



STATISTICS

Annual friendly society bulletin - Highlights

June 2022 (released 15 December 2022)

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Industry highlights for the year ended 30 June 2022

Overview

The Friendly Society (FS) industry comprised 11 societies at year end 30 June 2022.

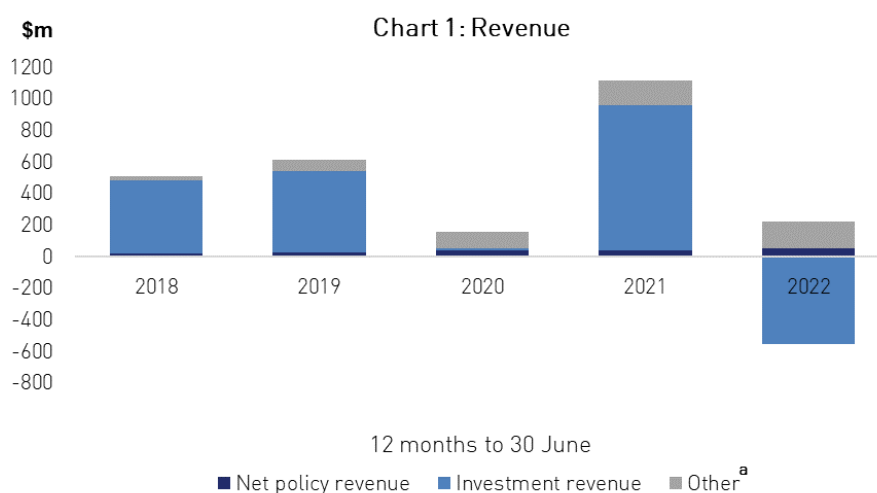
Financial performance

For the 12 months to 30 June 2022, friendly societies reported a substantial fall in investment revenue from \$918 million to -\$560 million. This was primarily driven by unrealised losses made in fixed interest investments due to falling bond prices.

Deposit inflow into benefit funds was \$1.3 billion in the year ending 30 June 2022, \$55.8 million higher than in the preceding 12 months. Deposit withdrawal from benefit funds in the 12 months to 30 June 2022 was \$848 million, \$241 million lower than the corresponding period last year.

Total entity net profit after tax was \$12.7m in the year ending 30 June 2022, compared with a \$24.0 million gain in the 12 months to 30 June 2021, driven by the deterioration in investment revenue mentioned above.

Chart 1: Revenue



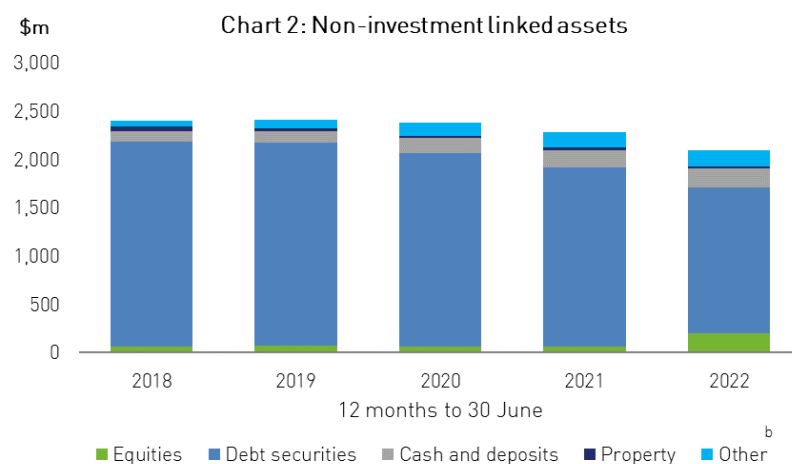
Industry assets

Total assets as at 30 June 2022 were \$8.5 billion. Of this amount, non-investment linked funds totalled \$2.1 billion and investment linked funds were \$6.4 billion.

The level of total assets has remained relatively steady compared to the previous year. Of the total non-investment linked assets, \$1.5 billion (81.2 per cent) was invested in debt securities (Chart 2).

^a 'Other revenue' includes management service fees

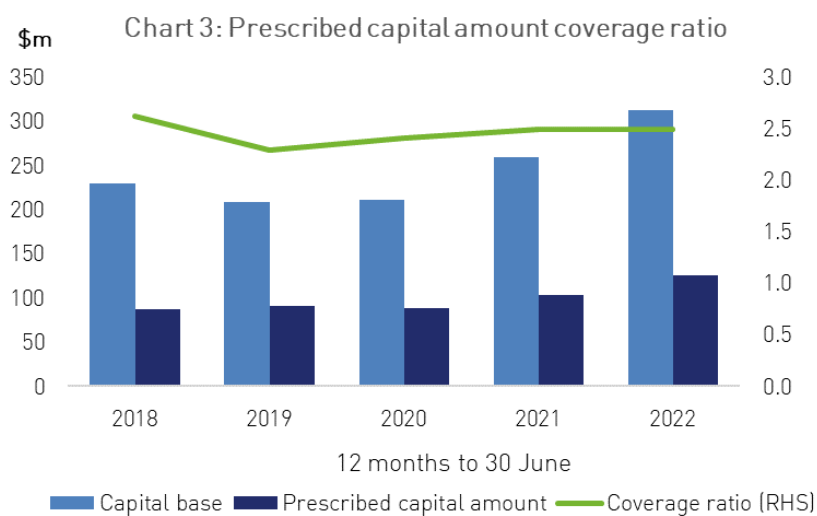
Chart 2: Non-investment linked assets



Capital adequacy

The industry prescribed capital amount (PCA) coverage ratio remained relatively stable over recent years (Chart 3).

Chart 3: Prescribed capital amount coverage ratio

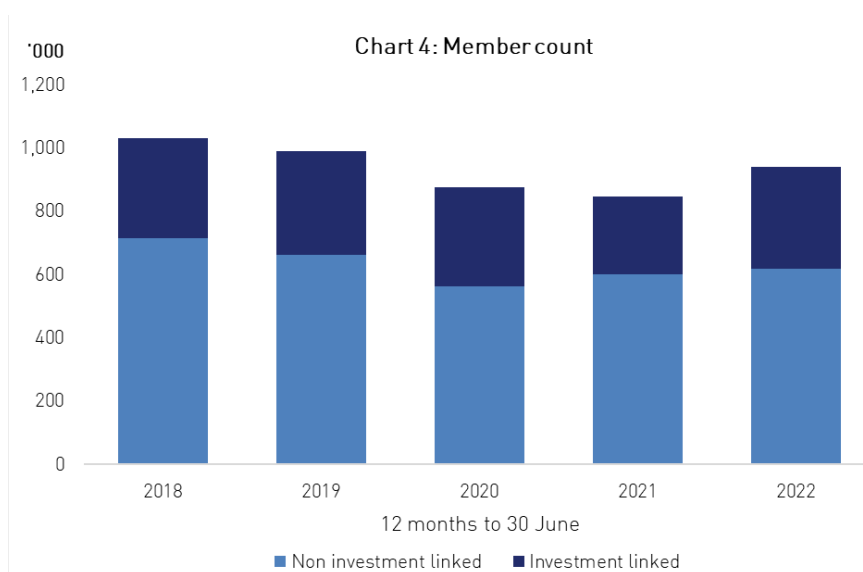


Membership

Member count was 939,000 for the year ending 30 June 2022, an increase of 10.9 per cent from the same period last year. Of this, 66% of members were non-investment linked, with the remaining 34% being investment linked (Chart 4).

² 'Other' comprises of other investments and assets

Chart 4: Member count





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