

AMP Group Finance Services Limited

ABN 95 084 247 914

Directors' report and Financial report for the half year ended 30 June 2023

AMP Group Finance Services Limited
DIRECTORS' REPORT
for the half year ended 30 June 2023

The directors present their report on AMP Group Finance Services Limited (the Company) for the half year ended 30 June 2023.

Directors

The directors of the Company during the half year ended 30 June 2023 and up to the date of this report are shown below. Directors were in office for this entire period unless otherwise stated.

Blair Vernon (Chairman, appointed on 2 June 2023)
Jason Bounassif (Director)
James Georgeson (Chairman, resigned on 13 January 2023)
John O'Farrell (Director)
Peter Fredricson (Chairman, appointed on 13 January 2023 and resigned on 2 June 2023)

Principal activities

The principal activities of the Company during the half year were to undertake financial risk management and treasury activities for the AMP Limited group (the AMP group). There have been no significant changes in these activities during the half year.

Review of operations and results

The result for the half year ended 30 June 2023 was a net profit after tax of \$12.2m (June 2022: \$2.7m).

Events occurring after the reporting date

At the date of this report, the directors are not aware of any matters or circumstances that have arisen since the end of the financial year that have significantly affected, or may significantly affect:

- the Company's operation in future years;
- the results of those operations in future years; or
- the Company's state of affairs in future financial years.


Rounding

In accordance with the Australian Securities and Investments Commission Corporations Instrument 2016/191, amounts in this Directors' report and the accompanying financial report have been rounded to the nearest hundred thousand Australian dollars, unless stated otherwise.

Auditor's independence

The directors have obtained an independence declaration from the Company's auditor, Ernst & Young, a copy of which is attached to this report and forms part of the Directors' report for the half year ended 30 June 2023.

Signed in accordance with a resolution of the directors.



.....
Director

Sydney, 6 September 2023



**Building a better
working world**

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Auditor's Independence Declaration to the Directors of AMP Group Finance Services Limited

As lead auditor for the review of the half-year financial report of AMP Group Finance Services Limited for the half-year ended 30 June 2023, I declare to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b) no contraventions of any applicable code of professional conduct in relation to the review; and
- c) no non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink that reads "Ernst & Young".

Ernst & Young

A handwritten signature in black ink that reads "Anita Kariappa".

Anita Kariappa
Partner
6 September 2023

AMP Group Finance Services Limited

ABN 95 084 247 914

Financial report

for the half year ended 30 June 2023

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Registered Office:
50 Bridge Street
Sydney NSW 2000 Australia

AMP Group Finance Services Limited is a company limited by shares and is incorporated and domiciled in Australia.

Statement of comprehensive income

for the half year ended 30 June 2023

	Note	30 Jun 2023 \$m	30 Jun 2022 ¹ \$m
Interest income calculated using the effective interest method	3	17.5	2.0
Other interest income	3	14.9	13.4
Finance costs calculated using the effective interest method	3	(2.6)	(5.0)
Other finance costs	3	(17.0)	(15.5)
Net finance costs		12.8	(5.1)
Foreign exchange gains		6.1	5.4
Derivative (losses)/gains ²		(11.4)	27.2
Gains/(losses) on debt securities measured at fair value through profit or loss		16.4	(24.6)
Impairment expense		(6.8)	-
Other income		1.3	1.0
Operating expenses		(1.0)	-
Profit for the period before income tax		17.4	3.9
Income tax expense	4(a)	(5.2)	(1.2)
Profit for the period		12.2	2.7
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss			
Cash flow hedges			
- net (losses)/gains on cash flow hedges		(0.2)	0.6
- tax effect on cash flow hedge losses/(gains)		0.1	(0.2)
Other comprehensive (loss)/income for the period		(0.1)	0.4
Total comprehensive income for the period		12.1	3.1

- Results for the period ended 30 June 2022 have been restated to correct a derivative valuation and classification as disclosed in note 2.
- Derivative (losses)/gains include fair value movement attributable to the ineffective portion of the effective hedging relationship for borrowings and subordinated debt.

Statement of financial position

for the half year ended June 2023

	Note	30 Jun 2023 \$m	31 Dec 2022 \$m
Current assets			
Cash and cash equivalents		141.1	297.7
Financial assets measured at amortised cost			
- Negotiable certificates of deposit		549.2	39.9
- Promissory notes – intercompany		189.0	350.0
- Floating rate notes		25.7	-
- Receivables	5	1,197.9	351.9
- Debt securities		11.9	-
Financial assets measured at fair value through profit or loss			
- Derivative financial assets		74.2	35.4
Intercompany tax receivable from head entity		-	6.3
Total current assets		2,189.0	1,081.2
Non-current assets			
Financial assets measured at amortised cost			
- Floating rate notes		451.7	203.5
- Receivables	5	-	704.1
Financial assets measured at fair value through profit or loss			
- Debt securities		144.2	296.2
- Derivative financial assets		36.0	65.3
Deferred tax assets	4(b)	2.2	0.1
Total non-current assets		634.1	1,269.2
Total assets		2,823.1	2,350.4
Current liabilities			
Financial liabilities measured at amortised cost			
- Payables	6	1,733.1	1,147.4
- Borrowings and subordinated debt	7	623.9	478.1
- Collateral deposits held		86.6	92.4
Financial liabilities measured at fair value through profit and loss			
- Derivative financial liabilities		8.5	17.1
Intercompany tax payable to head entity		0.9	-
Total current liabilities		2,453.0	1,735.0
Non-current liabilities			
Financial liabilities measured at amortised cost			
- Borrowings and subordinated debt	7	-	252.6
Financial liabilities measured at fair value through profit or loss			
- Derivative financial liabilities		16.3	21.1
Total non-current liabilities		16.3	273.7
Total liabilities		2,469.3	2,008.7
Net assets		353.8	341.7
Equity			
Issued capital	8	776.0	776.0
Reserves		0.1	0.2
Accumulated losses		(422.3)	(434.5)
Total equity		353.8	341.7

Statement of changes in equity

for the half year ended 30 June 2023

	Issued capital	Cash flow hedge reserve	Accumulated losses	Total shareholder equity
	\$m	\$m	\$m	\$m
30 June 2023				
Balance as at 1 January 2023	776.0	0.2	(434.5)	341.7
Profit	-	-	12.2	12.2
Other comprehensive loss	-	(0.1)	-	(0.1)
Total comprehensive income	-	(0.1)	12.2	12.1
Balance as at 30 June 2023	776.0	0.1	(422.3)	353.8
30 June 2022¹				
Balance as at 1 January 2022	1,056.0	(0.6)	(419.8)	635.6
Profit	-	-	2.7	2.7
Other comprehensive income	-	0.4	-	0.4
Total comprehensive income	-	0.4	2.7	3.1
Capital return	(400.0)	-	-	(400.0)
Shares issued	80.0	-	-	80.0
Balance as at 30 June 2022	736.0	(0.2)	(417.1)	318.7

1 Results for the period ended 30 June 2022 have been restated to correct a derivative valuation and classification as disclosed in note 2.

AMP Group Finance Services Limited
Statement of cash flows
for the half year ended 30 June 2023

	30 Jun 2023 \$m	30 Jun 2022 \$m
Cash flows from operating activities		
Interest and other items of a similar nature received	38.0	13.4
Interest paid and other finance costs	(17.5)	(16.0)
Other items	0.3	2.3
Cash flows from/(used in) operating activities before changes in operating assets and liabilities	20.8	(0.3)
Changes in operating assets and liabilities arising from cashflow movements		
Net proceeds from related parties	380.5	656.6
Net proceeds from collateral deposits	47.2	19.6
Net movement in derivative financial assets and liabilities	3.3	(8.1)
Net movement in other payables	4.3	27.6
Cash flows from operating activities	456.1	695.4
Cash flows from investing activities		
(Payments to acquire)/Net proceeds from sale of:		
- negotiable certificate of deposit	(509.3)	(372.0)
- promissory notes	(273.9)	(65.0)
- floating rate notes	161.0	(95.8)
- debt securities	156.1	(117.9)
Cash flows used in investing activities	(466.1)	(650.7)
Cash flows from financing activities		
Net repayments of borrowings	(146.6)	-
Proceeds from issue of share capital	-	80.0
Cash flows (used in)/from financing activities	(146.6)	80.0
Net (decrease)/increase in cash and cash equivalents	(156.6)	124.7
Cash and cash equivalents at the beginning of the period	297.7	112.7
Cash and cash equivalents at the end of the period	141.1	237.4

Notes to the financial statements

for the half year ended 30 June 2023

1. Basis of preparation and summary of significant accounting policies

AMP Group Finance Services Limited (the Company) is an unlisted public company limited by shares, incorporated and domiciled in Australia. The Company conducts business in Australia. The parent entity of the Company is AMP Group Services Limited. The ultimate parent entity is AMP Limited. The Company operated wholly in one segment. The principal activities of the Company are described in the Directors' report.

This general purpose financial report has been prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. The Company is a for-profit entity for the purposes of preparing financial statements.

This half year financial report does not include all notes of the type normally included within the annual financial statements and therefore cannot be expected to provide as full an understanding of the financial position and financial performance of the Company as that given by the annual financial report. As a result, this report should be read in conjunction with the 2022 annual financial report of the Company.

Comparative information has been reclassified where required for consistency with the current half year's presentation. The principal accounting policies and methods of computation adopted in the preparation of the 2023 half year financial report are consistent with the accounting policies and methods of computation adopted in the preparation of the 2022 annual financial report.

Going Concern

The Company's management has made an assessment of its ability to continue as a going concern and is satisfied that it has access to the resources to continue in business for the foreseeable future. In reaching this determination, management has had regard to the Company's ability to pay its debts as and when they fall due.

The Company had a net current asset deficiency of \$264.0m at 30 June 2023 (2022: \$653.8m). The majority of the Company's payables are due to related parties and are payable on demand. Although the Company does not expect to be required to settle these obligations in the next 12 months, it does not have the unconditional ability to defer payment beyond 12 months if repayment is demanded. Accordingly, consistent with accounting standard requirements, payables where the Company does not have the unconditional ability to defer payment beyond 12 months, regardless of expectation, are classified as current. In the event that the Company requires liquidity to settle upcoming liabilities, the Company would utilise proceeds from the sale of non-current assets such as Debt securities or Floating rate notes.

In addition to the considerations above, AMP Group Holdings Limited (AMPGH) has entered into arrangements with the Company whereby AMPGH will provide liquidity support, as may be required, (after taking into account all assets, liabilities and cashflow requirements of the Company) to ensure the Company is able to meet its liabilities (including contingent liabilities) at the time they become due and payable.

Notes to the financial statements

for the half year ended 30 June 2023

2. Restatement

During the six months ended 31 December 2022, AMPGFS identified an error in relation to the valuation of a derivative instrument recognised in its 30 June 2022 interim financial report, as well as an error in the classification of the fair value movement recognised on the Statement of comprehensive income. The error resulted in an overstatement of Profit after tax of \$12.2m. The valuation was corrected during the 2022 financial year, resulting in no impact to the Statement of financial position balances reported in AMPGFS's financial report for the year ended 31 December 2022.

The impact on the AMPGFS Statement of comprehensive income for the six months ended on 30 June 2022 is shown in the table below:

30 June 2022	Previously reported \$m	Impact of change \$m	Restated amount \$m
Statement of comprehensive income			
Derivative gains	34.8	(7.6)	27.2
Losses on debt securities measured at fair value through profit or loss	(14.8)	(9.8)	(24.6)
Profit for the period before income tax	21.3	(17.4)	3.9
Income tax expense	(6.4)	5.2	(1.2)
Profit for the period	14.9	(12.2)	2.7
Total comprehensive income for the period	15.3	(12.2)	3.1

The impact on AMPGFS net assets as at 30 June 2022 is reflected in the Statement of changes in equity.

3. Net finance costs

	30 Jun 2023 \$m	30 Jun 2022 \$m
Interest Income		
Interest income calculated using the effective interest method		
- related	0.2	0.9
- other	17.3	1.1
Other interest income		
- Debt securities interest income	5.6	9.0
- Derivative interest income	9.3	4.4
Total interest income	32.4	15.4
Finance costs on borrowings and subordinated debt		
Finance costs calculated using the effective interest method		
- related	(0.9)	(0.1)
- other	(1.7)	(4.9)
Other finance costs		
- Derivative and other finance costs	(17.0)	(15.5)
Total finance costs	(19.6)	(20.5)

Notes to the financial statements

for the half year ended 30 June 2023

4. Income tax

	30 Jun 2023	30 Jun 2022 ¹
	\$m	\$m
(a) Relationship between income tax and accounting profit or loss		
Profit for the period before income tax	17.4	3.9
Prima facie tax expense at 30% (2022: 30%)	(5.2)	(1.2)
Income tax expense per Statement of comprehensive income	(5.2)	(1.2)

1 Results for the period ended 30 June 2022 have been restated to correct a derivative valuation and classification as disclosed in note 2.

	30 Jun 2023	31 Dec 2022
	\$m	\$m
(b) Analysis of deferred tax assets		
Temporary differences ¹	2.2	0.1
Total deferred tax assets	2.2	0.1

1 Temporary differences due to movement in expected credit losses for the period ended 30 June 2023 (31 December 2022: Temporary differences due to unrealised movements on derivatives and borrowings).

	30 Jun 2023	30 Jun 2022
	\$m	\$m
(c) Amounts recognised directly in equity		
Income tax credit/(expense) related to items taken directly to equity during the current period	0.1	(0.2)

5. Receivables

	30 Jun 2023	31 Dec 2022
	\$m	\$m
Intercompany loan receivables	1,188.0	987.1
Receivables - other ¹	9.9	68.9
Total receivables²	1,197.9	1,056.0

1 Includes collateral deposits of \$5.6m (2022: \$58.7m).

2 Receivables are presented net of ECL of \$6.4m (2022: \$0.02m).

6. Payables

	30 Jun 2023	31 Dec 2022
	\$m	\$m
Intercompany loan payables	1,724.0	1,142.6
Payables - other	9.1	4.8
Total payables	1,733.1	1,147.4

Notes to the financial statements

for the half year ended 30 June 2023

7. Borrowings and subordinated debt

	30 Jun 2023	31 Dec 2022
	\$m	\$m
CHF Medium Term Notes ¹	623.9	584.2
Repurchase agreement (NAB)	-	146.6
Total borrowings and subordinated debt	623.9	730.8

1 Senior Unsecured Fixed Rate Notes of CHF 140m were issued on 18 April 2019 and were subsequently increased by CHF 100m on 3 December 2019. These Notes were repaid in instalments of CHF 30m on 31 August 2022 and of CHF 210m on 18 July 2023 respectively. Senior Unsecured Fixed Rate Notes of CHF 175m were issued on 3 March 2020 of which CHF 10m was repaid on 31 August 2022. The remaining balance matures on 3 June 2024.

8. Issued capital

	30 Jun 2023	31 Dec 2022
	\$m	\$m
Total issued capital	776.0	776.0
62 (2022: 62) fully paid ordinary share	776.0	776.0
Balance at the end of the period	776.0	776.0

	30 Jun 2023	31 Dec 2022
	\$m	\$m
Issued capital	776.0	776.0
Balance at the beginning of the year	776.0	1,056.0
Capital return	-	(400.0)
Nil shares issued during the period (2022: 30)	-	120.0
Balance at the end of the period	776.0	776.0

Holders of ordinary shares have the right to receive dividends as declared and, in the event of winding up the Company, to participate in the proceeds from the sale of all surplus assets in proportion to the number of shares held.

Ordinary shares entitle their holder to one vote per share, either in person or by proxy, at a meeting of the Company.

Notes to the financial statements

for the half year ended 30 June 2023

9. Fair value information

The following table shows the carrying amount and estimated fair values of financial instruments, including the levels in the fair value hierarchy.

	Carrying amount \$m	Level 1 \$m	Level 2 \$m	Level 3 \$m	Total fair value \$m
30 June 2023					
Financial assets measured at fair value					
<i>Financial assets measured at fair value through profit and loss</i>					
Debt securities	144.2	-	144.2	-	144.2
Derivative financial assets	110.2	-	110.2	-	110.2
Total financial assets measured at fair value	254.4	-	254.4	-	254.4
Financial assets not measured at fair value					
<i>Financial assets measured at amortised cost</i>					
Negotiable certificates of deposit	549.2	-	549.2	-	549.2
Floating rate notes	477.4	-	477.7	-	477.7
Promissory notes	189.0	-	189.1	-	189.1
Receivables	1,197.9	-	1,197.9	-	1,197.9
Debt securities	11.9	-	11.9	-	11.9
Total financial assets not measured at fair value	2,425.4	-	2,425.8	-	2,425.8
Financial liabilities measured at fair value					
<i>Financial liabilities measured at fair value through profit and loss</i>					
Derivative financial liabilities	24.8	-	24.8	-	24.8
Total financial liabilities measured at fair value	24.8	-	24.8	-	24.8
Financial liabilities not measured at fair value					
<i>Financial liabilities measured at amortised cost</i>					
Borrowings and subordinated debt	623.9	-	625.1	-	625.1
Collateral deposits held	86.6	-	86.6	-	86.6
Payables	1,733.1	-	1,733.1	-	1,733.1
Total financial liabilities not measured at fair value	2,443.6	-	2,444.8	-	2,444.8
31 December 2022					
Financial assets measured at fair value					
<i>Financial assets measured at fair value through profit and loss</i>					
Investment in unlisted managed investment schemes	-	-	-	-	-
Debt Securities	296.2	-	296.2	-	296.2
Derivative financial assets	100.7	-	100.7	-	100.7
Total financial assets measured at fair value	396.9	-	396.9	-	396.9
Financial assets not measured at fair value					
<i>Financial assets measured at amortised cost</i>					
Negotiable certificates of deposit	39.9	-	39.9	-	39.9
Floating rate notes	203.5	-	202.8	-	202.8
Promissory notes	350.0	-	350.2	-	350.2
Receivables	1,056.1	-	1,056.1	-	1,056.1
Total financial assets not measured at fair value	1,649.5	-	1,649.0	-	1,649.0
Financial liabilities measured at fair value					
<i>Financial liabilities measured at fair value through profit and loss</i>					
Derivative financial liabilities	38.2	-	38.2	-	38.2
Total financial liabilities measured at fair value	38.2	-	38.2	-	38.2
Financial liabilities not measured at fair value					
<i>Financial liabilities measured at amortised cost</i>					
Borrowings and subordinated debt	730.7	-	734.9	-	734.9
Collateral deposits held	92.4	-	92.4	-	92.4
Payables	1,147.4	-	1,147.4	-	1,147.4
Total financial liabilities not measured at fair value	1,970.5	-	1,974.7	-	1,974.7

Notes to the financial statements

for the half year ended 30 June 2023

9. Fair value information (continued)

The company's methodology and assumptions used to estimate the fair value of financial instruments are described below:

<i>Negotiable certificates of deposit (NCD), Floating rate notes and Promissory notes</i>	The fair value of NCDs, floating rate notes and promissory notes represents the discounted amount of estimated future cash flows expected to be received, based on the maturity profile of the respective NCDs, floating rate notes and promissory notes. The fair value is the par value plus any accrued interest.
<i>Receivables and payables</i>	Receivables/payables primarily represents loans to/from entities within the AMP Limited Group. For balances receivable/payable on demand, the fair value is the outstanding balance. For balances not receivable/payable on demand, fair value is estimated with reference to a discounted cash flow model using discount rates appropriate for the respective counterparties and the terms to maturity.
<i>Investments in unlisted managed investment schemes</i>	The fair value of investments in unlisted managed investment schemes is determined on the basis of published redemption prices of those managed investment schemes at the reporting date.
<i>Derivative financial assets and liabilities</i>	The fair value of financial instruments traded in active markets (such as publicly traded derivatives) is based on quoted market prices (current bid price or current offer price) at the reporting date. The fair value of financial instruments not traded in an active market (e.g. over-the-counter derivatives) is determined using valuation techniques. Valuation techniques include net present value techniques, option pricing models, discounted cash flow methods and comparison to quoted market prices or dealer quotes for similar instruments. The models use a number of inputs, including the credit quality of counterparties, foreign exchange spot and forward rates, yield curves of the respective currencies, currency basis spreads between the respective currencies, interest rate curves and forward rate curves of the underlying instruments. Some derivative contracts are significantly cash collateralised, thereby minimising both counterparty risk and the Company's own non-performance risk.
<i>Borrowings and subordinated debt</i>	Borrowings comprise commercial paper, drawn liquidity facilities, various floating-rate and medium-term notes and subordinated debt. The estimated fair value of borrowings is determined with reference to quoted market prices. For borrowings where quoted market prices are not available, a discounted cash flow model is used, based on a current yield curve appropriate for the remaining term to maturity. For short term borrowings, the par value is considered a reasonable approximation of the fair value.
<i>Debt Securities</i>	Debt securities comprise a portfolio of government and semi-government bonds. The fair value of unlisted debt securities is estimated using interest rate yields obtainable on comparable listed investments. For debt securities with a maturity of less than 12 months, par value is considered a reasonable approximation of fair value.

The financial assets and liabilities measured at fair value are categorised using the fair value hierarchy which reflects the significance of inputs into the determination of fair value as follows:

- Level 1: the fair value is valued by reference to quoted prices and active markets for identical assets or liabilities;
- Level 2: the fair value is estimated using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices);
- Level 3: the fair value is estimated using inputs for the asset or liability that are not based on observable market data.

For assets and liabilities that are recognised in the financial statements at fair value on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

There have been no significant transfers between Level 1, Level 2 and Level 3 during the 2023 financial half year.

Notes to the financial statements

for the half year ended 30 June 2023

10. Transactions with related parties

The Company has transactions with related parties including controlled entities and associated entities. Most of those related party activities are provision of inter-company loans to companies within the AMP group. Other related party transactions are in respect of administrative services provided by fellow controlled entities in the AMP group.

(a) Income and expense transactions with related parties

	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022	30 Jun 2023	30 Jun 2022
	Interest income from related parties		Other income from related parties		Interest expense to related parties		Other expense to related parties	
Related parties	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
AMP Limited	-	138	-	-	-	-	5,504	-
AWM Services Pty Ltd	-	-	-	-	98	9	-	-
AMP Advice Holdings Pty Ltd	1	1	-	-	-	-	-	-
AMP Capital Finance Ltd	183	777	1,275	1,116	-	-	-	-
NMFM Limited	-	-	-	-	775	105	-	-
AMP Bank Limited	2	16	-	-	-	-	-	-
IPAC Asset Management Limited	-	-	-	-	-	26	-	-
Total	186	932	1,275	1,116	873	140	5,504	-

(b) Investments and balances with related parties

	30 Jun 2023	31 Dec 2022	30 Jun 2023	31 Dec 2022
	Amounts owed by related parties		Amounts owed to related parties	
Related parties	\$'000	\$'000	\$'000	\$'000
AMP Limited	845,629	281,878	2,878	350,000
AMP Group Holdings Limited ¹	-	350,000	308,323	190,291
AMP Finance Services Limited	-	-	10,572	10,191
AMP Services Limited ²	530,318	704,118	-	-
AMP Holdings Limited	-	-	118,500	91,000
AMP Wealth Mgt Holding Pty Ltd	-	-	128,318	257,840
AMP Financial Planning	-	-	41,000	-
AMP Planner Register	-	-	12,000	-
AMP Superannuation Ltd	-	-	2,750	-
INSSA Pty Limited	-	-	2,850	2,850
AWM Services Pty Ltd	-	-	20,000	19,902
AMP Advice Holdings Pty Ltd	-	-	17,270	17,263
Collimate Capital Limited	-	-	244,697	-
AMP Capital Investors Holdings Ltd	-	-	521,512	-
AMP Capital Finance Ltd	-	-	156,431	104,971
NMFM Limited	-	-	44,792	44,581
AMP Bank Limited	1,016	1,014	-	-
Genesys Group Holdings	-	-	2,850	2,850
Genesys Group Pty Ltd	-	-	2,150	2,150
Quadrant Securities Pty Ltd	-	-	2,950	2,950
Associated Planners Fin Srv PL	-	-	24,000	22,600
Charter Financial Planning	-	-	20,500	-
IPAC Group Services P/L	-	-	29,200	12,650
SMSF Advice Pty Ltd	-	-	1,650	1,650
Pajoda	-	-	6,050	6,050
Wealth Vision Financial Services	-	-	2,750	2,750
Total	1,376,963	1,337,010	1,723,993	1,142,540

1 The amount of \$350,000k, for the year ended 31 December 2022, relates to Promissory Notes issued by AMPGFS to AMP Group Holdings Limited as per Statement of financial position.

2 The amount of \$530,318k includes Promissory Notes of \$189,000k issued by AMPGFS to AMP Services Limited as per Statement of financial position.

Notes to the financial statements

for the half year ended 30 June 2023

11. New accounting standards

A number of new accounting standards' amendments have been adopted effective 1 January 2023. These have not had a material effect on the financial position or performance of the Company.

12. Events occurring after the reporting date

At the date of this report, the directors are not aware of any matters or circumstances that have arisen since the end of the financial year that have significantly affected, or may significantly affect:

- the Company's operation in future years;
- the results of those operations in future years; or
- the Company's state of affairs in future financial years.

AMP Group Finance Services Limited
Directors' declaration
for the half year ended 30 June 2023

In accordance with a resolution of the directors of AMP Group Finance Services Limited, we state for the purposes of section 303(4) of the *Corporations Act 2001* that, in the opinion of the directors:

- (a) there are reasonable grounds to believe that AMP Group Finance Services Limited will be able to pay its debts as and when they become due and payable; and
- (b) the financial statements and the notes of AMP Group Finance Services Limited for the half year ended 30 June 2023 are in accordance with the *Corporations Act 2001*, including section 304 (compliance with accounting standards) and section 305 (true and fair view).



.....
Director

Sydney, 6 September 2023



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Independent auditor's review report to the members of AMP Group Finance Services Limited

Conclusion

We have reviewed the accompanying half-year financial report of AMP Group Finance Services Limited (the Company), which comprises the statement of financial position as at 30 June 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Company does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the Company's financial position as at 30 June 2023 and of its financial performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' responsibilities for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 30 June 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards



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and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in black ink that reads "Ernst & Young".

Ernst & Young

A handwritten signature in black ink that reads "Anita Kariappa".

Anita Kariappa
Partner
Sydney
6 September 2023