IFRS disclosures

Prudential plc Half Year 2026 results

International Financial Reporting Standards (IFRS) financial results

Notes to the condensed consolidated financial statements

Condensed consolidated income statement

	Note	2026 $m Half year	2025 $m Half year	2025 $m Full year
Insurance revenue	B1.4	**5,904**	5,326	11,080
Insurance service expenses		**(4,386)**	(3,961)	(8,244)
Net expense from reinsurance contracts held		**(142)**	(125)	(212)
Insurance service result		**1,376**	1,240	2,624
Investment return	B1.4	**8,788**	7,059	16,264
Fair value movements on investment contract liabilities		**(63)**	(14)	(72)
Net insurance and reinsurance finance expense		**(8,583)**	(6,149)	(14,771)
Net investment result		**142**	896	1,421
Other revenue	B1.4	**247**	189	411
Non-insurance expenditure		**(537)**	(487)	(1,031)
Finance costs: interest on core structural borrowings of shareholder-financed businesses		**(96)**	(87)	(183)
(Loss) gain attaching to corporate transactions	B1.1	**(12)**	(16)	1,515
Share of profit (loss) from joint ventures and associates, net of related tax		**66**	(28)	364
Profit before tax *(being tax attributable to shareholders' and policyholders' returns)* note		**1,186**	1,707	5,121
Tax charge attributable to policyholders' returns		**(12)**	(7)	(180)
Profit before tax attributable to shareholders' returns		**1,174**	1,700	4,941
Total tax charge attributable to shareholders' and policyholders' returns	B2	**(191)**	(348)	(1,002)
Remove tax charge attributable to policyholders' returns		**12**	7	180
Tax charge attributable to shareholders' returns		**(179)**	(341)	(822)
Profit for the period	B1.1	**995**	1,359	4,119
Attributable to:				
Equity holders of the Company		**954**	1,284	3,978
Non-controlling interests		**41**	75	141
Profit for the period		**995**	1,359	4,119

Earnings per share (in cents)	Note	2026 Half year	2025 Half year	2025 Full year
Based on profit attributable to equity holders of the Company:	B3			
Basic		**37.9¢**	49.2¢	154.2¢
Diluted		**37.8¢**	49.1¢	153.5¢

Note
This measure is the formal profit before tax measure under IFRS. It is not the result attributable to shareholders principally because total corporate tax of the Group includes those taxes on the income of consolidated with-profits and unit-linked funds that, through adjustments to benefits, are borne by policyholders. These amounts are required to be included in the tax charge under IAS 12. Consequently, the IFRS profit before tax measure is not representative of pre-tax profit attributable to shareholders.

Dividends per share (in cents)

	Note	2026 Half year	2025 Half year	2025 Full year
Dividends relating to reporting period:	B4			
First interim dividend		**8.88¢**	7.71¢	7.71¢
Second interim dividend		**–**	–	18.89¢
Total relating to reporting period		**8.88¢**	7.71¢	26.60¢
Dividends paid in reporting period:	B4			
Current year first interim dividend		**–**	–	7.71¢
Second interim dividend for prior year		**18.89¢**	16.29¢	16.29¢
Total paid in reporting period		**18.89¢**	16.29¢	24.00¢

Condensed consolidated statement of comprehensive income

	2026 $m	2025 $m	
	Half year	Half year	Full year
Profit for the period	**995**	1,359	4,119
Other comprehensive (loss) income			
Items that may be reclassified subsequently to profit or loss:			
Exchange translation movements and net investment hedges	**(249)**	539	524
Cumulative exchange loss of disposed business recycled through profit or loss	**–**	14	34
	(249)	553	558
Total comprehensive income for the period	**746**	1,912	4,677
Attributable to:			
Equity holders of the Company	**717**	1,765	4,421
Non-controlling interests	**29**	147	256
Total comprehensive income for the period	**746**	1,912	4,677

Condensed consolidated statement of changes in equity

	Note	Share capital	Share premium	Capital redemption reserve	Retained earnings	Translation reserve	Share-holders' equity	Non-controlling interests	Total equity
		Period ended 30 Jun 2026 $m							
Reserves									
Profit for the period		–	–	–	954	–	954	41	995
Other comprehensive loss		–	–	–	–	(237)	(237)	(12)	(249)
Total comprehensive income (loss) for the period		–	–	–	954	(237)	717	29	746
Transactions with owners of the Company									
Dividends	B4	–	–	–	(478)	–	(478)	(23)	(501)
Effect of scrip dividends	C7	–	–	–	79	–	79	–	79
Reserve movements in respect of share-based payments		–	–	–	(25)	–	(25)	–	(25)
Increase in ownership interest in the Malaysia conventional life business	D2	–	–	–	49	–	49	(429)	(380)
Effect of transactions relating to other non-controlling interests		–	–	–	2	–	2	–	2
New share capital subscribed	C7	–	1	–	–	–	1	–	1
Share repurchases/buybacks	C7	(2)	–	2	(648)	–	(648)	–	(648)
Movement in own shares in respect of share-based payment plans		–	–	–	(11)	–	(11)	–	(11)
Net (decrease) increase in equity		(2)	1	2	(78)	(237)	(314)	(423)	(737)
Balance at beginning of period		169	5,011	14	14,086	837	20,117	1,243	21,360
Balance at end of period		167	5,012	16	14,008	600	19,803	820	20,623

	Note	Share capital	Share premium	Capital redemption reserve	Retained earnings	Translation reserve	Share-holders' equity	Non-controlling interests	Total equity
		Period ended 30 Jun 2025 $m							
Reserves									
Profit for the period		–	–	–	1,284	–	1,284	75	1,359
Other comprehensive income		–	–	–	–	481	481	72	553
Total comprehensive income for the period		–	–	–	1,284	481	1,765	147	1,912
Transactions with owners of the Company									
Dividends	B4	–	–	–	(426)	–	(426)	(4)	(430)
Reserve movements in respect of share-based payments		–	–	–	(46)	–	(46)	–	(46)
Effect of transactions relating to non-controlling interests		–	–	–	(20)	–	(20)	–	(20)
Share repurchases/buybacks	C7	(5)	–	5	(697)	–	(697)	–	(697)
Movement in own shares in respect of share-based payment plans		–	–	–	51	–	51	–	51
Net (decrease) increase in equity		(5)	–	5	146	481	627	143	770
Balance at beginning of period		176	5,009	7	11,906	394	17,492	1,182	18,674
Balance at end of period		171	5,009	12	12,052	875	18,119	1,325	19,444

Condensed consolidated statement of changes in equity continued

	Note	Year ended 31 Dec 2025 $m Share capital	Share premium	Capital redemption reserve	Retained earnings	Translation reserve	Shareholders' equity	Non-controlling interests	Total equity
Reserves									
Profit for the year		–	–	–	3,978	–	3,978	141	4,119
Other comprehensive income		–	–	–	–	443	443	115	558
Total comprehensive income for the year		–	–	–	3,978	443	4,421	256	4,677
Transactions with owners of the Company									
Dividends	B4	–	–	–	(623)	–	(623)	(91)	(714)
Effect of scrip dividends	C7	–	–	–	29	–	29	–	29
Reserve movements in respect of share-based payments		–	–	–	11	–	11	–	11
Effect of transactions relating to non-controlling interests		–	–	–	28	–	28	(104)	(76)
New share capital subscribed	C7	–	2	–	–	–	2	–	2
Share repurchases/buybacks	C7	(7)	–	7	(1,234)	–	(1,234)	–	(1,234)
Movement in own shares in respect of share-based payment plans		–	–	–	(9)	–	(9)	–	(9)
Net (decrease) increase in equity		(7)	2	7	2,180	443	2,625	61	2,686
Balance at beginning of year		176	5,009	7	11,906	394	17,492	1,182	18,674
Balance at end of year		169	5,011	14	14,086	837	20,117	1,243	21,360

Condensed consolidated statement of financial position

	Note	2026 $m 30 Jun	2025 $m 30 Jun	2025 $m 31 Dec
Assets				
Goodwill	C4.1	**875**	889	902
Other intangible assets	C4.2	**3,739**	3,939	3,958
Property, plant and equipment	C1.2	**529**	537	530
Insurance contract assets	C3.1	**1,950**	1,722	1,816
Reinsurance contract assets	C3.1	**3,405**	3,267	3,406
Deferred tax assets		**174**	150	119
Current tax recoverable		**57**	75	77
Investments in joint ventures and associates accounted for using the equity method		**2,751**	2,517	2,763
Investment properties	C1.1	**2**	3	3
Loans	C1.1	**242**	534	551
Equity securities and holdings in collective investment schemes [note]	C1.1	**99,069**	83,705	89,558
Debt securities [note]	C1.1	**94,797**	84,871	92,051
Derivative assets	C1.1	**920**	1,528	621
Deposits	C1.1	**6,489**	6,141	6,246
Accrued investment income	C1.2	**1,167**	1,039	1,071
Other debtors	C1.2	**1,624**	2,284	817
Assets held for sale		**–**	282	–
Cash and cash equivalents	C1.1	**5,889**	5,636	7,706
Total assets		**223,679**	199,119	212,195
Equity				
Shareholders' equity		**19,803**	18,119	20,117
Non-controlling interests		**820**	1,325	1,243
Total equity		**20,623**	19,444	21,360
Liabilities				
Insurance contract liabilities	C3.1	**185,185**	161,476	174,498
Reinsurance contract liabilities	C3.1	**743**	510	640
Investment contract liabilities without discretionary participation features	C2.2	**787**	730	715
Core structural borrowings of shareholder-financed businesses	C5.1	**4,448**	4,473	4,459
Operational borrowings	C5.2	**985**	853	831
Obligations under funding, securities lending and sale and repurchase agreements		**486**	665	745
Net asset value attributable to unit holders of consolidated investment funds		**2,944**	2,332	2,263
Deferred tax liabilities		**1,824**	1,772	1,830
Current tax liabilities		**369**	273	273
Accruals, deferred income and other creditors	C1.2	**3,668**	5,235	2,731
Provisions		**225**	157	268
Derivative liabilities		**1,392**	924	1,582
Liabilities held for sale		**–**	275	–
Total liabilities		**203,056**	179,675	190,835
Total equity and liabilities		**223,679**	199,119	212,195

Note
Included within equity securities and holdings in collective investment schemes and debt securities as at 30 June 2026 are $1,534 million of lent securities and assets subject to repurchase agreements (30 June 2025: $1,599 million; 31 December 2025: $1,798 million).

Condensed consolidated statement of cash flows

	Note	2026 $m	2025 $m	
	Note	Half year	Half year	Full year
Cash flows from operating activities				
Profit before tax *(being tax attributable to shareholders' and policyholders' returns)*		**1,186**	1,707	5,121
Movements in operating assets and liabilities		**(1,291)**	(1,174)	(1,344)
Other adjustments to profit before tax for non-cash movements:				
Interest and dividend income and interest payments included in profit before tax		**(3,153)**	(2,779)	(5,482)
Other non-cash items included in profit before tax		**258**	401	(880)
Operating cash items		**3,026**	2,612	5,035
Net cash flows from operating activities note (i)		**26**	767	2,450
Cash flows from investing activities				
Purchases and disposals of property, plant and equipment	C1.2	**(20)**	(47)	(100)
Acquisition of distribution rights and other intangibles		**(206)**	(247)	(297)
Disposal of businesses, net of associated tax note (ii)		**(5)**	–	1,485
Net cash flows from investing activities		**(231)**	(294)	1,088
Cash flows from financing activities				
Structural borrowings of shareholder-financed businesses: note (iii)				
Issuance of debt, net of costs	C5.1	**–**	462	462
Interest paid		**(84)**	(75)	(176)
Payment of principal portion of lease liabilities		**(46)**	(49)	(95)
Acquisition of non-controlling interests	D2	**(372)**	–	–
Equity capital:	C7			
Issues of ordinary share capital		**1**	–	2
Share repurchases/buybacks (including costs)		**(637)**	(715)	(1,252)
External dividends:				
Dividends paid to equity holders of the Company	B4	**(399)**	(426)	(594)
Dividends paid to non-controlling interests		**(23)**	(4)	(91)
Net cash flows from financing activities		**(1,560)**	(807)	(1,744)
Net (decrease) increase in cash and cash equivalents		**(1,765)**	(334)	1,794
Cash and cash equivalents at beginning of period		**7,706**	5,772	5,772
Effect of exchange rate changes on cash and cash equivalents		**(52)**	198	140
Cash and cash equivalents at end of period		**5,889**	5,636	7,706

Notes

(i) Included in net cash flows from operating activities are dividends from joint ventures and associates of $81 million (half year 2025: $93 million; full year 2025: $180 million).

(ii) Cash flows from disposal of businesses in 2025 comprised the net proceeds from the sale of a portion of the Group's interest in ICICI Prudential Asset Management Company Limited during the company's initial public offering (IPO) in December 2025 and the net proceeds from the disposal of businesses classified as held for sale at 31 December 2024.

(iii) Structural borrowings of shareholder-financed businesses exclude borrowings to support short-term fixed income securities programmes, lease liabilities and other borrowings of shareholder-financed businesses. Cash flows in respect of these borrowings are included within cash flows from operating activities. The changes in the carrying value of the structural borrowings of shareholder-financed businesses for the Group are analysed below:

		Cash movements $m	Non-cash movements $m		
	Balance at beginning of period $m	Issuance of debt	Foreign exchange movement	Other movements	Balance at end of period $m
Half year 2026	**4,459**	**–**	**(15)**	**4**	**4,448**
Half year 2025	3,925	462	82	4	4,473
Full year 2025	3,925	462	65	7	4,459

A Basis of preparation

A1 Basis of preparation and exchange rates

These condensed consolidated financial statements ('interim financial statements') for the six months ended 30 June 2026 have been prepared in accordance with both IAS 34 'Interim Financial Reporting' as issued by the IASB and IAS 34 as adopted for use in the UK. The Group's policy for preparing these interim financial statements is to use the accounting policies adopted by the Group in its last consolidated financial statements, as updated by any changes in accounting policies it intends to make in its next consolidated financial statements as a result of new or amended IFRS and other policy improvements. At 30 June 2026, there were no unadopted standards effective for the period end which impacted the interim financial statements of the Group, and there were no differences between UK-adopted international accounting standards and IFRS Standards as issued by the IASB in terms of their application to the Group.

Except for the new accounting pronouncements as described in note A2, the accounting policies applied by the Group in determining the IFRS financial results in these interim financial statements are the same as those previously applied in the Group's consolidated financial statements for the year ended 31 December 2025 as disclosed in the 2025 Annual Report.

The IFRS financial results for half year 2026 and half year 2025 are unaudited. The full year 2025 IFRS financial results have been derived from the 2025 statutory accounts. The Group's auditor reported on the 2025 statutory accounts, which have been delivered to the Registrar of Companies. The auditor's report on the 2025 statutory accounts (i) was unqualified; (ii) did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying their report; and (iii) did not contain a statement under section 498(2) or (3) of the Companies Act 2006.

Going concern basis of accounting

The Directors have made an assessment of going concern covering a period to 31 August 2027, being at least 12 months from the date these interim financial statements are approved. In making this assessment, the Directors have considered both the Group's current performance, solvency and liquidity and the Group's business plan taking into account the Group's principal risks, and the mitigations available to address them, as well as the results of the Group's stress and scenario testing.

Based on the above, the Directors have a reasonable expectation that the Group has adequate resources to continue its operations for a period to 31 August 2027, being at least 12 months from the date these interim financial statements are approved. No material uncertainties that may cast significant doubt on the ability of the Group to continue as a going concern have been identified. The Directors therefore consider it appropriate to continue to adopt the going concern basis of accounting in preparing these interim financial statements for the period ended 30 June 2026.

Exchange rates

The exchange rates applied for balances and transactions in currencies other than the presentation currency of the Group, US dollars (USD), were:

	Closing rate at period end			Average rate for the period to date		
USD : local currency	**30 Jun 2026**	30 Jun 2025	31 Dec 2025	**Half year 2026**	Half year 2025	Full year 2025
Chinese yuan (CNY)	**6.79**	7.17	6.99	**6.86**	7.25	7.19
Hong Kong dollar (HKD)	**7.84**	7.85	7.78	**7.82**	7.79	7.80
Indian rupee (INR)	**94.66**	85.76	89.88	**93.13**	86.10	87.17
Indonesian rupiah (IDR)	**17,880.00**	16,235.00	16,675.00	**17,197.37**	16,416.23	16,462.13
Malaysian ringgit (MYR)	**4.08**	4.21	4.06	**3.98**	4.38	4.28
Singapore dollar (SGD)	**1.29**	1.27	1.29	**1.28**	1.32	1.31
Taiwan dollar (TWD)	**31.86**	29.21	31.42	**31.62**	31.86	31.16
Thai baht (THB)	**33.21**	32.47	31.49	**32.10**	33.52	32.87
UK pound sterling (GBP)	**0.75**	0.73	0.74	**0.74**	0.77	0.76
Vietnamese dong (VND)	**26,311.50**	26,120.50	26,300.00	**26,254.29**	25,698.10	26,008.80

Certain notes to the interim financial statements present comparative information at constant exchange rates (CER), in addition to the reporting at actual exchange rates (AER) used throughout the interim financial statements. AER are actual historical exchange rates for the specific accounting period, being the average rates over the period for the income statement and the closing rates at the balance sheet date for the statement of financial position. CER results are calculated by translating prior period results using the current period foreign exchange rate, ie current period average rates for the income statement and current period closing rates for the statement of financial position. In a period of currency volatility, this alternative performance measure allows an assessment of underlying results and business trends.

A2 New accounting pronouncements

The Group has adopted the following amendments that were effective from 1 January 2026 in these interim financial statements. The adoption of these amendments has had no significant impact on the Group financial statements.

- Amendments to IFRS 9 and IFRS 7 'Classification and Measurement of Financial Instruments' issued in May 2024; and
- Annual Improvements to IFRS Accounting Standards – Volume 11 issued in July 2024.

In 2027, IFRS 18 'Presentation and disclosure in financial statements' will become effective. During the first half of 2026, the Group continued to assess the impact of the standard. IFRS 18 is expected to have an impact on the presentation of the Group's consolidated income statement and statement of cash flows albeit the Group will continue to use adjusted operating profit as its segmental performance measure, which is expected to be a management-defined performance measure under IFRS 18. As the standard does not affect the recognition or measurement of items in the financial statements, the Group's net profit will not change. A further update will be provided in the Group's full year 2026 financial statements.

B Earnings performance

B1 Analysis of performance

B1.1 Segment results

	Note	2026 $m	2025 $m		2026 vs 2025 %		2025 $m
		Half year	Half year AER	Half year CER	Half year AER	Half year CER	Full year AER
		note (i)	note (i)	note (i)	note (i)	note (i)	note (i)
Hong Kong		**665**	587	584	13 %	14 %	1,219
Indonesia		**115**	114	109	1 %	6 %	250
Chinese Mainland note (ii)		**209**	212	224	(1) %	(7) %	411
Malaysia		**232**	206	227	13 %	2 %	410
Singapore		**377**	348	361	8 %	4 %	706
Growth markets and other note (iii)		**327**	336	327	(3) %	0 %	614
Eastspring		**155**	158	154	(2) %	1 %	329
Total segment profit		**2,080**	1,961	1,986	6 %	5 %	3,939
Other income and expenditure unallocated to a segment:							
Net investment return and other items note (iv)		**(4)**	(24)	(24)	83 %	83 %	(41)
Interest payable on core structural borrowings		**(96)**	(87)	(87)	(10) %	(10) %	(184)
Corporate expenditure		**(118)**	(119)	(119)	1 %	1 %	(237)
Total other expenditure		**(218)**	(230)	(230)	5 %	5 %	(462)
Restructuring costs note (v)		**(50)**	(87)	(88)	43 %	43 %	(171)
Adjusted operating profit	B1.3	**1,812**	1,644	1,668	10 %	9 %	3,306
Tax charge on adjusted operating profit		**(289)**	(278)	(283)	(4) %	(2) %	(534)
Adjusted operating profit after tax		**1,523**	1,366	1,385	11 %	10 %	2,772
Short-term interest rate and other market fluctuations		**(626)**	72	64	n/a	n/a	120
(Loss) gain attaching to corporate transactions note (vi)		**(12)**	(16)	(14)	n/a	n/a	1,515
Tax credit (charge) on non-operating result		**110**	(63)	(68)	n/a	n/a	(288)
Profit for the period		**995**	1,359	1,367	(27) %	(27) %	4,119
Attributable to:							
Equity holders of the Company		**954**	1,284	1,288	(26) %	(26) %	3,978
Non-controlling interests		**41**	75	79	(45) %	(48) %	141
Profit for the period		**995**	1,359	1,367	(27) %	(27) %	4,119

Basic earnings per share (in cents)	Note	2026	2025		2026 vs 2025 %		2025
		Half year	Half year AER	Half year CER	Half year AER	Half year CER	Full year AER
		note (i)	note (i)	note (i)	note (i)	note (i)	note (i)
Based on adjusted operating profit, net of tax and non-controlling interests	B3	**58.4¢**	49.3¢	49.8¢	18 %	17 %	101.4¢
Based on profit for the period, net of non-controlling interests	B3	**37.9¢**	49.2¢	49.3¢	(23) %	(23) %	154.2¢

Notes

(i) Segment results are attributed to the shareholders of the Group before deducting the amount attributable to the non-controlling interests. This presentation is applied consistently throughout the document. For definitions of AER and CER refer to note A1.

(ii) The Chinese Mainland segment reflects the Group's 50 per cent ownership in CITIC-Prudential Life Insurance Company Limited, a life joint venture with CITIC, a leading Chinese state-owned conglomerate.

(iii) The Growth markets and other segment includes non-insurance entities that support the Group's insurance business and the result for this segment is after deducting the corporate taxes arising from all the life joint ventures and associates.

(iv) Net investment return and other items include an adjustment to eliminate intercompany profits. Entities within the Prudential Group can provide services to each other, the most significant example being the provision of asset management services by Eastspring to the life entities. If the associated expenses are deemed attributable to the entity's insurance contracts then the costs are included within the estimate of future cash flows when measuring the insurance contract under IFRS 17. In the Group's consolidated accounts, IFRS 17 requires the removal of the intercompany profit from the measurement of the insurance contract. Put another way, the future cash flows include the cost to the Group (not the insurance entity) of providing the service. In the period that the service is provided, the entity undertaking the service, for example Eastspring, recognises the profit it earns as part of its results. To avoid any double counting, an adjustment is included within 'net investment return and other items' unallocated to a segment to remove the benefit already recognised when valuing the insurance contract.

(v) Restructuring costs largely comprise the costs of Group-wide projects including reorganisation programmes and initial costs of establishing new business initiatives and operations. The costs include those incurred in insurance and asset management operations of $(16) million (half year 2025: $(24) million; full year 2025: $(49) million).

(vi) The full year 2025 gain was largely from a reduction in the Group's interest in ICICI Prudential Asset Management Company Limited (from 49 per cent to 34.59 per cent).

B1.2 Determining operating segments and performance measure of operating segments

Operating segments

The Group's operating and reported segments for financial reporting purposes are defined and presented in accordance with IFRS 8 'Operating Segments'. Under the Group's management and reporting structure, its chief operating decision maker is the Group Executive Committee (GEC), chaired by the Chief Executive Officer. There have been no changes to the Group's operating segments as reported in these interim financial statements from those reported in the Group's consolidated financial statements for the year ended 31 December 2025. Operations and transactions that do not form part of any business unit are reported as 'Unallocated to a segment' and generally comprise head office functions.

Performance measure

The performance measure of operating segments utilised by the Group is IFRS operating profit based on longer-term investment returns (adjusted operating profit). This measurement basis distinguishes adjusted operating profit from other constituents of total profit or loss for the period, including short-term interest rate and other market fluctuations and gain or loss on corporate transactions. Note B1.1 shows the reconciliation from adjusted operating profit to total profit for the period.

Determination of adjusted operating profit

The approach adopted for determining adjusted operating profit is as described in note B1.2 of the Group's consolidated financial statements for the year ended 31 December 2025.

For debt securities and loans, the longer-term rates of return are estimates of the long-term government bond yield, plus the estimated long-term credit spread over the government bond yield, less an allowance for expected credit losses. The credit spread and credit loss assumptions reflect the mix of assets by credit rating. Longer-term rates of return range from 2.8 per cent to 8.3 per cent for half year 2026 (half year 2025: 2.8 per cent to 9.0 per cent; full year 2025: 2.8 per cent to 8.7 per cent).

For equity-type securities, the longer-term rates of return are estimates of the long-term trend investment returns for income and capital. Longer-term rates of return range from 8.6 per cent to 15.7 per cent for all periods shown.

B1.3 Analysis of adjusted operating profit by driver

Management assesses adjusted operating profit by breaking it down into the key components that drive performance each period.

The table below analyses the Group's adjusted operating profit into the underlying drivers using the following categories:

- Adjusted release of CSM, which is net of reinsurance, represents the release from the CSM for the insurance services provided in the period, adjusted for the reduction in CSM release that would occur if gains on profitable contracts were combined with losses on onerous contracts for those contracts where gains and losses can be shared across cohorts.
- Release of risk adjustment, which is net of reinsurance, represents the amount of risk adjustment recognised in the income statement representing non-financial risk that expired in the period net of the amount that was assumed to be covered by any reinsurance contracts in place. The only difference between the amount shown in the table below and the amount included within Insurance service result on the condensed consolidated income statement is the amount relating to the Group's life joint ventures and associates that use the equity method of accounting.
- Experience variances represent the difference between the actual amounts incurred or received in the period and that assumed within the best estimate liability for insurance and reinsurance contracts. It covers items such as claims, attributable expenses and premiums to the extent that they relate to current or past service.
- Other insurance service result primarily relates to movements on onerous contracts that impact adjusted operating profit (ie excluding those that meet the criteria where gains and losses can be shared across more than one annual cohort).
- Net investment result on longer-term basis comprises the component of the 'net investment result' that has been attributed to adjusted operating profit by applying the approach as described in further detail in note B1.2 of the Group's consolidated financial statements for the year ended 31 December 2025.
- Other insurance income and expenditure represent other sources of income and expenses that are not considered to be attributable to insurance contracts under IFRS 17.
- Share of related tax charges from joint ventures and associates represents the related tax on the adjusted operating profit of the Group's life joint ventures and associates accounted for using the equity method. Under IFRS, the Group's share of results from its investments in joint ventures and associates accounted for using the equity method is included as a single line in the Group's profit before tax on a net of related tax basis. In the table below, the results of the life joint ventures and associates are analysed by adjusted operating profit drivers and on a pre-tax basis, with related tax shown separately in order for the contribution from the life joint ventures and associates to be included in the profit driver analysis on a consistent basis with the rest of the insurance business operations.

To enhance users' understanding of the underlying drivers of shareholder profit, the table below has been expanded to separately present the effects of reinsurance contracts that are wholly attributable to policyholders and the remaining results attributable to shareholders. Although these contracts impact various disclosure line items in this analysis, there is no impact to adjusted operating profit.

	Actual exchange rate						Constant exchange rate			Actual exchange rate		
	Half year 2026 $m			Half year 2025 $m			Half year 2025 $m			Full year 2025 $m		
	Policy-holders' RI*	**Excluding policy-holders' RI**	**Total**	Policy-holders' RI*	Excluding policy-holders' RI	Total	Policy-holders' RI*	Excluding policy-holders' RI	Total	Policy-holders' RI*	Excluding policy-holders' RI	Total
Adjusted release of CSM note (i)	**(52)**	**1,423**	**1,371**	(47)	1,277	1,230	(47)	1,293	1,246	(110)	2,660	2,550
Release of risk adjustment	**(10)**	**161**	**151**	(9)	151	142	(9)	153	144	(18)	303	285
Experience variances	**(42)**	**(27)**	**(69)**	(22)	24	2	(22)	24	2	(36)	(15)	(51)
Other insurance service result	**–**	**(85)**	**(85)**	(5)	(80)	(85)	(5)	(82)	(87)	(10)	(125)	(135)
Adjusted insurance service result note (ii)	**(104)**	**1,472**	**1,368**	(83)	1,372	1,289	(83)	1,388	1,305	(174)	2,823	2,649
Net investment result on longer-term basis note (iii)	**104**	**548**	**652**	83	522	605	83	538	621	174	989	1,163
Other insurance income and expenditure	**–**	**(45)**	**(45)**	–	(40)	(40)	–	(41)	(41)	–	(103)	(103)
Share of related tax charges from joint ventures and associates	**–**	**(50)**	**(50)**	–	(51)	(51)	–	(53)	(53)	–	(99)	(99)
Insurance business	**–**	**1,925**	**1,925**	–	1,803	1,803	–	1,832	1,832	–	3,610	3,610
Eastspring	**–**	**155**	**155**	–	158	158	–	154	154	–	329	329
Other income and expenditure	**–**	**(218)**	**(218)**	–	(230)	(230)	–	(230)	(230)	–	(462)	(462)
Restructuring costs	**–**	**(50)**	**(50)**	–	(87)	(87)	–	(88)	(88)	–	(171)	(171)
Adjusted operating profit, as reconciled to profit for the period in note B1.1	**–**	**1,812**	**1,812**	–	1,644	1,644	–	1,668	1,668	–	3,306	3,306

	Half year 2026 vs Half year 2025			
	Change %			
	Actual exchange rate		Constant exchange rate	
	Excluding policy-holders' RI*	Total	Excluding policy-holders' RI*	Total
Adjusted release of CSM	11 %	11 %	10 %	10 %
Release of risk adjustment	7 %	6 %	5 %	5 %
Experience variances	n/a	n/a	n/a	n/a
Other insurance service result	(6) %	0 %	(4) %	2 %
Adjusted insurance service result	7 %	6 %	6 %	5 %
Net investment result on longer-term basis	5 %	8 %	2 %	5 %
Other insurance income and expenditure	(13) %	(13) %	(10) %	(10) %
Share of related tax charges from joint ventures and associates	2 %	2 %	6 %	6 %
Insurance business	7 %	7 %	5 %	5 %
Eastspring	(2) %	(2) %	1 %	1 %
Other income and expenditure	5 %	5 %	5 %	5 %
Restructuring costs	43 %	43 %	43 %	43 %
Adjusted operating profit, as reconciled to profit for the period in note B1.1	10 %	10 %	9 %	9 %

* Represent the effects attaching to reinsurance (RI) contracts wholly attributable to policyholders.

Notes

(i) The adjusted release of CSM is reconciled to the information in the condensed consolidated income statement as follows:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Release of CSM, net of reinsurance as included within Insurance service result on the condensed consolidated income statement	**1,253**	1,120	2,336
Add amounts relating to the Group's life joint ventures and associates that are accounted for on equity method	**120**	115	218
Release of CSM, net of reinsurance as shown in note C3.2			
Insurance	**1,399**	1,280	2,656
Reinsurance	**(26)**	(45)	(102)
	1,373	1,235	2,554
Adjustment to release of CSM for the treatment adopted for adjusted operating profit purposes of combining losses on onerous contracts and gains on profitable contracts that can be shared across more than one annual cohort	**(2)**	(5)	(4)
Adjusted release of CSM as shown above	**1,371**	1,230	2,550

(ii) The adjusted insurance service result is reconciled to the information in the condensed consolidated income statement as follows:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Insurance service result as shown in the condensed consolidated income statement	**1,376**	1,240	2,624
Add amounts relating to the Group's life joint ventures and associates that are accounted for on equity method	**90**	126	225
Insurance service result as shown in note C3.2			
Insurance	**1,616**	1,498	3,078
Reinsurance	**(150)**	(132)	(229)
	1,466	1,366	2,849
Removal of losses or gains from reversal of losses on those onerous contracts that meet the criteria where gains and losses can be shared across more than one annual cohort less the adjustment to the release of CSM shown above	**(48)**	(55)	(98)
Other items including policyholder tax*	**(50)**	(22)	(102)
Adjusted insurance service result as shown above	**1,368**	1,289	2,649

* Other items include the revenue recognised to cover the tax charge attributable to policyholders that is included in the insurance service result in the income statement. This revenue is fully offset by the actual tax charge attributable to policyholders that is included, as required by IAS 12, in the tax line in the income statement resulting in no net impact to adjusted operating profit that is determined after deducting policyholder tax and so has been offset in the analysis of adjusted operating profit.

(iii) Net investment result on longer-term basis is reconciled to the net investment result in the condensed consolidated income statement as follows:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Net investment result as shown in the condensed consolidated income statement	**142**	896	1,421
Remove investment return of non-insurance entities	**(112)**	(108)	3
Remove short-term interest rate and other market fluctuations included in non-operating profit excluding non-insurance entities*	**653**	(35)	(279)
Other items*	**(31)**	(148)	18
Net investment result on longer-term basis as shown above	**652**	605	1,163

* These reconciling line items include the impact from the Group's life joint ventures and associates. Other items also reflect the impact of policyholder tax.

B1.4 Revenue by segment

	Half year 2026 $m									
	Insurance operations note (i)									
	Hong Kong	Indonesia	Malaysia	Singapore	Growth markets and other	Eastspring	Inter-segment elimination	Total segment	Unallocated to a segment (central operations)	Total
Insurance revenue	2,141	560	811	1,277	1,115	–	–	5,904	–	5,904
Other revenue note (ii)	16	–	–	–	13	218	–	247	–	247
Total revenue from external customers	2,157	560	811	1,277	1,128	218	–	6,151	–	6,151
Intra-group revenue	–	–	–	–	–	122	(122)	–	–	–
Investment return										
Interest income	789	55	132	543	468	2	–	1,989	77	2,066
Dividend and other investment income	625	45	114	334	96	2	–	1,216	–	1,216
Investment appreciation (depreciation)	3,214	(334)	89	2,737	(231)	7	–	5,482	24	5,506
	4,628	(234)	335	3,614	333	11	–	8,687	101	8,788
Total revenue	6,785	326	1,146	4,891	1,461	351	(122)	14,838	101	14,939

	Half year 2025 $m									
	Insurance operations note (i)									
	Hong Kong	Indonesia	Malaysia	Singapore	Growth markets and other	Eastspring	Inter-segment elimination	Total segment	Unallocated to a segment (central operations)	Total
Insurance revenue	1,941	550	684	1,137	1,014	–	–	5,326	–	5,326
Other revenue note (ii)	13	1	–	2	8	165	–	189	–	189
Total revenue from external customers	1,954	551	684	1,139	1,022	165	–	5,515	–	5,515
Intra-group revenue	–	–	–	–	–	108	(108)	–	–	–
Investment return										
Interest income	595	52	116	445	410	2	–	1,620	66	1,686
Dividend and other investment income	700	57	99	285	84	2	–	1,227	–	1,227
Investment appreciation (depreciation)	3,688	(73)	(253)	912	(166)	(1)	–	4,107	39	4,146
	4,983	36	(38)	1,642	328	3	–	6,954	105	7,059
Total revenue	6,937	587	646	2,781	1,350	276	(108)	12,469	105	12,574

	Full year 2025 $m									
	Insurance operations note (i)									
	Hong Kong	Indonesia	Malaysia	Singapore	Growth markets and other	Eastspring	Inter-segment elimination	Total segment	Unallocated to a segment (central operations)	Total
Insurance revenue	4,024	1,136	1,452	2,393	2,075	–	–	11,080	–	11,080
Other revenue note (ii)	29	3	1	–	20	358	–	411	–	411
Total revenue from external customers	4,053	1,139	1,453	2,393	2,095	358	–	11,491	–	11,491
Intra-group revenue	–	–	–	–	–	224	(224)	–	–	–
Investment return										
Interest income	1,340	105	239	886	822	5	–	3,397	137	3,534
Dividend and other investment income	1,253	65	198	549	145	4	–	2,214	–	2,214
Investment appreciation (depreciation)	6,342	212	199	3,453	459	5	–	10,670	(154)	10,516
	8,935	382	636	4,888	1,426	14	–	16,281	(17)	16,264
Total revenue	12,988	1,521	2,089	7,281	3,521	596	(224)	27,772	(17)	27,755

Notes

(i) The Group's share of the results from the joint ventures and associates that are equity accounted for, including the Group's life joint venture in the Chinese Mainland is presented in a single line within the Group's profit before tax on a net of related tax basis, and therefore not shown in the analysis of revenue line items above.

(ii) Other revenue comprises revenue from external customers and consists primarily of revenue from the Group's asset management business of $218 million (half year 2025: $165 million; full year 2025: $358 million).

B2 Tax charge

The total tax charge in the income statement is as follows:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Hong Kong note (i)	**17**	(32)	(148)
Indonesia	**(12)**	(22)	(45)
Malaysia	**(55)**	(42)	(123)
Singapore	**(124)**	(133)	(249)
Growth markets and other	**41**	(69)	(110)
Eastspring note (ii)	**(14)**	(17)	(256)
Total segment note (iii)	**(147)**	(315)	(931)
Unallocated to a segment (central operations)	**(44)**	(33)	(71)
Total tax charge	**(191)**	(348)	(1,002)
Analysed by:			
Current tax	**(233)**	(172)	(739)
Deferred tax	**42**	(176)	(263)
Total tax charge	**(191)**	(348)	(1,002)

Notes

(i) The tax credit in Hong Kong in the first half of 2026 includes the receipt of withholding tax refunds relating to overseas investment income attributable to both shareholders and policyholders.

(ii) The Eastspring tax charge in full year 2025 included tax in relation to the gain attaching to corporate transactions.

(iii) Profit before tax includes Prudential's share of profit after tax from the joint ventures and associates that are equity accounted for. Therefore, the actual tax charge in the income statement does not include tax arising from the results of joint ventures and associates, including the Group's life joint venture in the Chinese Mainland.

The actual shareholder tax rates of the relevant business operations are shown below:

	Half year 2026 %							
	Hong Kong	**Indonesia**	**Malaysia**	**Singapore**	**Growth markets and other**	**Eastspring**	**Other (central) operations**	**Total attributable to shareholders**
Tax rate on adjusted operating profit	**7 %**	**20%**	**22%**	**15%**	**24 %**	**9%**	**(8)%**	**16%**
Tax rate on profit before tax	**5 %**	**26%**	**22%**	**15%**	**600 %**	**9%**	**(17)%**	**15%**

	Half year 2025 %							
	Hong Kong	Indonesia	Malaysia	Singapore	Growth markets and other	Eastspring	Other (central) operations	Total attributable to shareholders
Tax rate on adjusted operating profit	7%	18%	24%	15%	22%	8%	(10) %	17%
Tax rate on profit before tax	4%	19%	23%	16%	17%	12%	(12) %	20%

	Full year 2025 %							
	Hong Kong	Indonesia	Malaysia	Singapore	Growth markets and other	Eastspring	Other (central) operations	Total attributable to shareholders
Tax rate on adjusted operating profit	8%	21%	22%	15%	20%	7%	(8) %	16%
Tax rate on profit before tax	6%	17%	22%	15%	16%	14%	(9) %	17%

B3 Earnings per share

	Half year 2026					
	Before tax	**Tax**	**Non-controlling interests**	**Net of tax and non-controlling interests**	**Basic earnings per share**	**Diluted earnings per share**
	$m	**$m**	**$m**	**$m**	**cents**	**cents**
Based on adjusted operating profit	**1,812**	**(289)**	**(54)**	**1,469**	**58.4¢**	**58.2¢**
Short-term interest rate and other market fluctuations	**(626)**	**110**	**13**	**(503)**	**(20.0)¢**	**(19.9)¢**
Loss attaching to corporate transactions	**(12)**	**–**	**–**	**(12)**	**(0.5)¢**	**(0.5)¢**
Based on profit for the period	**1,174**	**(179)**	**(41)**	**954**	**37.9¢**	**37.8¢**

	Half year 2025					
	Before tax	Tax	Non-controlling interests	Net of tax and non-controlling interests	Basic earnings per share	Diluted earnings per share
	$m	$m	$m	$m	cents	cents
Based on adjusted operating profit	1,644	(278)	(79)	1,287	49.3¢	49.2¢
Short-term interest rate and other market fluctuations	72	(58)	4	18	0.7¢	0.7¢
Loss attaching to corporate transactions	(16)	(5)	–	(21)	(0.8)¢	(0.8)¢
Based on profit for the period	1,700	(341)	(75)	1,284	49.2¢	49.1¢

	Full year 2025					
	Before tax	Tax	Non-controlling interests	Net of tax and non-controlling interests	Basic earnings per share	Diluted earnings per share
	$m	$m	$m	$m	cents	cents
Based on adjusted operating profit	3,306	(534)	(155)	2,617	101.4¢	101.0¢
Short-term interest rate and other market fluctuations	120	(48)	14	86	3.3¢	3.3¢
Gain attaching to corporate transactions	1,515	(240)	–	1,275	49.5¢	49.2¢
Based on profit for the year	4,941	(822)	(141)	3,978	154.2¢	153.5¢

For half year 2026, the weighted average number of shares for calculating basic earnings per share, which excludes those held in employee share trusts, is 2,515 million (half year 2025: 2,609 million; full year 2025: 2,580 million) shares. After including a dilutive effect of the Group's share options and awards of 11 million (half year 2025: 8 million; full year 2025: 12 million) shares, the weighted average number of shares for calculating diluted earnings per share is 2,526 million (half year 2025: 2,617 million; full year 2025: 2,592 million) shares.

B4 Dividends

	Half year 2026		Half year 2025		Full year 2025	
	Cents per share	**$m**	Cents per share	$m	Cents per share	$m
Dividends relating to reporting period:*						
First interim dividend	**8.88¢**	**223**	7.71¢	199	7.71¢	197
Second interim dividend	**–**	**–**	–	–	18.89¢	481
Total relating to reporting period	**8.88¢**	**223**	7.71¢	199	26.60¢	678
Dividends paid in reporting period:						
Current year first interim dividend	**–**	**–**	–	–	7.71¢	197
Second interim dividend for prior year	**18.89¢**	**478**	16.29¢	426	16.29¢	426
Total paid in reporting period	**18.89¢**	**478**	16.29¢	426	24.00¢	623

* Calculated using the outstanding number of ordinary shares as at the period end.

First and second interim dividends are recorded in the period in which they are paid.

Dividend per share

On 22 October 2026, Prudential will pay a first interim dividend of 8.88 cents per ordinary share for the year ending 31 December 2026. The first interim dividend will be paid to shareholders recorded on the UK register at 5.00pm (British Summer Time) and to shareholders recorded on the HK branch register at 4.30pm (Hong Kong Time) on 11 September 2026 (Record Date), and also to the holders of US American Depositary Receipts (ADRs) as at 11 September 2026. The first interim dividend will be paid on or about 29 October 2026 to shareholders with shares standing to the credit of their securities accounts with the Central Depository (Pte) Limited (CDP) at 5.00pm (Singapore Time) on the Record Date.

Shareholders holding shares on the UK or HK share registers will continue to receive their dividend payments in either GBP or HKD respectively, unless they elect to receive dividend payments in USD or in the form of new fully paid ordinary shares (scrip dividend alternative). A scrip dividend alternative will again be offered which will involve the issuance of relevant new ordinary shares on the Hong Kong line only. The scrip dividend alternative is offered in addition to the Dividend Reinvestment Plan (DRIP), which continues to be available to shareholders on the UK register.

Elections regarding currency, scrip dividend or DRIP must be received by the relevant UK or HK share registrar on or before 2 October 2026. The corresponding amounts per share in GBP and HKD are expected to be announced on or about 9 October 2026. The USD to GBP and HKD conversion rates will be determined by the actual rates achieved by Prudential buying those currencies prior to the announcement.

Shareholders holding an interest in Prudential shares through the CDP in Singapore will continue to receive their dividend payments in SGD based on the prevailing market exchange rate, unless they elect to participate in the scrip dividend alternative for which elections must be made through the CDP by 25 September 2026.

Holders of ADRs will continue to receive their dividend payments in USD.

C Financial position

C1 Group assets and liabilities

C1.1 Group investments by business type

The analysis below is structured to show the investments of the Group's subsidiaries by reference to the differing degrees of policyholder and shareholder economic interest of the different types of business.

Debt securities are analysed below according to the issuing government for sovereign debt and to credit ratings for the rest of the securities. The Group uses the middle of the Standard & Poor's, Moody's and Fitch ratings, where available. Where ratings are not available from these rating agencies, local external rating agencies' ratings and, lastly, internal ratings have been used. Securities with none of the ratings listed above are classified as unrated and included under the 'below BBB- and unrated' category. The total securities (excluding sovereign debt) that were unrated at 30 June 2026 were $904 million (30 June 2025: $871 million; 31 December 2025: $973 million). Additionally, government debt is shown separately from the rating breakdowns in order to provide a more focused view of the credit portfolio.

In the table below, AAA is the highest possible rating. Investment grade financial assets are classified within the range of AAA to BBB- ratings. Financial assets that fall outside this range are classified as below BBB-.

The following table classifies assets into those that primarily back the Group's participating funds that are measured under the variable fee approach, those backing unit-linked funds, other investments held within the insurance entities, Eastspring's investments and those that are unallocated to a segment (principally centrally held investments).

In terms of the investments held by the insurance businesses, those within funds with policyholder participation and those within unit-linked funds represent underlying items. The gains or losses on these investments will be offset by movements in policyholder liabilities and therefore adjusted operating profit reflects the actual investment return on these assets. The exception is for investments backing the shareholders' 10 per cent share of the estate within the Hong Kong with-profits fund. Changes in the value of these investments, including those driven by market movements, pass through the income statement with no liability offset. Consequently, adjusted operating profit recognises investment return on a longer-term basis for these assets.

In terms of other assets held within the insurance entities, these largely comprise assets backing IFRS shareholders' equity or are non-underlying items backing GMM liabilities and therefore the returns on these other investments are recognised in adjusted operating profit at a longer-term rate.

	30 Jun 2026 $m						
	Asia and Africa						
	Insurance						
	Funds with policyholder participation note (i)	Unit-linked funds	Other	Eastspring	Total	Unallocated to a segment	Group total
Debt securities							
Sovereign debt							
Indonesia	565	503	800	–	1,868	–	1,868
Singapore	2,601	805	1,270	–	4,676	–	4,676
Thailand	6	3	3,300	–	3,309	–	3,309
United States	15,902	33	142	–	16,077	–	16,077
Vietnam	2,514	16	127	–	2,657	–	2,657
Other (predominantly Asia)	4,767	650	2,065	–	7,482	–	7,482
Subtotal	26,355	2,010	7,704	–	36,069	–	36,069
Other government bonds							
AAA	1,536	158	264	–	1,958	–	1,958
AA+ to AA-	123	29	27	–	179	–	179
A+ to A-	771	74	331	–	1,176	–	1,176
BBB+ to BBB-	230	55	69	–	354	–	354
Below BBB- and unrated	304	52	44	–	400	–	400
Subtotal	2,964	368	735	–	4,067	–	4,067
Corporate bonds							
AAA	1,627	202	377	–	2,206	–	2,206
AA+ to AA-	6,981	695	826	–	8,502	–	8,502
A+ to A-	21,455	719	1,625	–	23,799	1	23,800
BBB+ to BBB-	14,971	900	1,538	–	17,409	1	17,410
Below BBB- and unrated	1,509	202	216	–	1,927	–	1,927
Subtotal	46,543	2,718	4,582	–	53,843	2	53,845
Asset-backed securities							
AAA	369	3	111	–	483	–	483
AA+ to AA-	27	–	5	–	32	–	32
A+ to A-	168	–	21	–	189	–	189
BBB+ to BBB-	28	–	4	–	32	–	32
Below BBB- and unrated	18	1	61	–	80	–	80
Subtotal	610	4	202	–	816	–	816
Total debt securities notes (ii)(iii)	76,472	5,100	13,223	–	94,795	2	94,797
Loans							
Mortgage loans	41	–	185	–	226	–	226
Other loans	11	–	5	–	16	–	16
Total loans	52	–	190	–	242	–	242
Equity securities and holdings in collective investment schemes							
Direct equities note (ii)	26,580	14,943	296	111	41,930	34	41,964
Collective investment schemes	43,685	12,282	1,120	18	57,105	–	57,105
Total equity securities and holdings in collective investment schemes	70,265	27,225	1,416	129	99,035	34	99,069
Derivative assets	697	34	172	–	903	17	920
Deposits	1,646	232	2,550	83	4,511	1,978	6,489
Total financial investments	149,132	32,591	17,551	212	199,486	2,031	201,517
Investment properties	–	–	2	–	2	–	2
Cash and cash equivalents	1,734	578	1,041	172	3,525	2,364	5,889
Total investments	150,866	33,169	18,594	384	203,013	4,395	207,408

	30 Jun 2025 $m						
	Asia and Africa						
	Insurance						
	Funds with policyholder participation note (i)	Unit-linked funds	Other	Eastspring	Total	Unallocated to a segment	Group total
Debt securities							
Sovereign debt							
Indonesia	457	504	725	2	1,688	–	1,688
Singapore	2,568	676	1,100	–	4,344	–	4,344
Thailand	–	3	3,295	–	3,298	–	3,298
United States	15,980	170	204	–	16,354	–	16,354
Vietnam	2,731	17	130	–	2,878	–	2,878
Other (predominantly Asia)	4,835	710	2,027	1	7,573	–	7,573
Subtotal	26,571	2,080	7,481	3	36,135	–	36,135
Other government bonds							
AAA	1,580	125	102	–	1,807	–	1,807
AA+ to AA-	171	14	24	–	209	–	209
A+ to A-	742	73	292	–	1,107	–	1,107
BBB+ to BBB-	263	23	70	–	356	–	356
Below BBB- and unrated	415	11	41	–	467	–	467
Subtotal	3,171	246	529	–	3,946	–	3,946
Corporate bonds							
AAA	1,520	161	312	–	1,993	–	1,993
AA+ to AA-	4,966	599	906	–	6,471	–	6,471
A+ to A-	17,614	609	1,531	–	19,754	1	19,755
BBB+ to BBB-	11,778	796	1,656	–	14,230	1	14,231
Below BBB- and unrated	1,366	524	240	–	2,130	–	2,130
Subtotal	37,244	2,689	4,645	–	44,578	2	44,580
Asset-backed securities							
AAA	97	–	13	–	110	–	110
AA+ to AA-	10	–	3	–	13	–	13
A+ to A-	44	–	5	–	49	–	49
BBB+ to BBB-	2	–	–	–	2	–	2
Below BBB- and unrated	2	1	33	–	36	–	36
Subtotal	155	1	54	–	210	–	210
Total debt securities notes (ii)(iii)	67,141	5,016	12,709	3	84,869	2	84,871
Loans							
Mortgage loans	56	–	135	–	191	–	191
Other loans	343	–	–	–	343	–	343
Total loans	399	–	135	–	534	–	534
Equity securities and holdings in collective investment schemes							
Direct equities note (ii)	21,066	13,528	201	91	34,886	21	34,907
Collective investment schemes	37,626	9,564	1,592	16	48,798	–	48,798
Total equity securities and holdings in collective investment schemes	58,692	23,092	1,793	107	83,684	21	83,705
Derivative assets	1,122	24	298	–	1,444	84	1,528
Deposits	1,264	306	2,067	92	3,729	2,412	6,141
Total financial investments	128,618	28,438	17,002	202	174,260	2,519	176,779
Investment properties	–	–	3	–	3	–	3
Cash and cash equivalents	2,134	538	1,354	130	4,156	1,480	5,636
Total investments	130,752	28,976	18,359	332	178,419	3,999	182,418

	31 Dec 2025 $m						
	Asia and Africa						
	Insurance						
	Funds with policyholder participation note (i)	Unit-linked funds	Other	Eastspring	Total	Unallocated to a segment	Group total
Debt securities							
Sovereign debt							
Indonesia	536	475	826	–	1,837	–	1,837
Singapore	2,339	774	1,210	–	4,323	–	4,323
Thailand	–	3	3,725	–	3,728	–	3,728
United States	16,538	55	281	–	16,874	–	16,874
Vietnam	2,625	16	137	–	2,778	–	2,778
Other (predominantly Asia)	4,737	663	2,060	–	7,460	–	7,460
Subtotal	26,775	1,986	8,239	–	37,000	–	37,000
Other government bonds							
AAA	1,508	137	112	–	1,757	–	1,757
AA+ to AA-	133	31	27	–	191	–	191
A+ to A-	830	77	367	–	1,274	–	1,274
BBB+ to BBB-	230	40	74	–	344	–	344
Below BBB- and unrated	317	44	40	–	401	–	401
Subtotal	3,018	329	620	–	3,967	–	3,967
Corporate bonds							
AAA	1,538	142	376	–	2,056	–	2,056
AA+ to AA-	6,263	643	947	–	7,853	–	7,853
A+ to A-	20,892	631	1,718	–	23,241	1	23,242
BBB+ to BBB-	13,149	822	1,565	–	15,536	1	15,537
Below BBB- and unrated	1,375	232	247	–	1,854	–	1,854
Subtotal	43,217	2,470	4,853	–	50,540	2	50,542
Asset-backed securities							
AAA	190	3	85	–	278	–	278
AA+ to AA-	10	–	3	–	13	–	13
A+ to A-	119	–	16	–	135	–	135
BBB+ to BBB-	22	–	2	–	24	–	24
Below BBB- and unrated	21	1	70	–	92	–	92
Subtotal	362	4	176	–	542	–	542
Total debt securities notes (ii)(iii)	73,372	4,789	13,888	–	92,049	2	92,051
Loans							
Mortgage loans	46	–	161	–	207	–	207
Other loans	344	–	–	–	344	–	344
Total loans	390	–	161	–	551	–	551
Equity securities and holdings in collective investment schemes							
Direct equities note (ii)	22,874	14,734	285	91	37,984	25	38,009
Collective investment schemes	39,196	11,053	1,286	14	51,549	–	51,549
Total equity securities and holdings in collective investment schemes	62,070	25,787	1,571	105	89,533	25	89,558
Derivative assets	326	20	267	–	613	8	621
Deposits	2,464	201	2,394	79	5,138	1,108	6,246
Total financial investments	138,622	30,797	18,281	184	187,884	1,143	189,027
Investment properties	–	–	3	–	3	–	3
Cash and cash equivalents	1,707	554	1,403	191	3,855	3,851	7,706
Total investments	140,329	31,351	19,687	375	191,742	4,994	196,736

Notes

(i) Funds with policyholder participation represent investments held to support insurance products where policyholders participate in the returns of a specified pool of investments (excluding unit-linked policies) that are measured using the variable fee approach.

(ii) Of the Group's debt securities and direct equities, the following amounts were held by the consolidated investment funds:

	2026 $m	2025 $m	
	30 Jun	30 Jun	31 Dec
Debt securities held by consolidated investment funds	11,704	12,360	12,341
Direct equities held by consolidated investment funds*	7,624	5,777	6,605

* As of 30 June 2026, the $34 million (30 June 2025: $21 million; 31 December 2025: $25 million) of direct equities unallocated to a segment is entirely held by a consolidated investment fund.

(iii) The credit ratings are created using a methodology developed by Prudential using ratings from various credit ratings agencies (Composite Ratings), S&P Global Ratings (S&P), Moody's and Fitch Solutions and their respective affiliates and suppliers. The ratings displayed are not credit opinions nor are they a rating issued by a rating agency, including S&P. To the extent that a credit rating is calculated using an S&P rating, such rating was used under a licence from S&P and S&P reserves all rights with respect to such rating.

C1.2 Other assets and liabilities

Property, plant and equipment (PPE)

At 30 June 2026, PPE was $529 million (30 June 2025: $537 million; 31 December 2025: $530 million). During half year 2026, the Group made additions of $62 million of PPE (half year 2025: $175 million; full year 2025: $241 million), of which $41 million relates to right-of-use assets (half year 2025: $128 million; full year 2025: $137 million).

Accrued investment income and other debtors

At 30 June 2026, accrued investment income and other debtors were $2,791 million (30 June 2025: $3,323 million; 31 December 2025: $1,888 million), of which $2,714 million (30 June 2025: $3,275 million; 31 December 2025: $1,831 million) is expected to be settled within one year.

Accruals, deferred income and other creditors

At 30 June 2026, accruals, deferred income and other creditors were $3,668 million (30 June 2025: $5,235 million; 31 December 2025: $2,731 million), of which $3,304 million (30 June 2025: $5,007 million; 31 December 2025: $2,466 million) is due within one year.

C2 Measurement of financial assets and liabilities

C2.1 Determination of fair value

The fair values of the financial instruments for which fair valuation is required under IFRS Standards are determined by the use of quoted market prices for exchange-quoted investments or by using quotations from independent third parties, such as brokers and pricing services or by using appropriate valuation techniques. Climate change does not directly impact fair values particularly where these are built on observable inputs (ie level 1 and level 2), which represent the majority of the Group's financial instruments as discussed below.

The estimated fair value of derivative financial instruments reflects the estimated amount the Group would receive or pay in an arm's-length transaction. This amount is determined using quoted prices if exchange listed, quotations from independent third parties or valued internally using standard market practices.

Valuation approach for level 2 fair valued assets and liabilities

A significant proportion of the Group's level 2 assets are private holdings, structured securities and other national and non-national government debt securities that are valued using observable inputs. These assets, in line with market practice, are generally valued using a designated independent pricing service or quote from third-party brokers. These valuations are subject to a number of monitoring controls, such as comparison to multiple pricing sources where available, monthly price variances, stale price reviews and variance analysis on prices achieved on subsequent trades.

Valuation approach for level 3 fair valued assets and liabilities

Investments valued using valuation techniques include financial investments which, by their nature, do not have an externally quoted price based on regular trades and financial investments for which markets are no longer active as a result of market conditions, eg market illiquidity. Level 3 assets of the Group consist primarily of property, infrastructure, private credit and private equity funds held by the participating funds and are externally valued using the net asset values of the invested funds.

For further details on the valuation approach for level 2 and level 3 fair valued assets and liabilities, refer to note C2.1 of the Group's consolidated financial statements for the year ended 31 December 2025.

C2.2 Fair value measurement hierarchy

(a) Assets and liabilities at fair value

All of the Group's financial instruments held at fair value are classified as fair value through profit or loss (FVTPL) at 30 June 2026 and measured on a recurring basis.

The table below shows the assets and liabilities carried at fair value on a recurring basis, analysed by level of the IFRS 13 'Fair Value Measurement' defined fair value hierarchy. This hierarchy is based on the inputs to the fair value measurement and reflects the lowest level input that is significant to that measurement.

Financial instruments at fair value

	30 Jun 2026 $m			
	Level 1	Level 2	Level 3	
	Quoted prices (unadjusted) in active markets	Valuation based on significant observable market inputs	Valuation based on significant unobservable market inputs note (iii)	Total
Loans note (iv)	**–**	**16**	**–**	**16**
Equity securities and holdings in collective investment schemes	**87,372**	**5,585**	**6,112**	**99,069**
Debt securities note (i)	**73,462**	**21,230**	**105**	**94,797**
Derivative assets	**557**	**363**	**–**	**920**
Derivative liabilities	**(255)**	**(1,137)**	**–**	**(1,392)**
Total financial investments, net of derivative liabilities	**161,136**	**26,057**	**6,217**	**193,410**
Investment contract liabilities without DPF note (ii)	**–**	**(787)**	**–**	**(787)**
Net asset value attributable to unit holders of consolidated investment funds	**(2,944)**	**–**	**–**	**(2,944)**
Total financial instruments at fair value	**158,192**	**25,270**	**6,217**	**189,679**
Percentage of total (%)	**83%**	**14%**	**3%**	**100%**

	30 Jun 2025 $m			
	Level 1	Level 2	Level 3	
	Quoted prices (unadjusted) in active markets	Valuation based on significant observable market inputs	Valuation based on significant unobservable market inputs note (iii)	Total
Loans note (iv)	–	343	–	343
Equity securities and holdings in collective investment schemes	74,375	5,337	3,993	83,705
Debt securities note (i)	65,268	19,561	42	84,871
Derivative assets	640	888	–	1,528
Derivative liabilities	(18)	(906)	–	(924)
Total financial investments, net of derivative liabilities	140,265	25,223	4,035	169,523
Investment contract liabilities without DPF note (ii)	–	(730)	–	(730)
Net asset value attributable to unit holders of consolidated investment funds	(2,332)	–	–	(2,332)
Total financial instruments at fair value	137,933	24,493	4,035	166,461
Percentage of total (%)	83%	15%	2%	100%

	31 Dec 2025 $m			
	Level 1	Level 2	Level 3	
	Quoted prices (unadjusted) in active markets	Valuation based on significant observable market inputs	Valuation based on significant unobservable market inputs note (iii)	Total
Loans note (iv)	–	344	–	344
Equity securities and holdings in collective investment schemes	78,744	5,537	5,277	89,558
Debt securities note (i)	70,327	21,622	102	92,051
Derivative assets	171	450	–	621
Derivative liabilities	(440)	(1,142)	–	(1,582)
Total financial investments, net of derivative liabilities	148,802	26,811	5,379	180,992
Investment contract liabilities without DPF note (ii)	–	(715)	–	(715)
Net asset value attributable to unit holders of consolidated investment funds	(2,263)	–	–	(2,263)
Total financial instruments at fair value	146,539	26,096	5,379	178,014
Percentage of total (%)	82%	15%	3%	100%

Notes

(i) Of the total level 2 debt securities of $21,230 million at 30 June 2026 (30 June 2025: $19,561 million; 31 December 2025: $21,622 million), $9 million (30 June 2025: $9 million; 31 December 2025: $7 million) are valued internally. Internal valuations are inherently more subjective than external valuations.

(ii) Investment contract liabilities without DPF are not quoted in an active market and do not have readily available published prices. Their fair values are determined using valuation techniques with all significant inputs used in the valuation being observable. Therefore, these investment contract liabilities are classified in level 2.

(iii) At 30 June 2026, the Group held $6,217 million (30 June 2025: $4,035 million; 31 December 2025: $5,379 million) of net financial instruments at fair value within level 3. This represents 3 per cent (30 June 2025: 2 per cent; 31 December 2025: 3 per cent) of the total fair valued financial assets, net of financial liabilities and comprises the following:
- Equity securities and holdings in collective investment schemes of $6,112 million (30 June 2025: $3,993 million; 31 December 2025: $5,277 million) consisting primarily of property, infrastructure, private credit and private equity funds, which are externally valued using the net asset value of the invested funds; and
- Debt securities of $105 million (30 June 2025: $42 million; 31 December 2025: $102 million).

Of the net financial instruments of $6,217 million at 30 June 2026 (30 June 2025: $4,035 million; 31 December 2025: $5,379 million) referred to above:
- A net asset of $6,092 million (30 June 2025: $3,950 million; 31 December 2025: $5,266 million) is held by the Group's participating and unit-linked funds and therefore shareholders' profit and equity are not immediately impacted by movements in the valuation of these financial instruments; and
- The remaining level 3 investments comprise a net asset of $125 million (30 June 2025: $85 million; 31 December 2025: $113 million), which is primarily externally valued. If the value of all these level 3 financial instruments decreased by 10 per cent, the change in valuation would be $(13) million (30 June 2025: $(9) million; 31 December 2025: $(11) million), which would reduce shareholders' equity by this amount before tax.

(iv) Of the Group's financial assets and financial liabilities at 30 June 2026, only loans contain more than one asset classification. The loans carried at amortised cost and their fair value are provided in note (c) below.

(b) Transfers into and transfers out of levels

The Group's policy is to recognise transfers into and out of levels as of the end of each reporting period except for material transfers that are recognised as of the date of the event or change in circumstances that caused the transfer. Transfers are deemed to have occurred when there is a material change in the observed valuation inputs or a change in the level of trading activities of the securities.

During half year 2026, the transfers between levels within the portfolios were primarily transfers from level 1 to level 2 of $1,147 million (30 June 2025: $1,129 million; 31 December 2025: $1,497 million) and transfers from level 2 to level 1 of $781 million (30 June 2025: $1,337 million; 31 December 2025: $1,416 million). These transfers primarily reflect the change in the observed valuation inputs of equity securities and debt securities and, in certain cases, the change in the level of trading activities of the securities. There were no transfers into or out of level 3 in half year 2026 and 2025, and a small transfer from level 3 into level 1 in full year 2025 as shown in the table below.

Reconciliation of movements in level 3 assets and liabilities measured at fair value

The following table reconciles the value of level 3 fair-valued assets and liabilities at the beginning of the period to that presented at the end of the period.

Total investment return recorded in the income statement represents interest and dividend income, realised gains and losses, unrealised gains and losses on the assets classified at FVTPL and foreign exchange movements on an individual entity's overseas investments. Total gains and losses recorded in other comprehensive income comprises the translation of investments into the Group's presentation currency of USD.

	Half year 2026 $m		
	Equity securities and holdings in collective investment schemes	Debt securities	Group total
Balance at beginning of period	5,277	102	5,379
Total gain in income statement note	233	6	239
Exchange differences recorded in other comprehensive income	(33)	(2)	(35)
Purchases and other additions	759	–	759
Sales, maturities and capital distribution	(124)	(1)	(125)
Balance at end of period	6,112	105	6,217

	Half year 2025 $m		
	Equity securities and holdings in collective investment schemes	Debt securities	Group total
Balance at beginning of period	3,117	37	3,154
Total gain in income statement note	37	3	40
Exchange differences recorded in other comprehensive income	68	3	71
Purchases and other additions	967	–	967
Sales, maturities and capital distribution	(196)	(1)	(197)
Balance at end of period	3,993	42	4,035

	Full year 2025 $m		
	Equity securities and holdings in collective investment schemes	Debt securities	Group total
Balance at beginning of year	3,117	37	3,154
Total gain in income statement note	118	2	120
Exchange differences recorded in other comprehensive income	47	4	51
Purchases and other additions	2,376	60	2,436
Sales, maturities and capital distribution	(367)	(1)	(368)
Transfers out of Level 3	(14)	–	(14)
Balance at end of year	5,277	102	5,379

Note
Of the total net gain in the income statement of $239 million at half year 2026 (half year 2025: $40 million; full year 2025: $120 million), $252 million (half year 2025: $48 million; full year 2025: $121 million) relates to unrealised gains (losses) on financial instruments still held at the end of the period, which can be analysed as follows:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Equity securities and holdings in collective investment schemes	**246**	45	119
Debt securities	**6**	3	2
Net unrealised gains on financial instruments still held at the end of the period	**252**	48	121

(c) Assets and liabilities carried at amortised cost and their fair value

The table below shows the financial assets and liabilities carried at amortised cost on the statement of financial position and their fair value. Deposits, cash and cash equivalents, accrued investment income, other debtors, accruals, deferred income and other creditors are excluded from the analysis below, as these are carried at amortised cost which approximates fair value.

	30 Jun 2026 $m		30 Jun 2025 $m		31 Dec 2025 $m	
	Carrying value	**Fair value**	Carrying value	Fair value	Carrying value	Fair value
Financial assets						
Loans	**226**	**262**	191	243	207	260
Financial liabilities						
Core structural borrowings of shareholder-financed businesses note	**(4,448)**	**(4,339)**	(4,473)	(4,349)	(4,459)	(4,402)
Operational borrowings (excluding lease liabilities)	**(666)**	**(666)**	(506)	(506)	(521)	(521)
Obligations under funding, securities lending and sale and repurchase agreements	**(486)**	**(486)**	(665)	(665)	(745)	(745)
Net financial liabilities at amortised cost	**(5,374)**	**(5,229)**	(5,453)	(5,277)	(5,518)	(5,408)

Note
The fair value of the subordinated and senior debt issued by the Group is determined using quoted prices from independent third parties.

C3 Insurance and reinsurance contracts

The amounts recorded in the balance sheet as insurance and reinsurance contract assets and liabilities are set out in the table below (on the left-hand side), broken out into their component parts. Additionally, presented on the right-hand side are the same amounts but including the Group's share of the relevant amounts of its joint venture and associates, which are equity accounted for on the statement of financial position and hence all assets and liabilities of those businesses are included in a separate line.

Management believes that the movement in the CSM is a key driver for understanding changes in profitability from period to period and as the Group's share of the results of the joint ventures and associates is included in the Group's adjusted operating and total profit, it is relevant to understand the movement in insurance assets and liabilities including those entities too.

C3.1 Group overview

(a) Analysis of Group insurance and reinsurance contract assets and liabilities

The table below provides an analysis of the portfolio of insurance and reinsurance (RI) contract assets and liabilities held on the Group's statement of financial position. The Group's share of the insurance and reinsurance contract liabilities and assets of its joint ventures and associates as shown below relate to the life business of the Chinese Mainland, India and Takaful business in Malaysia.

	Excluding JVs and associates $m						Including JVs and associates $m					
	(Assets)		Liabilities		Net liabilities (assets)		(Assets)		Liabilities		Net liabilities (assets)	
	Insurance	RI	Insurance	RI	Insurance	RI	Insurance	RI	Insurance	RI	Insurance	RI
As at 30 Jun 2026												
Best estimate liabilities (BEL)	**(5,683)**	**(2,555)**	**161,999**	**666**	**156,316**	**(1,889)**	**(5,980)**	**(2,770)**	**185,971**	**700**	**179,991**	**(2,070)**
Risk adjustment for non-financial risk (RA)	**924**	**(172)**	**1,921**	**(35)**	**2,845**	**(207)**	**942**	**(240)**	**2,247**	**(39)**	**3,189**	**(279)**
Contractual service margin (CSM)	**2,857**	**(678)**	**21,265**	**112**	**24,122**	**(566)**	**3,036**	**(553)**	**23,329**	**119**	**26,365**	**(434)**
Insurance contract balances note C3.2	**(1,902)**	**(3,405)**	**185,185**	**743**	**183,283**	**(2,662)**	**(2,002)**	**(3,563)**	**211,547**	**780**	**209,545**	**(2,783)**
Assets for insurance acquisition cash flows	**(48)**	**–**	**–**	**–**	**(48)**	**–**	**(48)**	**–**	**–**	**–**	**(48)**	**–**
Insurance and reinsurance contract liabilities (assets)	**(1,950)**	**(3,405)**	**185,185**	**743**	**183,235**	**(2,662)**	**(2,050)**	**(3,563)**	**211,547**	**780**	**209,497**	**(2,783)**
As at 30 Jun 2025												
Best estimate liabilities (BEL)	(5,265)	(2,537)	140,528	418	135,263	(2,119)	(5,526)	(2,691)	162,926	463	157,400	(2,228)
Risk adjustment for non-financial risk (RA)	909	(123)	1,774	(45)	2,683	(168)	921	(153)	2,083	(50)	3,004	(203)
Contractual service margin (CSM)	2,668	(607)	19,173	137	21,841	(470)	2,821	(586)	21,166	124	23,987	(462)
Insurance contract balances note C3.2	(1,688)	(3,267)	161,475	510	159,787	(2,757)	(1,784)	(3,430)	186,175	537	184,391	(2,893)
Assets for insurance acquisition cash flows	(34)	–	1	–	(33)	–	(34)	–	1	–	(33)	–
Insurance and reinsurance contract liabilities (assets)	(1,722)	(3,267)	161,476	510	159,754	(2,757)	(1,818)	(3,430)	186,176	537	184,358	(2,893)
As at 31 Dec 2025												
Best estimate liabilities (BEL)	(5,326)	(2,575)	152,016	562	146,690	(2,013)	(5,610)	(2,817)	174,675	618	169,065	(2,199)
Risk adjustment for non-financial risk (RA)	894	(171)	1,906	(38)	2,800	(209)	909	(237)	2,223	(42)	3,132	(279)
Contractual service margin (CSM)	2,664	(660)	20,576	116	23,240	(544)	2,834	(510)	22,584	97	25,418	(413)
Insurance contract balances note C3.2	(1,768)	(3,406)	174,498	640	172,730	(2,766)	(1,867)	(3,564)	199,482	673	197,615	(2,891)
Assets for insurance acquisition cash flows	(48)	–	–	–	(48)	–	(48)	–	–	–	(48)	–
Insurance and reinsurance contract liabilities (assets)	(1,816)	(3,406)	174,498	640	172,682	(2,766)	(1,915)	(3,564)	199,482	673	197,567	(2,891)

(b) Adjusted total comprehensive equity

	Excluding JVs and associates	Group's share related to JVs and associates	Including JVs and associates
	$m	$m	$m
As at 30 Jun 2026			
Shareholders' equity	**17,052**	**2,751**	**19,803**
CSM, net of reinsurance	**23,556**	**2,375**	**25,931**
Remove: CSM asset attaching to reinsurance contracts wholly attributable to policyholders	**884**	**–**	**884**
Remove: CSM, net of reinsurance, attributable to non-controlling interests	**(662)**	**–**	**(662)**
Shareholders' CSM, net of reinsurance	**23,778**	**2,375**	**26,153**
Less: Related tax adjustments	**(2,537)**	**(577)**	**(3,114)**
Adjusted total comprehensive equity	**38,293**	**4,549**	**42,842**
As at 30 Jun 2025			
Shareholders' equity	15,602	2,517	18,119
CSM, net of reinsurance	21,371	2,154	23,525
Remove: CSM asset attaching to reinsurance contracts wholly attributable to policyholders	769	–	769
Remove: CSM, net of reinsurance, attributable to non-controlling interests	(1,050)	–	(1,050)
Shareholders' CSM, net of reinsurance	21,090	2,154	23,244
Less: Related tax adjustments	(2,255)	(495)	(2,750)
Adjusted total comprehensive equity	34,437	4,176	38,613
As at 31 Dec 2025			
Shareholders' equity	17,354	2,763	20,117
CSM, net of reinsurance	22,696	2,309	25,005
Remove: CSM asset attaching to reinsurance contracts wholly attributable to policyholders	871	–	871
Remove: CSM, net of reinsurance, attributable to non-controlling interests	(1,072)	–	(1,072)
Shareholders' CSM, net of reinsurance	22,495	2,309	24,804
Less: Related tax adjustments	(2,316)	(537)	(2,853)
Adjusted total comprehensive equity	37,533	4,535	42,068

(c) Discount rate and risk-free rate

The Group elects to determine discount rates on a bottom-up basis, starting with a liquid risk-free yield curve and adding an illiquidity premium to reflect the characteristics of the insurance contracts. Risk-free rates are based on government bond yields for all currencies except HKD where risk-free rates are based on swap rates due to the higher liquidity of the HKD swap market. The illiquidity premium is calculated as the yield-to-maturity on a reference portfolio of assets with similar liquidity characteristics to the insurance contracts (in particular, corporate bonds), less the risk-free curve, and an allowance for credit risk.

The following tables set out the range of yield curves used to discount cash flows of insurance contracts for major currencies. These discount rates include the illiquidity premium applied to the portfolios written in each currency. A range is shown to represent the fact that different products apply different proportions of the reference portfolio's illiquidity premium (either 0%, 50% or 100%). The ranges below reflect only the actual proportions applied for each currency. For the major currencies shown below, except Hong Kong dollar and Malaysian ringgit, all three proportions apply and hence the spread is indicative of the illiquidity premium applying to the term specified.

	30 Jun 2026 %				
	1 year	**5 years**	**10 years**	**15 years**	**20 years**
Chinese yuan (CNY)	**1.12 – 1.37**	**1.44 – 1.69**	**1.75 – 2.00**	**2.08 – 2.33**	**2.29 – 2.54**
Hong Kong dollar (HKD)	**3.52 – 3.69**	**3.64 – 4.00**	**3.92 – 4.44**	**4.13 – 4.72**	**4.25 – 4.87**
Indonesian rupiah (IDR)	**7.24 – 7.72**	**7.28 – 7.76**	**7.38 – 7.86**	**7.44 – 7.92**	**7.48 – 7.96**
Malaysian ringgit (MYR)	**3.15 – 3.35**	**3.42 – 3.62**	**3.73 – 3.93**	**3.94 – 4.14**	**4.10 – 4.30**
Singapore dollar (SGD)	**1.44 – 1.59**	**1.78 – 2.16**	**2.05 – 2.38**	**2.09 – 2.51**	**2.11 – 2.75**
United States dollar (USD)	**4.04 – 4.20**	**4.27 – 4.68**	**4.56 – 4.93**	**4.96 – 5.42**	**5.21 – 5.88**

	30 Jun 2025 %				
	1 year	**5 years**	**10 years**	**15 years**	**20 years**
Chinese yuan (CNY)	1.34 – 1.69	1.52 – 1.87	1.65 – 2.00	1.82 – 2.17	1.93 – 2.28
Hong Kong dollar (HKD)	2.92 – 3.37	3.04 – 3.49	3.35 – 3.80	3.54 – 3.99	3.68 – 4.13
Indonesian rupiah (IDR)	6.08 – 6.50	6.51 – 6.93	6.92 – 7.34	7.26 – 7.68	7.40 – 7.82
Malaysian ringgit (MYR)	3.01 – 3.34	3.19 – 3.52	3.61 – 3.94	3.79 – 4.12	3.96 – 4.29
Singapore dollar (SGD)	1.81 – 2.44	1.83 – 2.46	2.24 – 2.87	2.34 – 2.97	2.32 – 2.95
United States dollar (USD)	3.98 – 4.38	3.83 – 4.40	4.34 – 4.88	4.77 – 5.38	5.05 – 5.84

	31 Dec 2025 %				
	1 year	**5 years**	**10 years**	**15 years**	**20 years**
Chinese yuan (CNY)	1.34 – 1.62	1.64 – 1.92	1.86 – 2.14	2.19 – 2.47	2.31 – 2.59
Hong Kong dollar (HKD)	2.99 – 3.34	3.08 – 3.43	3.46 – 3.81	3.69 – 4.04	3.81 – 4.16
Indonesian rupiah (IDR)	4.93 – 5.33	5.79 – 6.19	6.42 – 6.82	6.81 – 7.21	7.02 – 7.42
Malaysian ringgit (MYR)	3.01 – 3.20	3.41 – 3.60	3.67 – 3.86	3.94 – 4.13	4.14 – 4.33
Singapore dollar (SGD)	1.42 – 1.71	1.91 – 2.34	2.18 – 2.48	2.26 – 2.63	2.23 – 2.82
United States dollar (USD)	3.51 – 3.80	3.77 – 4.22	4.29 – 4.60	4.78 – 5.16	5.09 – 5.70

C3.2 Analysis of movements in insurance and reinsurance contract balances (including JVs and associates)

An analysis of movements in insurance and reinsurance contract balances by measurement component, excluding assets for insurance acquisition cash flows, and including the Group's share of insurance and reinsurance contract assets and liabilities related to the life JVs and associates is set out below:

	Half year 2026 $m							
	Insurance				Reinsurance			
	BEL	RA	CSM	Total	BEL	RA	CSM	Total
Opening assets	(5,610)	909	2,834	(1,867)	(2,817)	(237)	(510)	(3,564)
Opening liabilities	174,675	2,223	22,584	199,482	618	(42)	97	673
Net liabilities (assets) at 1 Jan	169,065	3,132	25,418	197,615	(2,199)	(279)	(413)	(2,891)
Changes that relate to future service								
Changes in estimates that adjust the CSM	(939)	53	886	–	(1)	(1)	2	–
Changes in estimates that result in losses or reversal of losses on onerous contracts	30	(7)	–	23	27	–	–	27
New contracts in the period	(1,546)	154	1,417	25	52	(12)	(40)	–
	(2,455)	200	2,303	48	78	(13)	(38)	27
Changes that relate to current service								
Release of CSM to profit or loss	–	–	(1,399)	(1,399)	–	–	26	26
Release of risk adjustment to profit or loss	–	(162)	–	(162)	–	13	–	13
Experience adjustments	(18)	–	–	(18)	114	–	–	114
	(18)	(162)	(1,399)	(1,579)	114	13	26	153
Changes that relate to past service								
Adjustments to assets and liabilities for incurred claims	(83)	(2)	–	(85)	(30)	–	–	(30)
Insurance service result	(2,556)	36	904	(1,616)	162	–	(12)	150
Net finance (income) expense								
Accretion of interest on GMM contracts note (i)	127	20	200	347	(46)	(5)	(12)	(63)
Other net finance (income) expense	8,754	37	92	8,883	25	–	(5)	20
	8,881	57	292	9,230	(21)	(5)	(17)	(43)
Total amount recognised in income statement	6,325	93	1,196	7,614	141	(5)	(29)	107
Effect of movements in exchange rates	(1,313)	(36)	(249)	(1,598)	9	5	8	22
Total amount recognised in comprehensive income	5,012	57	947	6,016	150	–	(21)	129
Cash flows								
Premiums received net of ceding commissions paid	18,180	–	–	18,180	(680)	–	–	(680)
Insurance acquisition cash flows	(3,241)	–	–	(3,241)	–	–	–	–
Claims and other insurance service expenses net of recoveries from reinsurance received note (ii)	(8,967)	–	–	(8,967)	659	–	–	659
Total cash flows	5,972	–	–	5,972	(21)	–	–	(21)
Other changes note (iii)	(58)	–	–	(58)	–	–	–	–
Closing assets	(5,980)	942	3,036	(2,002)	(2,770)	(240)	(553)	(3,563)
Closing liabilities	185,971	2,247	23,329	211,547	700	(39)	119	780
Net liabilities (assets) at 30 Jun	179,991	3,189	26,365	209,545	(2,070)	(279)	(434)	(2,783)

	Half year 2025 $m							
	Insurance				Reinsurance			
	BEL	RA	CSM	Total	BEL	RA	CSM	Total
Opening assets	(4,799)	803	2,599	(1,397)	(2,783)	(128)	(645)	(3,556)
Opening liabilities	148,867	1,940	19,862	170,669	461	(47)	144	558
Net liabilities (assets) at 1 Jan	144,068	2,743	22,461	169,272	(2,322)	(175)	(501)	(2,998)
Changes that relate to future service								
Changes in estimates that adjust the CSM	(753)	77	676	–	(27)	(2)	29	–
Changes in estimates that result in losses or reversal of losses on onerous contracts	21	(5)	–	16	(2)	–	–	(2)
New contracts in the period	(1,410)	151	1,281	22	40	(9)	(32)	(1)
	(2,142)	223	1,957	38	11	(11)	(3)	(3)
Changes that relate to current service								
Release of CSM to profit or loss	–	–	(1,280)	(1,280)	–	–	45	45
Release of risk adjustment to profit or loss	–	(154)	–	(154)	–	13	–	13
Experience adjustments	(78)	–	–	(78)	104	–	–	104
	(78)	(154)	(1,280)	(1,512)	104	13	45	162
Changes that relate to past service								
Adjustments to assets and liabilities for incurred claims	(23)	(1)	–	(24)	(27)	–	–	(27)
Insurance service result	(2,243)	68	677	(1,498)	88	2	42	132
Net finance (income) expense								
Accretion of interest on GMM contracts note (i)	105	27	177	309	(60)	(4)	(12)	(76)
Other net finance (income) expense	6,640	69	7	6,716	394	(23)	(11)	360
	6,745	96	184	7,025	334	(27)	(23)	284
Total amount recognised in income statement	4,502	164	861	5,527	422	(25)	19	416
Effect of movements in exchange rates	3,655	97	665	4,417	(59)	(3)	20	(42)
Total amount recognised in comprehensive income	8,157	261	1,526	9,944	363	(28)	39	374
Cash flows								
Premiums received net of ceding commissions paid	15,457	–	–	15,457	(741)	–	–	(741)
Insurance acquisition cash flows	(2,905)	–	–	(2,905)	–	–	–	–
Claims and other insurance service expenses net of recoveries from reinsurance received note (ii)	(7,318)	–	–	(7,318)	472	–	–	472
Total cash flows	5,234	–	–	5,234	(269)	–	–	(269)
Other changes note (iii)	(59)	–	–	(59)	–	–	–	–
Closing assets	(5,526)	921	2,821	(1,784)	(2,691)	(153)	(586)	(3,430)
Closing liabilities	162,926	2,083	21,166	186,175	463	(50)	124	537
Net liabilities (assets) at 30 Jun	157,400	3,004	23,987	184,391	(2,228)	(203)	(462)	(2,893)

	Full year 2025 $m							
	Insurance				Reinsurance			
	BEL	RA	CSM	Total	BEL	RA	CSM	Total
Opening assets	(4,799)	803	2,599	(1,397)	(2,783)	(128)	(645)	(3,556)
Opening liabilities	148,867	1,940	19,862	170,669	461	(47)	144	558
Net liabilities (assets) at 1 Jan	144,068	2,743	22,461	169,272	(2,322)	(175)	(501)	(2,998)
Changes that relate to future service								
Changes in estimates that adjust the CSM	(1,960)	91	1,869	–	104	(46)	(58)	–
Changes in estimates that result in losses or reversal of losses on onerous contracts	14	6	–	20	(14)	–	–	(14)
New contracts in the year	(3,084)	350	2,777	43	(6)	(55)	58	(3)
	(5,030)	447	4,646	63	84	(101)	–	(17)
Changes that relate to current service								
Release of CSM to profit or loss	–	–	(2,656)	(2,656)	–	–	102	102
Release of risk adjustment to profit or loss	–	(307)	–	(307)	–	24	–	24
Experience adjustments	(159)	–	–	(159)	148	–	–	148
	(159)	(307)	(2,656)	(3,122)	148	24	102	274
Changes that relate to past service								
Adjustments to assets and liabilities for incurred claims	(18)	(1)	–	(19)	(27)	(1)	–	(28)
Insurance service result	(5,207)	139	1,990	(3,078)	205	(78)	102	229
Net finance (income) expense								
Accretion of interest on GMM contracts note (i)	212	54	376	642	(121)	(9)	(28)	(158)
Other net finance (income) expense	15,204	100	(39)	15,265	332	(17)	(4)	311
	15,416	154	337	15,907	211	(26)	(32)	153
Total amount recognised in income statement	10,209	293	2,327	12,829	416	(104)	70	382
Effect of movements in exchange rates	3,681	96	630	4,407	(56)	–	18	(38)
Total amount recognised in comprehensive income	13,890	389	2,957	17,236	360	(104)	88	344
Cash flows								
Premiums received net of ceding commissions paid	32,098	–	–	32,098	(1,445)	–	–	(1,445)
Insurance acquisition cash flows	(5,524)	–	–	(5,524)	–	–	–	–
Claims and other insurance service expenses net of recoveries from reinsurance received note (ii)	(15,345)	–	–	(15,345)	1,208	–	–	1,208
Total cash flows	11,229	–	–	11,229	(237)	–	–	(237)
Other changes note (iii)	(122)	–	–	(122)	–	–	–	–
Closing assets	(5,610)	909	2,834	(1,867)	(2,817)	(237)	(510)	(3,564)
Closing liabilities	174,675	2,223	22,584	199,482	618	(42)	97	673
Net liabilities (assets) at 31 Dec	169,065	3,132	25,418	197,615	(2,199)	(279)	(413)	(2,891)

Notes

(i) Accretion of interest includes interest on policy loans.
(ii) Including investment component.
(iii) Other changes include movements in insurance contract liabilities arising from adjustments to remove the incurred non-cash expenses (such as depreciation and amortisation) from insurance contract asset and liability balances.

C4 Intangible assets

C4.1 Goodwill

Goodwill shown on the condensed consolidated statement of financial position represents amounts allocated to businesses in Asia in respect of both acquired asset management and life businesses.

	2026 $m	2025 $m	
	30 Jun	30 Jun	31 Dec
Carrying value at beginning of period	**902**	848	848
Exchange differences	**(27)**	41	54
Carrying value at end of period	**875**	889	902

C4.2 Other intangible assets

	Half year 2026 $m			Half year 2025 $m	Full year 2025 $m
	Distribution rights note (i)	Other intangibles note (ii)	Total	Total	Total
Balance at beginning of period	**3,699**	**259**	**3,958**	3,824	3,824
Additions	**30**	**33**	**63**	318	539
Amortisation and other charges	**(209)**	**(34)**	**(243)**	(234)	(451)
Disposals and transfers	**–**	**(1)**	**(1)**	(1)	(3)
Exchange differences and other movements	**(34)**	**(4)**	**(38)**	32	49
Balance at end of period	**3,486**	**253**	**3,739**	3,939	3,958

Notes

(i) Distribution rights relate to amounts that have been paid or have become unconditionally due for payment as a result of past events in respect of the bancassurance partnership arrangements for the bank distribution of Prudential's insurance products for a fixed period of time. The distribution rights amounts are amortised on a basis to reflect the pattern in which the future economic benefits are expected to be consumed by reference to new business production levels.

(ii) Included within other intangibles are software and licence fees.

C5 Borrowings

C5.1 Core structural borrowings of shareholder-financed businesses

	2026 $m	2025 $m	
	30 Jun	30 Jun	31 Dec
Subordinated debt			
US$750m 4.875% notes	**750**	750	750
£435m 6.125% notes 2031	**575**	593	583
US$1,000m 2.95% notes 2033	**998**	997	998
SGD 600m 3.80% notes 2035 note (i)	**461**	468	464
Senior debt note (ii)			
£250m 5.875% notes 2029	**323**	327	325
US$1,000m 3.125% notes 2030	**993**	991	992
US$350m 3.625% notes 2032	**348**	347	347
Total core structural borrowings of shareholder-financed businesses	**4,448**	4,473	4,459

Notes

(i) The Group designated this SGD-denominated borrowing as a net investment hedge of the currency risk related to the Group's investment in the Singapore business under IFRS 9.

(ii) The senior debt ranks above subordinated debt in the event of liquidation.

C5.2 Operational borrowings

	2026 $m	2025 $m	
	30 Jun	30 Jun	31 Dec
Borrowings in respect of short-term fixed income securities programmes (commercial paper)	**643**	500	520
Lease liabilities under IFRS 16	**319**	347	310
Other borrowings	**23**	6	1
Total operational borrowings	**985**	853	831

C6 Sensitivity to key market risks

The Group's risk framework and the management of risks attaching to the Group's interim financial statements including financial assets, financial liabilities and insurance liabilities, together with the inter-relationship with the management of capital, have been included in the Risk review report.

Further information of the Group's sensitivity to key risks was set out in the Group's financial statements for the year ended 31 December 2025.

The tables below show the sensitivity of the Group's profit after tax, shareholders' equity and CSM as at 30 June 2026 and 31 December 2025 to the following market risks:

- 1 per cent increase and 0.5 per cent decrease in observable risk-free interest rates in isolation and subject to a floor of zero; and
- Instantaneous 10 per cent rise and 20 per cent fall in the market value of equity and property assets. The equity risk sensitivity analysis assumes that all equity indices fall by the same percentage.

The sensitivity results assume instantaneous market movements and hence reflect the current investment portfolio and all consequential impacts as at valuation date. If the economic conditions set out in the sensitivities persisted, the financial impacts may differ from the instantaneous impacts shown below. These sensitivity results allow for limited management actions such as changes to future policyholder bonuses and re-pricing for medical business, where applicable. In practice, the market movements would be expected to occur over time and rebalancing of investment portfolios would likely be carried out to mitigate the impact of the stresses as presented below. Management could also take additional actions to help mitigate the impact of these stresses, including but not limited to, market risk hedging, increased use of reinsurance, repricing of in-force benefits, changes to new business pricing and the mix of new business being sold.

The sensitivity of the Group's results to market risks primarily arises from the Group's insurance businesses.

The impact of changes in interest rates and equity values impacts both assets and liabilities. For assets backing insurance contract liabilities and those related liabilities, these impacts will vary depending on whether insurance contracts are classified as variable fee approach ('VFA') or general measurement model ('GMM'). In addition, there will be impacts from other shareholder assets that back IFRS shareholders' equity rather than insurance contract liabilities. The vast majority of the Group's investments are classified as FVTPL and so movements as a result of interest rate and equity markets directly impact profit, unless they are offset by corresponding movements in the Group's liabilities.

For VFA contracts (which include the majority of the Group's participating and unit-linked contracts but not all), movements in underlying assets are matched by a movement in insurance liabilities. Changes in BEL and RA as a result of a change in discount rate or from changes in the variable fee (that is dependent on the value of underlying assets) are taken as a change to the CSM with no immediate impact on profit or shareholders' equity. There will, however, be an impact on profit and shareholders' equity from changes to the CSM amortisation as a result of changes both to the CSM and the discounting of the coverage units. Onerous contracts with no CSM will also have impacts going directly to the income statement.

For GMM contracts, the CSM is calculated on a locked-in basis (ie using discount rates applied at the dates of initial recognition of each group of contracts), whereas the BEL and RA are calculated using a current discount rate. This accounting mismatch passes through the income statement. The impact will depend on whether the BEL is an asset or a liability. For BEL assets, which are largely offset by CSM liabilities (ie for certain protection contracts where future premiums are expected to exceed future claims and expenses), increases in interest rates will reduce the BEL asset with no impact on the CSM liability and hence reduce profit. For a BEL liability, where the BEL and CSM liabilities are backed by invested assets (eg certain universal life contracts), there are likely to be offsetting asset impacts (for example BEL liabilities and bond values will both reduce as interest rates increase) and the impact on profit will be dependent on any mismatches between assets and liabilities together with the impact of the CSM being calculated on a locked-in basis.

For other shareholder assets that are not backing insurance contract liabilities, increases in interest rates and falls in equity markets reduce asset values, which under the Group's accounting policy pass directly through the income statement and hence reduce profit (vice versa for decreases in interest rates and increases in equity markets).

The income statement volatilities stated above lead to volatility in shareholders' equity to the same extent.

For the Group's asset management business, Eastspring, the profit for the period is sensitive to the level of assets under management as this significantly affects the value of management fees earned by the business in the current and future periods. Assets under management will rise and fall as market conditions change with a consequential impact on profitability. The effect on future asset management fees is not reflected in the table below.

In addition, Eastspring holds a small amount of investments directly on its balance sheet, including investments in respect of seeding capital into retail funds it sells to third parties (see note C1.1). Eastspring's profit will therefore have some direct exposure to the market movements of these investments.

At 30 June 2026 and 31 December 2025, the Group's central operations did not hold significant financial investments other than short-term deposits and money market funds held by the Group's treasury function for liquidity purposes and so there is immaterial sensitivity to market movements for these investments. In addition, the central operations held some derivatives that are used to reduce or manage investment, interest rate and currency exposures.

Base values	2026 $m Half year	2025 $m Full year
Profit after tax for the period for the Group	**995**	4,119
Group shareholders' equity at end of period	**19,803**	20,117
CSM at end of period including JVs and associates	**25,931**	25,005

	2026 $m		2025 $m	
	30 Jun		31 Dec	
Interest rates and consequential effects	-0.5%	+1%	-0.5%	+1%
Increase (decrease) to shareholders' equity:				
Financial assets [note]	**8,906**	**(15,582)**	8,805	(15,413)
Net insurance contract liabilities (including CSM) [note]	**(8,248)**	**14,120**	(8,169)	14,000
Net effect on shareholders' equity	**604**	**(1,289)**	568	(1,222)
Increase (decrease) to profit after tax:				
Net effect on profit after tax	**628**	**(1,336)**	609	(1,299)
Increase (decrease) to CSM liability:				
CSM [note]	**410**	**(1,131)**	390	(1,069)

	2026 $m		2025 $m	
	30 Jun		31 Dec	
Equity/property market values	-20%	+10%	-20%	+10%
Increase (decrease) to shareholders' equity:				
Financial assets [note]	**(18,578)**	**9,407**	(16,935)	8,374
Net insurance contract liabilities (including CSM) [note]	**17,462**	**(8,894)**	15,802	(7,855)
Net effect on shareholders' equity	**(749)**	**338**	(756)	341
Increase (decrease) to profit after tax:				
Net effect on profit after tax	**(787)**	**356**	(817)	370
Increase (decrease) to CSM liability:				
CSM [note]	**(2,187)**	**1,068**	(1,937)	917

Note
The sensitivity effects shown above reflect the pre-tax effects on the financial assets, net insurance contract liabilities and CSM as presented on the condensed consolidated statement of financial position, together with the Group's share of the relevant amounts of its joint ventures and associates. Changes to the results of the Africa insurance operations from interest rate or equity price changes would not materially impact the Group's results.

The sensitivity of the Group's businesses presented as a whole at a given point in time will also be affected by a change in the relative size of the individual businesses.

The Group uses the segment measure 'adjusted operating profit' to review the performance of the business (see note B1.2 for how this measure is determined). The impact on adjusted operating profit will be more muted than on total profit as long-term asset returns are assumed for surplus assets held by the Group's insurance businesses and long-term spreads are assumed for GMM business. Adjusted operating profit will be impacted by changes in CSM amortisation for VFA business following the impact of economic changes on underlying assets and discount rates that impact the value of variable fees, and on the value of onerous contracts losses (or reversal thereof) taken directly to the income statement excluding those contracts that meet the criteria where gains and losses can be shared across cohorts. The changes in CSM amortisation result from changes both to the CSM and the discounting of the coverage units.

The pre-tax adjusted operating profit impacts for a decrease of 0.5 per cent and an increase of 1.0 per cent in interest rates at 30 June 2026 were $(47) million and $21 million (31 December 2025: $(45) million and $25 million), respectively.

The pre-tax adjusted operating profit impacts for a decrease of 20 per cent and an increase of 10 per cent in equity/property market values at 30 June 2026 were $(181) million and $63 million (31 December 2025: $(237) million and $99 million), respectively.

C7 Share capital, share premium and own shares

Issued shares of 5p each fully paid	30 Jun 2026			30 Jun 2025			31 Dec 2025		
	Number of ordinary shares	Share capital $m	Share premium $m	Number of ordinary shares	Share capital $m	Share premium $m	Number of ordinary shares	Share capital $m	Share premium $m
Balance at beginning of period	**2,548,213,779**	**169**	**5,011**	2,657,521,888	176	5,009	2,657,521,888	176	5,009
Shares issued under share-based schemes	**11,286**	**–**	**1**	–	–	–	5,162	–	2
Shares issued under scrip dividends	**5,721,904**	**–**	**–**	22,134	–	–	2,197,669	–	–
Shares cancelled on repurchases/buybacks	**(42,942,499)**	**(2)**	**–**	(72,431,622)	(5)	–	(111,510,940)	(7)	–
Balance at end of period	**2,511,004,470**	**167**	**5,012**	2,585,112,400	171	5,009	2,548,213,779	169	5,011

Options outstanding under save as you earn schemes to subscribe for shares at each period end shown below are as follows:

		Share price range		
	Number of shares to subscribe for	From (in pence)	To (in pence)	Exercisable by year
30 Jun 2026	**1,401,560**	**520p**	**1,202p**	**2031**
30 Jun 2025	1,426,806	520p	1,202p	2030
31 Dec 2025	1,529,193	520p	1,202p	2031

Transactions by Prudential plc and its subsidiaries in Prudential plc shares

(a) Purchases by employee share scheme trusts

The Group buys and sells Prudential plc shares ('own shares') in relation to its employee share schemes through the trusts established to facilitate the delivery of shares under employee incentive plans.

During half year 2026, a total of 6.2 million shares (half year 2025: 2.8 million shares; full year 2025: 8.4 million shares) were acquired in relation to employee share schemes by the trusts and for members under employee share purchase plans. The cost of acquiring these shares was $85 million (half year 2025: $30 million; full year 2025: $101 million). The cost in USD shown has been calculated from the share prices in the purchase currency (pound sterling or Hong Kong dollar) using the monthly average exchange rate for the month in which those shares were purchased. A portion of these share purchases were made on the Hong Kong Stock Exchange with the remainder being made on the London Stock Exchange.

(b) Share repurchase/buyback programmes by the Company

The Company made the following purchases during the periods shown:

	2026 $m	2025 $m	
	Half year	Half year	Full year
Share repurchases to neutralise impact of scrip dividend	**–**	–	33
Share buyback programme to return capital to shareholders (excluding costs)	**645**	711	1,211
Total repurchases and buybacks (excluding costs)	**645**	711	1,244
Costs associated with buybacks	**3**	4	8
Release of redemption liability associated with buybacks	**–**	(18)	(18)
Total cost recognised in retained earnings on share repurchases and buybacks	**648**	697	1,234

The table below shows the details of the purchases on a monthly basis during half year 2026. The cost in USD shown has been calculated from the share prices in pounds sterling using the daily spot rate on which those shares were purchased.

		Share price		
	Number of shares	Low £	High £	Cost $
January	**6,044,969**	**11.46**	**12.20**	**96,170,477**
February	**6,894,364**	**10.37**	**12.38**	**106,998,349**
March	**8,329,422**	**10.12**	**11.21**	**119,340,354**
April	**6,832,397**	**10.56**	**11.40**	**101,952,891**
May	**6,808,752**	**10.63**	**12.04**	**103,079,649**
June	**8,827,110**	**9.10**	**10.81**	**117,430,047**
Total	**43,737,014**			**644,971,767**

On 6 January 2026, the Company announced the commencement of a new share buyback programme up to a maximum aggregate amount of $1.2 billion, to reduce the issued share capital of the Company. Further information on the Group's plan to return capital to shareholders is included in the Financial Review at the start of this report.

As at 30 June 2026, 44 million ordinary shares in aggregate have been repurchased under the $1.2 billion share buyback programme for a total consideration of $645 million, excluding costs of $3 million. Of these, 0.8 million repurchased shares were settled and the shares were cancelled after 30 June 2026.

All of these share purchases were made on the London Stock Exchange, their associates, and/or other regulated exchanges in the UK and the shares purchased were cancelled after settlement. The nominal value of the shares cancelled in half year 2026 was $2 million. On cancellation, the nominal value was transferred from the share capital to the capital redemption reserve account.

Other than as disclosed above, the Company and its subsidiaries did not purchase, sell or redeem any Prudential plc listed securities during half year 2026.

D Other information

D1 Contingencies and related obligations

The Group is involved in various litigation and regulatory proceedings from time to time. While the outcome of such litigation and regulatory issues cannot be predicted with certainty, the Group believes that the ultimate outcome of any current or pending matters will not have a material adverse effect on the Group's financial condition, results of operations or cash flows.

D2 Increase in ownership interest in Prudential Assurance Malaysia Berhad

On 22 January 2026, the Company announced that Prudential Corporation Holdings Limited, a wholly-owned subsidiary of the Group, had signed an agreement to acquire a further 19 per cent of Sri Han Suria Sdn. Bhd. (SHS), the holding company that owns Prudential Assurance Malaysia Berhad (PAMB), from Detik Ria Sdn. Bhd. (Detik Ria) for RM1.52 billion, equivalent to $380 million based on the exchange rate on the completion date of 30 January 2026.

PAMB is the Group's conventional life insurance business in Malaysia. This transaction, which was approved by Bank Negara Malaysia, increased the Group's stake in SHS from 51 per cent to 70 per cent. The Group continues to consolidate the business of PAMB as a subsidiary controlled by the Group. Further, the Group's operating performance metrics continue to be presented before the effect of non-controlling interests in line with the Group's policy. The proportion of profit after tax and equity of the conventional life insurance business in Malaysia attributed to non-controlling interests in these interim financial statements reflects a reduction in Detik Ria's non-controlling interest in SHS from 49 per cent to 30 per cent. Included within the effect of transactions relating to non-controlling interests recognised in the consolidated statement of changes in equity for half year 2026 is the initial impact on the completion of the transaction.

D3 Repositioning of the Group's India operations

On 17 May 2026, the Group announced that as part of a strategic repositioning of its India operations it has agreed to acquire in the future a 75 per cent stake in Bharti Life Insurance Company Limited, a prominent Indian life insurer, from Bharti Life Ventures Pvt Ltd and 360 ONE Asset Management. The transaction is for an initial cash consideration of INR35 billion (approximately $370 million based on the 30 June 2026 exchange rate). There is a potential additional consideration payable of up to INR7 billion (approximately $74 million based on the 30 June 2026 exchange rate). Completion of the transaction remains subject to the receipt of regulatory approvals and the satisfaction of other conditions. Regulatory approvals for the transaction are expected to require the Group to reduce its shareholding in ICICI Prudential Life Insurance Company from 22 per cent to under 10 per cent. The Group is engaging with the relevant regulatory authorities on this process and will seek an appropriate timeframe for the divestment that may be required, in the interests of its shareholders.

D4 Post balance sheet events

The 2026 first interim dividend approved by the Board of Directors after 30 June 2026 is described in note B4.

The Group has announced a further circa $0.3 billion buyback to be completed by 18 December 2026, which adds to the previously announced $1.2 billion 2026 share buyback programme. This will be funded, and is subject to the completion and amounts received (net of tax and transaction costs), from the sale of part of the Group's stake in ICICI Prudential Asset Management Company as the Group progresses towards meeting the initial free float requirement.

D5 Related party transactions

There were no transactions with related parties during the six months ended 30 June 2026 that have had a material effect on the results or financial position of the Group. The usual dividends received from the Group's joint ventures and associates are disclosed in the condensed consolidated statement of cash flows. The nature of the related party transactions of the Group has not changed from those described in note D4 to the Group's consolidated financial statements for the year ended 31 December 2025.

Statement of Directors' responsibilities

The Directors (who are listed on this page) are responsible for preparing the Half Year Financial Report in accordance with applicable law and regulations.

Accordingly, the Directors confirm that to the best of their knowledge:

- the condensed consolidated financial statements have been prepared in accordance with IAS 34, 'Interim Financial Reporting', as adopted for use in the UK; and
- the Half Year Financial Report includes a fair review of information required by:

(a) DTR 4.2.7R of the Disclosure Guidance and Transparency Rules, being an indication of important events that have occurred during the six months ended 30 June 2026, and their impact on the condensed consolidated financial statements, and a description of the principal risks and uncertainties for the remaining six months of the year; and

(b) DTR 4.2.8R of the Disclosure Guidance and Transparency Rules, being related party transactions that have taken place during the six months ended 30 June 2026 and that have materially affected the financial position or performance of the Group during that period; and any changes in the related party transactions described in the Group's consolidated financial statements for the year ended 31 December 2025 that could do so.

Prudential plc Board of Directors:

Chair

Sir Douglas Flint

Executive Director

Anil Wadhwani

Independent Non-executive Directors

Jeremy Anderson
Arijit Basu
Chua Sock Koong
Guido Fürer
Ming Lu
George Sartorel
Mark Saunders
Claudia Suessmuth Dyckerhoff
Jeanette Wong

26 August 2026

Independent review report to Prudential plc

Conclusion

We have been engaged by Prudential plc (the "Company" or the "Group") to review the condensed set of consolidated financial statements in the Half Year Financial Report for the six months ended 30 June 2026 which comprises the Condensed consolidated income statement, Condensed consolidated statement of comprehensive income, Condensed consolidated statement of changes in equity, Condensed consolidated statement of financial position, Condensed consolidated statement of cash flows and related notes A1 to D5. We have read the other information contained in the Half Year Financial Report and considered whether it contains any apparent misstatements or material inconsistencies with the information in the condensed set of financial statements.

Based on our review, nothing has come to our attention that causes us to believe that the condensed set of financial statements in the Half Year Financial Report for the six months ended 30 June 2026 is not prepared, in all material respects, in accordance with UK adopted International Accounting Standard 34 "Interim Financial Reporting" (IAS 34), IAS 34 as issued by the International Accounting Standards Board (IASB) and the Disclosure Guidance and Transparency Rules of the United Kingdom's Financial Conduct Authority.

Basis for conclusion

We conducted our review in accordance with International Standard on Review Engagements 2410 (UK) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" (ISRE 2410) issued by the Financial Reporting Council. A review of interim financial information 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 International Standards on Auditing (UK) 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.

As disclosed in note A1, the annual financial statements of the Group are prepared in accordance with UK adopted international accounting standards and International Financial Reporting Standards as issued by the IASB. The condensed set of financial statements included in this Half Year Financial Report has been prepared in accordance with UK adopted IAS 34 and IAS 34 as issued by the IASB.

Conclusions relating to going concern

Based on our review procedures, which are less extensive than those performed in an audit as described in the Basis of conclusion section of this report, nothing has come to our attention to suggest that the directors have inappropriately adopted the going concern basis of accounting or that the directors have identified material uncertainties relating to going concern that are not appropriately disclosed.

This conclusion is based on the review procedures performed in accordance with ISRE 2410, however future events or conditions may cause the Group to cease to continue as a going concern.

Responsibilities of the directors

The directors are responsible for preparing the Half Year Financial Report in accordance with the Disclosure Guidance and Transparency Rules of the United Kingdom's Financial Conduct Authority.

In preparing the Half Year Financial Report, the directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the review of the financial information

In reviewing the Half Year Financial Report, we are responsible for expressing to the Company a conclusion on the condensed set of consolidated financial statements in the Half Year Financial Report. Our conclusion, including our Conclusions Relating to Going Concern, are based on procedures that are less extensive than audit procedures, as described in the Basis for Conclusion paragraph of this report.

Use of our report

This report is made solely to the Company in accordance with guidance contained in International Standard on Review Engagements 2410 (UK) "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Financial Reporting Council. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, for our work, for this report, or for the conclusions we have formed.

Ernst & Young LLP

London
26 August 2026