

AB: Post balance sheet events**Interim dividend**

The 2013 interim dividend approved by the Board of directors after 30 June 2013 is as described in note J.

Japan Life business: held for sale classification at 30 June and post balance sheet agreement to sell

As at 30 June 2013, a sale of the Group's closed book life insurance business in Japan, PCA Life Insurance Company Limited, was highly probable. Accordingly this business has been classified as held for sale in the half year 2013 condensed consolidated financial statements in accordance with IFRS 5, 'Non-current assets held for sale and discontinued operations'. Consistent with its classification as held for sale, the IFRS carrying value of the Japan Life business has been set to £53 million at 30 June 2013, representing the estimated proceeds, net of related expenses. This has resulted in a charge as for 'Remeasurement of Japan Life business classified as held for sale' of £(135) million in the income statement.

In order to facilitate comparisons of the Group's retained businesses, the supplementary analysis of profit of the Group as shown in note C has been adjusted to show separately the results for the Japan Life business. Accordingly, the comparative results for half year and full year 2012 have been retrospectively adjusted. For half year 2013 the result for the period, including short-term fluctuations in investment returns, together with the adjustment to the carrying value have given rise to an aggregate loss of £(124) million (half year 2012: £14 million; full year 2012: £17 million). This comprises:

	2013 £m	2012 £m	
	Half year	Half year	Full year
Remeasurement of carrying value on classification as held for sale	(135)	–	–
Amounts previously classified within:			
– Operating profit based on longer-term investment returns	5	–	(2)
– Short-term fluctuations in investment returns	6	14	19
(Loss) profit attaching to held for sale Japan Life business	(124)	14	17
Related tax charge	–	–	–

The assets and liabilities of the Japan Life business classified as held for sale on the statement of financial position as at 30 June 2013 are as follows:

	2013 £m 30 Jun
Assets	
Investments	1,095
Other assets	119
	1,214
Adjustment for remeasurement of the carrying value to fair value less costs to sell	(135)
Assets held for sale	1,079
Liabilities	
Policyholder liabilities	970
Other liabilities	56
Liabilities held for sale	1,026
Net assets	53

On 16 July 2013 the Group reached an agreement to sell this business to SBI Holdings Inc. for US\$85 million (£56 million at 30 June 2013 closing exchange rate). Completion of the transaction is dependent on regulatory approval.