

Appendix 4B

Preliminary Final Report

Name of entity

AMP Limited

ABN

Half Year

Preliminary
FinalHalf year ended
(‘current period’)

49 079 354 519

✓

31 December 2002

For announcement to the market

Extracts from this report for announcement to the market

\$A'm

Premium, fee and other revenue (item 1.1a, 1.1b)	down	22%	to	4,861
Profit (loss) from ordinary activities after tax attributable to members (item 1.10)	down	230%	to	(896)
Profit (loss) from extraordinary items after tax attributable to members (item 2.5(d))		N/A		
Net profit (loss) for the period attributable to members (item 1.10)	down	230%	to	(896)
Dividends (distributions)		Amount per security		Franked amount per security
Final dividend (item 15.4)		20 cents		3.0 cents
Previous corresponding period (item 15.5)		26 cents		3.9 cents
Record date for determining entitlements to the dividend, (see item 15.2)		Friday, 4 th April 2003		
<p>The information contained in this document should be read in conjunction with the Annual Report of AMP Limited for the year ended 31 December 2002 and any public announcements made by AMP Limited and its controlled entities during the year in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 and the ASX Listing Rules.</p>				

Consolidated statement of financial performance

	Current period \$A'm	Previous corresponding period \$A'm
1.1 Revenues and expenses from ordinary activities		
1.1a Premium and related revenue	3,388	4,454
1.1b Fee and other income	1,473	1,809
1.1c Investment gains (losses)	(7,787)	(1,605)
1.1d Claims expense	(6,409)	(7,843)
1.1e Movement in life insurance liabilities	12,440	7,947
1.1f Operating expenses	(4,708)	(4,455)
1.2 Borrowing costs	(821)	(894)
1.3 Share of net profit (loss) of associates and joint venture entities (see item 16.7)	-	-
1.4 Profit (loss) from ordinary activities before tax attributable to shareholders and other equity interests	(2,424)	(587)
1.5 Income tax (expense) credit on ordinary activities ¹	801	397
1.6 Profit (loss) from ordinary activities after tax attributable to shareholders and other equity interests	(1,623)	(190)
1.7 Profit (loss) from extraordinary items after tax (see item 2.5d)	-	-
1.8 Net profit (loss)	(1,623)	(190)
1.9 Remove net profit (loss) from ordinary activities after tax not attributable to shareholders		
- Movement in unattributed life funds	749	940
- Outside equity interests – other controlled entities	(3)	(60)
- AMP Reset Preferred Securities Trust	(19)	-
1.10 Net profit (loss) for the period attributable to members	(896)	690

Non-owner transaction changes in equity

1.11 Increase (decrease) in revaluation reserves	-	-
1.12 Net exchange differences recognised in equity	48	211
1.13 Other revenue, expense and initial adjustments recognised in equity	-	-
1.14 Initial adjustments from UIG transitional provisions	-	-
1.15 Total transactions and adjustments recognised directly in equity	48	211
1.16 Total changes in equity not resulting from transactions with owners as owners	(848)	901

Earnings per security (EPS)

	Current period (cents)	Previous corresponding period (cents)
1.17 Basic EPS	(78.8)	62.1
1.18 Diluted EPS	(78.8)	61.6

Note:

1. The income tax payable by a life insurer is not derived from its operating result. In accordance with AASB 1038: 'Life Insurance Business', a reconciliation of income tax expense to income tax calculated at the current income tax rate applied to the net profit (loss) is not provided.

Profit (loss) from ordinary activities attributable to members

	Current period \$A'm	Previous corresponding period \$A'm
1.19 Profit (loss) from ordinary activities after tax (item 1.8)	(1,623)	(190)
1.20 Less (plus) outside equity interests	(727)	(880)
1.21 Profit (loss) from ordinary activities after tax, attributable to members	(896)	690

Details of revenues from ordinary activities

Premium and related revenue		
1.22 Premium and related revenue received and receivable	16,767	18,103
1.23 Less deposits recognised as an increase in life insurance policy liabilities ⁽¹⁾	(13,379)	(13,649)
1.24 Premium and related revenue- recognised as revenue⁽¹⁾	3,388	4,454
Fees and other revenue		
1.25 Banking business fees	40	20
1.26 Investment and management fees	740	720
1.27 Service fees	151	420
1.28 Financial advisory fees	44	39
1.29 Other revenue ⁽²⁾	498	610
1.30 Total fee and other revenue	1,473	1,809
Investment gains (losses)		
1.31 Interest	3,802	4,055
1.32 Dividends and distributions	2,045	2,047
1.33 Net rents	903	895
1.34 Net realised and unrealised gains (losses) ⁽³⁾	(14,952)	(8,773)
1.35 Other	415	171
1.36 Total investment revenue	(7,787)	(1,605)

Note:

- In 2001, an amount of \$299m has been reclassified out of claims expense to correctly reflect reinsurance and other recoveries as revenue to ensure comparability with the current year. The changes do not affect the calculation of net profit (loss).
- Other revenue includes the operating revenue of investment controlled entities providing various non financial services such as mining, farming and retailing.
- Net realised and unrealised gains (losses) includes:
 - 2002: (i) \$1,040m writedown of the carrying value of investments to market value (total \$1,227m including \$121m writedown of goodwill to recoverable amount and \$66m of operating expenses); and (ii) \$366m proceeds (net of sale costs) from the sale of Cogent. After taking into account the carrying value of the assets sold, and expenses incurred in the disposal and separation of the business, the profit on sale after tax is \$204m.
 - 2001: (i) \$1,362m proceeds (net of sale costs) from the sale of the General Insurance business. After taking into account the carrying value of the assets sold, and expenses incurred in the disposal and separation of the business, the profit on sale after tax is Nil.

Details of expenses from ordinary activities

	Current period \$A'm	Previous corresponding period \$A'm
Claims		
1.37 Claims paid and payable	(20,705)	(19,961)
1.38 Less withdrawals recognised as a reduction in life insurance policy liabilities ⁽¹⁾⁽²⁾	14,296	12,118
1.39 Total claims (expense) credit⁽¹⁾⁽²⁾	(6,409)	(7,843)
Operating expenses		
1.40 Advertising and marketing	(99)	(120)
1.41 Amortisation of goodwill	(54)	(55)
1.42 Writedown of goodwill	(121)	-
1.43 Bad and doubtful debts expense	(27)	(32)
1.44 Fee expense on banking business	(35)	(39)
1.45 Information technology and communication	(424)	(448)
1.46 External investment management fees	(139)	(137)
1.47 Occupancy and property maintenance ⁽³⁾	(418)	(194)
1.48 Professional fees ⁽³⁾	(242)	(176)
1.49 Staff and related expenses ⁽³⁾	(2,238)	(2,192)
1.50 Travel and entertainment	(107)	(122)
1.51 Other operating expenses ⁽³⁾⁽⁴⁾	(804)	(940)
1.52 Total expenses from ordinary activities, excluding borrowing costs	(4,708)	(4,455)
Capitalised outlays		
1.53 Interest costs capitalised in asset values	-	-
1.54 Outlays capitalised in intangibles	-	-

Note:

1. In 2001, an amount of \$1,698m has been reclassified and is now treated as withdrawals recognised as a reduction in life insurance policy liabilities to ensure comparability with the current year. The changes do not affect the calculation of net profit (loss).
2. In 2001, an amount of \$299m has been reclassified out of claims expense to correctly reflect reinsurance and other recoveries as revenue to ensure comparability with the current year. The changes do not affect the calculation of net profit (loss).
3. Operating expenses in 2002 includes \$489m of restructuring costs before tax (\$344m after tax). The major areas of restructuring include redundancies, the consolidation of operating sites, rationalisation of computer systems and elimination of duplication across the management and support functions.
4. Other operating expenses includes the operating expenses of investment controlled entities providing various non financial services such as mining, farming and retailing.

Consolidated retained profits

1.55 Retained profits at the beginning of the financial period	4,084	3,967
1.56 Net profit (loss) attributable to members (item 1.10)	(896)	690
1.57 Net transfers from (to) reserves	-	-
1.58 Net effect of changes in accounting policies	-	-
1.59 Dividends and other equity distributions paid or payable	(527)	(573)
1.60 Retained profits at the end of the financial period	2,661	4,084

Intangible items and extraordinary items

		Consolidated - current period			
		Before tax \$A'm (a)	Related tax \$A'm (b)	Related outside equity interests \$A'm (c)	Amount (after tax) attributable to members \$A'm (d)
2.1	Amortisation of goodwill	54	-	-	54
2.2	Amortisation of other intangibles	-	-	-	-
2.3	Total amortisation of intangibles	54	-	-	54
2.4	Extraordinary items	-	-	-	-
2.5	Total extraordinary items	-	-	-	-

Comparison of half year profits

(Preliminary final report only)

		Current year \$A'm	Previous Year \$A'm
		3.1	Consolidated profit (loss) from ordinary activities after tax attributable to members reported for the 1st half year
3.2	Consolidated profit (loss) from ordinary activities after tax attributable to members for the 2nd half year.	(1,199)	287

Consolidated statement of financial position

	At end of current period \$A'm	As shown in last annual report \$A'm	As in last half yearly report \$A'm
Assets			
4.1 Cash at bank and on deposit	11,358	8,485	9,607
4.2 Receivables	5,823	6,484	6,830
4.3 Equity securities	54,431	71,772	64,000
4.4 Debt securities	64,549	61,064	58,457
4.5 Property	16,009	18,072	16,325
4.6 Other investments	1,887	1,186	1,231
4.7 Operating assets	221	277	281
4.8 Deferred tax assets	393	367	406
4.9 Other assets	530	591	535
4.10 Intangibles	945	866	835
4.11 Excess market value over net assets of controlled entities	1,825	2,926	2,719
4.12 Total assets	157,971	172,090	161,226
Liabilities			
4.13 Payables	4,421	4,364	4,330
4.14 Income tax payable	264	166	375
4.15 Unearned premiums	76	108	82
4.16 Outstanding claims	3,129	3,772	3,297
4.17 Provisions	2,321	2,572	2,160
4.18 Deferred tax liabilities	711	1,666	982
4.19 Borrowings	10,329	10,668	10,816
4.20 Life insurance policy liabilities	116,245	128,913	119,922
4.21 Subordinated debt	2,552	2,544	2,491
4.22 Total liabilities	140,048	154,773	144,455
4.23 Net assets	17,923	17,317	16,771
Equity attributable to shareholders			
4.24 Contributed equity	5,001	4,613	4,720
4.25 Capital reserve	510	510	510
4.26 Foreign currency translation reserve	361	313	141
4.27 Shareholders' retained profits	2,661	4,084	4,092
4.28 Total equity attributable to shareholders	8,533	9,520	9,463
Other equity			
4.29 Unattributed life funds	5,494	6,232	5,437
4.30 Other equity interests - other controlled entities	2,755	1,565	1,871
4.31 - AMP Reset Preferred Securities Trust	1,141	-	-
4.32 Total other equity	9,390	7,797	7,308
4.33 Total equity	17,923	17,317	16,771

Exploration and evaluation expenditure capitalised

	Current period \$A'm	Previous corresponding period \$A'm
5.1 Opening balance	N/A	N/A
5.2 Expenditure incurred during current period	N/A	N/A
5.3 Expenditure written off during current period	N/A	N/A
5.4 Acquisitions, disposals, revaluation increments, etc.	N/A	N/A
5.5 Expenditure transferred to Development Properties	N/A	N/A
5.6 Closing balance	N/A	N/A

Development properties

6.1 Opening balance	N/A	N/A
6.2 Expenditure incurred during current period	N/A	N/A
6.3 Expenditure transferred from exploration and evaluation	N/A	N/A
6.4 Expenditure written off during current period	N/A	N/A
6.5 Acquisitions, disposals, revaluation increments, etc.	N/A	N/A
6.6 Expenditure transferred to mine properties	N/A	N/A
6.7 Closing balance	N/A	N/A

Consolidated statement of cash flows

	Current period \$A'm	Previous corresponding period \$A'm
Cash flows from operating activities		
7.1 Cash receipts in the course of operations	17,644	21,521
7.2 Interest and other items of similar nature received	3,248	4,065
7.3 Dividends received	1,300	1,505
7.4 Cash payments in the course of operations	(23,038)	(26,587)
7.5 Borrowing costs	(766)	(807)
7.6 Income tax paid	(38)	(641)
7.7	(1,650)	(944)
Cash flows from shareholder and policyholder investing activities		
7.8 Proceeds from sale of properties	2,781	3,824
7.9 Proceeds from sale of equities	28,213	18,453
7.10 Proceeds from sale of units in unit trusts	3,319	4,453
7.11 Proceeds from sale of interest-bearing securities	86,442	116,095
7.12 Proceeds from repayment of loans	3,984	4,725
7.13 Proceeds from sale of other investments	1,441	2,863
7.14 Payments to acquire properties	(784)	(2,504)
7.15 Payments to acquire equities	(22,048)	(16,915)
7.16 Payments to acquire units in unit trusts ⁽¹⁾	(6,601)	(6,655)
7.17 Payments to acquire interest bearing securities	(86,128)	(110,980)
7.18 Loans granted	(4,575)	(4,886)
7.19 Payments to acquire other investments	(1,715)	(2,804)
7.20	4,329	5,669
7.21 Net cash flows from operating activities and shareholder and policyholder investing activities	2,679	4,725
Cash flows from corporate investing activities		
7.22 Proceeds from sale of controlled and associated entities	577	1,271
7.23 Payments to acquire controlled and associated entities (net of cash acquired)	(294)	(365)
7.24 Net cash flows from (used in) corporate investing activities	283	906
Cash flows from financing activities		
7.25 Proceeds from borrowings	3,262	6,434
7.26 Proceeds from the issue of shares (net of buy back)	7	243
7.27 Proceeds from the issue of AMP Reset Preferred Securities	1,122	-
7.28 Repayment of borrowings	(3,536)	(7,686)
7.29 Dividends paid	(205)	(381)
7.30 Net cash flows from financing activities	650	(1,390)
7.31 Net increase in cash	3,612	4,241
7.32 Cash at beginning of period (see Reconciliation of cash)	9,315	4,732
7.33 Exchange rate adjustments to item 7.32	142	342
7.34 Cash at end of period (see Reconciliation of cash)	13,069	9,315

Note:

1. Includes payments to acquire units which result in AMP holding a controlling interest in unit trusts. The majority of the underlying assets of those trusts comprise investment assets. The amounts are net of cash acquired.

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. If an amount is quantified, show comparative amount.

N/A

Reconciliation of cash

Reconciliation of cash at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows:

	Current period \$A'm	Previous corresponding period \$A'm
8.1 Cash on hand	1,321	881
8.2 Cash on deposit	10,037	7,604
8.3 Deposits in	(2,500)	(2,107)
8.4 Bank overdraft	(84)	(50)
8.5 Short term bills and notes (included in investments)	4,295	2,987
8.6 Total cash at end of period (item 7.34)	13,069	9,315

Ratios

	Current period	Previous corresponding period
<p>9.1 Profit after tax attributable to shareholders / premium, fee and other revenue</p> <p>Net profit (loss) for the period attributable to members (item 1.10) as a percentage of premium, fee and other revenue (item 1.1a, 1.1b)</p> <p>The movement in unattributed life funds (classified as other equity interests) is a significant and necessary factor in determining shareholder profit. Consequently, a ratio based on consolidated profit (loss) from ordinary activities before tax (item 1.4) which excludes movements in unattributed life funds is not a meaningful measure of the performance of the business. A more appropriate measure is; profit after tax attributable to shareholders/premium, fee and other revenue.</p>	-18.4%	11.0%
<p>9.2 Profit after tax / equity interests</p> <p>Consolidated net profit (loss) from ordinary activities after tax attributable to members (item 1.10) as a percentage of equity (similarly attributable) at the end of the period (item 4.28)</p>	-10.5%	7.3%

Earnings per security (EPS)

Details of basic and diluted earnings per share reported separately in accordance with paragraph 9 and 18 of AASB 1027: 'Earnings Per Share' are as follows:

	Current period (millions)	Previous corresponding period (millions)
Weighted average number of ordinary shares used to calculate basic EPS	1,138	1,114
Add: potential ordinary shares considered dilutive	-	8
Weighted average number of ordinary shares used to calculate diluted EPS	1,138	1,122
Earnings used in calculating basic EPS (1.10)	(\$896)	\$690
Earnings used in calculating diluted EPS (1.10)	(\$896)	\$690

Only ordinary shares have been included in the calculation of basic earnings per share. Options over unissued ordinary shares, performance rights and AMP Reset Preferred Securities have been classified as potential ordinary shares and have been considered in the calculation of diluted earnings per share.

All options and the AMP Reset Preferred Securities have been determined not to be dilutive for 2002.

Since the end of the financial year and up to the date of this report there have been no movements in options, shares and AMP Reset Preferred Securities, except for the lapse of 873,764 options, the grant of 85,000 options and the grant of 82,297 performance rights.

NTA backing

	Current period \$A	Previous corresponding period \$A
11.1 Net tangible asset backing per ordinary security	\$6.54	\$7.67

Discontinuing operations

Entities must report a description of any significant activities or events relating to discontinuing operations in accordance with with AASB 1042: 'Discontinuing Operations'.

N/A

Control gained over entities having material effect

13.1	Name of entity (or group of entities)	N/A
13.2	Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity (or group entities) since the date in the current period on which control was acquired	N/A
13.3	Date from which such profit has been calculated	
13.4	Profit (loss) from ordinary activities and extraordinary items after tax of the entity (or group of entities) for the whole of the previous corresponding period	

Loss of control of entities having material effect

14.1	Name of entity (or group of entities)	Cogent
14.2	Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity (or group of entities) for the current period to the date of loss of control	A\$4m
14.3	Date to which the profit (loss) in item 14.2 has been calculated	1 Spetember 2002
14.4	Consolidated profit (loss) from ordinary activities and extraordinary items after tax of the entity (or group of entities) while controlled during the whole of the previous corresponding period	A\$24m
14.5	Contribution to consolidated profit (loss) from ordinary activities and extraordinary items from sale of interest leading to loss of control	A\$204m

Dividends

15.1	Date the dividend is payable	Monday, 28 th April 2003
15.2	Record date to determine entitlements to the dividend (ie, on the basis of registrable transfers received by 5.00 pm if securities are not CHES approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if securities are CHES approved)	Friday, 4 th April 2003
15.3	If it is a final dividend, has it been declared?	Yes

Amount per security

		Amount Per Security	Franked Amount per Security at 30% tax	Amount Per Security of Foreign Source Dividend
15.4	Final dividend: Current year	20 cents	15%	N/A
15.5	Previous year	26 cents	15%	N/A
15.6	Interim dividend: Current year	26 cents	15%	N/A
15.7	Previous year	25 cents	15%	N/A

Total dividend per security (interim plus final)

(preliminary final report only)

	Current year	Previous year
15.8 Ordinary securities	46 cents	51 cents
15.9 Preference securities	N/A	N/A

Preliminary final report - final dividend on all securities

	Current period \$A'm	Previous corresponding period \$A'm
15.10 Ordinary securities	232	293
15.11 Preference securities	N/A	N/A
15.12 Total	232	293

The dividend or distribution plans shown below are in operation.

AMP Limited offers a Dividend Reinvestment Plan under which shareholders who have a registered address in, and are residents of, Australia and New Zealand are invited to reinvest all or part of any dividends receivable in additional shares. The price of the shares issued under the plan is the market price of the shares as defined in the plan rules rounded down to the nearest 10 cents.

The last date(s) for receipt of election notices for the dividend or distribution plans

Friday, 4th April 2003

Any other disclosures in relation to dividends

N/A

Details of aggregate share of profits (losses) of associates and joint venture entities

	Current period \$A'm	Previous corresponding period \$A'm
16.1 Profit (loss) from ordinary activities before income tax	N/A	N/A
16.2 Income tax on ordinary activities	N/A	N/A
16.3 Profit (loss) from ordinary activities after income tax	N/A	N/A
16.4 Extraordinary items net of tax	N/A	N/A
16.5 Net profit (loss)	N/A	N/A
16.6 Adjustments	N/A	N/A
16.7 Net profit (loss) attributable to members	N/A	N/A

Material interests in entities which are not controlled entities

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss) (item 1.8)	
	Current period	Previous corresponding period	Current period \$A'm	Previous corresponding period \$A'm
17.1 Equity accounted associates and joint venture entities	N/A	N/A	N/A	N/A
17.2 Total	N/A	N/A	N/A	N/A
17.3 Other material interests	N/A	N/A	N/A	N/A
17.4 Total	N/A	N/A	N/A	N/A

Issued and quoted securities at end of current period

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

Category of securities	Total Number	Number Quoted	Issue Price Per Security (see note 14) (cents)	Amount paid up per security (see note 14) (cents)
18.1 Preference securities (description)	N/A	N/A	N/A	N/A
18.2 Changes during current period				
(a) Increases through issues	N/A	N/A	N/A	N/A
(b) Decreases through returns of capital, buybacks, redemptions	N/A	N/A	N/A	N/A
18.3 Ordinary securities	1,159,454,066	1,159,454,066	N/A	N/A
18.4 Changes during current period				
(a) Increases through issues	33,625,634	33,625,634	N/A	N/A
(b) Decreases through returns of capital, buybacks, redemptions	2,674,366	2,674,366	N/A	N/A
18.5 Convertible debt securities (description and conversion factor)	N/A	N/A	N/A	N/A
18.6 Changes during current period				
(a) Increases through issues	N/A	N/A	N/A	N/A
(b) Decreases through securities matured, converted	N/A	N/A	N/A	N/A

18.7 Options (description and conversion factor)	Total number	Number quoted	Exercise price	Expiry date (if any)
Executive Option Plan	5,349,196	Nil	\$A 16.00	13/06/2003
	2,467,576	Nil	\$A 16.13	25/06/2009
	171,925	Nil	\$A 15.80	25/06/2009
	247,000	Nil	\$A 15.47	29/10/2009
	40,000	Nil	\$A 16.10	17/12/2009
	90,000	Nil	\$A 16.77	31/12/2009
	335,000	Nil	\$A 16.13	21/01/2010
	30,000	Nil	\$A 14.33	18/02/2010
	5,254,560	Nil	\$A 16.41	29/06/2010
	235,000	Nil	\$A 17.94	25/08/2010
	200,000	Nil	\$A 17.37	27/10/2010
	110,000	Nil	\$A 19.03	08/12/2010
	4,366	Nil	\$A 18.68	31/01/2011
	195,634	Nil	\$A 18.84	31/01/2011
	110,000	Nil	\$A 19.29	26/02/2011
	43,308	Nil	\$A 19.77	20/03/2011
	20,000	Nil	\$A 19.29	18/05/2011
	4,667,500	Nil	\$A 20.46	20/07/2011
	60,000	Nil	\$A 18.26	14/12/2011
	100,000	Nil	\$A 19.44	22/03/2012
100,000	Nil	\$A 14.28	30/11/2003	
Employee Option Plan	4,523,227	Nil	\$A 16.00	13/06/2003
	1,971,338	Nil	\$A 16.13	25/06/2009
	84,144	Nil	\$A 15.80	25/06/2009
	1,539,639	Nil	\$A 16.77	31/12/2009
	3,710,924	Nil	\$A 16.41	29/06/2010
	51,406	Nil	\$A 17.37	27/10/2010
	10,000	Nil	\$A 19.03	08/12/2010
	1,864,500	Nil	\$A 20.46	20/07/2011
	9,000	Nil	\$A 19.57	24/08/2011
	30,000	Nil	\$A 18.26	14/12/2011
UK Share Save Scheme	409,458	Nil	£5.75	27/03/2003
	566,976	Nil	£5.25	27/09/2003
Performance Share and Option Plan	15,000	Nil	Nil	09/03/2004
	20,000	Nil	Nil	20/06/2004
18.8 Issued during current period				
Executive Option Plan	100,000	Nil	\$A 19.44	22/03/2012
	100,000	Nil	\$A 14.28	30/11/2003

Options (Continued)	Total number	Number quoted	Exercise price	Expiry date (if any)
18.9 Exercised during current period				
Executive Option Plan	427,354	Nil	\$A 16.00	13/06/2003
	35,000	Nil	\$A 16.13	25/06/2009
	102,000	Nil	\$A 16.41	29/06/2010
Employee Option Plan	832,203	Nil	\$A 16.00	13/06/2003
	64,209	Nil	\$A 16.13	25/06/2009
	1,609	Nil	\$A 15.80	25/06/2009
	24,990	Nil	\$A 16.77	31/12/2009
	791,389	Nil	\$A 16.41	29/06/2010
UK Share Save Scheme	39,303	Nil	£6.73	26/01/2002
	7,102	Nil	£5.75	27/03/2003
	7,336	Nil	£5.25	27/09/2003
Performance Share and Option Plan	60,000	Nil	Nil	12/07/2003
	10,000	Nil	Nil	10/10/2003
18.10 Expired during current period				
MD & CEO Option Plan	1,282,980	Nil	\$A 15.93	24/08/2009
Executive Option Plan	213,405	Nil	\$A 16.00	13/06/2003
	278,949	Nil	\$A 16.13	25/06/2009
	50,000	Nil	\$A 16.49	30/07/2009
	11,555	Nil	\$A 15.80	25/06/2009
	(1,500)	Nil	\$A 16.77	31/12/2009
	775,834	Nil	\$A 16.41	29/06/2010
	30,000	Nil	\$A 19.03	08/12/2010
	313,500	Nil	\$A 20.46	20/07/2011
Employee Option Plan	517,318	Nil	\$A 16.00	13/06/2003
	1,230,569	Nil	\$A 16.13	25/06/2009
	10,644	Nil	\$A 15.80	25/06/2009
	1,087,414	Nil	\$A 16.77	31/12/2009
	3,374,998	Nil	\$A 16.41	29/06/2010
	4,297	Nil	\$A 17.37	27/10/2010
	101,000	Nil	\$A 20.46	20/07/2011
UK Share Save Scheme	537,007	Nil	£6.73	26/01/2002
	86,002	Nil	£5.75	27/03/2003
	122,933	Nil	£5.25	27/09/2003
18.11 Debentures (totals only)	12,403,456	12,403,456		
18.12 Unsecured notes (totals only)	N/A	N/A		

Segment reporting

BUSINESS SEGMENTS	AMP	UK	Hender-son	AMP	General	Other	Elimin-ations	Total
	Financial Services	Financial Services	Global Investors	Banking	Insurance			
	2002	2002	2002	2002	2002	2002	2002	2002
	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m
External revenue	(236)	(4,802)	822	591	443	256	-	(2,926)
Inter-segment revenue	128	42	291	1	21	-	(483)	-
Total revenue from ordinary activities ⁽¹⁾⁽²⁾	(108)	(4,760)	1,113	592	464	256	(483)	(2,926)
Profit (loss) from ordinary activities before income tax	25	(2,064)	308	(40)	(18)	(589)	(46)	(2,424)
Income tax (expense) credit	212	596	(97)	9	1	80	-	801
Net profit (loss) from ordinary activities after income tax	237	(1,468)	211	(31)	(17)	(509)	(46)	(1,623)
Other equity interests	(8)	754	-	-	-	(19)	-	727
Net segment profit (loss) after tax attributable to shareholders of AMP Limited	229	(714)	211	(31)	(17)	(528)	(46)	(896)
Total assets	54,589	88,612	2,377	7,836	3,945	1,946	(1,334)	157,971
Total liabilities	48,719	75,142	645	7,771	2,929	6,629	(1,787)	140,048
Depreciation	27	40	3	-	-	17	-	87
Amortisation	-	9	7	-	-	38	-	54
Other non cash expenses ⁽³⁾	(3,037)	(9,398)	1	11	11	(1)	-	(12,413)
Assets acquired during the year	31	23	2	4	-	11	-	71

GEOGRAPHIC SEGMENTS	Australasia	United Kingdom	Other	Elimin-ations	Total
	2002	2002	2002	2002	2002
	A\$m	A\$m	A\$m	A\$m	A\$m
Revenue from external sales	1,130	(4,024)	(32)	-	(2,926)
Total assets	69,686	91,414	4,238	(7,367)	157,971
Assets acquired during the year	37	23	11	-	71

Notes:

1. Segment revenue is the aggregate of premium and related revenue, fee and other revenue and investment gains (losses) as detailed in Note 3.
2. Segment revenue includes operating revenue activity between segments. These transactions are accounted for as if they were with third parties at current market prices.
3. Includes movements in policy liabilities of \$12,440m.

Segment reporting

BUSINESS SEGMENTS	AMP	UK	Hender-son	AMP	General	Other	Elimin-ations	Total
	Financial Services	Financial Services	Global Investors	Banking	Insurance			
	2001	2001	2001	2001	2001	2001	2001	2001
	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m	A\$m
External revenue	3,554	(2,440)	842	532	1,731	439	-	4,658
Inter-segment revenue	191	45	266	5	12	-	(519)	-
Total revenue from ordinary activities ⁽¹⁾⁽²⁾	3,745	(2,395)	1,108	537	1,743	439	(519)	4,658
Profit (loss) from ordinary activities before income tax	561	(1,048)	314	(30)	173	(476)	(81)	(587)
Income tax (expense) credit	7	371	(91)	17	(9)	102	-	397
Net profit (loss) from ordinary activities after income tax	568	(677)	223	(13)	164	(374)	(81)	(190)
Other equity interests	(62)	942	-	-	-	-	-	880
Net segment profit (loss) after tax attributable to shareholders of AMP Limited	506	265	223	(13)	164	(374)	(81)	690
Total assets	57,477	99,133	2,625	7,392	4,798	2,171	(1,506)	172,090
Total liabilities	52,071	86,826	670	7,384	3,865	6,731	(2,774)	154,773
Depreciation	12	46	3	2	1	7	-	71
Amortisation	-	10	7	-	-	38	-	55
Other non cash expenses ⁽³⁾	280	(8,228)	-	12	17	-	-	(7,919)
Assets acquired during the year	84	145	2	4	-	10	-	245
GEOGRAPHIC SEGMENTS				Australasia	United Kingdom	Other	Elimin-ations	Total
				2001	2001	2001	2001	2001
				A\$m	A\$m	A\$m	A\$m	A\$m
Revenue from external sales				5,651	(1,433)	440	-	4,658
Total assets				73,045	102,015	3,662	(6,632)	172,090
Assets acquired during the year				97	146	2	-	245

Notes:

1. Segment revenue is the aggregate of premium and related revenue, fee and other revenue and investment gains (losses) as detailed in Note 3.
2. Segment revenue includes operating revenue activity between segments. These transactions are accounted for as if they were with third parties at current market prices.
3. Includes movements in policy liabilities of \$7,947m.

Segment reporting (continued)

Business segments

Australian Financial Services (AFS) - AMP Financial Services provides financial planning, investment services, superannuation and life insurance products in Australia and New Zealand.

UK Financial Services (UKFS) - UK Financial Services provides savings, investment, insurance, retirement products and financial planning services.

Henderson Global Investors (HGI) - Henderson Global Investors provide investment management services including private capital and property portfolios and socially responsible investments.

AMP Banking - AMP Banking provides mortgage and savings products and credit card services in Australia, New Zealand and the UK and property finance services in Australia and New Zealand. The credit card portfolio was sold on 23 December 2002 and a structured sale process is currently underway for AMP Banking's property finance business in Australia and New Zealand and the UK and New Zealand mortgage businesses.

General Insurance - comprises corporate insurance operations, mortgage insurance operations and reinsurance operations. In 2001 the amount includes the general insurance business which was sold in July 2001.

Other - includes the provision of support services to the business units, corporate funding, investment of shareholder capital not allocated to reportable segments, as well as non core businesses previously reported as part of AMP International, but which are no longer reportable segments. In 2002, other includes proceeds from the sale of Cogent of \$366m (net of sale costs).

Comments by Directors

Basis of financial report preparation

19.1 Material factors affecting the revenues and expenses of the economic entity for the current period

Details of factors affecting the revenues and expenses of the economic entity for the current period are set out in the attached Directors' Report and Financial Report.

19.2 A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible)

Refer to attached Directors' Report and Financial Report.

19.3 Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

Based on current estimates, it is likely that future dividends will be partly franked to 15%. At 31 December 2002, there is a balance of \$80 million in the dividend franking account after adjusting for:

- 1) Franking credits which will arise from the payment of income tax provided in 2002 or earlier
- 2) Franking credits utilised in paying the 2002 interim dividend
- 3) Franking credits the group may be prevented from distributing in the subsequent period.

19.4 Changes in accounting policies, estimation methods and measurement bases used in this report are the same as those used in the last annual report except as follows:

Comparative information

Where necessary, comparative information has been reclassified to enhance comparability with current period disclosures.

19.5 Revisions in estimates of amounts reported in previous interim periods.

N/A

Additional disclosure for trusts

20.1 Number of units held by the management company or responsible entity or their related parties.

N/A

20.2 A statement of the fees and commissions payable to the management company or responsible entity.

N/A

Identify:

- * initial service charges
- * management fees
- * other fees

Annual meeting

(Preliminary final report only)

The annual meeting will be held as follows:

Place

City Recital Hall, Angel Place, Sydney
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Date

15-May-03

Time

10am

Approximate date the annual report will be available

Early April 2003

Compliance statement

1 This report has been prepared in accordance with AASB standards, other AASB authoritative pronouncements and Urgent Issues Group Consensus Views or other standards acceptable to ASX.

Identify other standards used

As discussed in Note 1 of the notes to the financial statements, AMP has complied with Accounting Standards as defined in the Corporations Act 2001.

2 This report, and the accounts upon which the report is based (if separate), use the same accounting policies.

3 This report does give a true and fair view of the matters disclosed.

4 This report is based on accounts to which one of the following applies.

(Tick one)

The accounts have been audited.

The accounts have been subject to review.

The accounts are in the process of being audited or subject to review.

The accounts have not yet been audited or reviewed.

5 The entity has a formally constituted audit committee.

Sign here:
(Director)

Date: 26th February 2003

Print name: **ANDREW MOHL**