

## Under ASX Listing Rule 4.2A.3 for the six months ended 31 December 2020

Current period

1 July 2020 to 31 December 2020

Prior corresponding period (PCP)

1 July 2019 to 31 December 2019

	31 Dec 2020 \$m	31 Dec 2019 \$m	Change \$m	Change %
<b>Results for announcement to the market</b>				
Revenue from ordinary activities	1,289.5	1,222.2	67.3	5.5
Profit from ordinary activities after tax attributable to equity holders	222.8	220.4	2.4	1.1
Net profit for the period attributable to equity holders <sup>1</sup>	222.8	220.4	2.4	1.1

<sup>1</sup> Share of profits of associates is \$16.1 million (PCP: \$12.8 million).

Statutory net profit after tax, which includes investment experience, being the valuation movements on assets and liabilities supporting the Life business, was \$222.8 million (31 December 2019: \$220.4 million), up \$2.4 million primarily as a result of higher investment experience profit offsetting the decline in normalised earnings.

Normalised net profit after tax, management's preferred measure of profit, for the six months period to 31 December 2020 decreased by 28.5% to \$136.8 million (PCP: \$191.4 million). Refer to Note 3 Segment information in the 2021 Interim Financial Report for a definition of normalised net profit after tax and the reconciliation to the statutory profit for the period.

	31 Dec 2020 Cents	31 Dec 2019 Cents	Change %
<b>Dividend information</b>			
Interim per ordinary share – 100% franked (2019 interim: 100% franked)	9.5	17.5	(45.7)

	31 Dec 2020 \$m	31 Dec 2019 \$m	Change %
<b>Dividends proposed (not recognised as a liability at 31 December)</b>			
	64.0	106.7	(40.0)

The Challenger Limited Board will continue the Dividend Reinvestment Plan (DRP). The dividend will be paid on 23 March 2021. For any reinvestment of this dividend, the Board has determined that new shares will be issued to fulfil DRP requirements. The new shares will not be issued at a discount to the prevailing Challenger share price. There is no conduit foreign income for this dividend.

### 2021 Interim dividend dates

Ex-dividend date	23 February 2021
Record date	24 February 2021
Final Dividend Reinvestment Plan election date	25 February 2021
Payment date	23 March 2021

	Ownership interest	
	31 Dec 2020	31 Dec 2019
<b>Details of associates and joint ventures</b>		
Alphinity Investment Management Pty Ltd	30%	30%
Ardea Investment Management Pty Ltd	30%	30%
Ares Australia Management Pty Ltd	35%	35%
Avenir Capital Pty Ltd	40%	40%
Bentham Asset Management Pty Ltd	49%	49%
Eiger Capital Pty Ltd	40%	40%
Greencape Capital Pty Ltd	47%	48%
Lennox Capital Partners Pty Ltd	40%	40%
Merlon Capital Partners Pty Ltd	30%	30%
Novaport Capital Pty Ltd	49%	49%
Resonance Asset Management Ltd <sup>1</sup>	-	-
Wavestone Capital Pty Ltd	33%	33%
Whitehelm Capital Pty Ltd	30%	30%
WyeTree Asset Management Ltd	49%	49%

<sup>1</sup> Challenger holds a board position and is deemed to have significant influence.

	31 Dec 2020 \$m	31 Dec 2019 \$m
<b>Net tangible assets per security</b>		
<b>Net assets</b>	3,512.8	3,743.8
Less:		
- Intangible assets	17.6	21.7
- Goodwill	579.9	580.3
- Right-of-use lease asset	37.9	34.4
Non-controlling interests	-	28.0
<b>Net tangible assets</b>	<b>2,877.4</b>	<b>3,079.4</b>
Ordinary shares (number – million)	672.2	607.6
<b>Net tangible assets per security (\$)</b>	<b>4.28</b>	<b>5.07</b>

### Other disclosure requirements

Additional ASX Appendix 4D (Listing Rule 4.2A.3) disclosures can be found in the 2021 Interim Financial Report lodged separately from this document. This document should be read in conjunction with the 2021 Interim Financial Report and any public announcements made in the period by the Group in accordance with the continuous disclosure requirements of the *Corporations Act 2001* and ASX Listing Rules.

This preliminary financial report under ASX Listing Rule 4.2A.3 covers Challenger Limited and its controlled entities, and is based on the separately lodged consolidated financial statements and financial report which have been reviewed by Ernst & Young.

### Cross reference index for other disclosures included in 2021 Interim Financial Report

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Authorisation



Linda Matthews  
Company Secretary

8 February 2021