



STAKEHOLDER ENGAGEMENT

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Our engagements with stakeholder help us to improve our role as a responsible corporate citizen in contributing to the resolution of broader socio economic issues that face our country.

Participation and involvement in industry bodies

Collaborating with industry and regulatory bodies is an important component of managing stakeholder relations, and helps ensure that MMH keeps abreast of developments that impact our business and sector.

In making proposals to improve the financial system with legislators, we believe it prudent to do so through relevant industry associations to ensure that industry wide proposals are developed with diverse input, rather than proposals with narrow interests. We believe in open, honest and proactive engagements with our regulators.

Examples of our interactions include:

- *The Association for Savings and Investment South Africa (ASISA)*
ASISA covers a broad range of financial services across many aspects of our South African business. We are therefore an active participant at various levels, including participation by MMH's CEO on the Board, Board Committees with MMH's executives, and the various standing and working committees with representation by technical experts within MMH.
- *The South African Insurance Association (SAIA)*
Guardrisk and Momentum Short term Insurance are both active members of the association for short term insurers. Guardrisk's CEO is a Board and executive committee member, and employees from both businesses are members of various technical subcommittees and working groups. The SAIA is an important stakeholder in the South African economy and plays a vital role in supporting the sustainability of the local economy.
- *Board of Healthcare Funders of Southern Africa*
Metropolitan Health has been a member of the Board of Healthcare Funders of Southern Africa for many years. Metropolitan Health's CEO, Dr Ali Hamdulay, is the current non executive chairman of the BHF Board of directors. As a medical aid administrator, we play a critical role in contributing to and lobbying various industry bodies and stakeholders to advance the medical industry. We provide technical expertise to investigate industry issues related to benefit and risk management to ensure a sustainable and viable private healthcare funding industry.
- *Council for Medical Schemes*
MMH contributed to the Prescribed Minimum Benefit (PMB) review process to highlight current challenges with the existing PMB framework. Among other recommendations, we proposed that a representative advisory body be constituted to coordinate the input of key workstreams. MMH also participates in the task team mandated to review the PMB Code of Conduct.
- *Other professional bodies*
Many of our senior employees (including actuaries, accountants, lawyers and doctors) are active participants within their respective professional bodies looking to advance learnings and practice in their areas of expertise.

Stakeholder model review

The stakeholder engagement operating model and strategy will be reviewed over the coming year due to changes in MMH's organisational structure. This will ensure that stakeholder engagement remains responsive to business needs.

Through various channels and activities, we have had multiple engagements with our stakeholder groups as outlined below:

Stakeholder category	Engagement activity	Some key issues raised
Clients	<ul style="list-style-type: none"> • Momentum Unisa Household Financial Wellness Index, an annual survey that measures the financial wellness of South Africans and our clients. • MMH Consumer Vulnerability Index by Corporate and Public Sector to provide insights on factors that impact financial wellness from an employer perspective • Financial Education workshops by our client facing brands to enhance financial literacy and trust in financial services companies. • MMH Fair Practices Committee to evaluate alignment of client related activities with Treating Customers Fairly principles. • Investment in sponsorship and marketing activities that enable client interaction and communication of our value propositions. • Ongoing measurement of the brand and customer experience of our clients. 	<ul style="list-style-type: none"> • Understanding financial services solutions by consumers. • Financial pressure and indebtedness impacting persistency and savings. • Value-for-money client solutions. • Saliency and competitiveness of client-facing brands. • Provision of financial services across different income segments. • Thought leadership on socio-economic issues.
Employees	<ul style="list-style-type: none"> • Regular feedback from the group chief executive officer on MMH's strategy, operating model and performance. • Launch of training development programmes, in partnership with academia to grow middle and senior management talent. • MMH employee wellness programme to assist employees with their physical, emotional and financial health. 	<ul style="list-style-type: none"> • MMH employee value proposition and employer branding identity. • Culture and transformation. • Change management. • External brand visibility. • CSI investment and employee volunteerism.

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Investors and analysts	<ul style="list-style-type: none"> • Annual Investor Conference with analysts, investors and media to position MMH's strategy and achievements. • Engagements with international investors both locally and in the United States and the United Kingdom. • Quarterly, interim and year end presentations of MMH results using all forms of media (JSE SENS, print, television, radio broadcasts). • Investor Relations section of the website provides up to date information. • AGM Notice allows provision of information and voting on key issues. 	<ul style="list-style-type: none"> • Clear group strategy and operating model. • Segment/business earnings mix • Distribution strategy. • International diversification strategy. • Dividend policy and capital management.
Communities	<ul style="list-style-type: none"> • MMH Foundation, funded through MMH profits, to invest in communities in partnership with government and noni government organisations. • MMH CSI profile to communicate focus areas and achievements to the public. • Contributing member to the National Education Collaboration Trust, a partnership model aimed at supporting the NDP. • The MMH Foundation invests in programmes that deal with training, enabling and providing access to income opportunities for young people. 	<ul style="list-style-type: none"> • Trust in financial services organisation. • Enterprise development. • Funding sustainability of CSI beneficiaries. • Financial Education. • Policy process.

<p>Regulators and government</p>	<ul style="list-style-type: none"> • Engagement with regulators and government in matters such as the National Health Initiative pilot programmes and collaborating on achieving NDP outcomes. • Engagement with Treasury and Office of the President on political and economic scenario. • Partnerships with government on CSI programmes. • Representative in various committees and industry associations that engage with legislators (e.g. Association for Savings and Investments South Africa, South African Insurance Association, Business Unity South Africa). • Parliamentary committees to enable public policy participation. 	<ul style="list-style-type: none"> • Public-private partnerships. • Retirement Fund Reform. • Protection of Personal Information Act. • Solvency Assessment and Management (SAM). • Sovereign down-grade risk. • Financial Account Tax Compliance Act.
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Media	<ul style="list-style-type: none"> • MMH's media profile has grown, with the company being profiled on multiple platforms outside of the results reporting cycle. • Regular engagements with media around executive changes, Africa strategy, etc. • New ventures such as that with African Bank. 	<ul style="list-style-type: none"> • MMH results. • Africa and International strategy. • Mergers and acquisitions.
Trade unions	<ul style="list-style-type: none"> • Engagement sessions with organised labour to inform development of financial wellness propositions and influence public policy development. 	<ul style="list-style-type: none"> • Regulatory landscape. • Transformation including employment equity. • Job creation and skills development. • Trustee training.
Suppliers	<ul style="list-style-type: none"> • Discussions around commitment to B-BBEE objective and support required to achieve the minimum threshold. • Enterprise development funding opportunities for companies in our supply chain. • Regular interaction to discuss service delivery as part of our procurement processes. 	<ul style="list-style-type: none"> • Prompt payment. • B-BBEE certification. • Directing spend to black women-owned business.
Intermediaries and brokers	<ul style="list-style-type: none"> • Regular email communications. • Thought leadership events. • Product launches and updates. • Momentum Risk Summit. • In-house publications. • General manager, regional manager and marketing adviser interactions with intermediaries and brokers. • Representation on regulatory bodies such as the 	<ul style="list-style-type: none"> • Retail distribution review. • General regulatory and compliance matters. • Impact of slow economic growth. • Volatile investment markets.

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	<p>FPI and ASISA to influence new legislation.</p> <ul style="list-style-type: none"> • In-house learning programmes. 	<ul style="list-style-type: none"> • Competitiveness of products. • Fit and proper status of representatives and key individuals. • Speed and quality of service. • Providing viable low-income solutions for clients.