 413)	(4 629)	(303)	(1 375)	(2 793)	(341)	(390)	(580)	(173)	(1 471)	(13 468)	1 223	-	(12 245)
	1 209	338	572	1 355	428	816	(70)	(3)	(7)	(122)	4 516	5 957	-	10 473
	259	101	153	240	-	(15)	178	436	1	(281)	1 072	(1 072)	-	-
	-	20	-	-	24	-	-	29	(269)	3	(193)	-	-	(193)
	-	36	-	-	-	-	-	(11)	-	(6)	19	-	-	19
	-	-	-	-	-	-	-	-	-	-	-	-	(1 906)	(1 906)
	1 468	495	725	1 595	452	801	108	451	(275)	(406)	5 414	2 979	-	8 393
	(359)	(128)	(130)	(413)	(135)	(191)	62	(117)	1	(68)	(1 478)	(2 979)	-	(4 457)
	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	Momentum Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Momentum 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	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	1 157	387	595	1 201	-	-	-	408	-	252	4 000	-	4 000
Non-covered	(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	Momentum 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
					Momentum Metropolitan Health Rm	Momentum Metropolitan Africa Rm								
Restated														
12 mths to 30.06.2023²														
Insurance revenue	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 c/s 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	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.

NOTE 2 CONTINUED
Segmental report continued

	Notes	Momentum Retail Rm	Momentum Investments Rm	Momentum Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Momentum 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 30.06.2023²														
Earnings for the year		1 142	463 (10)	313	1 137	337 (97)	437 (2)	(810)	126	357	(311)	3 191	–	3 191
Non-controlling interests		–	–	–	–	–	–	–	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 (390)	469 (125)	326 (90)	1 408 (380)	347 (111)	673 (185)	(329) (16)	(123) (27)	(224) 1	354 (222)	4 300 (1 545)	–	4 300 (1 545)
Tax on operating profit/(loss)		175 (40)	156 (31)	100 (23)	141 (32)	9	3	47 (11)	430 (26)	1	(205) 40	859 (123)	–	859 (123)
Investment return		–	–	–	–	–	–	–	–	–	–	–	–	–
Tax on investment return		–	–	–	–	–	–	–	–	–	–	–	–	–
Covered	2.4	1 218 (74)	297 (172)	311 2	1 137 –	– 245	– 491	– (309)	377 (123)	– (222)	134 (165)	3 474 17	–	3 474 17
Non-covered	2.4	–	–	–	–	–	–	–	–	–	–	–	–	–
		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 30.06.2023¹									
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

India¹

	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	Momentum Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Momentum 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	Momentum Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Health Rm	Momentum Guardrisk Rm	Momentum Insure Rm	Momentum Metropolitan Africa Rm	India Rm	Shareholders Rm	Total Rm
Restated 12 mths to 30.06.2023¹												
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

	Notes	Total revenue in scope of IFRS 15					Total fee income Rm
		Contract administration Rm	Trust and fiduciary services Rm	Health administration Rm	Cell captive commission Rm	Other 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 30.06.2023¹							
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 30.06.2023¹				
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 30.06.2023¹					
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 cash¹	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 30.06.2023¹ 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 30.06.2023¹ 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 30.06.2023¹ 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.

	2024 Rm	2023 Rm
A3 Momentum Group Ltd preference share dividends – KTH		
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			Amortised cost Rm	Not in scope of IFRS 9 Rm	Total Rm
	Mandatorily Rm	Designated ¹ Rm	Total fair value 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			Amortised cost Rm	Not in scope of IFRS 9 Rm	Total Rm
	Mandatorily Rm	Designated ¹ Rm	Total fair value Rm			
Restated 30.06.2023²						
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				
30.06.2023¹				
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				
30.06.2023¹				
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				Total Rm
	Unit-linked investments Rm	Debt securities Rm	Equity securities Rm	Derivative financial assets 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	1 626
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 Published price quotation	Nominal bond curve, swap curve, credit spread, real bond curve, inflation curve 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 Published prices Published yield of benchmark bond	Money market curve Money market curve, credit spread 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.

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

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 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				
CIS				
– 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
– Foreign unlisted unquoted	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
	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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			Total Rm
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA 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		Liability for incurred claims for contracts not under the PAA Rm	Total Rm
	Excluding loss component Rm	Loss component 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			Total Rm
	Excluding loss component Rm	Loss component Rm	Liability for incurred claims for contracts not under the PAA 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		Liability for incurred claims for contracts not under the PAA Rm	Total Rm
	Excluding loss component Rm	Loss component 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		Assets for insurance acquisition cash flows 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	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		Assets for insurance acquisition cash flows 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	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	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 not under the PAA	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA	Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk		
	Rm	Rm	Rm	Rm	Rm	Rm	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 not under the PAA	Liability for incurred claims under the PAA		Assets for insurance acquisition cash flows under the PAA	Total
	Excluding loss component	Loss component		Present value of future cash flows	Risk adjustment for non-financial risk		
	Rm	Rm	Rm	Rm	Rm	Rm	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 under the PAA			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	–	–	–	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	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			Assets for insurance acquisition cash flows under the PAA Rm	Total Rm
	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		
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 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	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 balances¹

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

	Present value of future cash flows Rm	Risk adjustment for non-financial risk Rm	Contractual service margin (CSM)		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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

	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	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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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					
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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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

	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	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

	CSM				Total Rm
	Present value of future cash flows Rm	Risk adjustment for non- financial risk Rm	Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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					
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

	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	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

	CSM				Total Rm
	Present value of future cash flows Rm	Risk adjustment for non- financial risk Rm	Contracts under fair value approach Rm	Other contracts 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			Total Rm
	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	
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				Total Rm
	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		
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			Total Rm
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims for contracts not under the PAA 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			Total Rm
	Excluding loss-recovery component Rm	Loss-recovery component Rm	Amounts recoverable on incurred claims for contracts not under the PAA 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		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	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		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	
30.06.2023					
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		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	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 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	
30.06.2023						
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		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	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 CONTINUED

NOTE 17.5 Total: Metropolitan Life 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		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	
30.06.2023						
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		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	
30.06.2023						
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		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	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 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	
30.06.2023						
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 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	
30.06.2023						
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 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	(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 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	
30.06.2023						
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						
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 balances¹

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

	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 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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

	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 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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)

NOTES TO THE SUMMARISED ANNUAL FINANCIAL STATEMENTS CONTINUED

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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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		Total Rm
			Contracts under fair value approach Rm	Other contracts 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	Other restatements									
	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 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	–	–	–	–	–	–	–	–	551 705
Financial assets at amortised cost	9 292	(100)	–	(602)	324	(87)	2 055	–	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	–	–	–	–	–	–	–	–	–	–
Insurance contract assets	–	–	–	–	–	–	–	–	1 205	1 205
Equity attributable to owners of the parent	(26 764)	–	–	–	–	(47)	–	–	9 495	(17 269)
Non-controlling interests	(387)	–	–	–	–	–	–	–	10	(290)
Insurance contract liabilities	(153 631)	–	–	–	–	87	–	–	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 to 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. 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.

⁵ 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.

⁶ 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.

⁷ 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.

⁸ 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:

Statement of financial position as at 01.07.2022	Other restatements										
	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
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	—	—	—	—	—	—	—	—	—	1 447
Employee benefit assets	460	—	—	—	—	—	—	—	—	(199)	1 248
Financial assets at FVPL	489 511	—	—	—	—	—	—	—	—	293	491 841
Financial assets at amortised cost	8 735	(149)	—	(542)	—	—	(87)	2 124	—	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	14
Non-current assets held for sale	14	—	—	—	—	—	—	—	—	—	14
Cash and cash equivalents	28 720	—	—	—	—	—	—	(2 124)	—	—	26 596
Other receivables	—	—	—	—	—	—	—	—	—	—	—
Insurance contract assets	—	—	—	—	—	—	—	—	—	1 324	1 324
Equity attributable to owners of the parent	(24 577)	—	—	—	—	—	(50)	—	—	8 368	8 368
Non-controlling interests	(365)	—	—	—	—	—	—	—	—	(3 111)	(27 738)
Insurance contract liabilities	(148 362)	—	—	—	—	—	87	—	—	2	(276)
Investment contracts	—	—	—	—	—	—	—	—	—	1 532	(146 830)
- with DPf	(2 994)	—	—	—	—	—	—	—	—	2 994	—
- designated at FVPL	(318 615)	—	—	—	—	—	—	—	—	389	(318 176)
Financial liabilities at FVPL	(48 141)	—	—	(13)	—	50	—	—	—	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)

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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.

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⁹ Refer to note 21 for more information.

NOTE 20 CONTINUED
Restatements continued

	Other restatements										
	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
Income statement											
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
Basic earnings per ordinary share (cents)	4 426	–	–	–	–	(4)	–	–	–	(1 231)	3 191
Diluted earnings per ordinary share (cents)	313.3	–	–	–	–	(0.3)	–	–	–	(93.0)	220.0
	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)	–	–	–	–	–	–	–	–	86	(6 345)
Interest received	19 368	–	143	–	–	–	69	428	–	(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

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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.

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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 held 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 2022¹		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** continueda) *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).

	30.06.2022
	Rm
Total equity	
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	General measurement model	Premium allocation approach	Total
	Rm	Rm	Rm	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	Premium allocation approach	Total
		Rm	Rm	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 ¹ %	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.

	30.06.2024 Rm	30.06.2023 [*] Rm
Analysis of net value of in-force business		
Momentum Retail	7 571	10 471
Gross value of in-force business	8 253	10 862
Less cost of required capital	(682)	(391)
Momentum Investments¹	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)
Shareholders²	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.

	Adjusted net worth Rm	Net value of in-force Rm	30.06.2024 Rm	30.06.2023 [*] Rm
Embedded value detail				
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.

		Covered business				
Analysis of changes in Group embedded value	Notes	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

	Momentum Retail Rm	Momentum Investments ⁴ Rm	Metropolitan Life Rm	Momentum Corporate Rm	Momentum Metropolitan Africa Rm	Total Rm
Value of new business^{1, 2, 3}						
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.

	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023 Rm
Reconciliation of lump sum inflows		
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

	Notes	ANW Rm	Gross VIF Rm	12 mths to 30.06.2024 EV Rm	12 mths to 30.06.2023* EV Rm
Operating experience variances					
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

- Overall, mortality and morbidity experience for the 12 months were better compared to what was allowed for in the valuation basis.
- Mainly due to negative alteration experience.
- Termination experience was worse than expected.
- 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.
- 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

	12 mths to 30.06.2024 Rm	12 mths to 30.06.2023[*] Rm
Investment return on adjusted net worth		
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			New business written		
		Net value Rm	Gross value Rm	Cost of required capital ³ Rm	Net value Rm	Gross value Rm	Cost of required capital ³ Rm
Base value	18 041	19 038	20 957	(1 919)	589	667	(78)
10% decrease in future expenses % change ¹		21 191 11	23 110 10	(1 919) –	763 30	841 26	(78) –
10% decrease in lapse, paid-up and surrender rates % change		19 547 3	21 466 2	(1 919) –	764 30	842 26	(78) –
5% decrease in mortality and morbidity for assurance business % change		22 603 19	24 522 17	(1 919) –	734 25	812 22	(78) –
5% decrease in mortality for annuity business % change		18 842 (1)	20 761 (1)	(1 919) –	546 (7)	624 (6)	(78) –
1% reduction in expense inflation rate % change		20 574 8	22 493 7	(1 919) –	683 16	761 14	(78) –
10% reduction in premium indexation take-up rate % change		18 431 (3)	20 350 (3)	(1 919) –	552 (6)	630 (6)	(78) –
10% decrease in non-commission-related acquisition expenses % change					731 24	809 21	(78) –
1% reduction in gross investment return and inflation rate % change ²	18 070 –	18 568 (2)	20 475 (2)	(1 907) (1)	629 7	707 6	(78) –
10% fall in market value of equities and properties % change ²	17 912 (1)	18 110 (5)	20 029 (4)	(1 919) –			

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

	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
Analysis of changes in Group embedded value					
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

	30.06.2024 Rm	Restated 30.06.2023^{2,3} Rm
Analysis of assets managed and/or administered¹		
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.

	Gross single inflows Rm	Gross recurring inflows Rm	Gross inflow Rm	Gross outflow Rm	Net inflow/ (outflow) Rm
Net funds received from clients¹					
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 30.06.2023²					
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

	30.06.2024		Restated 30.06.2023 ¹	
	Rm	%	Rm	%
Analysis of assets backing shareholder excess				
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 30.06.2023¹
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 purposes³	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	Momentum Life Rm	Momentum Corporate Rm	Momentum Health Rm	Non-life Insurance Rm	Guardrisk Rm	Momentum Insure Rm	Momentum 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

NOTICE OF ANNUAL GENERAL MEETING

MOMENTUM GROUP LIMITED

Incorporated in the Republic of South Africa

Registration number: 2000/031756/06

ISIN: ZAE000269890

JSE share code: MTM

A2X share code: MTM

NSX share code: MMT

(Momentum Group or the Company)

NOTICE OF MEETING

Notice is hereby given that the 23rd (twenty-third) Annual General Meeting (AGM) of the Momentum Group will be held on Thursday, 21 November 2024 at 08:30 (SA time) at the Momentum Group offices, 268 West Avenue, Centurion.

THIS NOTICE IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION

If you are in any doubt about what action you should take, consult your broker, Central Securities Depository Participant (CSDP), banker, financial adviser, accountant or other professional adviser immediately.

If you have disposed of all your shares in the Company, please forward this document, together with the enclosed form of proxy, to the purchaser of such shares or the broker, banker or other agent through whom you disposed of such shares.

Identification

In accordance with the provisions of section 63(1) of the Companies Act, 71 of 2008, as amended (Companies Act), all attendees and participants at the AGM will be required to provide reasonably satisfactory identification (such as a valid passport or South African identity document, smartcard, or driver's licence).

Any shareholder of the Company that is a legal entity must authorise a person to act as its representative at the AGM through a letter of representation. This process may be facilitated by the Company's transfer secretaries (JSE Investor Services Proprietary Limited).

Proxy forms

It is requested that proxy forms be lodged with the transfer secretaries (JSE Investor Services Proprietary Limited). Completed proxy forms must be sent by email to meetfax@jseinvestorservices.co.za or posted to JSE Investor Services Proprietary Limited, One Exchange Square, 2 Gwen Lane, Sandown, 2196, to reach them at least 48 hours before the AGM, **by no later than 08:30 (SA time) on Tuesday, 19 November 2024.**

Documentary evidence establishing the authority of a person signing the proxy form in a representative capacity must be attached to the proxy form unless previously recorded by the transfer secretaries or waived by the Chair of the AGM.

REPORTS AVAILABLE ONLINE

The following documents are available online at <https://www.momentumgrouppltd.co.za/investor-relations/reports>:

- The 2024 Integrated Report and accompanying Sustainability Report.
- The 2024 Notice of AGM (this/the Notice). This Notice is distributed to all registered holders of the Company's shares (as at the relevant record date).
- The summary of the Group's financial information for the year ended 30 June 2024.
- The remuneration policy and implementation plan.

PURPOSE OF MEETING

The purpose of this AGM is to:

- present the Audited Annual Financial Statements of the Company and its subsidiaries (the Group) for the year ended 30 June 2024 (including the directors' report and the Group Audit and Actuarial committee reports) in accordance with sections 30(3)(d) and 61(8)(a) of the Companies Act;
- consider and, if deemed fit, pass, with or without modification, the resolutions set out below; and
- consider any other matters raised by shareholders.

1. ORDINARY RESOLUTION NUMBER 1

Election of directors appointed to the Board during the year

"Resolved that the following directors, who were appointed to the Board subsequent to the 2023 AGM, and are eligible for election, be and are hereby elected as directors of the Company, each by way of a separate vote:

- 1.1 Mr Hilgard Pieter (Hillie) Meyer, as a non-executive director; and
- 1.2 Ms Sharoda Rapeti, as an independent non-executive director."

Brief biographies of each director are available on page 154 of this Notice.

Explanatory note:

The Board has arrangements in place for the periodic, staggered rotation of non-executive directors to introduce, over time, directors with new skills, insights and perspectives as well as to ensure appropriate diversity on the Board. This Board initiative is ongoing and seeks to balance the introduction of new directors while retaining valuable knowledge and experience of the business and maintaining continuity.

In accordance with the provisions of the Company's Memorandum of Incorporation (MOI), a director appointed by the Board is obliged to retire at the first AGM after their appointment. The above directors therefore retire at this AGM and are eligible for election by shareholders.

Based on the recommendations of the Nominations Committee regarding the composition of the Board, the Board is recommending the election of the directors listed above.

2. ORDINARY RESOLUTION NUMBER 2

Directors retiring by rotation in terms of the Company's MOI and in compliance with the JSE Listings Requirements

- 2.1 "Resolved that Ms Linda de Beer, who retires by rotation in accordance with the MOI of the Company and is eligible for re-election, be and is hereby re-elected as an independent non-executive director of the Company."
- 2.2 "Resolved that Mr Nigel John Dunkley, who retires by rotation in accordance with the MOI of the Company and is eligible for re-election, be and is hereby re-elected as an independent non-executive director of the Company."
- 2.3 "Resolved that Mr Thanaseelan (Seelan) Gobalsamy, who retires by rotation in accordance with the MOI of the Company and is eligible for re-election, be and is hereby re-elected as an independent non-executive director of the Company."

Brief biographies of the three directors are available on page 154 of this Notice.

Explanatory note:

The MOI of the Company and the JSE Listings Requirements require that one third of the directors shall retire at every AGM and that, if eligible, such directors may be re-elected by shareholders.

3. ORDINARY RESOLUTION NUMBER 3

Re-appointment and appointment of joint independent auditors

- 3.1 "Resolved as an ordinary resolution that the Company hereby approves the re-appointment of Ernst & Young Inc. as the joint independent auditors of the Company, with Mr Christo du Toit as the designated audit partner, for the ensuing financial year or until the next AGM, whichever is the later date."
- 3.2 "Resolved as an ordinary resolution that the Company hereby approves the appointment of PricewaterhouseCoopers Inc. as the joint independent auditors of the Company, with Ms Dilshad Khalfey as the designated audit partner, for the ensuing financial year or until the next AGM, whichever is the later date."

Explanatory note:

In terms of section 90(1) of the Companies Act, the auditor of a company must be appointed at the AGM each year. The Audit Committee has reviewed the required information in compliance with the JSE Listings Requirements and the provisions of the Companies Act and in order to assess the suitability as required in terms of paragraph 3.84(g)(ii) of the JSE Listings Requirements, and has recommended the re-appointment of Ernst & Young Inc., as well as the appointment of PricewaterhouseCoopers Inc., as the joint auditors of the Company, with Mr Christo du Toit and Ms Dilshad Khalfey, respectively, as the designated audit partners, for the ensuing financial year.

4. ORDINARY RESOLUTION NUMBER 4

Election of members of the Audit Committee

"Resolved that the following independent non-executive directors of the Company be and are hereby appointed with immediate effect to serve as members of the Audit Committee, each by way of separate vote:

- 4.1 To re-appoint Ms Linda de Beer as a member and Chair of the Audit Committee;
- 4.2 To re-appoint Mr Nigel John Dunkley as a member of the Audit Committee;
- 4.3 To re-appoint Mr Thanaseelan (Seelan) Gobalsamy as a member of the Audit Committee;
- 4.4 To re-appoint Mr David James Park as a member of the Audit Committee; and
- 4.5 To re-appoint Mr Devrajh Tyrone Soondarjee as a member of the Audit Committee."

Brief biographies of each director are available on page 154 of this Notice.

Explanatory note:

In terms of section 94(2) of the Companies Act, the Company is required to elect an audit committee comprising at least three members, each of whom must satisfy the requirements set out in section 94(4) of the Companies Act.

5. ORDINARY RESOLUTION NUMBER 5

Authority to implement resolutions

"Resolved that any director of the Company or the Group Company Secretary be and is hereby authorised to do all such things and sign all documents and take all such action as they consider necessary to implement all resolutions passed at the AGM at which this Ordinary Resolution number 5 is considered."

Explanatory note:

The directors of the Company or the Group Company Secretary are authorised in terms of this resolution to implement the resolutions adopted at this AGM and to take all such actions as may be necessary for this purpose.

NOTICE OF ANNUAL GENERAL MEETING CONTINUED

6. NON-BINDING ADVISORY VOTE 1

Remuneration policy as set out in the Remuneration Report of the Company

“Resolved that, by way of a non-binding advisory vote, the shareholders endorse the remuneration policies of the Company as set out in the Remuneration Report, available online at <https://www.momentumgrouppltd.co.za/investor-relations/reports>.”

Explanatory note:

The King IV Report on Corporate Governance™ for South Africa, 2016 (King IV)¹ recommends that the remuneration policy of a company be tabled for a non-binding advisory vote by shareholders at each AGM. This enables shareholders to express their views on the remuneration policies adopted.

This resolution is of an advisory nature only, and failure to pass this resolution will therefore not have any legal consequences relating to the existing remuneration arrangements. However, the Board will take the outcome of the vote into consideration when considering amendments to the Company's remuneration policy.

7. NON-BINDING ADVISORY VOTE 2

Implementation Report as set out in the Remuneration Report of the Company

“Resolved that, by way of a non-binding advisory vote, the shareholders endorse the Implementation Report as set out in the Remuneration Report of the Company, available online at <https://www.momentumgrouppltd.co.za/investor-relations/reports>.”

Explanatory note:

In terms of principle 14 of King IV, the Company's implementation report should be tabled to the shareholders to endorse by way of a non-binding advisory vote at the AGM. This enables shareholders to express their views on the Implementation Report adopted. Failure to pass this resolution will not have any legal consequences for existing arrangements. However, the Board will take the outcome of the vote into consideration when considering amendments to the Company's Implementation Report.

In the event that at least 25% (twenty-five percent) of the voting rights exercised on the advisory votes are against either the remuneration policy or the Implementation Report, or both, the Board will commit to implementing the consultation process set out in the remuneration policy read together with King IV and the JSE Listings Requirements.

8. SPECIAL RESOLUTION NUMBER 1

General authority to repurchase shares

“Resolved that the Company and/or any of its subsidiaries be and are hereby authorised by way of a general authority to repurchase or purchase, as the case may be, shares issued by the Company from any person upon such terms and conditions and in such number as the directors of the Company or the subsidiary may determine from time to time, subject to the applicable requirements of the Company's MOI, the Companies Act and the JSE Listings Requirements, and subject further to the restriction that the repurchase or purchase, as the case may be, by the Company and/or any of its subsidiaries, of shares of any class in the Company under this authority will not, in aggregate, exceed 5% (five percent) of the shares in issue in such class, as at the commencement of the financial year, provided that:

- the general repurchase of securities will be effected through the order book operated by the JSE trading system and done without any prior understanding or arrangement between the Company and the counterparty (reported trades are prohibited);
- authorisation thereto has been given by the Company's MOI;
- this general authority shall only be valid until the Company's next AGM, provided that it shall not extend beyond 15 (fifteen) months from the date of passing of this special resolution;
- general repurchases may not be made at a price greater than 10% (ten percent) above the weighted average of the market value for the securities for the five business days immediately preceding the date on which the transaction is effected (the JSE should be consulted for a ruling if the applicant's securities have not traded in such five-day business day period);
- at any point in time, the Company may only appoint one agent to effect any repurchases on the Company's behalf;
- a resolution has been passed by the Board of directors confirming that the Board has authorised the general repurchase, that the Company passed the solvency and liquidity test, and that since the test was carried out, there have been no material changes to the financial position of the Group;
- any such general repurchase will be subject to the applicable provisions of the Companies Act;
- the number of shares purchased and held by a subsidiary or subsidiaries of the Company shall not exceed 10% (ten percent) in aggregate of the number of issued shares in the Company at the relevant times;
- the Company or its subsidiary may not repurchase securities during a prohibited period as defined in the JSE Listings Requirements unless they have in place a repurchase programme where the dates and quantities of securities to be traded during the relevant period are fixed (not subject to any variation) and have been submitted to the JSE in writing prior to the commencement of the prohibited period;
- when the Company has cumulatively repurchased 3% (three percent) of the initial number of the relevant class of securities, and for each 3% (three percent) in aggregate of the initial number of that class acquired thereafter, an announcement will be made in accordance with paragraph 11.27 of the JSE Listings Requirements;
- the general authority granted to the Board may be varied or revoked by special resolution at any time before the next AGM of the Company; and
- the maximum number of shares that may be repurchased during the term of this authority is 70 257 420 shares, representing 5% (five percent) of 1 405 148 402 ordinary shares in issue at 1 July 2024.”

¹ Copyright and trademarks are owned by the Institute of Directors in South Africa NPC and all of its rights are reserved.

Explanatory note:

The purpose of this resolution is to provide a general approval and authority in terms of Section 48 of the Companies Act and paragraph 5.72 of the JSE Listings Requirements for the Company and/or a subsidiary of the Company to acquire the Company's issued shares on such terms, conditions and in such amounts as determined from time to time by the directors of the Company, subject to the limitations set out in the notes to this resolution.

The directors of the Company will continually review the Company's position, having regard to prevailing circumstances and market conditions, in considering whether to effect any repurchases as contemplated in this resolution.

The directors undertake that, after considering the effect of the general repurchase of shares as contemplated in this Special Resolution number 1, they will not undertake any such general repurchase of shares unless:

- the Company and the Group will be able to repay their debts as they become due in the ordinary course of business for a period of 12 months following the date of such repurchase;
- the Company and the Group's assets will be in excess of the liabilities of the Company and the Group for a period of 12 months after the date of the repurchase. For this purpose, the assets and liabilities will be recognised and measured in accordance with the accounting policies used in the latest audited consolidated annual financial statements that comply with the Companies Act;
- the share capital and reserves of the Company and the Group will be adequate for ordinary business purposes for a period of 12 months after the date of the repurchase; and
- the working capital of the Company and the Group will be adequate for ordinary business purposes for a period of 12 months following the date of the repurchase.

9. SPECIAL RESOLUTION NUMBER 2***General authority to provide financial assistance to subsidiaries and other related and interrelated entities in terms of sections 44 and 45 of the Companies Act***

"Resolved that the directors of the Company may, to the extent required by the Companies Act, and subject to compliance with the requirements of the Company's MOI and the JSE Listings Requirements, authorise the Company to provide direct or indirect financial assistance, including by way of loan, guarantee, the provision of security or otherwise, to any of its present or future subsidiaries and/or any other company or entity that is or becomes related or interrelated to the Company or any of its subsidiaries, and/or to any shareholder of such subsidiary or related or interrelated company or entity, all as contemplated in section 44 and/or section 45 of the Companies Act, for such amounts and on such terms and conditions as the directors of the Company may determine."

Explanatory note:

This resolution is to authorise the provision by the Company of financial assistance to subsidiaries and other related and/or interrelated entities, specifically and only for the purpose of facilitating the Group's normal commercial and financing activities within and among Group companies.

This Special Resolution number 2 deliberately excludes from its scope any reference to "any person" (as provided for in section 44 of the Companies Act) and also excludes from its ambit "directors and officers" (as provided for in section 45 of the Companies Act).

In the absence of this Special Resolution number 2, the Company would be unable to undertake its normal day-to-day business and financing operations within the Group.

This Special Resolution number 2 is required:

- in terms of section 44 of the Companies Act, to authorise the directors of the Company to permit the Company to provide financial assistance to the entities reflected in the text of the special resolution for the purpose of, or in connection with, the subscription for any securities or options issued or to be issued by the Company or any company related or interrelated to the Company, or for the purchase of any securities of the Company or a company related or interrelated to the Company;
- in terms of section 45 of the Companies Act, to grant the directors of the Company a general authority to authorise the Company to grant direct or indirect financial assistance, including in the form of loans or the guaranteeing of their debts to (among others) the category of persons set out in the text of the resolution, subject to the Board not authorising any financial assistance to any such persons unless it is satisfied that:
 - considering all reasonably foreseeable financial circumstances of the Company at that time, the Company will, immediately after providing such financial assistance, satisfy the solvency and liquidity test stipulated in the Companies Act;
 - the terms under which the financial assistance is proposed to be given are fair and reasonable to the Company; and
 - any conditions or restrictions in respect of the granting of financial assistance set out in the Company's MOI have been satisfied.

NOTICE OF ANNUAL GENERAL MEETING CONTINUED

10. SPECIAL RESOLUTION NUMBER 3

Non-executive directors' remuneration

"Resolved that the Company be and is hereby authorised, in terms of section 66(9) of the Companies Act, to pay the fees as set out below, plus any applicable value-added tax (VAT), to its non-executive directors for their services as directors with effect from 1 January 2025 for a period of 12 months or until the next AGM."

	Current fees R	Proposed fees R
10.1 Board Chair (<i>as an all-inclusive fee</i>)	2 405 000	2 537 000
10.2 Non-executive director (no change)	550 000	550 000
10.3 Actuarial Committee Chair	460 000	485 000
10.4 Actuarial Committee Member	233 000	246 000
10.5 Audit Committee Chair	488 000	515 000
10.6 Audit Committee Member	233 000	246 000
10.7 Fair Practices Committee Chair	310 000	327 000
10.8 Fair Practices Committee Member	188 000	198 000
10.9 Investments Committee Chair	310 000	327 000
10.10 Investments Committee Member	188 000	198 000
10.11 Nominations Committee Chair	Part of Board Chair fee	Part of Board Chair fee
10.12 Nominations Committee Member	135 000	142 000
10.13 Remuneration Committee Chair	383 000	404 000
10.14 Remuneration Committee Member	188 000	198 000
10.15 Risk, Capital and Compliance Committee Chair	460 000	485 000
10.16 Risk, Capital and Compliance Committee Member	233 000	246 000
10.17 Social, Ethics and Transformation Committee Chair	310 000	327 000
10.18 Social, Ethics and Transformation Committee Member	188 000	198 000
10.19 Ad hoc fee per hour	5 400	5 700
10.20 Permanent invitee – the fee will be the membership fee of the committee that the invitee sits on		

The above amounts exclude VAT.

Explanatory note:

This resolution is to authorise the Company to pay fees (including any applicable VAT thereon) to its non-executive directors for their services as directors effective 1 January 2025 for a period of 12 months or until the next AGM.

The Board has resolved, on the recommendation of the Remuneration Committee, to propose for approval Special Resolution number 3, authorising the payment of fees to the non-executive directors of the Company for their services as directors, in accordance with the existing all-inclusive fee model, together with the payment of any applicable VAT, as stipulated in the scale of fees above. Each of these resolutions is to be considered by way of a separate vote.

MAJORITY REQUIRED FOR THE ADOPTION OF RESOLUTIONS

Unless otherwise indicated, in order for the **ordinary resolutions** to be adopted, the support of a simple majority (that is, 50% plus one share) of the total number of voting rights exercised on the resolutions is required unless a higher requirement has been prescribed in terms of the JSE Listings Requirements.

The **non-binding resolutions** are of an advisory nature only, and failure to pass these resolutions will therefore not have any legal consequences relating to the existing arrangements. Should 25% or more of the votes exercised on these non-binding resolutions be cast against either or both of these non-binding resolutions, the Board undertakes to engage with identified dissenting shareholders as to the reasons therefore and to take appropriate action (as determined at the discretion of the Board) to reasonably address issues raised as envisaged in King IV and the JSE Listings Requirements.

In order for the **special resolutions** to be adopted, the support of at least 75% of the total number of voting rights exercised on the resolutions is required.

Votes recorded as abstentions are not taken into account in determining the final percentage of votes cast in favour of the resolutions.

ELECTRONIC PARTICIPATION

Shareholders or their proxies may also participate in the AGM by electronic means. Such shareholder will need to contact the Momentum Group Limited Company Secretary at gcobisa.tyusha@mmltd.co.za or +27 12 673 1931 by no later than 08:30 on Tuesday, 19 November 2024 so that the Company can provide for a teleconference dial-in facility. Please note that shareholders or their proxies will not be entitled to exercise voting rights at the AGM by way of teleconference call. Shareholders must ensure that, when intending to participate via teleconference, the voting proxies are sent through to the transfer secretaries by no later than 08:30 on Tuesday, 19 November 2024. Participants must dial the provided teleconference number five minutes prior to the start of the AGM.

Disclosure in terms of section 11.26 of the JSE Listings Requirements

- **Major shareholders:** Can be found on the Company's website, <https://www.momentumgrouppltd.co.za/about-us>.
- **Share capital:** Information relating to the share capital of the Company can be found on pages 31 and 170 of the Annual Financial Statements.
- **Material changes:** There has been no material change in the financial or trading position of the Company and its subsidiaries subsequent to the publication of the Company's audited financial statements for the year ended 30 June 2024 and the date of this Notice.
- **Directors' responsibility statement:** The directors, whose names are set out in the Integrated Report (which is available at <https://www.momentumgrouppltd.co.za/investor-relations/reports>), collectively and individually, accept full responsibility for the accuracy of the information pertaining to all the resolutions set out in this Notice and certify that, to the best of their knowledge and belief, there are no facts that have been omitted that would make any statement false or misleading, and that all reasonable enquiries to ascertain such facts have been made and that these resolutions contain all information required by law and the JSE Listings Requirements.

RECORD DATES

Record date to receive the Notice:	Friday, 4 October 2024
Date of posting of the Notice:	Friday, 11 October 2024
Last date to trade to be eligible to attend and vote at the AGM:	Tuesday, 12 November 2024
Record date to be eligible to vote:	Friday, 15 November 2024
Last date of lodging of proxy forms:	Tuesday, 19 November 2024 at 08:30

PROXIES AND VOTING

Voting on all resolutions will take place by ballot. Every shareholder of the Company present in person or represented by proxy shall have one vote for every share in the Company held by such shareholder.

If you are a registered shareholder as at the record date:

- You are entitled to attend the AGM in person and vote at the AGM.
- Alternatively, you may appoint a proxy to attend, participate and vote at the AGM on your behalf. Any appointment of a proxy:
 - may be effected by using the attached form of proxy; and
 - must be delivered in accordance with the instructions contained in the attached form of proxy, failing which it will not be effective.
- A proxy need not be a shareholder of the Company.

If you hold dematerialised shares, through a CSDP or broker, other than dematerialised shareholders with “own name” registration as at the record date:

- and wish to attend the AGM, you must inform your CSDP or broker of your intention to attend and obtain the necessary letter of representation in order to attend the AGM;
- and do not wish to attend the AGM but would like your vote to be recorded at the AGM, you should provide your CSDP or broker with your voting instructions. This must be done in the manner and time stipulated in the mandate between you and the CSDP or broker concerned;
- you must not complete the attached proxy form.

Included in this Notice are the following:

- The resolutions to be proposed at the AGM, together with explanatory notes. There are also guidance notes if you wish to attend the AGM or to vote by proxy.
- A proxy form for completion, signature and submission to the transfer secretaries of the Company by shareholders holding the Company’s ordinary shares in certificated form or recorded in sub-registered electronic form in own name.



By order of the Board
Group Company Secretary

ANNEXURE 1 – DIRECTORS’ PROFILES

PROFILES OF DIRECTORS TO BE ELECTED TO THE BOARD OR AUDIT COMMITTEE

Mr Hilgard Pieter (Hillie) Meyer

B Com (Econometrics), FASSA, Oxford Advanced Management Programme

Hillie is an actuary with more than 36 years’ experience in the financial services industry. He has held leadership positions in insurance, pensions, investments and banking. Hillie joined the Momentum Group in 1988 and served in various roles, before becoming its Chief Executive Officer from 1996 to 2005. He left the Momentum Group to become an active investor in private companies and became the founding shareholder and managing partner of a private equity manager in 2009. In early 2018, Hillie returned to the Momentum Group as Group CEO, a position he held until his retirement in late 2023.

Ms Sharoda Rapeti

Higher National Diploma in Electronic Engineering, Master of Business Administration (MBA)

Sharoda has over 30 years of operational, board and c-suite experience, obtained across the technology, media and telecommunications, built environment and financial services industries. Her blend of experience comes from having held executive positions in broadcasting and telecommunications and from management consulting involvement in South Africa, sub-Saharan Africa and South East Asia. She provides leadership coaching and has designed and led multiple STEM-based talent development and senior management accelerator programmes.

Ms Linda de Beer

CA(SA), MCom (Tax), Chartered Director

Linda’s expertise lies in technical accounting, assurance, corporate governance, JSE Listings Requirements and international standards setting. Presently, she chairs the Public Interest Oversight Board (PIOB) in Spain, which oversees the global setting of international audit, assurance and ethics standards for auditors. She is on the Board of Trustees of the International Valuations Standards Council (IVSC) in London.

Mr Nigel John Dunkley

BCompt Hons, CA(SA), AMP (Oxford), Advanced Taxation Certificate

Nigel boasts a diverse and extensive background in the insurance sector with a 22-year tenure spent in various executive roles within the Momentum Group until 2013. He transitioned to owning and managing a hotel, golf and leisure business, while concurrently maintaining his ties with the Group as a non-executive director overseeing its interests in the UK, Guernsey, Gibraltar and South Africa.

Mr Thanaseelan (Seelan) Gobalsamy

BCom (Accountancy and Law), Postgraduate Diploma in Accounting, Advanced Taxation Certificate, CA(SA), AMP (Harvard)

Seelan, the current group CEO of Omnia Holdings, is renowned for his adeptness in reshaping companies’ strategic trajectories and orchestrating business turnarounds. Prior to his current role, he served as CEO in various organisations including Stanlib Asset Management, Liberty Holdings Emerging Markets, Liberty Corporate and Old Mutual Corporate. Throughout his career, Seelan has amassed extensive international experience spanning diverse geographies and sectors, encompassing emerging and developed markets of a complex nature.

Mr David James Park

BSc (Actuarial Science), FFA, FASSA

An independent consultant specialising in life insurance, David is an active member of the Actuarial Society of South Africa. He sits on its Professional Matters Board and is involved in the development and provision of technical and professional training to trainee actuaries. During his time as a director/partner at Deloitte, he was the statutory actuary of several life insurance companies, a key adviser to several insurance companies and was also involved in the development of the current South African insurance legislation.

Mr Devrajh Tyrone Soondarjee

BAcc (Hons), Postgraduate diploma in Auditing, CA(SA)

Tyrone is a highly seasoned and commercially focused chartered accountant with an extensive track record spanning over 35 years in the corporate arena. Throughout his career, he has occupied a diverse array of senior executive positions across various industries including financial services, telecommunications and professional services. His previous roles include chair of Grindrod Bank Limited and CFO of Cell C Limited. He was also Group Financial Director of the Sasfin Banking Group for 10 years and director of finance at Deloitte for 10 years.

FORM OF PROXY

MOMENTUM GROUP LIMITED

Incorporated in the Republic of South Africa
 Registration number: 2000/031756/06
 ISIN: ZAE000269890
 JSE share code: MTM
 A2X share code: MTM
 NSX share code: MMT
 (Momentum Group or the Company)

This proxy form relates to the 23rd (twenty-third) Annual General Meeting (AGM) of the Momentum Group to be held on Thursday, 21 November 2024 at 08:30 (SA time) at the Momentum Group offices, 268 West Avenue, Centurion.

The proxy is for use by certificated and dematerialised shareholders whose shares are registered in their own names by the record date, Friday, 15 November 2024. All other dematerialised shareholders must contact their CSDP or broker to make the relevant arrangements concerning voting and attendance at the meeting.

Please print clearly when using this form and see the instructions and notes at the end of this form for an explanation of the use of this proxy form and the rights of the shareholder and the proxy.

I/We (full names) _____

of (address) _____

Contact details: (mobile) _____

(work) _____

(email) _____

Being a shareholder of the Company and being the registered owner/s of _____ ordinary shares in the Company

Hereby appoint

Or failing him/her, the Chair of the meeting, to attend and participate in the meeting and to speak for me/us on my/our behalf and to vote or abstain from voting on my/our behalf at the AGM of the Company and/or any adjournment or postponement thereof.

My proxy shall vote as below (indicate with a cross how you wish your votes to be cast. If you do not do so, the proxy may vote or abstain at his/her discretion).

	For	Against	Abstain
Ordinary resolutions			
1.1 To elect Mr Hilgard Pieter (Hillie) Meyer as a non-executive director			
1.2 To elect Ms Sharoda Rapeti as an independent non-executive director			
2.1 To re-elect Ms Linda de Beer as an independent non-executive director			
2.2 To re-elect Mr Nigel John Dunkley as an independent non-executive director			
2.3 To re-elect Mr Thanaseelan (Seelan) Gobalsamy as an independent non-executive director			
3.1 To re-appoint Ernst & Young Inc. as joint independent auditors of the Company, with Mr Christo du Toit as the designated audit partner, for the ensuing year			
3.2 To appoint PricewaterhouseCoopers Inc. as joint independent auditors of the Company, with Ms Dilshad Khalifey as the designated audit partner, for the ensuing year			
4.1 To re-appoint Ms Linda de Beer to serve as a member and Chair of the Audit Committee			
4.2 To re-appoint Mr Nigel John Dunkley to serve as a member of the Audit Committee			
4.3 To re-appoint Mr Thanaseelan (Seelan) Gobalsamy to serve as a member of the Audit Committee			
4.4 To re-appoint Mr David James Park to serve as a member of the Audit Committee			
4.5 To re-appoint Mr Devrajh Tyrone Soondarjee to serve as a member of the Audit Committee			
5. Authorisation for a director or Group Company Secretary of the Company to implement resolutions			
Non-binding advisory resolutions			
6. Non-binding advisory vote on the remuneration policy of the Company			
7. Non-binding advisory vote on the Implementation Report as set out in the Remuneration Report of the Company			
Special resolutions			
8. General authority to repurchase shares			
9. General authority to provide financial assistance to subsidiaries and other related and interrelated entities in terms of sections 44 and 45 of the Companies Act			
10. Approval of the non-executive directors' fees with effect from 1 January 2025 for a period of 12 months or until the next AGM			
10.1 Board Chair (as an all-inclusive fee)			
10.2 Non-executive director (no change)			
10.3 Actuarial Committee Chair			
10.4 Actuarial Committee Member			
10.5 Audit Committee Chair			
10.6 Audit Committee Member			
10.7 Fair Practices Committee Chair			
10.8 Fair Practices Committee Member			
10.9 Investments Committee Chair			
10.10 Investments Committee Member			
10.11 Nominations Committee Chair			
10.12 Nominations Committee Member			
10.13 Remuneration Committee Chair			
10.14 Remuneration Committee Member			
10.15 Risk, Capital and Compliance Committee Chair			
10.16 Risk, Capital and Compliance Committee Member			
10.17 Social, Ethics and Transformation Committee Chair			
10.18 Social, Ethics and Transformation Committee Member			
10.19 Ad hoc fee per hour			
10.20 Permanent invitee – the fee will be the membership fee of the committee that the invitee sits on			

Insert an "X" in the relevant spaces above according to how you wish your votes to be cast. Unless otherwise directed, the proxy will vote as he/she thinks fit.

However, if you wish to cast your votes in respect of a lesser number of shares than you own in the Company, insert the number of shares in respect of which you desire to vote.

Signed at _____

on _____

Signature _____

Please read the notes to the proxy as set out overleaf.

NOTES TO THE PROXY FORM

SUMMARY OF THE RIGHTS OF A SHAREHOLDER TO BE REPRESENTED BY PROXY IN TERMS OF SECTION 58 OF THE COMPANIES ACT, READ WITH THE COMPANY'S MEMORANDUM OF INCORPORATION

1. At any time, a shareholder may appoint any individual, including an individual who is not a shareholder of the Company, as a proxy to:
 - participate in and speak and vote at a shareholders' meeting on behalf of the shareholder, or
 - give or withhold written consent on behalf of the shareholder to a decision contemplated in terms of section 60 of the Companies Act.
2. A shareholder of the Company may not appoint two or more persons concurrently as proxies.
3. A proxy may not delegate the proxy's authority to act on behalf of the shareholder to another person.
4. Irrespective of the form of instrument used to appoint a proxy, the appointment is suspended at any time and to the extent that the shareholder chooses to act directly and in person in the exercise of any rights as a shareholder; the appointment is revocable unless the proxy appointment expressly states otherwise; and if the appointment is revocable, a shareholder may revoke the proxy appointment by cancelling it in writing, or making a later inconsistent appointment of a proxy, and delivering a copy of the revocation instrument to the proxy and to the Company. The revocation of a proxy appointment constitutes a complete and final cancellation of the proxy's authority to act on behalf of the shareholder.
5. A registered shareholder may insert the name of a proxy or the names of two alternative proxies of the shareholder's choice in the space(s) provided overleaf, with or without deleting "the Chair of the AGM", but any such deletion must be initialled by the shareholder. Should this space be left blank, the proxy will be exercised by the Chair of the AGM. The person whose name appears first on the proxy form and who is present at the AGM will be entitled to act as proxy to the exclusion of those whose names follow.
6. A shareholder's voting instructions to the proxy must be indicated by the insertion of an "X", or the number of votes exercisable by that shareholder, in the appropriate spaces provided overleaf. Failure to do so will be deemed to authorise the proxy to vote or to abstain from voting at the AGM as he/she deems fit in respect of all the shareholder's exercisable votes. A shareholder or his/her proxy is not obliged to use all the votes exercisable by him/her or by his/her proxy, but the total number of votes cast, or those in respect of which abstention is recorded, may not exceed the total number of votes exercisable by the shareholder or by his/her proxy.
7. A minor must be assisted by his/her parent or guardian unless the relevant documents establishing his/her legal capacity are produced or have been registered by the transfer secretaries.
8. The completed proxy forms must be lodged with JSE Investor Services Proprietary Limited by email to meetfax@jseinvestorservices.co.za or posted to JSE Investor Services Proprietary Limited, One Exchange Square, 2 Gwen Lane, Sandown, 2196, to reach them at least 48 hours before the AGM, that is, by Tuesday, 19 November 2024 at 08:30 (SA time). Documentary evidence establishing the authority of a person signing the proxy form in a representative capacity must be attached to the proxy form prior to the proxy exercising a shareholder's right at the meeting, unless previously recorded or waived by the Chair of the AGM.
9. The proxy form must be dated and signed. The completion of any blank spaces overleaf need not be initialled. Any alterations or corrections to this proxy form must be initialled by the signatory/ies.
10. The proxy appointment in terms of the proxy form shall remain valid only until the end of the AGM to be held on Thursday, 21 November 2024 or at any adjournment thereof.

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 Rapeti, TD Soondarjee

GROUP COMPANY SECRETARY

Gcobisa Tyusha

WEBSITE

www.momentumgrouppltd.co.za

TRANSFER SECRETARIES – SOUTH AFRICA

JSE Investor Services (Pty) Ltd (registration number 2000/007239/07)
One Exchange Square, 2 Gwen Lane, Sandown, 2196. PO Box 4844,
Johannesburg 2000 Telephone: +27 11 713 0800
Email: info@jseinvestorservices.co.za

TRANSFER SECRETARIES – NAMIBIA

Transfer Secretaries (Pty) Ltd (registration number 93/713)
4 Robert Mugabe Avenue, Windhoek. PO Box 2401, Windhoek
Telephone: +264 61 22 7647 Email: info@nsx.com.na

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

www.momentumgrouppltd.co.za

momentum

 **METROPOLITAN**

GUARDRISK 