

Consolidated income statement

for the year ended 31 December 2022

	Note	2022 \$m	2021 ¹ \$m
Fee revenue	1.1(c)	1,432	1,610
Interest income using the effective interest method		803	607
Other investment gains		–	39
Share of profit from associates	5.3	80	66
Movement in guarantee liabilities		21	66
Other income		33	81
Total revenue		2,369	2,469
Fee and commission expenses		(692)	(690)
Staff and related expenses		(612)	(697)
Finance costs		(591)	(337)
Other operating expenses	1.2	(537)	(1,092)
Other investment losses		(1)	–
Total expenses		(2,433)	(2,816)
Loss before tax		(64)	(347)
Income tax credit	1.4(a)	60	66
Loss after tax from continuing operations		(4)	(281)
Profit from discontinued operations	5.2	391	27
Profit/(Loss) for the year		387	(254)
Profit/(Loss) attributable to:			
Shareholders of AMP Limited ²		387	(252)
Non-controlling interests		–	(2)
Profit/(Loss) for the year		387	(254)
Earnings/(Loss) per share		cents	cents
Basic	1.3	12.0	(7.6)
Diluted	1.3	11.9	(7.6)
Loss per share from continuing operations			
Basic	1.3	(0.1)	(8.4)
Diluted	1.3	(0.1)	(8.4)

1 Results for the year ended 31 December 2021 have been restated to be on a continuing operations basis. Refer to note 5.2.

2 Profit/(Loss) attributable to shareholders of AMP Limited is comprised of \$4m loss from continuing operations (FY21: \$279m loss) and \$391m profit from discontinued operations (FY21: \$27m profit).

Consolidated statement of comprehensive income

for the year ended 31 December 2022

	Note	2022 \$m	2021 ¹ \$m
Loss for the year from continuing operations		(4)	(281)
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Fair value reserve			
– net loss on fair value asset reserve		(229)	(70)
– tax effect on fair value asset reserve loss		69	21
– net amount transferred to profit or loss for the year		(1)	(4)
– tax effect on amount transferred to profit or loss for the year		–	1
		(161)	(52)
Cash flow hedges			
– net gain on cash flow hedges		338	81
– tax effect on cash flow hedge gain		(101)	(24)
– net amount transferred to profit or loss for the year		(14)	36
– tax effect on amount transferred to profit or loss for the year		4	(11)
		227	82
Translation of foreign operations and revaluation of hedge of net investments		23	9
		23	9
Items that will not be reclassified subsequently to profit or loss			
Fair value reserve		1	(1)
		1	(1)
Defined benefit plans			
– actuarial (losses)/gains	4.1(a)	(1)	101
– tax effect on actuarial (losses)/gains		–	(30)
		(1)	71
Other comprehensive income for the year from continuing operations		89	109
Total comprehensive income/(loss) for the year from continuing operations		85	(172)
Profit for the year from discontinued operations		391	27
Other comprehensive (loss)/income for the year from discontinued operations		(12)	27
Total comprehensive income/(loss) for the year		464	(118)
Total comprehensive income/(loss) attributable to shareholders of AMP Limited		464	(116)
Total comprehensive income/(loss) attributable to non-controlling interests		–	(2)
Total comprehensive income/(loss) for the year		464	(118)

1. Results for the year ended 31 December 2021 have been restated to be on a continuing operations basis. Refer to note 5.2.

Consolidated statement of financial position

as at 31 December 2022

	Note	2022 \$m	2021 \$m
Assets			
Cash and cash equivalents		1,816	2,916
Receivables	2.5	428	572
Investments in other financial assets	2.2	5,794	3,684
Current tax assets		76	221
Assets held for sale ¹		746	575
Loans and advances	2.1(a)	24,080	22,047
Investments in associates	5.3	771	1,090
Right of use assets	6.3	396	96
Deferred tax assets	1.4(c)	556	520
Intangibles	2.3	198	330
Other assets	2.4	65	150
Defined benefit plan asset	4.1(a)	12	3
Total assets		34,938	32,204
Liabilities			
Payables	2.6	234	349
Current tax liabilities		57	67
Employee benefits		178	412
Other financial liabilities	2.2	261	293
Liabilities held for sale ¹		140	174
Provisions	6.4	297	588
Interest-bearing liabilities	3.2	28,962	26,117
Lease liabilities	6.3	569	135
Deferred tax liabilities	1.4(c)	5	1
Guarantee liabilities		64	85
Total liabilities		30,767	28,221
Net assets		4,171	3,983
Equity			
Contributed equity	3.1	5,002	10,200
Reserves		297	(2,327)
Retained earnings		(1,128)	(3,893)
Total equity of shareholders of AMP Limited		4,171	3,980
Non-controlling interests		–	3
Total equity of shareholders of AMP Limited and non-controlling interests		4,171	3,983

1 Assets and liabilities held for sale as at 31 December 2022 include AMP Capital's real estate and infrastructure equity businesses (31 December 2021: assets and liabilities held for sale include AMP Capital's Global Equities and Fixed Income (GEFI) and Infrastructure Debt platform, as well as AMP's interest in Resolution Life NOHC).

Consolidated statement of changes in equity

for the year ended 31 December 2022

	Equity attributable to shareholders of AMP Limited											
	Contributed equity \$m	Demerger reserve \$m	Share-based payment reserve \$m	Capital profits reserve ¹ \$m	Fair value reserve \$m	Cash flow hedge reserve \$m	Foreign currency translation and hedge investments reserves \$m	Total reserves \$m	Retained earnings \$m	Total shareholder equity \$m	Non-controlling interest \$m	Total equity \$m
2022												
Balance at the beginning of the year	10,200	(2,566)	132	(27)	32	38	64	(2,327)	(3,893)	3,980	3	3,983
Loss from continuing operations	-	-	-	-	-	-	-	-	(4)	(4)	-	(4)
Profit from discontinued operations	-	-	-	-	-	-	-	-	391	391	-	391
Other comprehensive income/(loss) from continuing operations	-	-	-	-	(160)	227	23	90	(1)	89	-	89
Other comprehensive loss from discontinued operations	-	-	-	-	-	-	(12)	(12)	-	(12)	-	(12)
Total comprehensive income/(loss)	-	-	-	-	(160)	227	11	78	386	464	-	464
Share-based payment expense	-	-	11	-	-	-	-	11	-	11	-	11
Share purchases	(267)	-	(10)	-	-	-	-	(10)	-	(277)	-	(277)
Capital reduction ²	(4,931)	-	-	-	-	-	-	-	4,931	-	-	-
Transfers to retained earnings ³	-	2,566	(17)	-	1	-	-	2,550	(2,550)	-	-	-
Sales and acquisitions of non-controlling interests	-	-	-	(5)	-	-	-	(5)	-	(5)	(3)	(8)
AMP Foundation charitable distribution	-	-	-	-	-	-	-	-	(2)	(2)	-	(2)
Balance at the end of the year	5,002	-	116	(32)	(127)	265	75	297	(1,128)	4,171	-	4,171

1. The Capital profits reserve represents gains and losses attributable to shareholders of AMP on the sale or acquisition of minority interests in controlled entities to or from entities outside the AMP group.

2. In December of 2022, in accordance with section 258F of the *Corporations Act 2001*, the Board of Directors resolved to reduce AMP's share capital by \$4,931m, representing historic permanent losses recognised by the AMP group in prior reporting periods. Those losses arose from businesses in which AMP no longer operates, including UK demerger losses and losses relating to AMP's wealth protection and mature businesses which were sold to Resolution Life in 2020. The adjustment to share capital has the effect of reducing AMP's contributed equity and retained losses as disclosed on the Consolidated statement of changes in equity. The adjustment has no impact on the net assets, financial results, cash flows, and regulatory capital of the consolidated group or the company's number of shares issued.

3. Transfers to retained earnings primarily represents the reclassification of the Demerger reserve.

Consolidated statement of changes in equity

for the year ended 31 December 2022

	Equity attributable to shareholders of AMP Limited											
	Contributed equity \$m	Demerger reserve ¹ \$m	Share-based payment reserve \$m	Capital profits reserve ² \$m	Fair value reserve \$m	Cash flow hedge reserve \$m	Foreign currency translation and hedge investments reserves \$m	Total reserves \$m	Retained earnings \$m	Total shareholder equity \$m	Non-controlling interest \$m	Total equity \$m
2021												
Balance at the beginning of the year	10,396	(2,566)	118	(39)	99	(44)	28	(2,404)	(3,726)	4,266	8	4,274
Loss from continuing operations	-	-	-	-	-	-	-	-	(279)	(279)	(2)	(281)
Profit from discontinued operations	-	-	-	-	-	-	-	-	27	27	-	27
Other comprehensive income/(loss) from continuing operations	-	-	-	-	(53)	82	9	38	71	109	-	109
Other comprehensive income from discontinued operations	-	-	-	-	-	-	27	27	-	27	-	27
Total comprehensive income/(loss)	-	-	-	-	(53)	82	36	65	(181)	(116)	(2)	(118)
Share-based payment expense	-	-	17	-	-	-	-	17	-	17	-	17
Share purchases	(196)	-	(3)	-	-	-	-	(3)	-	(199)	-	(199)
Sales and acquisitions of non-controlling interests	-	-	-	12	-	-	-	12	-	12	(3)	9
Transfer of realised gains ³	-	-	-	-	(14)	-	-	(14)	14	-	-	-
Balance at the end of the year	10,200	(2,566)	132	(27)	32	38	64	(2,327)	(3,893)	3,980	3	3,983

1 Reserve to recognise the additional loss and subsequent transfer from shareholders' retained earnings on the demerger of AMP's UK operations in December 2003. The loss was the difference between the pro-forma loss on demerger and the market-based fair value of the UK operations.

2 The Capital profits reserve represents gains and losses attributable to shareholders of AMP on the sale or acquisition of minority interests in controlled entities to or from entities outside the AMP group.

3 Represents realised gains and losses on equity securities measured at fair value through other comprehensive income.

Consolidated statement of cash flows

for the year ended 31 December 2022

	Note	2022 \$m	2021 \$m
Cash flows from operating activities			
Cash receipts in the course of operations		1,975	2,564
Interest received		834	690
Dividends and distributions received		78	130
Cash payments in the course of operations		(2,875)	(3,175)
Net movement in deposits from customers		2,947	1,662
Finance costs		(465)	(309)
Income tax received		72	116
Net cash provided by operating activities	6.1	2,566	1,678
Cash flows from investing activities			
Net proceeds from sale of/(payments to acquire):			
– investments in financial assets ¹		(3,387)	(503)
– operating and intangible assets		(30)	(49)
– Resolution Life NOHC, AMP Capital's Global Equities and Fixed Income (GEFI) business and Infrastructure Debt platform		980	–
– other operating controlled entities and investments in associates accounted for using the equity method		(59)	(13)
Payments for loan book acquisition		(434)	–
Net cash used in investing activities		(2,930)	(565)
Cash flows from financing activities			
Proceeds from borrowings – non-banking operations		146	–
Repayment of borrowings – non-banking operations		(275)	(398)
Net movement in borrowings – banking operations		43	188
Proceeds from issuance of subordinated debt – banking operations		200	–
Payments for buyback of shares		(267)	(196)
Repayment of subordinated debt		(308)	(267)
Lease payments		(48)	(49)
Net cash used in financing activities		(509)	(722)
Net (decrease)/increase in cash and cash equivalents		(873)	391
Cash and cash equivalents at the beginning of the year		3,044	2,653
Cash and cash equivalents prior to deconsolidation and transfers		2,171	3,044
Cash and cash equivalents deconsolidated		(7)	–
Cash and cash equivalents at the end of the year	6.1	2,164	3,044

1 Net proceeds from sale of (payments to acquire) investments in financial assets also includes loans and advances made (net of payments) and purchases of financial assets (net of maturities) during the period by AMP Bank.