

Under ASX Listing Rule 4.2A.3 for the six months ended 31 December 2022

Current period 1 July 2022 to 31 December 2022

Prior comparative period (pcp) 1 July 2021 to 31 December 2021

	31 Dec 2022 \$m	31 Dec 2021 \$m	Change \$m	Change %
Results for announcement to the market				
Revenue from ordinary activities ^{1, 2}	1,505.4	1,480.1	25.3	1.7
Profit from ordinary activities after tax attributable to equity holders ²	128.2	286.1	(157.9)	(55.2)
Net profit for the period attributable to equity holders ³	122.7	282.0	(159.3)	(56.5)

¹ Comparative information has been restated to reflect the sale of the Challenger Bank. Refer to Note 16 Discontinued operations and business held for sale in the 2023 Interim Financial Report.

² Challenger Bank is excluded from ordinary activities given that it is a discontinued operation.

³ Share of profit of associates is \$13.6 million (31 December 2021: \$21.0 million).

Statutory net profit after tax, which includes investment experience, being the valuation movements on assets and liabilities supporting the Life business, was \$122.7 million (31 December 2021: \$282.0 million), down \$159.3 million primarily from lower investment experience profits.

Normalised net profit after tax, management's preferred measure of profit, for the six months ended 31 December 2022 increased by 1.0% to \$167.2 million (31 December 2021: \$165.6 million). Refer to Note 3 Segment information in the 2023 Interim Financial Report for a definition of normalised net profit after tax and the reconciliation to the statutory profit for the period.

	31 Dec 2022 cents	31 Dec 2021 cents	Change %
Dividend information			
Interim per ordinary share – [100% franked] (2021 interim: 100% franked)	12.0	11.5	4.3

	31 Dec 2022 \$m	31 Dec 2021 \$m	Change %
Dividends proposed (not recognised as a liability at 31 December)	82.1	78.0	5.3

The Challenger Limited Board will continue the Dividend Reinvestment Plan (DRP). The dividend will be paid on 21 March 2023. 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.

2023 Interim dividend dates

Ex-dividend date	21 February 2023
Record date	22 February 2023
Final Dividend Reinvestment Plan election date	23 February 2023
Interim dividend payment date	21 March 2023

Details of associates	Ownership interest	
	31 Dec 2022	31 Dec 2021
	% ¹	% ¹
Alphinity Investment Management Pty Ltd	30	30
Ardea Investment Management Pty Ltd	30	30
Ares Australia Management Pty Ltd	35	35
Bentham Asset Management Pty Ltd	49	49
Cultiv8 Funds Management Pty Ltd	36	—
Eiger Capital Pty Ltd	40	40
Greencape Capital Pty Ltd	45	45
Lennox Capital Partners Pty Ltd	40	40
Merlon Capital Partners Pty Ltd	30	30
Novaport Capital Pty Ltd	49	49
Ox Capital Management Pty Ltd	40	40
Resonance Asset Management Limited ²	—	—
Wavestone Capital Pty Ltd	33	33

¹ Represents voting rights percentages.

² Challenger is deemed to have significant influence.

	31 Dec 2022 \$m	31 Dec 2021 \$m
Net tangible assets per security		
Net assets	4,047.5	4,059.3
Less:		
- Right-of-use lease asset	27.3	31.5
- Goodwill	579.9	599.0
- Intangible assets	6.9	8.4
Net tangible assets	3,433.4	3,420.4
Ordinary shares (number - million)	682.0	676.0
Net tangible assets per security (\$)	5.03	5.06

Other disclosure requirements

Additional ASX Appendix 4D (Listing Rule 4.2A.3) disclosures can be found in the 2023 Interim Financial Report lodged separately from this document. This document should be read in conjunction with the 2023 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.

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Authorisation



Linda Matthews
Company Secretary

13 February 2023