

## Statement of changes in shareholders' funds for the year ended 31 December 2005

	Note	Ordinary share capital and premium Rm	Empower- ment reserve Rm	Trans- lation reserve Rm	Hedge of net investment reserve Rm	Statutory credit risk reserve Rm
Balance at 1 January 2004 as previously reported		2 407		413	68	–
Adjustment on adoption of IFRS	Annexure A					2
Restated balance at 1 January 2004		2 407		413	68	2
Currency translation movement and hedging				(1 360)	88	
Increase in statutory credit risk reserve						1
Fair value adjustments						
Financial instrument reclassifications						
Realised fair value adjustments recycled to the income statement						
Impairment resulting from Tutuwa initiative	21		(4 360)			
Unrecognised profit on sale of subsidiary shares	21		114			
Increase in minorities resulting from acquisitions						
Issue of share capital and share premium		269				
Share issue and repurchase costs						
Equity-settled share-based payment transactions						
Other						
Attributable earnings for the year						
Net dividends paid						
Balance at 31 December 2004		2 676	(4 246)	(947)	156	3
Balance at 1 January 2005		2 676	(4 246)	(947)	156	3
Adjustment on adoption of IFRS	Annexure A					
Restated balance at 1 January 2005		2 676	(4 246)	(947)	156	3
Currency translation movement and hedging				626	(229)	
Increase in statutory credit risk reserve						23
Fair value adjustments						
Realised fair value adjustments recycled to the income statement						
Net decrease in treasury shares						
Change in shareholding of subsidiaries						
Increase in minorities resulting from acquisitions						
Issue of share capital and share premium		246				
Share buy-backs		(677)				
Share issue and repurchase costs		(3)				
Equity-settled share-based payment transactions						
Other						
Attributable earnings for the year						
Net dividends paid						
Dividends paid to equity holders	26					
Dividends received from Tutuwa initiative and policyholders' deemed treasury shares						
Balance at 31 December 2005		2 242	(4 246)	(321)	(73)	26

All balances are stated net of applicable tax.

Cash flow hedging reserve Rm	Available-for-sale revaluation reserve Rm	Re-valuation and other reserves Rm	Treasury shares Rm	Share-based payment reserve Rm	Retained earnings Rm	Ordinary share-holders' funds Rm	Preference share capital and premium Rm	Minority interest Rm	Total equity Rm
44	484	224			25 195	28 835	8	6 421	35 264
		93		23	(209)	(91)		(5)	(96)
44	484	317		23	24 986	28 744	8	6 416	35 168
						(1 272)		(103)	(1 375)
					(1)	-			-
(5)	138					133		369	502
					24	24			24
	(123)	(7)				(130)		(109)	(239)
						(4 360)		(908)	(5 268)
						114		94	208
								6	6
						269	3 000	138	3 407
					(57)	(57)	(17)	(16)	(90)
				70		70		14	84
		(5)				(5)		(14)	(19)
					7 684	7 684		1 388	9 072
					(2 150)	(2 150)		(797)	(2 947)
39	499	305		93	30 486	29 064	2 991	6 478	38 533
39	499	305		93	30 486	29 064	2 991	6 478	38 533
	(399)		(354)		(148)	(901)		(2 756)	(3 657)
39	100	305	(354)	93	30 338	28 163	2 991	3 722	34 876
						397		(21)	376
		(28)			5	-			-
(140)	126					(14)			(14)
18	(64)					(46)			(46)
			(171)		180	9		197	206
								(288)	(288)
								161	161
						246		71	317
						(677)			(677)
						(3)			(3)
				160		160		31	191
		21			(10)	11		18	29
					8 432	8 432	226	639	9 297
					(3 747)	(3 747)	(226)	(488)	(4 461)
					(4 107)	(4 107)	(226)	(649)	(4 982)
					360	360		161	521
(83)	162	298	(525)	253	35 198	32 931	2 991	4 042	39 964