

Santam Limited
 ("Santam" or "the company" or "the group")
 Incorporated in the Republic of South Africa
 Registration number 1918/001680/06
 ISIN: ZAE000093779
 JSE share code: SNT
 NSX share code: SNM
 A2X share code: SNT
 Debt company code: BISAN
 LEI: 37890092DC55C7D94B35

REVIEWED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE 2023 AND DECLARATION OF ORDINARY DIVIDEND (NUMBER 137)

KEY FINANCIAL RESULTS

	Period ended 30 Jun 2023	Period ended 30 Jun 2022	Change %
Group insurance revenue (R million)	22,492	20,416	10%
Ordinary dividend per share (R cents per share)	495.00000	462.00000	7%
Basic earnings per share (R cents per share)	1,170	490	139%
Headline earnings per share (HEPS) (R cents per share)	1,170	475	146%

SALIENT FEATURES

- Conventional insurance GWP growth of 7% to R17.7 billion
- Conventional insurance net underwriting margin of 3.8% (3.0% in June 2022)
- Gross claims paid of R14.6 billion
- Annualised return on shareholders' funds of 24.0%
- Economic capital coverage ratio of 159% (156% in December 2022)
- Interim dividend of 495.00000 cents per share

KEY PERFORMANCE HIGHLIGHTS

The group's diversification across market segments, insurance classes and geographical reach stood us well in the six months to 30 June 2023. Together with our industry-leading human capital base and the strength of our balance sheet, it provided a solid platform to achieve an overall satisfactory financial performance for the period, despite a difficult operating environment. Earnings and headline earnings per share increased by 139% and 146% respectively. The group declared an interim dividend of 495 cents per share.

Conventional insurance underwriting results

The conventional insurance business achieved strong gross written premium growth of 7%.

A net underwriting margin of 3.8% was reported, below the group's target range of 5% to 10%, but improving from 3.0% in the comparable period in 2022 (restated for the adoption of the new IFRS 17 accounting standard).

This is a solid performance during a period where we faced major weather-related claims and losses from the earthquakes in Türkiye.

Alternative Risk Transfer (ART) insurance

The ART business reported another set of excellent operating results, supported by strong growth in fee income and positive investment and underwriting results.

Investment return

Investment return earned on our insurance funds and shareholder capital portfolios increased by 445%, benefiting from the higher interest rate environment, foreign currency translation gains as well as a positive revaluation of our investment in Shriram General Insurance in India.

DECLARATION OF ORDINARY DIVIDEND (NUMBER 137)

Notice is hereby given that the board has declared a gross interim dividend of 495.00000 cents (Jun 2022: 462.00000 cents) per ordinary share for the six months ended 30 June 2023 to those members registered on the record date, being Friday, 22 September 2023. The dividend has been declared from income reserves. A dividend withholding taxation of 20% will be applicable to all shareholders who are not exempt, with a net dividend of 396.00000 cents per ordinary share payable to such shareholders.

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Company tax reference number: 9475/144/71/4

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Gross ordinary cash dividend amount per share: 495.00000 cents

Net ordinary cash dividend amount per share: 396.00000 cents

Issued shares at 31 August 2023: 115 131 417

Declaration date: Thursday, 31 August 2023

Last day to trade cum dividend: Tuesday, 19 September 2023

Shares trade ex-dividend: Wednesday, 20 September 2023

Record date: Friday, 22 September 2023

Payment date: Tuesday, 26 September 2023

To allow for the dividend calculation, Santam's share register will be closed for all transfers, off-market transactions and dematerialisations or rematerialisations between Wednesday, 20 September 2023 and Friday, 22 September 2023, both days inclusive.

In terms of the dividends tax legislation, the dividends tax amount due will be withheld and paid over to the South African Revenue Service (SARS) by a nominee company, stockbroker or Central Securities Depository Participant (CSDP) (collectively Regulated Intermediary) on behalf of shareholders. Shareholders should seek their own advice on the tax consequences associated with the dividend and are encouraged to ensure their records are up to date so that the correct withholding tax is applied to their dividend.

SHORT FORM ANNOUNCEMENT

This short form announcement is the responsibility of the directors and is only a summary of the information in the full reviewed condensed consolidated interim financial statements announcement ("full announcement"). Any investment decision by investors and/or shareholders and/or bondholders should be based on consideration of the full announcement that was released on 31 August 2023 and which can be found on the company's website at <https://www.santam.co.za/media/2688257/2023-interim-financial-statements.pdf>. Copies of the full announcement may also be requested at the company's registered office, at no charge, during office hours at the investor relations department (see contact details below).

PricewaterhouseCoopers expressed an unmodified review opinion on the reviewed condensed consolidated interim financial statements in their report dated 30 August 2023. The full report is available on <https://www.santam.co.za/media/2688257/2023-interim-financial-statements.pdf>.

The full announcement and review opinion is available on the JSE's SENS cloudlink at <https://senspdf.jse.co.za/documents/2023/JSE/ISSE/SNT/HY23.pdf>

The presentation to analysts can be found on the company's website at <https://www.santam.co.za/media/2688258/2023-june-ias-booklet.pdf>.

ADMINISTRATION

INVESTOR RELATIONS

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NON-EXECUTIVE DIRECTORS

M Chauke, CD Da Silva, MP Fandesio, PB Hanratty, DEH Loxton, MM Mahlangeni, MLD Marole, NT Moholi (chair), AM Mukhuba, JJ Ngulube, PE Speckmann, L Swartz

EXECUTIVE DIRECTORS

TC Madzinga (group chief executive officer), ML Olivier (group chief financial officer)

COMPANY SECRETARY

R Eksteen

TRANSFER SECRETARIES

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www.santam.co.za

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31 August 2023

SPONSOR

Equity sponsor: Investec Bank Limited

Debt sponsor: Rand Merchant Bank (a division of FirstRand Bank Limited)

Santam is an authorised financial services provider (licence number 3416).