Summary of Quarterly Solvency Report

（Excerpts）

China Pacific Property Insurance Co., Ltd.

3rd Quarter of 2026

Company overview and contact information

Company name (Chinese):	中国太平洋财产保险股份有限公司
Company name (English):	China Pacific Property Insurance Company Limited
Legal representative:	CHEN Hui
Registered address:	South Tower, Bank of Communications Financial Building, 190 Middle Yincheng Road, China (Shanghai) Pilot Free Trade Zone, Shanghai, the PRC
Registered capital:	19.948bn yuan
Business license number:	000014
Date opening for business:	November 2001
Business scope:	Property indemnity insurance; liability insurance; credit and guarantee insurance; short-term health and personal accident insurance; reinsurance of the above said insurance; insurance funds investment as approved by relevant laws and regulations; other business as approved by the CIRC.
Business territories:	The People's Republic of China (excluding Hong Kong, Macao and Taiwan)
Contact person：	WANG Yucheng
Office Tel. number：	021-33962680
Cell phone：	13917427405
Email：	wangyucheng-003@cpic.com.cn

CONTENTS

I. BOARD CHAIRMAN AND MANAGEMENT STATEMENT ····· 4

II. BASIC INFORMATION ····· 4

III. KEY INDICATORS ····· 13

IV. RISK MANAGEMENT CAPABILITIES ····· 17

V. INFORMATION ON IRR (DIFFERENTIATED SUPERVISION) ····· 18

VI. MANAGEMENT ANALYSIS AND DISCUSSIONS ····· 21

I. Board chairman and management statement

The report has been approved by chairman of the board of directors. The board chairman and senior management of the Company warrant that the contents of this report are true, accurate and complete and have fully complied with applicable laws and regulations, and that there is no false representation, misleading statement or material omissions; and they severally and jointly accept responsibility for the contents of this report.

II. Basic information

(I) Ownership structure, shareholders and change during the reporting period

1. Ownership structure (unit: 10,000 shares)

Types of shareholding	As at the end of the preceding period		Change during the reporting period				As at the end of the reporting period	
	Shares	Percentage (%)	Shareholder injection	Transfer from capital reserve and share dividends distribution	Share transfer	Subtotal	Shares	Percentage (%)
State	29,895	1.5	-	-	-	-	29,895	1.5
Private legal persons	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-
Natural persons	-	-	-	-	-	-	-	-
Others (listed companies)	1,964,914	98.5	-	-	-	-	1,964,914	98.5
Total	1,994,809	100	-	-	-	-	1,994,809	100

2. De facto controller

The Company has no de facto controller. China Pacific Insurance (Group) Co., Ltd. is the majority shareholder of the Company, holding 98.5% of the stake.

3. Shareholding information (by descending order of shareholding percentage as of the end of the reporting period, unit: share)

Names of shareholders	Types of shareholders	Change during the reporting period	Shares held at the end of the reporting period	Shareholding percentage at the end of the reporting period (%)	Shares pledged or in lock-up
China Pacific Insurance (Group) Co., Ltd.	Others (listed company)	——	19,649,137,578	98.50	None
Shenergy (Group) Co., Ltd.	State-owned	——	93,106,180	0.47	None
Shanghai Haiyan Investment Management Company Limited	State-owned	——	92,846,189	0.46	None
Yunnan Hehe (Group) Co., Ltd.	State-owned	——	61,049,510	0.31	None
Shanghai State-owned Assets Operation Co., Ltd.	State-owned	——	51,948,193	0.26	None
Total	——	——	19,948,087,650	100	——
Related party relations among shareholders	Of the 5 shareholders of the Company, with the exception of CPIC Group, all are concurrently shareholders of CPIC Group. Other than that, the Company is not aware of any related-party relations between its shareholders.				

4. Shareholding by directors, supervisors and senior management

Was there shareholding by directors, supervisors and senior management as at the end of the reporting period? (Yes□ No■)

5. Share transfer

Was there any share transfer during the reporting period? (Yes□ No■)

(II) Directors, supervisors and senior management and the changes thereof

1. Basic information on directors, supervisors and senior management at head-office level

(1). Directors

Mr. YU Bin, born in August 1969, holds a master's degree. He has been serving as Chairman of the Company since June 2025 (approval document: NFRA [2025] No. 337). Mr. Yu currently also serves as Vice President of CPIC Group and Chairman of

CPIC Technology. Previously, Mr. Yu served as Deputy General Manager of the Non-Marine Insurance Department, Deputy General Manager of Underwriting and Claims Department, General Manager of Market Development & Research Centre, General Manager of Marketing Department, Chief Marketing Officer, Deputy General Manager and Director of the Company, and Assistant President of CPIC Group.

Mr. WANG Lu, born in March 1966, holds a master's degree. He has been serving as Independent Director of the Company since May 2026 (approval document: NFRA [2026] No. 248). Mr. Wang currently also serves as Managing Partner of Yalan (Shanghai) Investment Consulting Co., Ltd. Previously, Mr. Wang served as Managing Partner of General Atlantic (Beijing) Investment Consulting Co., Ltd., Vice President of Baidu Online Network Technology (Beijing) Co., Ltd., President and Chief Executive Officer of Walmart Global eCommerce Asia, Global Vice President and China President of CBS Interactive, and China President and Chief Executive Officer of Ziff Davis.

Mr. SU Shaojun, born in February 1968, has a Ph.D degree and the designation of Senior Engineer. He has been serving as Director of the Company since May 2021 (approval document: CBIRC [2021] No. 377). Mr. Su currently serves as Board Secretary of CPIC Group and Director of CPIC Life. He previously served as Assistant General Manager and Deputy General Manager of Underwriting Department of CPIC P/C, Deputy General Manager and General Manager of CPIC P/C Beijing Branch, General Manager of Development and Planning Department of CPIC P/C, head of the Board Office, head of the Office of the Board of Supervisors of CPIC P/C, General Manager of Tele-marketing Centre of CPIC P/C, head of the Strategic Research Centre and Deputy Transformation Director of CPIC Group.

Mr. ZHANG Zhiming, born in February 1962, holds a doctoral degree. He has been serving as Independent Director of the Company since April 2026 (approval document: NFRA [2026] No. 169). Mr. Zhang is a professor at East China Normal University, and concurrently serves as Independent Director of Wolong Electric Drive Group Co., Ltd. Previously, Mr. Zhang served as editor and associate senior editor at the Editorial Office of Social Sciences in China, Chinese Academy of Social Sciences; associate research fellow and research fellow at the Institute of Law, Chinese Academy of Social Sciences; professor and vice president of National Prosecutors College; and second-level professor and Chair of the Academic Degree Committee at the School of Law, Renmin University of China.

Mr. CHEN Hui, born in February 1969, holds a master's degree and the designation of Accountant. He has been serving as Director (approval documents: NFRA [2024] No. 753) of the Company since November 2024. He currently also serves as General Manager of the Company and chairman of CPIC Hong Kong. His previous roles include Assistant General Manager and Deputy General Manager of Beijing Branch of CPIC P/C, General Manager of Hebei Branch of CPIC P/C, General Manager of Human Resources Department, Chief Human Resources Officer, Compliance Responsible Person and Chief Risk Officer of the Company. Previously, Mr. CHEN Hui worked at Beijing Coal Company.

Mr. CHEN Wei, born in April 1967, holds a master's degree and designation of engineer. He has been serving as Director of the Company since March 2025 (approval document: NFRA [2025] No. 138). Mr. Chen currently serves as Chief Compliance Officer and Chief Risk Officer of CPIC Group, and Director of CPIC AMC. His previous roles include Chief Representative of CPIC Group London Representative Office, Director and General Manager of CPIC HK, Board Secretary/General Manager of Strategic Planning Department, Internal Audit Director, Internal Audit Responsible Person, Chief Internal Auditor and Chief Administration Officer of CPIC Group, Board Secretary of CPIC Life, Chairman of the Board of Supervisors of CPIC AMC, General Manager/Director of CPIC Health.

Ms. SHI Yuehua, born in October 1979, holds a master's degree. She has been serving as Employee Director of the Company (approval document: NFRA [2026] No. 145) since March 2026. Ms. Shi currently also serves as General Manager of the Legal and Compliance Department of the Company. She previously served as member of the Party Committee, Deputy General Manager and Chairman of the Trade Union of the Company's Liaoning Branch, as well as Deputy General Manager of the Legal and Compliance Department and Employee Supervisor of the Company.

Ms. XU Zhen, born in May 1973, holds a master's degree and the professional designation of Accountant. She has been serving as Director of the Company (approval document: NFRA [2026] No. 8) since January 2026. Ms. Xu currently serves as Deputy Chief Accountant of CPIC Group and General Manager of the Financial & Actuarial

Planning Department, Director of CPIC AMC and CPIC Technology, respectively. Ms. Xu previously served as Specialist of the Planning and Finance Department, deputy head of the Finance Section, Senior Specialist and Deputy General Manager of the Planning and Finance Department, and General Manager of the Financial Management Department, Finance Department, Budget Management Department and Asset Management Department, respectively, of CPIC Group, and Director of CPIC Capital.

Mr. CHU Yiyun, born in December 1964, holds a doctoral degree. He has been serving as Independent Director of the Company since April 2026 (approval document: NFRA [2026] No. 197). Mr. Chu currently serves as Distinguished Professor (National Level-II) at the School of Accountancy, Shanghai University of Finance and Economics, and concurrently as Independent Director of Bank of Hebei Co., Ltd., Independent Director of United Overseas Bank (China) Co., Ltd., and Independent Director of Bank of Communications Wealth Management Co., Ltd. Previously, Mr. Chu served as Lecturer and Associate Professor in Accounting at the Department of Accounting, Shanghai University of Finance and Economics.

(2) Senior management at head-office level

Mr. CHEN Hui, born in February 1969, holds a master's degree and the designation of Accountant. He has been serving as Director, General Manager of the Company (approval documents: NFRA [2024] No. 753 and NFRA [2024] No. 779 respectively) , and as Chairman of CPIC Hong Kong since November 2024. His previous roles include Assistant General Manager and Deputy General Manager of Beijing Branch of CPIC P/C, General Manager of Hebei Branch of CPIC P/C, General Manager of Human Resources Department, Chief Human Resources Officer, Compliance Responsible Person and Chief Risk Officer of the Company. Previously, Mr. CHEN Hui worked at Beijing Coal Company.

Mr. SHI Jian, born in November 1973, holds a bachelor's degree, and has been serving as Deputy General Manager (approval document: NFRA [2025] No. 279) of the Company since April 2025. Previously he served as General Manager of Business Management Department, General Manager of Market Development Department and General Manager of Product Development and Reinsurance Department of Shanghai

Anxin Agricultural Insurance Co., Ltd.; Assistant President, Vice President, Board Secretary, Executive Director, President (General Manager) of Anxin Agricultural Insurance Co., Ltd.; Deputy Marketing Director and General Manager of Strategic Account Department of CPIC Group, General Manager and Director of CPIC Anxin Agricultural; Chief Compliance Officer and Chief Risk Officer of CPIC P/C. Before that, Mr. Shi worked at the Shanghai Branch of China Life.

Mr. CHEN Sen, born in October 1970, holds a master's degree and has been serving as Deputy General Manager of the Company (approval document: CBIRC [2021] No. 497) since August 2021. He has been serving as Chief Actuary of the Company since October 2015 (approval document: CIRC [2015] No. 949). Previously, he served as Deputy General Manager, Finance Responsible Person and Chief Actuary of China Property & Casualty Reinsurance Company Limited, Finance Responsible Person of the Company, Director of CPIC Anxin Agricultural and Director of CPIC HK. Prior to that, Mr. CHEN worked at the New York Headquarters of Guy Carpenter & Company and the North American Headquarters of Swiss Re.

Mr. LI Chao, born in March 1981, holds a master's degree, and has been serving as Deputy General Manager of the Company since September 2024 (approval document: NFRA [2024] No.626). Prior to this, Mr. Li served as Deputy General Manager of Tianjin Branch, Deputy General Manager (in charge) and General Manager of Small- and Medium-Sized Customer Business Department, General Manager of Corporate Customer Department/Bancassurance Department, General Manager of Heilongjiang Branch, and Assistant General Manager of CPIC P/C.

Mr. LIU Zengbo, born in December 1975, holds a master's degree. He has been serving as Deputy General Manager, Finance Responsible Person and Board Secretary of the Company since April 2025 (approval document: NFRA [2025] No.203). Mr. Liu currently also serves as Director of CPIC HK and Director of CPIC AMC. He previously served as Deputy General Manager of Strategic Planning & Investor Relations Department, General Manager of Internal Audit Centre/Audit Technology Department, General Manager of Investment Audit Department of CPIC Group; General Manager of Finance Department of CPIC P/C; Internal Audit Responsible Person of CPIC AMC; Deputy General Manager and Finance Responsible Person of CPIC Capital; Director of CPIC Anxin Agricultural.

Mr. HUANG Yao, born in December 1978, holds a master's degree. He has been serving as Assistant General Manager of the Company since July 2024 (approval document: NFRA [2024] No.471). Mr. Huang also serves as General Manager of the New Energy Vehicle Development Center of the Company. Mr. Huang previously served as Deputy General Manager and General Manager of Shenzhen Business Department of Pacific Online Service Technology Co., Ltd., Party Secretary/ General Manager of CPIC P/C Suzhou Branch, and General Manager of Agency Business Department of Individual Customers Center of the Company.

Mr. WU Bo, born in June 1970, holds a doctorate degree. He has been serving as Assistant General Manager of the Company since August 2021 (approval document: CBIRC [2021] No. 591). Mr. Wu previously served as Assistant General Manager, Deputy General Manager, General Manager of CPIC P/C Shandong Branch, General Manager of CPIC P/C Beijing Branch, and Director of Beijing-Tianjin-Hebei Regional Coordinated Development of the Company.

Mr. YE Mingman, born in October 1975, holds a master's degree. He has been serving as Assistant General Manager of the Company since July 2024 (approval document: NFRA [2024] No. 473). Mr. Ye previously served as Director of Market Development (Individual Customers) of the Company, member of CPC Committee/Assistant General Manager of CPIC P/C Xiamen Branch, Deputy General Manager of Telemarketing Business Unit of the Company, General Manager of CPIC Online Shandong Branch, General Manager of Channels Cooperation Department of the Company, General Manager of Telemarketing Center of the Company, Executive Deputy General Manager, Executive Director and General Manager of CPIC Online, Executive Director and General Manager of CPIC Insurance Agency, and General Manager of the Online Platforms Department of Individual Customers Center of the Company.

Mr. XU Feng, born in July 1973, has a master's degree. He has been serving as Assistant General Manager of the Company since April 2025 (approval document: NFRA [2025] No.276). Previously, Mr. Xu served as Deputy General Manager of the Shipping Insurance Operations Centre, General Manager of the Shipping Insurance Business Unit, General Manager of the Overseas Business Department / Aerospace & Maritime Business Centre, deputy head of the Shanghai Headquarters Preparatory Team and head of Regional Integrated Development (the Yangtze River Delta),

General Manager of Shanghai Headquarters and General Manager of Shanghai Branch of the Company of CPIC P/C.

Mr. LEI Dapeng, born in May 1974, holds a bachelor's degree. He has been serving as Assistant General Manager of the Company since April 2025 (approval document: NFRA [2025] No. 278), serving as Chief Risk Officer and designated as Interim Chief Compliance Officer of the Company since July 2026. Previously, Mr. Lei served as Deputy General Manager of CPIC P/C Hubei Branch, General Manager of CPIC P/C Gansu Branch, and General Manager of CPIC P/C Suzhou Branch.

Mr. SU Jinhua, born in November 1975, holds a master's degree and the designation of engineer. He has been serving as Assistant General Manager of the Company since April 2025 (approval document: NFRA [2025] No. 277). Previously, Mr. Su served as Deputy General Manager of CPIC P/C Suzhou Branch, General Manager of CPIC P/C Ningbo Branch, General Manager of CPIC P/C Zhejiang Branch, and deputy head of Regional Integrated Development (the Yangtze River Delta) of CPIC P/C.

Mr. WEI Zhigang, born in October 1974, holds a master's degree and the professional designation of Accountant. Mr. Wei has been serving as Internal Audit Responsible Person of the Company since October 2025 (approval document: NFRA [2025] No. 594). He also serves as Deputy Chief Internal Auditor of CPIC Group. Previously, Mr. WEI served as Assistant General Manager and Deputy General Manager of CPIC P/C Jiangxi Branch, General Manager of CPIC P/C Jilin Branch, and General Manager of CPIC P/C Henan Branch.

Note: Effective 10 November 2025, the Company no longer has a Board of Supervisors, and the members of the 8th Board of Supervisors of the Company automatically ceased to hold office.

2. Changes to directors, supervisors and senior management of headquarters

Are there changes to the directors, supervisors and senior management during the reporting period? (Yes■ No□)

Position	Predecessor	Incumbent
Deputy general manager	SONG Jianguo	-
Chief risk officer	SHI Jian	LEI Dapeng
Chief compliance officer	SHI Jian	LEI Dapeng (designated as interim Chief Compliance Officer)

(III) Subsidiaries, joint ventures or associates

Were there subsidiaries, joint ventures or associates as at the end of the reporting period? (Yes■ No□)

Name of companies	Number of shares (10,000)			Percentage of shareholding (%)		
	As at the end of Q2 2026	As at the end of Q3 2026	Change	As at the end of Q2 2026	As at the end of Q3 2026	Change (pt)
Subsidiaries						
Pacific Anxin Agricultural Insurance Co., Ltd.	73,206	73,206	-	67.78%	67.78%	-
China Pacific Insurance Co. (H.K.) Limited	25,000	116,394	91,394	100.00%	100.00%	-
Joint ventures						
Shanghai Juche Information Technology Co., Ltd.	148	148	-	25.20%	25.20%	-
Zhongdao Automobile Assistance Co., Ltd.	1,280	1,280	-	20.32%	20.32%	-
Shanghai Lexiang Sijin Technology Joint-stock Co. Ltd.	369	369	-	5.36%	5.36%	-
Associates						
CPIC Euler Hermes Credit Insurance Sales Co., Ltd.	2,550	2,550	-	51.00%	51.00%	-
Shanghai Binjiang-Xiangrui Investment and Construction Co., Ltd.	1,071	1,071	-	35.70%	35.70%	-

(IV) Breaches

1. Did the Company receive any administrative penalties from financial regulators during the reporting period? (Yes■ No□)

Between July 1 and September 30, 2026, branch offices of the Company received 19 administrative penalties from the insurance regulator, who imposed 5.001mn yuan in fines on branches and 1.222mn yuan in fines on individuals, totalling 6.223mn yuan. Misconduct mainly involved falsification of expenses, falsification of brokerage business for expense-booking, granting benefits to insurance applicants other than those specified in insurance contracts, conducting

underwriting in regions where it does not have business licenses, failure to apply insurance terms as previously filed with the regulator and untruthfulness of u/w and claims data of agricultural insurance, etc..

2.Did directors or senior management of the Company receive any administrative penalties from financial regulators during the reporting period?
(Yes☐ No■)

3.Was there any misconduct or breaches by the Company, its directors or senior management which triggered judicial proceedings during the reporting period?
(Yes☐ No■)

4.Did the Company receive any regulatory measures from the NFRA (previously CBIRC) during the reporting period? (Yes☐ No■)

III. Key Indicators

(I) Key solvency metrics

Unit: RMB 10,000 yuan

Items	As at the end of Q3 2026	As at the end of Q2 2026	Estimates for next quarter under base scenario
Admitted assets	29,829,531	30,374,933	28,756,415
Admitted liabilities	21,761,572	22,389,204	20,844,740
Actual capital	8,067,959	7,985,728	7,911,675
Tier 1 core capital	6,717,510	6,563,272	6,455,544
Tier 2 core capital	-	-	-
Tier 1 supplement capital	1,350,449	1,422,456	1,456,131
Tier 2 supplement capital	-	-	-
Minimum capital	3,433,870	3,326,753	3,473,400
Minimum capital for quantifiable risks	3,479,172	3,370,642	3,519,149
Minimum capital for control risk	-45,301	-43,888	-45,749
Supplement capital	-	-	-
Core solvency margin	3,283,640	3,236,519	2,982,144
Core solvency margin ratio (%)	195.6%	197.3%	185.9%
Comprehensive solvency margin	4,634,089	4,658,975	4,438,275
Comprehensive solvency margin ratio (%)	235.0%	240.0%	227.8%

(II) Liquidity risk indicators

1. Regulatory indicators for liquidity risk

Items			As at the end of/ during Q3 2026	As at the end of/ during Q2 2026
Net cash flows (RMB 10,000)	YTD		-61,854	225,049
	FY 2025		299,596	299,596
	FY 2024		-242,847	-242,847
Liquidity Coverage Ratio (%)	LCR1	Next 3 months	114.4%	118.3%
		Next 12 months	104.0%	111.8%
	LCR2	Next 3 months	318.5%	315.4%
		Next 12 months	140.2%	149.3%
	LCR3	Next 3 months	87.0%	79.3%
		Next 12 months	74.0%	81.3%
Retrospective adverse deviation ratio of net cash flows from business activities (%)	Over the previous 2 quarters		588.7%	511.6%
	Over the previous quarter		21.9%	588.7%

2. Other indicators of liquidity risk

	Items	As at the end of Q3 2026/YTD	As at the end of Q2 2026/YTD
Liabilities	Net cash flow from operating activities (RMB 10,000)	1,010,699	1,162,643
	Net cash flow from operating activities per 100 yuan in premiums (RMB yuan)	6.3	10.2
	Ratio of cash outflow from business of special types(%)	1.2%	1.4%
	Written premiums[1] growth year-on-year(%)	1.8%	1.4%
Assets	Ratio of cash and liquidity management instruments(%)	2.2%	3.1%
	Quarterly average financing gear(%)	0.4%	0.04%

1 Since January 2026, the reporting scope of written premiums filed to NFRA has shifted from one that included VAT to one that excluded VAT, and the comparative figures of the previous years have been restated on the VAT-excluded basis.

	Items	As at the end of Q3 2026/YTD	As at the end of Q2 2026/YTD
	Share of domestic fixed income assets with external rating of AA and below(%)	0.2%	0.2%
	Proportion of shares representing over 5% of the stake of listed companies(%)	0.0%	0.0%
	Ratio of fund receivables(%)	11.4%	12.2%
	Ratio of assets of related parties held(%)	3.1%	2.5%

Ratio of cash outflow from business of special types: Ratio of cash outflow from business of special types = (Claim expenses of special-type business + Claim reserves of special-type business)÷(Total claim expenses + Total claim reserves) ×100%. Business of special types includes financing guarantee insurance business and non-auto business that accounts for more than 5% of total claim expenses, and the latter refers to non-auto insurance business that incurs, due to catastrophes or major claims, estimated or actual claim expenses after reinsurance exceeding 5% of total non-auto claim expenses of the previous year.

Ratio of receivables (%): Ratio of receivables= (Premium receivables + Reinsurance receivables) ÷ Total assets by the end of the reporting period × 100%. Premium receivables, reinsurance receivables and total assets refer to their respective book value as at the end of the reporting period.

Ratio of assets of related parties held: Ratio of assets of related parties held = Total investment assets of related parties held ÷ Total assets as at the end of the reporting period × 100%, excluding related-party transactions between the insurance company and the insurance group that it belongs to or between subsidiaries of the insurance group.

(III) Key business metrics

Unit: 10,000 RMB yuan

Indicators	As at the end of/ during Q3 2026	As at the end of Q3 2026/YDT
Gross written premiums	4,720,095	16,277,680
Net profit	84,548	691,781
Total assets	26,486,243	26,486,243
Net assets	7,265,955	7,265,955
Insurance contract liabilities	15,795,173	15,795,173
Basic earnings per share (RMB yuan)	0.04	0.3
ROE (%)	1.2	9.8
ROA (%)	0.3	2.7
Investment yield (%)	0.6	2.4
Comprehensive investment yield (%)	0.8	2.6

Indicators	As at the end of/ during Q3 2026	As at the end of Q3 2026/YDT
Combined ratio (%)	97.9	95.8
Expense ratio (%)	25.7	24.8
Loss ratio (%)	72.2	71.0
Proportion of commissions & brokerage expenses (%)	8.8	7.8
Proportion of operating & administrative expenses (%)	19.8	16.3
Written premiums	4,712,779	15,956,968
Written premiums of auto insurance	2,677,614	8,049,667
Written premiums of top 5 non-auto insurance business lines	1,710,961	6,852,923
Largest non-auto insurance business line	425,439	2,085,774
Second largest non-auto insurance business line	570,109	1,914,992
Third largest non-auto insurance business line	350,986	1,746,259
Fourth largest non-auto insurance business line	189,990	568,250
Fifth largest non-auto insurance business line	174,438	537,648
Average premium of auto insurance per vehicle (RMB yuan)	2,725	2,721
Written premiums by channels	4,712,779	15,956,968
Agency	2,889,386	8,788,404
Direct	916,257	4,368,229
Brokerage	907,137	2,800,335
Others	-	-

Notes:

1. All calculation of reserves was based on financial statements; the expense ratio, the loss ratio and combined ratio were based on earned premiums; comprehensive investment yield includes changes in fair value of AFS assets, which is not included in calculation of investment yield.

2. Net profit, total assets, net assets, and insurance contract liabilities listed above under new accounting

standards were based on Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments revised and promulgated by the Ministry of Finance in 2017, and Accounting Standard for Business Enterprises No. 25 - Insurance Contracts revised and promulgated by the Ministry of Finance in 2020; basic earnings per share, ROE and ROA were calculated in accordance with the formula prescribed by Article 24 of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results of aforementioned indicators.

(IV) (Comprehensive) Investment yields in the past 3 years

Indicators	YTD
Average investment yield in the past 3 years (%)	3.06
Average comprehensive investment yield in the past 3 years (%)	4.86

Note: As per Notice on Optimising Standards for Solvency Regulation of Insurance Companies by National Administration of Financial Regulation (NFRA [2023] No. 5), insurance companies shall disclose the average investment yield and average comprehensive investment yield in the past 3 years, based on the formula of: [(1+(comprehensive) investment yield in the most recent year)*(1+(comprehensive) investment yield in the second most recent year)*(1+(comprehensive) investment yield in the third most recent year]^(1/3)-1.

IV. Risk management capabilities

(I) Classification of insurance companies

As per rules on classification of insurance companies in Solvency Regulatory Standards No.12: Solvency-aligned Risk Management Requirements and Assessment, the Company, established on 9 November 2001, is a Category I insurance company. In 2025, its written premiums amounted to 209.697bn yuan; as at the year-end, total assets stood at 275.345bn yuan; there are 38 provincial-level branch offices.

(II) Measures taken to improve risk management and status during the reporting period

During the quarter, the key risk management actions were as follows:

First, strengthening integrated disaster prevention and response. In response to the increasingly severe impact of frequent extreme weather events, including hailstorms, rain, snow, windstorms, droughts and low-temperature freezing disasters, the Company continued to comply with requirements for disaster response and post-disaster services, with a particular focus on strengthening the

integrated approach to disaster prevention and response through targeted measures.

Second, hosting an agricultural risk management seminar. The Company successfully held the Tai An Agricultural Risk Management Seminar (2026), focusing on agricultural insurance risk management, disaster prevention and loss reduction. The event brought together representatives from governments, the industry, the academia and research institutions and discussed pathways to deliver services and continuously enhance agricultural risk protection capabilities.

Third, conducting Risk and Compliance Month activities. In line with the guiding principles of the Central Economic Work Conference and the Group's strategic plans, the Company organised the sixth “Risk and Compliance Month” and themed activities on fostering a culture of integrity in the financial sector. These activities strengthened organisational support, raised risk awareness, upheld high standards, deepened capability building and established long-term mechanisms for risk management and compliance.

(III) Results of the most recent solvency risk management valuation

In 2021, the regulator conducted SARMRA assessment of the Company, which scored 83.94 points. Of this, infrastructure and environment of risk management was 82.19 points, targets and instruments of risk management was 82.35 points, insurance risk management was 86.4 points, market risk management was 81.68 points, credit risk management was 86 points, operational risk management was 84.44 points, strategic risk management was 86.12 points, reputation risk management was 84.53 points, liquidity risk management was 83.54 points.

(IV) Status of SARMRA self-assessment

Not applicable during the reporting period.

V. Information on IRR (differentiated supervision)

(I) Results of IRR in the previous 2 quarters

The Company was rated AA at the IRR for both Q1 and Q2 of 2026.

As per regulatory requirements, it briefed the board on regulatory feed-backs over IRR results, with follow-up analysis.

(II) Findings of self-assessment of operational, strategic, reputational and liquidity risks of the Company

1. Operational risk

During the quarter, the Company's operational risk and money laundering risk remained overall under control.

Key measures taken included: first, organising activities such as the Group's Compliance Day and the Company's sixth Compliance Month to steadily promote an operational risk culture; second, proactively responding to regulatory requirements and strengthening remediation of issues raised in regulatory feedback; third, issuing the Company's Rules on the Administration of Litigation Representatives and launching a qualification certification process, so as to promote the realignment of internal legal resources and development of legal talent; the Company was also an active participant of industry seminars and exchanges, which helped to enhance its legal risk prevention and control capabilities and external collaboration. Fourth, in relation to anti-money laundering, the Company strengthened awareness of responsibility and the capacity to fulfil such responsibilities at all levels through tiered training for senior management and regular employees, themed publicity campaigns in September, and tailored legal education; it also initiated a revision of the Company's Measures for the Management of Money Laundering and Terrorist Financing Risks, further reinforcing the defense against money laundering. Fifth, the Company introduced/revised seven policies covering areas such as research and development, operations and maintenance and account access management, among others, continuously improving its policy framework; it also conducted a cybersecurity attack-and-defence exercise, standardised approval procedures for the application of LLMs, and enhanced technology risk prevention capabilities in key areas.

2. Strategic risk

During the quarter, there was no occurrence of risk incidents which may affect the execution of the strategic plans of the Company.

Since the start of this year, China's economy has forged ahead amid headwinds, demonstrating a trend of steady progress and improvement with the growth momentum building up. The insurance industry continued to play its role as an economic shock absorber and a social stabiliser, increased its support for major national strategies and key areas, particularly for projects under the 15th Five-Year Plan, facilitated the development of new quality productive forces, and strengthened the protection for people's livelihoods. CPIC P/C adhered to the principle of pursuing progress while maintaining stability, deepened customer resource management and strengthened business quality control, with an overall stable business operation and improved profitability. It stepped up the implementation of its strategic plans, strengthened continuous monitoring of their execution progress, continued to identify, monitor and assess risks, and closely tracked changes in the macroeconomic environment. These efforts helped to ensure that its strategic direction is aligned with its operating capabilities and the external market environment, providing strong support for stable and sustainable business development.

3. Reputational risk

During the quarter, there were no material reputational risk incidents, and the risk overall remained stable and under control. As per Provisional Regulations on

Reputational Risk Management by Banking and Insurance Institutions, Regulations on Reputational Risk Management of China Pacific Insurance (Group) Co. Ltd. and Rules on Reputational Risk Management of China Pacific Property Insurance Co. Ltd., as well as other applicable regulatory rules and internal policies, the Company convened the 2026 work meeting on brand and reputation management, which further clarified policies and requirements on public communications across the organisation; organised specialised training on reputational risk management, planned and launched a series of themed communications campaigns, and worked with the consumer protection department for simulation exercises; launched reputational risk screenings for Q3 and conducted forward-looking assessment of the risk in Q4, collaborated with other departments in the assessment and handling of major risk events and deepened the "look-through" pre-emptive risk management approach. Going forward, when conducting business and PR activities, it will continue with end-to-end process management, build long-term mechanisms, accumulate the reputational capital and advance early-stage intervention and closed-loop management of reputational risk, in a bid to forestall the risk more pro-actively and effectively.

4. Liquidity risk

In Q3, the Company conducted coordinated and refined liquidity management, ensuring orderly cash outflows arising from major payments, including insurance security fund contributions and quarterly advance payments of corporate income tax, reinsurance fund settlement, purchases and construction of fixed assets, and the distribution of shareholder dividends. It also made funds available for claims arising from natural disasters to ensure the fulfillment of its major payment obligations. At the same time, the Company responded to the daily funding needs of its branches and processed payment applications efficiently, ensuring a secure and stable circulation of working capital for its business operations.

In Q4, building on mechanisms and arrangements of Q3, the Company will focus on key areas, ensuring funding for major non-auto insurance claims and the timely payment of interim dividends, thereby fulfilling its payment obligations to both policy-holders and shareholders. Going forward, it will continue to closely monitor changes in its liquidity risk status, make sound assessments of the balance between supply and demand, dynamically optimise its fund deployment strategy, and continuously improve the refined and forward-looking liquidity risk management, so as to provide a solid foundation for stable business operations.

VI. Management analysis and discussions

(I) Review of key operating results

1. Analysis of changes to IRR ratings

The overall risk status of the Company remains stable, with solvency margin ratios stable and solid. Its business operation and net cash flows showed signs of improvement amid stability. The Company maintained a normal status in strategic risk, reputational risk and operational risk, without any occurrence of major risk events.

2. Analysis of solvency margin ratio movement

As at the end of Q3 2026, the comprehensive and core solvency margin ratios of the Company stood at 235.0% and 195.6% respectively, down by 5.0pt and 1.7pt respectively from the previous quarter. Of this, actual capital rose by 0.82bn yuan from the end of the previous quarter, mainly due to impact of net profit, other comprehensive income and profit distribution.

Minimum capital for insurance risk rose by 0.80bn yuan from the end of the preceding quarter, mainly due to year-on-year deterioration of auto insurance combined ratio in the preceding 6 months, which, in turn, increased the capital requirement for premium risk; there was an increase in outstanding claims reserve after reinsurance for agricultural insurance, which resulted in higher minimum capital requirement for reserve risk; the decrease in the balance of underlying loans of financing credit & guarantee insurance led to lower minimum capital requirement for insurance risk.

Minimum capital for market risk increased by 0.68bn yuan from the end of the previous quarter, mainly due to higher risk exposure to overseas equity prices.

Minimum capital for credit risk rose by 0.07bn yuan from the end of the preceding quarter, largely due to increased minimum capital requirement for credit spread risk.

The Company sets its solvency risk upper limits and risk indicators based on its risk profile and appetite, and tracks them on a regular basis. In the meantime, it continues to ensure stable and solid solvency positions via enhanced business quality control, improved risk identification and management, and optimised asset and business mix, etc.

3. Analysis of changes to liquidity risk indicators

(1) Liquidity coverage ratios (LCRs)

As per C-ROSS II standards on liquidity, the liquidity coverage ratios of the Company, i.e., LCR1 and LCR2 in the next 3 months and 12 months under the base

and stress scenarios respectively were both above 100%, and LCR3 above 50%, all meeting regulatory requirements. To mitigate liquidity risk, the Company adopts a prudent approach towards cash flow projections from operating activities, with the retrospective adverse deviation ratio of net cash flows from operating activities in the past 2 quarters consistently above the regulatory minimum level of -30%, meeting regulatory requirements. In the first three quarters of the year, net cash outflows of the Company amounted to 0.62bn yuan. Of this, net cash inflow from operating activities was 10.11bn yuan; net cash outflow from investment activities was 7.51bn yuan, and net cash outflow from financing activities was 3.17bn yuan.

The Company attaches importance to daily cash flow management, coordinates cash flows from operating, investment and financing activities to ensure sufficient liquidity to meet needs of surrenders, claims and other benefit payments. Besides, the Company allocates in its SAA a certain proportion of highly liquid assets to meet liquidity requirements, which enables it to meet short-term cash flow requirements arising from business volatility. It will continue to monitor changes to its liquidity status and enhance risk management capabilities.

Summary of Quarterly Solvency Report (Excerpts)

China Pacific Life Insurance Co., Ltd.

3rd Quarter of 2026

Company overview and contact person

Company name (Chinese):	中国太平洋人寿保险股份有限公司
Company name (English):	China Pacific Life Insurance Co., Ltd.
Legal representative:	LI Jinsong
Registered address:	71 Shouning Road, Huangpu District, Shanghai, China
Registered capital:	8.6282bn yuan
Business license number:	000015
Date opening for business:	November 2001
Business scope:	Life/health insurance denominated in RMB yuan and foreign currencies including life insurance, health insurance, personal accident insurance, etc.; reinsurance of the above said insurance; statutory life/health insurance; agency and business dealings with domestic and overseas insurers and organizations, loss adjustment, claims and other business entrusted from overseas insurance organizations; insurance funds investment as prescribed by The Insurance Law and relevant laws and regulations; international insurance activities as approved; other international insurance business as approved by the former CIRC. [To conduct business subject to approval according to laws and regulations, permission of relevant departments is required.]
Business territories:	Beijing, Shanghai, Tianjin, Chongqing, Heilongjiang Province, Jilin Province, Liaoning Province, Hebei Province, Shanxi Province, Shandong Province, Anhui Province, Jiangsu Province, Zhejiang Province, Fujian Province, Jiangxi Province, Guangdong Province, Hainan Province, Guangxi Zhuang Autonomous Region, Hunan Province, Hubei Province, Henan Province, Yunnan Province, Guizhou Province, Sichuan Province, Shaanxi Province, Gansu Province, Xinjiang Uygur Autonomous Region, Ningxia Hui Autonomous Region, Inner Mongolia Autonomous Region, Qinghai Province (with offices in 5 vice-provincial level municipalities such as Dalian, Qingdao, Ningbao, Xiamen, Shenzhen, where the insurance regulator also has branch offices)
Contact person：	WANG Chang
Office Tel. number：	021-33965272
Email：	wangchang-008@cpic.com.cn

CONTENTS

I. BOARD CHAIRMAN AND MANAGEMENT STATEMENT ····· 3

II. BASIC INFORMATION ····· 3

III. KEY INDICATORS ····· 13

IV. RISK MANAGEMENT CAPABILITIES ····· 16

V. INFORMATION ON IRR (DIFFERENTIATED SUPERVISION) ····· 19

VI. MANAGEMENT ANALYSIS AND DISCUSSIONS ····· 22

I. Board chairman and management statement

The report has been approved by chairman of the board of directors. The board chairman and senior management of the Company warrant that the contents of this report are true, accurate and complete and have fully complied with applicable laws and regulations, and that there is no false representation, misleading statement or material omissions; and they severally and jointly accept responsibility for the contents of this report.

II. Basic information

(I) Ownership structure and shareholders, and change during the reporting period

1. Ownership structure (unit: 10,000 shares or RMB yuan 10,000)

Types of shareholders	As at the beginning of the reporting period		Change during the reporting period				As at the end of the reporting period	
	Shares or contribution	Percentage (%)	Shareholder injection	Transfer from capital reserve and share dividends distribution	Share transfer	Sub-total	Shares or contribution	Percentage (%)
State	14,733.69	1.708	-	-	-	-	14,733.69	1.708
Domestic legal person	-	-	-	-	-	-	-	-
Foreign	-	-	-	-	-	-	-	-
Natural person	-	-	-	-	-	-	-	-
Others (listed company)	848,086.31	98.292	-	-	-	-	848,086.31	98.292
Total	862,820	100	-	-	-	-	862,820	100

2. De facto controller

The Company has no de facto controller. China Pacific Insurance (Group) Co. Ltd. is the majority shareholder of the Company, holding 98.292% of its shares.

3. Shareholding information and related party relations as at the end of the reporting period

Information on shareholders (by descending order of shareholding percentage as of the end of the reporting period, unit: 10,000 shares or RMB yuan 10,000)

Names of shareholders	Types of shareholders	Change to shareholding or contribution during the reporting period	Shares held as at the end of the reporting period	Shareholding percentage as at the end of the reporting period (%)	Shares pledged or in lock-up
China Pacific Insurance (Group) Co., Ltd.	Listed company	-	848,086.31	98.292	-
Shenergy Group Co., Ltd.	State-owned	-	4,711.59	0.546	-
Shanghai State-Owned Assets Operation Co., Ltd.	State-owned	-	4,689.24	0.544	-
Shanghai Haiyan Investment Management Company Limited	State-owned	-	3,218.11	0.373	-
Yunnan Hehe (Group) Co., Ltd.	State-owned	-	2,114.75	0.245	-
Related party relations between shareholders	Of the 5 shareholders of the Company, with the exception of CPIC Group, all are concurrently shareholders of CPIC Group. Other than that, the Company is not aware of any related party relations between its shareholders.				

4. Shareholding by directors, supervisors and senior management

None during the reporting period.

5. Share transfer during the reporting period

None during the reporting period.

(II) Directors, supervisors and senior management at head-office level

1. Basic information of directors, supervisors and senior management at head-office level

(1) Directors

As of the end of September 2026, the 8th Board of Directors of the Company had 9 directors in total:

Mr. MA Xin, born in April 1973, has a master's degree. He has been serving as Director of the Company since March 2018 (approval document: CIRC [2018] No. 320). Mr. Ma

currently also serves as Vice President of CPIC Group and Chairman of CPIC Health. He previously served as General Manager of Shaanxi Branch of CPIC Life, General Manager of Strategic Planning Department, Director of Strategic Transformation Office, Transformation Director, and Board Secretary of CPIC Group, Director of CPIC P/C, and Director of Changjiang Pension.

Mr. MAO Huigang, born in August 1972, holds a Master of Laws degree. He has been serving as Independent Director of the Company since July 2026 (approval document: NFRA [2026] No. 410). Mr. Mao currently also serves as a partner at Jinmao Law Firm in Shanghai, a member of the 3rd Huangpu District People's Congress of Shanghai, legal advisor to the United Front Work Department of the CPC Shanghai Municipal Committee, a member of the legal experts pool of the CPC Huangpu District Committee of Shanghai, and a member of the Legislative Affairs Committee and the Supervision and Judicial Affairs Committee of the Huangpu District People's Congress of Shanghai. He also serves as an arbitrator at the China International Economic and Trade Arbitration Commission, Shanghai International Economic and Trade Arbitration Commission, Shanghai Arbitration Commission, Beijing Arbitration Commission, Shenzhen Court of International Arbitration and Hong Kong International Arbitration Centre; a council member of the Shanghai Bar Association and director of its Arbitration Law Committee; and an Independent Director of Bright Dairy & Food Co., Ltd., Caitong Securities Co., Ltd. and Laofengxiang Co., Ltd., respectively. Mr. Mao previously served as a lawyer, executive partner and director of Jinmao Law Firm in Shanghai, Independent Director of Haitong Securities Co., Ltd. and Independent Director of Shanghai Rural Commercial Bank Co., Ltd., among others.

Mr. LYU Changjiang, born in December 1965, holds a doctorate degree, and is a professor. He has been serving as Independent Director of the Company since May 2026 (approval document: NFRA [2026] No. 281). Mr. Lyu currently also serves as Deputy Dean of the School of Management at Fudan University, Independent Director of Hua An Fund Management Co., Ltd. and Hikvision Digital Technology Co., Ltd. His previous roles include: department head, Deputy Dean and Professor at the School of Business of Jilin University, Independent Director of Sinopharm Holding Co., Ltd., Independent Director of East Money Information Co., Ltd, Independent Director of China Tianying Inc., Independent

Director of Zhejiang China Commodities City Group Co., Ltd, Independent Director of Montage Technology Co., Ltd., Independent Director of Servyou Software Group Co., Ltd., and Independent Director of Youngor Fashion Co., Ltd.

Mr. SU Shaojun, born in February 1968, holds a Ph.D. and designation of senior engineer. He has been serving as Director of the Company since December 2021(approval document: CBIRC [2021] No. 1033). Mr. Su currently also serves as Board Secretary of CPIC Group and Director of CPIC P/C. Previously, he served as Assistant General Manager and Deputy General Manager of the Underwriting Department, Deputy General Manager and General Manager of Beijing Branch, General Manager of Development Planning Department, head of the Board Office, head of the Office of the Board of Supervisors, General Manager of Telemarketing Department of CPIC P/C, head of the Strategic Research Center and Deputy Transformation Director of CPIC Group.

Mr. CHEN Zhengguang, born in March 1977, holds a master's degree and the Financial Risk Manager (FRM) designation. He has been serving as Employee Director of the Company since April 2026 (approval document: NFRA [2026] No. 191). Mr. Chen currently also serves as General Manager of the Legal and Compliance Department. He previously served as Senior Project Manager of the Information Technology Department of CPIC Group, General Manager of the Risk Management Department and Director of the Office of the Board of Supervisors of CPIC Life, among others.

Mr. ZOU Hong, born in October 1969, holds a doctorate degree, and is a professor. He has been serving as Independent Director of the Company since May 2026 (approval document: NFRA [2026] No. 292). Mr. Zou currently also serves as Professor of Finance at the Faculty of Business and Economics, The University of Hong Kong. He previously worked as a staff member at the Statistics Bureau of Chengdu Municipal People's Government, Project Manager of the Investment Banking Department of Chengdu Securities Co., Ltd. (now Sinolink Securities Co., Ltd.), Assistant Professor of Finance at the Department of Accounting and Finance, Cardiff Business School, Cardiff University, Assistant Professor of Insurance at the Department of Finance and Insurance, Lingnan University, Hong Kong, Associate Professor of Finance at the Department of Economics and Finance, City University of Hong Kong, Associate Professor of Finance at the Faculty of Business and Economics, The University of Hong Kong, Independent Director of Bank

of Chongqing Co., Ltd., and Independent Director of Ping An OneConnect Credit Reference Services (Hong Kong) Co., Ltd.

Mr. LI Jinsong, born in June 1969, has a master's degree. He has been serving as Director of the Company since July 2024 (approval document: NFRA [2024] No. 479). He currently is Executive Director and General Manager of the Company, and Chairman of CPIC Life (HK). Mr. Li previously served as General Manager of CPIC Life Sichuan Branch, General Manager of Bancassurance Department of CPIC Life, Assistant General Manager and Deputy General Manager of CPIC Life, Deputy Marketing Director/General Manager of the Strategic Customer Department of CPIC Group, Director of Changjiang Pension.

Mr. ZHAO Yonggang, born in November 1972, holds a bachelor's degree and has been serving as Chairman of the Company since December 2024 (approval document: NFRA [2024] No. 856). Mr. Zhao currently also serves as Executive Director and President of CPIC Group. He previously served as Director of the Strategic Transformation Office of CPIC Life, General Manager of Heilongjiang Branch and Henan Branch, and Human Resources Director of CPIC Life, Vice President of CPIC Group, and Vice Chairman of the Board of Supervisors and Director of Haitong Securities Co., Ltd.

Mr. YUAN Ye, born in November 1972, holds a master's degree. He has been serving as Director of the Company since September 2024 (approval document: NFRA [2024] No.601). Mr. Yuan currently also serves as Director of the President's Office of CPIC Group. Mr. Yuan previously served as Senior Staff Member of the Criminal Investigation Division of Putuo District Bureau of Shanghai Municipal Public Security Bureau, Senior Staff Member, Principal Staff Member, Deputy Director and Director of the Comprehensive Coordination Division of the Political and Legal Commission of Shanghai Party Committee, and General Manager of Legal and Compliance Department of CPIC Group, Chairman of the Supervisory Board of Shanghai Health and Elderly Care Development Group, and Supervisor of CPIC Technology.

(2) Senior management at head-office level

As of the end of September 2026, the Company had 11 members of senior management in total:

Mr. LI Jinsong, born in June 1969, has been serving as Executive Director and General

Manager of the Company since July 2024 (approval document: NFRA [2024] No. 489). Please refer to Basic Information of Directors above for his biography.

Mr. WEI Lin, born in July 1972, holds a master's degree. He has been serving as Deputy General Manager of the Company since June 2018 (approval document: CBIRC [2018] No.449), and as Director of Pacific Medical & Health Management Co., Ltd. since July 2021. He previously served as Principal Staff Member of CIRC Chengdu Office, Deputy Director of the General Management Division of CIRC Sichuan Bureau, Deputy Director of the General Office of CIRC Sichuan Bureau, Deputy Director (in charge) of the Personnel and Education Division of CIRC Sichuan Bureau, Senior Manager of the Board Office of China Insurance (Holdings) Co., Ltd., General Manager of Investment Management Department of Taiping Group, General Manager of Taiping Elderly Care Investment Company, General Manager of Pacific Medical & Health Management Co. Ltd. and Director and General Manager of Pacific Insurance Elderly Care Investment Co. Ltd..

Mr. DAI Chuanjiang, born in September 1973, holds a bachelor's degree and has been serving as Deputy General Manager of the Company (approval document: NFRA [2024] No.661) since October 2024. Mr. Dai also serves as Director of Changjiang Pension. He previously served as Assistant Manager, Deputy Manager of CPIC Life Bijie Central Sub-Branch, Deputy Manager (in charge), Manager of Guiyang Business Department of CPIC Life Guizhou Branch, Deputy Manager of Business Division, Manager of Individual Business Management Department, Assistant General Manager, Deputy General Manager of CPIC Life Guizhou Branch, and Senior Deputy General Manager, General Manager of CPIC Life Shanghai Branch, Assistant General Manager and General Manager of South China Unit of the Company.

Mr. CHEN Yingjie, born in November 1967, holds a master's degree and designation of engineer. He has been serving as Chief Compliance Officer and Chief Risk Officer of the Company since September 2025 (approval document: NFRA [2025] No.573). Previously, he served as Deputy General Manager of CPIC P/C Liaoning Branch, General Manager of CPIC P/C Heilongjiang Branch, General Manager of CPIC P/C Sichuan Branch, Deputy Chief Auditor of CPIC Group and Internal Audit Responsible Person of CPIC P/C.

Mr. ZHU Xuesong, born in November 1969, holds a bachelor's degree and has been serving as Assistant General Manager of the Company (approval document: CBIRC [2021] No. 1033) since December 2021. He also serves as Chief Operation Officer of the

Company. Mr. Zhu previously served as Attending Surgeon at the Third Hospital Affiliated to Shanghai Textile Industry Bureau, head of the Group Insurance Operation Department of Taiping Life, Deputy General Manager of Taiping Pension Shanghai Branch, General Manager of the Group Insurance Business Department and Chief Operating Officer of the Operation Department of AIA China, Chief Operation Technology Officer of FWD China, General Manager of FWD Technology Co., Ltd., and Executive COO of WeDoctor Group.

Mr. ZHOU Jiangang, born in October 1967, holds a bachelor's degree. He has been serving as Assistant General Manager of the Company since June 2025 (approval document: NFRA [2025] No.368). Previously, he served as Senior Deputy General Manager of CPIC Life Jiangsu Branch, General Manager of CPIC Life Guizhou Branch, General Manager of CPIC Life Fujian Branch, head of the Urban Breakthrough Project Team of CPIC Life, General Manager of the Individual Business Training Department of CPIC Life, General Manager of CPIC Life Suzhou Branch, General Manager of CPIC Life Zhejiang Branch, and HR Director of CPIC Life.

Mr. YE Bo, born in June 1977, holds a master's degree and designation of accountant. He has been serving as Assistant General Manager of the Company (approval document: NFRA [2024] No.622) since September 2024. He is also Director of CPIC Life (HK). Mr. Ye previously served as CFO of CPIC Life Zhejiang Branch, General Manager of Corporate Business Comprehensive Management Department of CPIC Life, head of General Administration Office of CPIC Life, and General Manager of CPIC Life Jiangsu Branch.

Ms. TIAN Rui, born in March 1976, has a master's degree and the designation of accountant. She has been serving as Assistant General Manager and Finance Responsible Person of the Company (approval document: NFRA [2024] No.846) since December 2024. Ms. Tian currently also performs the duties of the Board Secretary, and serves as Director of CPIC AMC, Director of Changjiang Pension and Director of CPIC Life (HK). Her previous roles include General Manager of the Finance Department of CPIC Life and General Manager of CPIC Life Beijing Branch.

Mr. LIU Yuqing, born in October 1978, holds a master's degree. He has been serving as Assistant General Manager of the Company since February 2025 (approval document:

NFRA [2025] No. 91), and has been serving as the spokesperson of the Company since September 2022. Mr. Liu previously held the following positions: Senior Manager of the Strategic Management Department, Director of the Fujian Transformation Pilot Base of CPIC Group; Director of Transformation Promotion at Zhejiang Branch of CPIC Life, Senior Deputy General Manager and General Manager of Hangzhou Central Sub-Branch, General Manager of Shanghai Branch and Marketing Director of the Company.

Ms. YU Lingyan, born in August 1977, holds a bachelor's degree, and is a member of the Society of Actuaries. She has been serving as Assistant General Manager and Chief Actuary of the Company (approval documents: Shanghai CBIRC No. [2019] 667 and Shanghai CBIRC No. [2019] 464). Previously, Ms. Yu served as General Manager of the Actuarial Department, Deputy General Manager, Chief Actuary, and Chief Risk Officer at ICBC-AXA Life Insurance Company Limited.

Mr. HE Feibo, born in January 1975, holds a master's degree. He has been serving as the Company's Internal Audit Responsible Person since November 2025 (approval documents: NFRA No. [2025] 659). Mr. He currently also serves as Deputy Chief Internal Auditor of CPIC Group. Previously, he served as General Manager of the Group Insurance Business Department and Employee Benefits Department of CPIC Life, Deputy General Manager of the Health and Pension Business Center, General Manager of CPIC Life Yunnan Branch, and Deputy General Manager of the Group Customer Center of CPIC Life.

Note: Effective November 2025, the Company dissolved its Board of Supervisors, and all members of the 8th Board of Supervisors automatically ceased to hold office.

2. Changes to directors, supervisors and senior management of headquarters

Changes to directors

On 30th July 2026, the NFRA issued the approval document regarding the qualification of Mr. MAO Huigang as an Independent Director of China Pacific Life Insurance Co., Ltd. (approval document: NFRA [2026] No. 410), which granted the approval for Mr. Mao to serve as an Independent Director of the Company.

(III) Subsidiaries, joint ventures or associates

Company name	Number of shares (10,000 shares)			Shareholding percentage (%)		
	As at the beginning of Q3 2026	As at the end of Q3 2026	Change	As at the beginning of Q3 2026	As at the end of Q3 2026	Change
Changjiang Pension Insurance Co., Ltd.	186,486	186,486	-	62.16	62.16	-
City Island Developments Limited	0.1	0.1	-	100.00	100.00	-
Tianjin Trophy	35,369	35,369	-	100.00	100.00	-
Pacific Insurance Elderly Care Investment Management Co., Ltd.	500,000	500,000	-	100.00	100.00	-
Pacific Healthcare Management Co. Ltd.	220,000	220,000	-	100.00	100.00	-
CPIC Elderly Care Development (Chengdu) Co. Ltd.	108,348	108,348	-	100.00	100.00	-
CPIC Elderly Care (Hangzhou) Co. Ltd.	110,000	110,000	-	100.00	100.00	-
CPIC Elderly Care (Xiamen) Co. Ltd.	90,000	90,000	-	100.00	100.00	-
CPIC Elderly Care (Nanjing) Co. Ltd.	70,200	70,200	-	100.00	100.00	-
CPIC Rehab & Retirement (Shanghai) Industrial Development Co. Ltd.	25,000	25,000	-	100.00	100.00	-
CPIC Elderly Care (Zhengzhou) Co. Ltd.	65,000	65,000	-	100.00	100.00	-
CPIC Elderly Care (Beijing) Co. Ltd.	80,000	80,000	-	100.00	100.00	-
CPIC Elderly Care (Wuhan) Co. Ltd.	98,000	98,000	-	100.00	100.00	-
CPIC Health Management (Sanya) Co. Ltd.	49,000	49,000	-	100.00	100.00	-
CPIC Elderly Care (Guangzhou) Co. Ltd.	54,800	56,800	2,000	100.00	100.00	-
CPIC Elderly Care (Suzhou) Co. Ltd.	30,000	30,000	-	100.00	100.00	-
Shanghai Rui Yong Jing Property Development Co. Ltd.	983,500	983,500	-	70.00	70.00	-
Beijing Borui Heming Insurance Agency Co. Ltd.	5,200	5,200	-	100.00	100.00	-
China Pacific Life Insurance (Hong Kong) Company Limited	400,000	400,000	-	100.00	100.00	-
Shanghai Dabao Guisheng Information Technology Co. Ltd.	1,020	1,020	-	34.00	34.00	-
Shanghai Shantai Health Care Technology Co. Ltd.	4,000	4,000	-	13.21	13.21	-
Zhongbao Rongxin Private Equity Fund Management Co. Ltd.	150,000	150,000	-	10.14	10.14	-

Company name	Number of shares (10,000 shares)			Shareholding percentage (%)		
	As at the beginning of Q3 2026	As at the end of Q3 2026	Change	As at the beginning of Q3 2026	As at the end of Q3 2026	Change
Lianren Healthcare Big Data Technology Co. Ltd.	50,000	50,000	-	20.00	20.00	-

Notes:

1. Shareholding percentages of Shanghai Shantai Health Care Technology Co. Ltd. and Lianren Health Care Big Data Technology Co. Ltd. were based on subscribed capital contribution. As at 30 September 2026, the change of registered capital was not fully paid in, and based on paid-in capital, the shareholding of the Company was 14.66% and 24.37% respectively.
2. In the first three quarters of 2026, China Pacific Life Insurance (Hong Kong) Company Limited (referred to as "the company" hereinafter) reported HKD5.686bn in written premiums, with a net profit of HKD131mn. As of the end of September 2026, its solvency margin ratio under HKRBC was 449%, meeting regulatory requirements.

(IV) Breaches and penalties during the reporting period

1. Administrative penalties the Company and its directors, supervisors and senior management at head-office level received from financial regulators or other government departments.

None during the reporting period.

2. Misconduct by directors, supervisors, management at department-head level and above of headquarters and senior management of provincial-level branches which triggered judicial proceedings

None during the reporting period.

3. Regulatory measures taken by NFRA against the Company during the reporting period

During the reporting period, no regulatory measures were taken by the NFRA against the Company. However, certain local NFRA branches took regulatory measures against the Company: Jiangsu Yancheng Key Sub-branch, Liaoning Fuxin Key Sub-branch, Xinjiang Bayingolin Key Sub-branch, Fujian Putian Key Sub-branch, Hunan Changsha Key Sub-branch, Shandong Heze Key Sub-branch, Jiangsu Xuzhou Key Sub-branch, Jilin Jilin Key Sub-branch, and Xinjiang Ili Key Sub-branch each received one Notification on Administrative Penalty Decisions. In addition, Jiangxi Fuzhou Key Sub-branch, Yunnan Branch, Sichuan Panzhihua Key Sub-branch, Jiangxi Ji'an Key Sub-branch, Yunnan Yuxi Key Sub-branch, Fujian Longyan Key Sub-branch, and Guangdong Maoming Key Sub-branch each received one Regulatory Opinion Letter; Jiangxi Shangrao Key Sub-branch received two Regulatory Opinion Letters; and Hebei Langfang Key Sub-branch and Heilongjiang Daqing Key Sub-branch each received three Regulatory Opinion Letters.

III. Key indicators

(I) Key solvency metrics

unit: 10,000 RMB yuan

Indicators	As at the end of the reporting quarter	As at the end of the preceding quarter	Next quarter estimates
Admitted assets	298,417,685	292,657,463	303,121,954
Admitted liabilities	256,315,774	251,547,735	259,671,923
Actual capital	42,101,911	41,109,728	43,450,030
Tier 1 core capital	25,593,977	24,264,516	27,276,950
Tier 2 core capital	3,712,187	3,810,515	3,635,472
Tier 1 supplement capital	12,713,521	12,964,834	12,452,073
Tier 2 supplement capital	82,226	69,863	85,535
Minimum capital	20,382,259	19,623,961	20,619,568
Minimum capital for quantifiable risks	20,664,735	19,895,927	20,905,332
Minimum capital for control risk	-282,476	-271,966	-285,764
Supplement capital	-	-	0
Core solvency margin	8,923,905	8,451,070	10,292,854
Core solvency margin ratio (%)	144%	143%	150%
Comprehensive solvency margin	21,719,652	21,485,767	22,830,462
Comprehensive solvency margin ratio (%)	207%	209%	211%

(II) Regulatory indicators for liquidity risk

Items	As at the end of /during the reporting quarter	As at the end of /during the preceding quarter
Liquidity coverage ratio (LCR) (%)		
LCR under base scenario (LCR1)		
Next 3 months	125%	135%
Next 12 months	106%	110%
LCR under stress scenario (LCR2)		
Next 3 months	1790%	1730%
Next 12 months	470%	476%
LCR under stress scenario before asset disposal (LCR3)		
Next 3 months	89%	117%

Items	As at the end of /during the reporting quarter	As at the end of /during the preceding quarter
Next 12 months	64%	71%
Retrospective adverse deviation ratio of net cash flows from operating activities (%)	-8%	2%
Net cash flow YTD (10,000 RMB yuan)	228,141	1,805,525

(III) Other indicators for liquidity risk

unit: 10,000 RMB yuan

Indicators	As at the end of /during the reporting quarter	As at the end of /during the preceding quarter
1. Net cash flow from operating activities	14,855,928	9,746,250
2. Comprehensive surrender ratio (%)	0.94%	0.66%
3-1. Net cash flow from participating accounts	3,366,759	2,255,652
3-2. Net cash flow from universal accounts	2,167,872	1,703,103
4.Written premiums growth year on year	0.47%	-2.56%
5.Ratio of cash and liquidity instruments (%)	1.63%	2.22%
6.Quarterly average financial leverage ratio (%)	4.48%	5.50%
7.Share of domestic fixed income assets rated AA (inclusive) and below (%)	2.77%	2.57%
8.Share of investments in listed stocks with a stake of 5% or above (%)	0.30%	0.28%
9.Share of receivables (%)	0.61%	0.73%
10.Share of related party assets held by the Company (%)	1.33%	1.21%

(IV) Key business metrics

1. Key performance indicators

unit: 10,000 yuan

Indicators	As at the end of/during the reporting quarter	As at the end of the reporting quarter/YTD
Key performance indicators	--	--
Gross written premiums	6,711,152	22,839,994
Net profit	539,698	2,930,460
Total assets	291,823,711	291,823,711
Net assets	19,344,395	19,344,395
Insurance contract liabilities	253,523,973	253,523,973
Basic earnings per share (yuan)	0.63	3.40
ROE (%)	2.87%	16.10%

ROA (%)	0.19%	1.04%
Investment yield (%)	0.88%	2.85%
Comprehensive investment yield (%)	1.44%	3.72%
Value indicators	--	--
Residual margin	38,085,731	38,085,731
New business margin (%)	9.04%	9.21%
New business value	348,636	1,395,590
Scale indicators	--	--
Written premiums	7,603,775	26,265,487
First-year regular premiums written on new policies	758,903	3,599,565
First-year regular premiums written on new policies with a coverage period of 10 years or above	655,696	3,345,875
Written premiums on renewed policies	5,299,931	17,962,589
Written premiums by channels	7,603,775	26,265,487
1. Bancassurance channel	2,389,286	5,909,693
2. Agency channel	4,675,491	18,530,997
3. Group channel	375,621	1,606,077
4. Internet	126,705	171,232
5. Others	36,672	47,488
Number of agents as of the end of the reporting period	18	18
Quality indicators	--	--
13-month persistency ratio (%)	96.09%	96.09%
Surrender ratio (%)	0.30%	0.94%
Average premium per policy of the agency channel (yuan)	10,889	14,787
Average premium per agent (yuan)	21,849	84,393
Agent attrition rate (%)	12.65%	25.75%

Note: Gross written premiums and residual margin in the table above was based on Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments, Accounting Standard for Business Enterprises No. 25 - Insurance Contracts, Accounting Standard for Business Enterprises No. 26 - Reinsurance contracts promulgated by the Ministry of Finance (MoF) in 2006, and Provisions on Accounting Treatment of Insurance Contracts by MoF in 2009 (collectively referred to as “old accounting standards”). Investment yields, comprehensive investment yields, new business margin, average investment yields in the past 3 years and average comprehensive investment yields in the past 3 years were prepared in accordance with relevant provisions of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results under the old accounting standards. Net profits, total assets, net assets, and insurance contract liabilities were prepared according to Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments, Accounting Standard for Business Enterprises No. 23 - Transfer of Financial Assets, Accounting Standard for Business Enterprises No. 24 - Hedge Accounting and Accounting Standard for Business Enterprises No. 37 – Presentation of Financial Instruments and Accounting Standard for Business Enterprises No. 25 - Insurance Contracts (hereinafter referred to as the "new insurance standards") amended and issued by MoF in 2017 and 2020 sequentially. Basic earnings per share, ROE and ROA were prepared according to relevant provisions of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results under the new accounting standards.

2. Information on the top 5 products

Product name	Product type	Written premiums YTD (10,000 yuan)
Chang Xiang Ban (chuanshiban) whole life	Whole life	1,634,546
Jin You Ren Sheng whole life (par) A (2014)	Whole life	779,089
Chang Xiang Ban (shengshiban) whole life	Whole life	702,261
Xin Xiang Ban 2.0 whole life	Whole life	700,376
Xin Xiang Ban (A) whole life	Whole life	669,734

(V) (Comprehensive) Investment yields in the past 3 years

Indicators	Results
Average investment yield in the past 3 years (%)	3.00%
Average comprehensive investment yield in the past 3 years (%)	6.19%

IV. Risk management capabilities

(I) Company overview

Established in November 2001, the Company is the life insurance subsidiary of CPIC

Group. As per Articles 5 and 6 of Solvency Regulatory Rules No. 12: Solvency-Aligned Risk Management Requirements and Assessment on classification of insurance companies, it is a Category I insurance company. In the previous fiscal year, its written premiums amounted to 293.1bn yuan, with total assets of 2,738.4bn yuan as at the year end, and 35 provincial-level branches.

(II) Results of the last SARMRA evaluation

In 2022, the regulator carried out an on-site SARMRA evaluation of the Company, which scored 84.50 points. Of this, infrastructure and environment of risk management was 17.06 points, targets and instruments of risk management was 8.89 points, insurance risk management was 8.43 points, market risk management was 8.36 points, credit risk management was 8.37 points, operational risk management was 8.39 points, strategic risk management was 8.4 points, reputation risk management was 8.28 points, liquidity risk management was 8.32 points.

(III) Measures taken to improve risk management and implementation status during the reporting period

The Company attaches great importance to risk management. It organises analysis by relevant departments of findings of regulatory assessment of its peers as well as findings of its own internal audits, identifies gaps in solvency risk management systems and takes effective remedial actions to enhance solvency risk management. What was achieved in Q3 2026 includes: reviewing the operational status of risk management mechanisms as well as risk upper limits in the first half of the year and preparing the interim risk management report; conducting annual SARMRA self-assessments and continuously improving the overall risk management system based on findings of the self-assessment.

In Q4 2026, the Company will initiate the review and revision of its annual risk appetite, risk upper limits and the overall risk management system, and further enhance its risk management capabilities in light of latest regulatory requirements and its own priorities.

(IV). Information on SARMRA self-assessment

Self-assessment period: Q3 2026.

Self-assessment methodology and process: To ensure the smooth implementation of the assessment, the Company formulated a dedicated work plan specifying the work processes and division of responsibilities, and advanced the self-assessment in a comprehensive and efficient manner to ensure its steady progress. In August 2026, the Company organised relevant departments to review and examine the performance against the assessment criteria item by item in terms of soundness of rules and effectiveness of adherence, so as to enhance the long-term mechanism of its solvency risk management system.

Self-assessment results: The score for soundness of rules was 47.54 points out of 50, and that for effectiveness of adherence was 44.06 points out of 50; the total score was 91.60 points out of 100 before adjustment for inapplicable items and 91.64 points after adjustment for inapplicable items.

Details of the score are set out in the table below:

Items	Score
Foundation and Environment	90.80
Objectives and Tools	91.45
Insurance Risk Management Capability	92.80
Market Risk Management Capability	92.35
Credit Risk Management Capability	89.90
Operational Risk Management Capability	90.15
Strategic Risk Management Capability	93.00
Reputational Risk Management Capability	91.95
Liquidity Risk Management Capability	93.20
Total	**91.64**

V. Information on IRR (differentiated supervision)

(I) Results of IRR in the previous two quarters

The feed-back from the regulator concerning the results of the IRR (differentiated supervision) indicated an AA rating of the Company for both Q1 and Q2 of 2026.

(II) Measures taken or to be taken for rectification

The Company continued to enhance the IRR evaluation system. On the one hand, it continuously improved its basic management mechanisms by formulating and issuing multiple IRR management rules, establishing systematic data filing and management processes, strengthening the responsibility of front-line business as “leader” in management of each indicator, and regularly conducting data quality governance. On the other hand, it strengthened rectification and management of under-performing risk indicators. First, monitored changes to the indicators and issued early warning when necessary, formulated and implemented control measures based on characteristics of each indicator; second, used the IRR to communicate indicator management requirements to risk sources and front-line business units to guide them towards increased compliance and enhanced basic management; third, stepped up research, prevention and control of specific risks, especially in terms of their causes and trends and dynamics, which would enable the Company to identify underlying patterns, detect potential hazards at an early stage, and implement timely management and mitigation measures.

(III) Self-assessment of operational risk, strategic risk, reputational risk and liquidity risk

As per requirements for IRR under C-ROSS II, the Company continued to strengthen its in-house evaluation system for IRR, continuously reviewed risk metrics to improve the timeliness and accuracy of monitoring; ensured risk early warning in a timely manner via monitoring and analysis of changes to metrics on a regular basis.

1. Methods, processes and results of self-assessment

As part of its work in IRR, the Company organises, on a regular basis, a self-review of operational risk, strategic risk, reputational risk and liquidity risk by relevant departments

so as to evaluate their trends and dynamics. Departments involved would monitor the key under-performing indicators according to assignment of responsibilities, and in the event of detection of abnormalities, would follow up and identify their causes and roll out remedial actions. The Company's unquantifiable risks overall are under effective control, and no material flaws or potential risks were detected.

2. Status of unquantifiable risks

In operational risk, the Company formulated Regulations on Operational Risk Management, which further improved the governance framework of operational risk management and relevant work mechanisms. The Company also developed supportive policies on risk management tools, continuously monitored and analysed its operational risk status using management tools such as Risk and Control Self-Assessment (RCSA), Loss Data Collection (LDC), and key risk indicators. It strived for a matrix-based compliance risk management system, with branches focusing on coordination, vertical functions bearing the primary responsibility, and all departments and positions getting involved. This matrix approach ensures optimal mechanisms for ownership of the objectives and sharing of resources and responsibilities relating to compliance and risk control. The Company continued to increase the use of IT in operational risk control so that operational execution in key areas can be controllable and traceable. The Company takes risk screening seriously: all head-office departments and branches are supposed to carry out various risk assessments from time to time as per regulatory and corporate rules. In Q3 2026, based on monitoring of key risk indicators and status of LDC, the Company's overall operational risk was manageable.

On the side of reputational risk, the Company revised Implementation Rules on Reputational Risk Management, Emergency Contingency Plan for Major Reputational Risks and Regulations on Spokesperson, as per C-ROSS II requirements to further improve the governance structure and work mechanisms of the risk management. It implemented end-to-end process management and built normalised mechanisms for reputational risk: established a hierarchical structure of risk management personnel, with close coordination across different levels; strengthened mechanisms for risk screening and assessment and stepped up at-source control of negative media publicity; organised

training for public communication personnel, which included a specialised training session on reputational risk management, and conducted crisis communication simulations and exercises; launched PR programmes to foster a more favourable media environment. In Q3 of 2026, there were no Level I or II major incidents, which, combined with monitoring of relevant key risk metrics, indicated manageable reputational risk.

As for strategic risk, the implementation of strategies of the Company is in a healthy status. In terms of risk factors which may impact the Company's business operation and fulfillment of its strategic objectives, while China's economy has maintained overall stability, the foundations for sustained economic development are yet to be consolidated; in a low-interest-rate environment, there is persistent pressure on insurance asset allocation; amid intensified market competitions, the industry is facing both formidable challenges and strategic opportunities. The Company maintained its strategic focus, proactively captured market opportunities, and delivered continued progress in business development. The agency channel focused on driving value growth and enhancing agent capabilities, with continued optimisation of product mix, stable agent headcount and improved agent productivity; bancassurance strived to stabilise top-line growth by adjusting the business mix, with a pick-up in FYP growth driven by single-premium business, which also stimulated the productivity of bank outlets; the group channel strengthened work-site marketing, with steady growth in business from corporate customers and expanded coverage of inclusive insurance; the internet channel enhanced cooperation with strategic partners via product innovation and customisation, with breakthroughs in business development. Besides, the Company further diversified its product/service system, deepened the integration of products and services, and accelerated the development of health and pension insurance, which consolidated the foundations of the integrated health & elderly care system of "prevention, diagnosis, treatment, rehabilitation and old-age nursing" and effectively supported the core insurance business; strengthened ALM, enhanced capacity-building for compliance and risk management and improved consumer rights protection. Going forward, the Company will continue to roll out its strategic initiatives in pursuit of higher-quality development.

With respect to liquidity risk, the Company established a cash flow management system for investment accounts covering assets and liabilities, front-line and back-office departments. To be concrete, the system includes the projection, review, analysis and transfer of cash flows of investment accounts. It conducts account-specific cash flow projections at year-end, month-end and in the event of material adjustment of its business plans, with analysis of discrepancies between actual cash flows and projections. It also sets limits on cash-flow discrepancies depending on size of accounts and profiles of liabilities. In the event of breaches of such tolerances, a detailed explanation for material cash flow variance will be required. Meanwhile, the Company conducts liquidity emergency drills on a regular basis to ensure effective response in cases of risk incidents; put in place normalised mechanisms for early warning, with the focus shifting from crisis handling to early warning and prevention, which can effectively forestall liquidity crises. Liquidity coverage ratios (LCRs) under all scenarios remained solid. Relevant indicators showed that the liquidity management of the Company was sound and effective, with the liquidity risk overall under control.

VI. Management Analysis and Discussions

(I) Changes to solvency analysis this quarter

As of the end of the quarter, the core solvency margin of the Company reached 89.23905bn yuan, with a core solvency margin ratio of 144%, up by about 1pt from the previous quarter; comprehensive solvency margin of the Company was 217.19652bn yuan, with a comprehensive solvency margin ratio of 207%, down by about 2pt from the previous quarter. Reasons for change are as follows:

1. As of the end of the quarter, actual capital amounted to 421.01911bn yuan, versus 411.09728bn as of the end of the previous quarter, up by 2.4%, mainly due to:

(1) Core capital increased by 12.31133bn yuan in the quarter as a result of capital market movement, profit distribution and changes to insurance contract liabilities under solvency reporting.

(2) Supplement capital decreased by 2.38950bn yuan.

2. As of the end of this quarter, minimum capital amounted to 203.82259bn yuan,

versus 196.23961bn as of the end of the previous quarter, up by 3.9%, mainly due to:

(1) During the quarter, minimum capital for life insurance risk rose by 914.86mn yuan, and that for non-life insurance risk increased by 103.14mn yuan;

(2) During the quarter, minimum capital for market risk increased by 8.91408bn yuan, and of this, that for interest rate risk fell by 684.84mn yuan, that for equity price risk increased by 3.72607bn yuan, and that for overseas equity price risk rose by 8.59584bn yuan;

(3) During the quarter, minimum capital for credit risk decreased by 1.90457bn yuan, and of this, that for credit spread risk dropped by 995.22mn yuan, and that for counter-party default risk fell by 1.41988bn yuan;

(4) Risk diversification effect and loss absorption increased by 339.43mn yuan, which lowered the minimum capital requirement accordingly;

(5) Subtraction from minimum capital by control risk rose by 105.10mn yuan from the preceding quarter.

(II) Changes to regulatory liquidity risk indicators

LCR for the next 3 months was 125%, and that for the next 12 months 106%, which satisfied the minimum requirement of 100%. LCR in the next 12 months under the stress scenario after and before disposal of assets was 470% and 64% respectively, staying solid.

(III) Analysis of changes to IRR

As per notice of the regulator, the Company was rated AA at the IRR for Q2 2026, maintaining an A-class rating. In recent years, it continued to implement new regulatory rules on IRR under C-ROSS II, put in place long-term work mechanisms, stepped up study and analysis of key risks and pushed for rectification of under-performing indicators so as to effectively manage various risks it faced. Going forward, the Company will stay focused on the long term, ensure compliance in its business operation, strengthen risk control and accelerate high-quality development.

Summary of Quarterly Solvency Report

(Excerpts)

Pacific Health Insurance Co., Ltd.

3rd Quarter of 2026

Company overview and contact information

Company name (Chinese):	太平洋健康保险股份有限公司
Company name (English):	Pacific Health Insurance Co., Ltd.
Legal representative:	MA Xin
Registered address	7th-9th Floor, No.1 Zhongshan Nan Road, Shanghai, the PRC
Registered capital	3.6 billion yuan
Business license number	00000117
Date opening for business	December 2014
Business scope	Health and personal accident insurance denominated in RMB yuan and foreign currencies; health insurance commissioned by the government or supplementary to state medical insurance policies; reinsurance of the above said insurance；health insurance-related agency and consulting business; insurance funds investment as approved by relevant laws and regulations; other business as approved by the CIRC.
Business territories	Shanghai, Beijing, Guangdong Province, Sichuan Province.
Contact person：	XIA Bing
Tel. number：	+86-21-33968652
Cell phone:	13761619886
Fax number:	+86-21-68870641
Email:	xiabing-003@cpic.com.cn

Contents

I. BOARD CHAIRMAN AND MANAGEMENT STATEMENT……4

II. BASIC INFORMATION……4

III. MAIN INDICATORS……10

IV. RISK MANAGEMENT CAPABILITIES……13

V. INTEGRATED RISK RATING (DIFFERENTIATED SUPERVISION)……14

VI. MANAGEMENT ANALYSIS AND DISCUSSIONS……15

I. BOARD CHAIRMAN AND MANAGEMENT STATEMENT

The report has been approved by chairman of the board of directors. The board chairman and senior management of the Company warrant that the contents of this report are true, accurate and complete and have fully complied with applicable laws and regulations, and that there is no false representation, misleading statement or material omissions; and they jointly and severally accept responsibility for the contents of this report while each of them is directly responsible for contents within their respective scope of responsibilities.

II. Basic information

(I) Ownership structure and shareholders

1. Ownership structure

Types of shareholding	Shares or contribution as at the end of the reporting period (unit: 10,000 shares)	Percentage (%)	Shares or contribution as at the beginning of the reporting period (unit: 10,000 shares)	Percentage (%)
Domestic legal persons	360,000.00	100.00	360,000.00	100.00
Domestic natural persons	-	-	-	-
Foreign	-	-	-	-
Others	-	-	-	-
Total	360,000.00	100.00	360,000.00	100.00

2. Top 5 shareholders as at the end of the reporting period

Names of shareholders	Shares held or contribution made as at the end of the reporting period (unit: 10,000 shares)	Shareholding percentage as at the end of the reporting period (%)
China Pacific Insurance (Group) Co., Ltd.	306,183.60	85.051
China Pacific Life Insurance Co., Ltd.	53,816.40	14.949

3. Shareholding by directors, supervisors and senior management

Did any of them hold any shares of the Company during the reporting period

(Yes□ No■)

4. Share transfer during the reporting period

Did any share transfer occur during the reporting period? (Yes□ No■)

(II) Controlling shareholder or de facto controller

China Pacific Insurance (Group) Co., Ltd.

(III) Directors, supervisors and senior management

1. Directors (5 in total)

Mr. MA Xin, born in April 1973, holds a master's degree. He has been serving as Chairman of the Company since January 2021 (approval document: CBIRC [2021] No.4). Mr. MA currently serves as Vice President of CPIC Group and Director of CPIC Life. He previously served as Manager of Individual Business Department and Assistant General Manager of CPIC Life Xi'an Branch, Deputy General Manager and General Manager of CPIC Life Shaanxi Branch, General Manager of the Strategic Planning Department, head of Strategic Transformation Office, Transformation Director and Board Secretary of CPIC Group, Director of CPIC P/C, Acting Responsible Person of the Company and Director of Changjiang Pension.

Mr. SHANG Jiaoyan, born in March 1978, holds a bachelor's degree, and has been serving as General Manager of the Company since May 2023 (approval document: CBIRC [2023] No. 293), as Director of the Company since January 2026 (approval document: NFRA [2026] No.41). Mr. SHANG currently also serves as President of the Company's Pacific Insurance Health Research Institute. Previously, he served as head of Sales and Deputy General Manager (in charge) of Ping An Health Insurance Company Beijing Branch, Marketing Director/ General Manager of Individual Business Division of Ping An Health Insurance Company and Vice President of Tencent WeSure.

Mr. JIANG Yifeng, born in January 1978, holds a doctoral degree, and has been serving as Director of the Company since May 2026 (approval document: NFRA [2026] No.240).

Mr. JIANG currently serves as Deputy Director of Health and Elderly Care of CPIC Group. Mr. JIANG previously served as Assistant General Manager and Deputy General Manager of Human Resources Department of CPIC Life; General Manager of CPIC Life Ningxia Branch and Shaanxi Branch, respectively; head of the Strategic Transformation Office of CPIC Group; General Manager of CPIC Life Zhejiang Branch, Director of the Party Organization Department, Director of the Party Office, General Manager of Human Resources Department, and General Manager of Southern Training Center of CPIC Life, and Assistant General Manager, Board Secretary and Deputy General Manager of CPIC Life.

Mr. HE Yadong, born in January 1978, holds a master's degree, and has been serving as Director of the Company since May 2026 (approval document: NFRA [2026] No.260). Mr. HE currently serves as General Manager of Legal & Compliance Department (Accountability Office, Consumer Rights Protection Department) of CPIC Group, and Director of CPIC Technology Co., Ltd. Mr. HE previously worked at Zhabei District Court, Shanghai Political and Legal Affairs Commission, and the Shanghai Municipal Committee of the Chinese People's Political Consultative Conference (CPPCC); he also served as Vice President of Shanghai Industrial Dongtan Investment Development (Group) Co., Ltd., Assistant Director of Shanghai Office and Chief Representative of Shanghai Representative Office of Taiping Insurance Group (Hong Kong), Deputy General Manager of Taiping Pension Shanghai Branch, Deputy General Manager of Taiping Property Insurance Shanghai Branch, and Deputy General Manager (in charge) of Legal & Compliance Department (Accountability Office, Consumer Rights Protection Department) of CPIC Group.

Mr. WANG Yong, born in July 1974, holds a master's degree. He has been serving as Employee Director of the Company since August 2026 (approval document: NFRA [2026] No. 422). Mr. WANG currently serves as Secretary of the Discipline Inspection Commission and Chairman of the Trade Union of the Company. He previously served as Assistant General Manager of the Human Resources Department of CPIC Life; Secretary to the Chairman, head of the Party Affairs Department, General Manager of the Employee Affairs Department, deputy head of the Party Committee Office and head of the Party-People Department of CPIC Group; General Manager of CPIC P/C Tianjin Branch; Deputy Party Secretary of the Information Technology Center of CPIC Group; Senior Deputy General Manager of CPIC Life Suzhou Branch; Director of the Strategic Research Center and head of the Party Committee Inspection Team of CPIC Group; and Director and Employee Representative Supervisor of the Company.

2. Senior management at head-office level (7 in total)

Mr. SHANG Jiaoyan, born in March 1978, holds a bachelor's degree, and has been serving as General Manager of the Company since May 2023 (approval document: CBIRC [2023] No.293), as Director of the Company since January 2026 (approval document: NFRA [2026] No.41). Mr. SHANG currently also serves as President of the Company's Pacific Insurance Health Research Institute. Previously, he served as head of Sales and Deputy General Manager (in charge) of Ping An Health Insurance Company Beijing Branch, Marketing Director/ General Manager of Individual Business Division of Ping An Health Insurance Company and Vice President of Tencent WeSure.

Mr. LI Jieqing, born in November 1968, holds a bachelor's degree. He has been serving as Deputy General Manager of the Company (approval document: CIRC [2016] No.450) since May 2016 and as Chief Risk Officer of the Company since August 2021 (no approval document), and Chief Compliance Officer of the Company since March 2026 (approval document: NFRA [2024] No.42). Mr. LI also serves as Director of Shanghai Proton & Heavy Ion Hospital. Previously, Mr. LI served as Director of Risk and Compliance, Compliance Responsible Person and General Manager of Risk Management Department of CPIC Group, Director of CPIC P/C, CPIC Life, CPIC AMC and the Company, respectively, and Compliance Responsible Person of the Company.

Mr. SONG Quanhua, born in February 1973, holds a master's degree. He has been serving as Deputy General Manager of the Company (approval document: CBIRC [2021] No.691) since September 2021. He previously served as Deputy General Manager of CPIC Life Ningbo Branch, General Manager of CPIC Life Dalian Branch, Director of Party Affairs Department, General Manager of New Channel Business Department, General Manager of Corporate Channel Business Marketing Department, Deputy General Manager of Health and Elderly Care Business Center and Deputy General Manager of Group Business Center of CPIC Life, and General Manager of Pacific Medical & Healthcare Management Co., Ltd.

Mr. GUO Chao, born in February 1982, holds a master's degree, and is a member of the Society of Actuaries. He has been serving as Deputy General Manager of the Company since July 2024 (approval document: CBIRC [2021] No.697), and his qualifications do not require a second-time approval. Mr. GUO currently serves as Executive President of the Company's Pacific Insurance Health Research Institute. He previously served as General Manager of the Brokers Department of Cigna & CMB

Health Insurance, President of Shanghai Fuheng Insurance Brokers, President of Shanghai Xingyi Health Management Co., Ltd., General Manager of Health Insurance Business of Fosun High Tech (Group), Deputy General Manager of Fosun United Health Insurance Co., Ltd. And President of the Company's Pacific Insurance Health Research Institute.

Ms. YIN Yanling, born in June 1972, holds a master's degree and is a member of China Association of Actuaries. She has been serving as Finance Responsible Person of the Company since September 2021 (approval document: CBIRC [2021] No.729), serving as Chief Actuary of the Company since August 2022 (approval document: CBIRC [2022] No.532), as Board Secretary of the Company since August 2022 (no second-time approval required) and as Deputy General Manager of the Company since March 2025 (approval document: NFRA [2025] No.160). Previously, she served as head of the Actuarial Management Section of Planning and Finance Department of CPIC Group, Assistant General Manager of Planning and Finance Department of CPIC Group, Deputy General Manager (in charge) of Financial Investment Department/Actuarial Department, Deputy General Manager (in charge) of Financial Management Department/Actuarial Department, Deputy General Manager of Risk Management Department/Risk Monitoring Department, General Manager of Financial Management Department/Actuarial Department, and General Manager of Actuarial Department of CPIC Group, General Manager of Actuarial Department of CPIC Life, Acting Finance Responsible Person, Acting Actuarial Responsible Person and director of the Company.

Ms. SUN Min, born April 1977, holds a doctoral degree and the designation of Senior Auditor. She has been serving as Internal Audit Responsible Person of the Company since May 2025 (approval document: NFRA [2025] No.266). Ms. Sun currently serves as General Manager of the Internal Audit Operations Department of CPIC Group. Her previous positions include Deputy Section Chief of Internal Audit Department of CPIC Life; Senior Auditor of Internal Audit Center of CPIC Group; Deputy General Manager of Internal Audit Technology Department, Deputy General Manager of Digital Audit Technology Department of CPIC Group and Acting Internal Audit Responsible Person of the Company.

Ms. XUE Yongxian, born in November 1976, holds a master's degree. She has been serving as Assistant General Manager of the Company (approval document: NFRA [2025] No.324) since May 2025. Previously, she served as Employee Representative

Supervisor of the Company, Chairman of the Trade Union, head of Key Account Business Center, Senior Director of Key Account Business Center, General Manager of Shanghai Branch, General Manager of Sales Management Department and General Manager of Individual Life Insurance Cooperation Business Centre (SBU) of the Company; Deputy General Manager of Group Business Department/ Planning and Training Division of CPIC Life, Assistant General Manager of Group Business Department/ Accident Insurance Division of CPIC Life, Assistant General Manager/ Senior Manager of Group Business Department/ Direct Sales Supervision Division of CPIC Life, and section head of Group Business Department of CPIC Life.

Notes:

1. Effective from 13 August 2026, Mr. WANG Yong began to serve as Employee Director of the Company, and Mr. MA Boyong ceased to serve as Director of the Company.
2. Effective 12 January 2026, the Company no longer has a Board of Supervisors, and the members of the 3rd Board of Supervisors of the Company automatically ceased to hold office.

(IV) Subsidiaries, joint ventures or associate ventures (Yes■ No□)

One associate venture: Shanghai Proton & Heavy Ion Hospital. The Company completed an investment of RMB100 million in the entity in January 2016, holding 20% of its shares.

There was no change during the reporting period.

(V) Breaches and administrative penalties during the reporting period (Yes■ No□)

During the reporting period, the Company's Shanghai Branch was found to have applied insurance policy terms and premium rates that were not approved by or filed with the regulatory authorities, and have conducted insurance business in regions where it does not have a license, which actions were in violation of Item (5) of Article 25 of the Notice of the General Office of China Banking and Insurance Regulatory Commission on Measures for Supervision of Accident Insurance Business (CBIRC General Office [2021] No. 106) and Article 41 of the Provisions on the Administration of Insurance Companies (2015 Revision). In accordance with Item (3) of Article 170 of the Insurance Law of the People's Republic of China and Article 69 of the Provisions on the Administration of Insurance Companies (2015 Revision), the Shanghai Branch of the National Financial Regulatory Administration imposed an administrative penalty on the Shanghai Branch of the Company, which included an order for rectification, a warning, and a fine of RMB230,000.

III. Main indicators

(I) Solvency margin ratios

unit: 10,000 RMB yuan

Items	As at the end of the reporting quarter	As at the end of the previous quarter on a comparable basis	Next quarter estimates
Admitted assets	1,524,977.65	1,531,147.30	1,525,625.78
Admitted liabilities	1,038,943.94	1,050,556.59	1,044,231.67
Actual capital	486,033.71	480,590.71	481,394.11
Tier-1 core capital	337,204.14	342,350.39	331,717.86
Tier-2 core capital	26,146.37	27,657.20	25,881.41
Tier-1 supplement capital	120,692.54	108,677.81	121,824.36
Tier-2 supplement capital	1,990.66	1,905.31	1,970.48
Minimum capital	246,752.17	235,327.64	251,360.08
Minimum capital for quantifiable risks	244,884.69	233,546.62	249,457.72
Minimum capital for control risk	1,867.48	1,781.02	1,902.36
Minimum capital for supplement capital	-	-	-
Solvency margin			
Core solvency margin	116,598.34	134,679.95	106,239.19
Comprehensive solvency margin	239,281.54	245,263.07	230,034.03
Core solvency margin ratio (%)	147	157	142
Comprehensive solvency margin ratio (%)	197	204	192

(II) Regulatory indicators for liquidity risk

Indicators	During/as at the end of the reporting quarter	During/as at the end of the preceding quarter
Actual net cash flow YTD (unit:10,000 RMB yuan)	-10,759.62	14,695.25
Retrospective adverse deviation ratio of net cash flows from operating activities (%)	6	-75
Overall liquidity coverage ratio under base scenario (next 3 months)(%)	125	135
Overall liquidity coverage ratio under base scenario (next 12 months)(%)	106	110
Overall liquidity coverage ratio under stress scenario - mandatory (next 3 months)(%)	521	519
Overall liquidity coverage ratio under stress scenario - mandatory (next 12 months)(%)	181	193
Overall liquidity coverage ratio under stress scenario - self-assessment (next 3 months)(%)	500	527
Overall liquidity coverage ratio under stress scenario - self-assessment (next 12 months)(%)	238	239
Liquidity coverage ratio before asset disposal under stress scenario - mandatory (next 3 months)(%)	148	166
Liquidity coverage ratio before asset disposal under stress scenario - mandatory (next 12 months)(%)	87	98

Liquidity coverage ratio before asset disposal under stress scenario - self-assessment (next 3 months)(%)	177	204
Liquidity coverage ratio before asset disposal under stress scenario - self-assessment (next 12 months)(%)	160	160

(III) Other indicators for liquidity risk

Indicators	As at the end of /during the reporting quarter	As at the end of/ during the previous quarter
Net cash flows from operating activities (unit: 10,000 RMB yuan)	65,716.40	26,607.50
Comprehensive surrender ratio (%)	0.63	0.53
Net cash flows from participating/universal accounts	-	-
Written premiums year-on-year growth (%)	13.79	23.58
Share of cash and liquidity management tools (%)	3.06	4.68
Quarterly average financial leverage ratio (%)	0.19	0.22
Share of domestic fixed income assets rated AA and below (%)	-	-
Share of investments in listed stocks where the Company holds a stake of 5% or above (%)	-	-
Share of receivables (%)	18.14	19.69
Share of related party assets held (%)	4.30	4.27

(IV) Key business metrics

unit: 10,000 RMB yuan

Indicators	As at the end of/during the reporting quarter	As at the end of the reporting quarter/YTD
Gross written premiums	257,994.51	765,855.60
Net profit	3,691.98	27,825.32
Total assets	1,258,679.08	1,258,679.08
Net assets	389,133.84	389,133.84
Insurance contract liabilities	747,447.11	747,447.11
Basic earnings per share (RMB yuan)	0.01	0.08
ROE (%)	0.95	7.40
ROA (%)	0.30	2.32
Investment yield (%)	0.85	4.25
Comprehensive investment yield (%)	0.62	4.23
Residual margin	212,162.12	212,162.12
New business margin (%)	1.13	0.83
New business value	11,307.61	32,544.61

First-year regular premiums written on new policies	25,872.65	77,411.87
First-year regular premiums written on new policies with a coverage period of 10 years or above	23,748.12	72,613.87
Written premiums on renewed policies	75,905.51	157,533.09
Written premiums	138,852.56	407,538.25
1. Bancassurance channel	2,136.85	2,403.09
2. Agency channel	-	-
3. Group channel	22,831.52	138,147.47
4. Internet	80,035.79	211,576.97
5. Others	33,848.40	55,410.72
Number of agents as of the end of the reporting period	38	38
13-month persistency ratio (%)	81	81
Surrender ratio (%)	0.29	0.63
Average premium per policy of the agency channel	-	-
Average premiums per agent	-	-
Agent attrition rate (%)	0	0

Notes:

1. Net profit, total assets, net assets, and insurance contract liabilities listed above were disclosed according to the Financial Report (which was prepared based on Chinese accounting standards such as Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments revised and promulgated by the Ministry of Finance in 2017, and Accounting Standard for Business Enterprises No. 25 - Insurance Contracts revised and promulgated by the Ministry of Finance in 2020); basic earnings per share, ROE and ROA were calculated in accordance with the formula prescribed by Article 24 of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results of aforementioned indicators.

2. Residual margin is recognised and measured in accordance with the Accounting Standards for Enterprises No. 25 — Primary Insurance Contracts and the Accounting Standards for Enterprises No. 26 — Reinsurance Contracts, both of which were issued by the Ministry of Finance in 2006, as well as the Regulations on Accounting Treatment of Insurance Contracts issued by the Ministry of Finance in 2009.

3. New Business Margin = Day One Gain of new business during the current period ÷ Total sum of premiums under the new business × 100%. Day One Gain refers to the residual margin recognised upon initial measurement of insurance contract reserves for financial reporting purposes. Total sum of premiums refers to the sum of first-year premiums and renewal premiums, calculated without considering factors such as surrender or discounting.

4. Information on the top five products and their written premiums during the first three quarters of the year: 1) Individual Long-Term Medical Insurance (Rate-adjustable, Internet) (Health Insurance): RMB555.1668mn; 2) Internet Fuxing Term Critical Illness Insurance (Health Insurance): RMB502.5669mn; 3) Zhi Xiang Shou Whole Life Long-Term Care (Health Insurance): RMB441.4670mn; 4) Group Medical Insurance Rider (Type A) (Health Insurance): RMB368.4391mn; 5) Group Comprehensive Medical Insurance 2023 (Health Insurance): RMB230.1554mn.

5. First-year regular written premiums on new policies and first-year regular written premiums on new policies with a coverage period of 10 years or above include health insurance with a coverage period of not more than one year that contains a guaranteed renewal clause.

6. New business value only includes long-term insurance business.

(V) Average investment yield and average comprehensive investment yield in the past three years

Average investment yield and average comprehensive investment yield of the Company in the past three years were 3.53% and 5.02%, respectively.

IV. Risk management capabilities

(I) Company category

The Company was incorporated in December 2014. As at the end of Q3 2026, its total assets under new accounting standards reached 12,586.7908 million yuan, with written premiums amounting to 4,075.3825 million yuan during the first three quarters of the year. It has 4 provincial-level branch offices, and according to Solvency Regulatory Standards of Insurance Companies No.12: Solvency-aligned Risk Management Requirement and Assessment, the Company is in Category II.

(II) Measures taken to improve risk management and the latest status

In Q3 2026, in accordance with relevant regulatory regulations such as Solvency Regulatory Standards of Insurance Companies No. 12: Solvency-aligned Risk Management Requirement and Assessment, the Company proceeded with its solvency risk management efforts in a steady manner and continued to improve its solvency risk management mechanisms in light of feedback from regulatory assessments, findings of its own self-assessment, as well as its risk profiles and status.

During the quarter, the Company reviewed its risk status in the first half of the year, prepared its semi-annual risk management report, and submitted it to the board for review. It also formulated a risk resolution plan for indicators that exceeded risk upper limits in the first half of the year, conducted empirical and attribution analysis of such breaches, identified root causes of underlying risks, and rolled out targeted risk management actions. In the third quarter, the Company completed a gap analysis of regulatory ratings, formulated rectification plans based on issues raised by the regulator, and continued to implement the rectification measures.

In Q3 2026, the Company's risk management system and all related activities were consistently implemented as per established risk management policies and procedures. Under the framework of the Company's risk management and risk appetite systems, no major risk events occurred during the reporting period.

(III) Results of Latest Solvency Aligned Risk Management Requirements and Assessment (SARMRA) of the Company

The Company scored 80.15 points at SARMRA assessment for 2022. To be specific, it consisted of 16.29 points for risk management infrastructure and environment, 7.69 points for risk management objectives and tools, 7.98 points for insurance risk management, 8.14 points for market risk management, 8.13 points for credit risk management, 8.16 points for operational risk management, 7.81 points for strategic risk management, 7.89 points for reputational risk management, and 8.06 points for liquidity risk management.

V. Integrated risk rating (differentiated supervision)

(I) IRR results in the previous two quarters

The Company was rated BBB for both Q1 and Q2 of 2026, which met regulatory requirements in solvency, indicating a low level of operational risk, reputational risk, strategic risk and liquidity risk.

(II) Measures taken or to be taken for improvement

In Q3 2026, in light of Assessment Criteria for Unquantifiable Risks of Insurance Companies, the Company took key control measures for operational and strategic risk indicators which, according to the self-assessment, could be further improved. In terms of operational risk, it continued to maintain current operational efficiency and quality, focusing particularly on improvement in service turnaround time and handling of customer complaints. With regard to strategic risk, it maintained stability in senior management turnover and business development. As for reputational risk, it maintained the record of “zero media crisis” during the reporting period.

(III) Findings of self-assessment of operational, strategic, reputational and liquidity risks

Liquidity risk: Liquidity risk of the Company mainly stems from claims and maturity

payments on insurance contracts, daily expenditures on business activities and impairment on investment assets. As of the end of Q3 2026, there were no circumstances which may trigger liquidity risk. The Company maintained a high proportion of liquid assets, with the 5-day liquidation ratio at sound levels, which enabled it to meet various needs for liquidity. At the same time, the Company maintained a certain level of gearing ratio and financing activities to ensure sufficient borrowing to ease the pressure on liquidity in the unlikely event of emergencies. Overall, the sources of liquidity outweighed needs for liquidity, indicating a low risk of liquidity gaps.

Operational risk: On the IT side, the Company's core systems were 100% usable, and there was no financial losses incurred due to system failures. As for personnel, workforce turnover was relatively low. There was no major losses resulting from operational risk incidents in sales, U/W, POS, claims settlement or investment, or occurrence of insurance frauds in the reporting quarter.

Reputational risk: The Company's media monitoring system includes the in-house system of the Group and third-party monitoring services, which can effectively monitor, on a daily basis, negative publicity of the Company and its insurance/ investment counter-parties. In daily work, the Company strictly implements various reputational risk management processes covering early-stage assessment, risk handling and post-crisis accountability. In the reporting quarter, the Company did not experience any reputational risk events on mainstream (Level-1 or Level-2) or other types of media.

Strategic risk: In light of its annual business objectives, the Company defined its strategic positioning, paths of implementation and expected results. It has a clear strategic direction, with detailed plans for execution. Under the guidance of its own strategic objectives and those of the Group, the Company will strive for breakthroughs across all KPIs in the next three years to pursue high-quality development. It formulated strategic decisions based on market environment in a timely manner to identify, assess and manage strategic risks by means of target breakdown, business review on a regular basis, analysis of market conditions and its own strengths and weaknesses. In Q3 of 2026, there was no occurrence of strategic risk incidents.

VI. Management analysis and discussions

(I) Solvency Analysis

1. Actual capital

As at 30 September 2026, actual capital of the Company amounted to 4,860.3371 million yuan, an increase of 1.1% from the end of the previous quarter, mainly due to contribution from investment income and growth in future surplus on insurance policies.

2. Minimum capital

Minimum capital of the Company as at the end of the reporting period was 2,467.5217 million yuan, up by 4.9% from the end of the previous quarter, mainly due to: growth in long-term business volume, which led to higher minimum capital requirement for life insurance risk. Of this, minimum capital for life insurance risk was 2,072.4305 million yuan, that for non-life business was 946.9138 million yuan, that for market risk 498.6459 million yuan, that for credit risk 314.5175 million yuan, diversification effect for quantifiable risk was 1,111.5666 million yuan, and that for control risk was 18.6748 million yuan.

3. Solvency margin ratios

As of 30 September 2026, the Company's core solvency margin was 1,165.9834 million yuan, with a core solvency margin ratio of 147%; comprehensive solvency margin was 2,392.8154 million yuan, with a comprehensive solvency margin ratio of 197%.

(II) Liquidity risk

In the first three quarters of the year, net cash flow of the Company was -108 million yuan, mainly due to coordinated deployment of funds, which mainly consisted of an ad hoc increase in investment of cash flows accumulated over the years from operating activities; in the reporting quarter, the retrospective adverse deviation ratio of net cash flows from operating activities was 6%, in line with regulatory requirements; liquidity coverage ratios under various scenarios and other liquidity indicators were all in compliance with regulatory requirements.

The Company will strictly follow regulatory rules and requirements on solvency-related cash flow projection, take into account factors such as business development and market changes, regularly evaluate the effectiveness of its liquidity risk management mechanisms and systems, and make appropriate arrangements, if necessary, to ensure a reasonable

liquidity risk level.

(III) Analysis of changes to IRR

The Company's latest IRR result is BBB. Assessed against the Solvency Regulatory Standards No.11: Integrated Risk Rating (differentiated supervision), the company meets the regulatory requirements in solvency, with a low level of operational risk, strategic risk, reputational risk, and liquidity risk.

Summary of Quarterly Solvency Report

（Excerpts）

Pacific Anxin Agricultural Insurance Co., Ltd.

3rd Quarter of 2026

Company overview and contact information

Company name (Chinese):	太平洋安信农业保险股份有限公司
Company name (English):	Pacific Anxin Agricultural Insurance Company Limited
Legal representative:	ZHENG Kai
Registered address	3651 Gonghexin Road, Shanghai, the PRC.
Registered capital	1.08bn yuan
Business license number	00000089
Date of opening for business	September 2004
Business scope	Agricultural insurance; property indemnity insurance; liability insurance including mandatory liability insurance; credit and guarantee insurance; short-term health and accident insurance; other types of property insurance relating rural areas and farmers; reinsurance of the above said insurance; insurance agency business (business which requires approval will be conducted subject to approval documents or permits)
Business territories	Shanghai, Zhejiang Province, Jiangsu Province.
Contact person：	LI Mao
Tel. number：	+86-21-66988703
Cell phone:	18817959847
Email:	limao-005@cpic.com.cn

CONTENTS

I. BOARD CHAIRMAN AND MANAGEMENT STATEMENT ····· 4

II. BASIC INFORMATION ····· 4

III. MAIN INDICATORS ····· 11

IV. RISK MANAGEMENT CAPABILITIES ····· 15

V. INTEGRATED RISK RATING (DIFFERENTIATED SUPERVISION) ····· 17

VI. MANAGEMENT ANALYSIS AND DISCUSSIONS ····· 20

I. Board chairman and management statement

The report has been approved by chairman of the board of directors of the Company. The board chairman and senior management of the Company warrant that the contents of this report are true, accurate and complete and have fully complied with applicable laws and regulations, and that there is no false representation, misleading statement or material omissions; and they severally and jointly accept responsibility for the contents of this report.

II. Basic information

(I) Ownership structure and shareholders, and change during the reporting period

1. Ownership structure and change

Types of shareholders	As at the beginning of the reporting period		Change of shares or stake during the reporting period				As at the end of the reporting period	
	Shares or contribution	Percentage (%)	Shareholder injection	Transfer from capital reserve and share dividends distribution	Share transfer	Sub-total	Shares or contribution	Percentage (%)
State	0	0	0	0	0	0	0	0
State-owned legal person	108,000	100	0	0	0	0	108,000	100
Private legal person	0	0	0	0	0	0	0	0
Foreign	0	0	0	0	0	0	0	0
Others	0	0	0	0	0	0	0	0
Total	108,000	100	0	0	0	0	108,000	100

Note: (1) Shares apply to joint-stock companies (unit: 10,000 shares), and stake applies to non-joint-stock companies (unit: 10,000 yuan). (2) Ownership by state refers to the stake acquired by investment entities or departments on behalf of the state by way of capital contribution or following legal procedures. Such shares are registered by insurance companies as being owned by the entity or department. Ownership by state-owned legal persons refers to the stake acquired by state-owned enterprises, not-for-profit organisations and other entities by way of contributing capital to an independent insurance firm or acquired following legal procedures using assets legally in their possession. Such shares are registered by insurance companies as being owned by the state-owned enterprise, not-for-profit organisation or entity.

2. De facto controller

The Company has no de factor controller. China Pacific Property Insurance Co., Ltd. is the majority shareholder, holding 67.78% of the shares of the Company.

3. Shareholders and related parties as at the end of the reporting period

Names of shareholders	Types of shareholders	Shares held at the end of the reporting period (unit:10,000shares)	Shareholding percentage at the end of the reporting period	Shares pledged or in lock-up
China Pacific Property Insurance Co., Ltd.	State-owned	73,205.68	67.78%	0
Shanghai Agricultural Development Co., Ltd.	State-owned	7,718.03	7.15%	0
Shanghai Minhang Asset Investment (Group) Co., Ltd.	State-owned	5,365.19	4.97%	5,365.19 (unit:10,000shares) in lock-up
Shanghai Nongfa Asset Management Co., Ltd.	State-owned	4,201.72	3.89%	0
Shanghai Fengxian District State-owned Asset Operation Co., Ltd.	State-owned	3,653.35	3.38%	0
Shanghai Baoshan Fiscal Investment Company	State-owned	3,150.84	2.92%	0
Shanghai Jiading Guangwo Asset Management Co., Ltd.	State-owned	2,504.59	2.32%	0
Shanghai Songjiang State-owned Asset Investment Management Group Co., Ltd.	State-owned	2,025.88	1.88%	0
Shanghai Huinong Investment Management Co., Ltd.	State-owned	1,817.99	1.68%	0
Shanghai Qingpu Asset Management Co., Ltd.	State-owned	1,719.37	1.59%	0
Shanghai Jinshan Capital Management Group Co. Ltd.	State-owned	1,640.50	1.52%	0
Shanghai Chongming Asset Operation Co., Ltd.	State-owned	996.86	0.92%	0
Total	——	108,000.00	100.00%	0
Related party relations among shareholders	None			

Note: Types of shareholders refer to “state-owned”, “foreign” and “natural persons”, etc.

4. Shareholding by directors, supervisors and senior management

None during the reporting period.

5. Share transfer during the reporting period

None during the reporting period.

(II) Directors, supervisors and senior management at head-office level

1. Directors, supervisors and senior management at head-office level

1.1 Directors

As of the end of September 2026, the 5th Board of Directors of the Company has 8 directors in total:

Mr. LIU Xiuhua, born in August 1974, holds a bachelor's degree. He has been serving as Non-executive Director of the Company since April 2026 (approval document: NFRA [2026] No. 230), and Vice Chairman of the Company since June 2026. Mr. LIU currently also serves as Market Development Director (*sannong*) of CPIC P/C, a member of the Hunan Provincial Committee of the Chinese People's Political Consultative Conference (CPPCC) and Vice President of the Hunan Insurance Association. Mr. LIU previously served as head of the Admin. Office of Hengyang Central Sub-branch, China Pacific Insurance Co., Ltd; Deputy General Manager of Hengyang Central Sub-branch, Tianan Insurance Co., Ltd; Deputy General Manager and General Manager of Hengyang Central Sub-branch, Deputy General Manager of Hunan Branch, General Manager of Telemarketing Shandong Sub-center, and General Manager and Compliance Director of Hunan Branch, CPIC P/C.

Mr. ZHOU Hua, born in August 1977, holds a doctoral degree and is a Fellow of China Association of Actuaries (FCAA, life insurance). Mr. ZHOU has been serving as Independent Director of the Company since April 2024 (approval document: NFRA [2024] No. 254). Mr. ZHOU is a professor at Central University of Finance and Economics (CUFE), Dean of the School of Insurance, CUFE, Dean of China Institute of Actuarial Science, and a Director of China Association of Actuaries. He previously served as teaching assistant, lecturer, associate professor, Vice Director of the Department of Actuarial Science, and Deputy Dean of the School of Insurance at CUFE, among others.

Mr. ZHANG Qiao, born in November 1962, holds a doctoral degree. He has been serving as Independent Director of the Company since December 2022 (approval document: CBIRC [2022] No. 851). Mr. ZHANG currently serves as executive member of the Agriculture Risk Management Council of China, Research Fellow of the National Research Centre on Agriculture and Rural Areas of China Agricultural University, and vice chair of the Panel of Monitoring and Early Warning of China Agricultural Institute. He previously served as Assistant Research Fellow, Deputy Research Fellow and Research Fellow of Agricultural Information Institute of the Chinese Academy of Agricultural Sciences, and lecturer of Shanxi University of Finance and Economics.

Mr. CHEN Xiaoman, born in August 1954, holds a doctoral degree. He has been serving as Independent Director of the Company since June 2026 (approval document: NFRA [2026] No. 319). Mr. CHEN currently serves as Dean of the Institute for Advanced

Studies and Chairman of the Advisory Committee of the School of Data Science of Fudan University, Chairman of Shanghai 860 Technology Co., Ltd., President of Anqing Shanghai Economic and Cultural Promotion Association, and Independent Director of Shanghai Mengchuang Shuangyang Data Technology Co., Ltd. He previously served as a Lecturer, Associate Professor and Professor of the Department of Mathematics of Fudan University, Assistant President, Vice President and Executive Vice President of Fudan University, and Deputy to the 14th Shanghai Municipal People's Congress.

Mr. ZHENG Kai, born in August 1972, holds a master's degree. He has been serving as General Manager and Executive Director of the Company since March and July 2025 respectively (approval documents: NFRA [2025] No. 150 and NFRA [2025] No. 388, respectively). Mr. ZHENG is also member of the Jing'an District Committee of CPPCC. Mr. ZHENG previously served as deputy head of Youth Work Department of Communist Youth League Shanghai Municipal Committee, Secretary-General of Shanghai Young Entrepreneurs Association, deputy head of Economic Division of Taiwan Affairs Office of Shanghai Municipal Government, head of Exchange and Communication Division of Taiwan Affairs Office of Shanghai Municipal Government, head of Coordination Division of Taiwan Affairs Office of Shanghai Municipal Government, and General Manager of Shanghai Urban Areas Business Centre of Anxin Agricultural Insurance Co., Ltd, Deputy General Manager and Board Secretary of the Company.

Mr. ZHU Kaimin, born in June 1984, holds a bachelor's degree. He has been serving as Non-executive Director of the Company since August 2026 (approval document: NFRA [2026] No. 434). Mr. ZHU currently also serves as Deputy General Manager (in charge) of Shanghai Agricultural Development Co., Ltd.. He previously served as head of the Environmental Education Centre and Youth League Branch Secretary of the Shanghai Chongming Dongtan Birds Nature Reserve Management Office, Assistant General Manager of Shanghai Caiguanjia E-commerce Co., Ltd., a partner of Shanghai Nonghai Agricultural Products Sales Co., Ltd., and head of Shanghai Qianmu Chushan Food Development Co., Ltd..

Mr. TIAN Guiming, born in January 1970, holds a master's degree and the professional designation of Certified Public Accountant and Certified Tax Agent. He has been serving as Non-executive Director of the Company since July 2026 (approval document: NFRA [2026] No. 354). Mr. TIAN currently also serves as deputy head of the Financial Management Department of Shanghai Minhang Asset Investment Management (Group) Co., Ltd.. He previously served as Financial Manager of Shanghai Yangyang Sports Goods Co., Ltd., Financial Manager of Yangyang Sports Goods (Suzhou) Co., Ltd., and Financial Manager of Shanghai Mingshi Food Group Co., Ltd..

Mr. GUO Zongjie, born in December 1968, holds a bachelor's degree. He has been serving as Employee Director of the Company since September 2026 (approval document: NFRA [2026] No. 511). He currently serves as Director of the Board Office, Director of the Party Committee Office, head of the Party Building Department and Chairman of the Directly-Affiliated Trade Union of the Company. Mr. Guo served as Employee Supervisor of the Company from December 2020 until March 2026 when the Board of Supervisors was dissolved. He previously served as Director of the General Office, Director of the Party Committee Office, General Manager of the Intermediary Business Department and Chairman of the Directly-Affiliated Trade Union of the Shandong Branch of CPIC P/C; Party Secretary of the Jining Central Sub-branch of CPIC P/C; and Director of the Administrative Office, Director of the Office of the Board of Supervisors and General Manager of the Development and Planning Department of Pacific Anxin Agricultural Insurance Co., Ltd..

1.2 Senior management at head-office level

As of the end of September 2026, the Company has 7 members of senior management:

Mr. ZHENG Kai, born in August 1972, holds a master’s degree. He has been serving as General Manager and Executive Director of the Company since March and July 2025 respectively (approval documents: NFRA [2025] No. 150 and NFRA [2025] No. 388, respectively). Mr. ZHENG is also member of the Jing’an District Committee of CPPCC. Mr. ZHENG previously served as deputy head of Youth Work Department of Communist Youth League Shanghai Municipal Committee, Secretary-General of Shanghai Young Entrepreneurs Association, deputy head of Economic Division of Taiwan Affairs Office of Shanghai Municipal Government, head of Exchange and Communication Division of Taiwan Affairs Office of Shanghai Municipal Government, head of Coordination Division of Taiwan Affairs Office of Shanghai Municipal Government, and General Manager of Shanghai Urban Areas Business Centre of Anxin Agricultural Insurance Co., Ltd, Deputy General Manager and Board Secretary of the Company.

Ms. LI Shuhui, born in July 1972, holds a master's degree and the designation of Senior Auditor, CPA, CIA and CCSA. She has been serving as Finance Responsible Person and Deputy General Manager of the Company since December 2019 (approval documents: CBIRC Shanghai [2019] No. 984, and CBIRC Shanghai [2019] No. 983 respectively). She currently also serves as Chief Information Officer and the Responsible Person for Consumer Privacy Protection of the Company. She previously served as Deputy General Manager of the Second Division/Internal Audit Center, General Manager of Audit Technology Division of CPIC Group, Supervisor of CPIC Allianz Health, Internal Audit Responsible Person of Changjiang Pension, Supervisor of CPIC Online Services, Supervisor of Anxin Agricultural Insurance Co., Ltd, and General Manager of Finance Department and Asset Management Department of CPIC P/C, and Supervisor of CPIC P/C, and Interim Board Secretary of the Company.

Mr. HUANG Xiaofeng, born in March 1971, holds a master's degree. He has been serving as Assistant General Manager of the Company (approval document: CBIRC [2022] No. 409) since June 2022. Mr. Huang concurrently also serves as Board Secretary of the Company(approval document: NFRA [2025] No. 729). Previously, he served as deputy head of Gaodong Township, head of Heqing Township, Pudong New Area, Shanghai; Deputy Director of Rural Affairs Office of CPC Pudong New Area, Deputy Director of District Agricultural Committee of Pudong New Area, member of CPC Committee of Anxin Agricultural Insurance Co., Ltd. and General Manager of its Shanghai Nanhui Sub-branch, Deputy Party Secretary and Deputy General Manager of Shanghai Branch of Anxin Agricultural Insurance Co., Ltd., member of CPC Committee/General Manager of Agricultural Insurance Market Development Department and General Manager of Agricultural Insurance Business Management Department of Pacific Anxin Agricultural Insurance Co., Ltd.

Mr. WU Gang, born in August 1970, holds a bachelor's degree. He has been serving as Compliance Responsible Person (as Chief Compliance Officer of the Company since July 2025)and Chief Risk Officer since June 2022 (approval document: CBIRC [2022] No. 403). Previously, Mr. WU served as Assistant General Manager, Deputy General Manager (in charge) and General Manager of CPIC P/C Ningxia Branch, General Manager of CPIC P/C Gansu Branch, and General Manager of the Legal Affairs and Compliance Department of CPIC P/C.

Mr. HU Dexiong, born in August 1983, holds a master's degree. He has been serving as Assistant General Manager of the Company since March 2024 (approval document: NFRA [2024] No.99). Mr. HU currently also serves as Spokesperson of the Company. He previously worked with Anxin Agricultural Insurance Company Limited, serving as Deputy Manager of the Policy Research Office of the Agricultural Insurance Department, Deputy Manager of the Branch Management Section of the Strategic Development Department, Assistant General Manager and Deputy General Manager of the Strategic Development Department, Deputy General Manager of the Agricultural Insurance Market Development Department, Deputy General Manager (in charge) and General Manager of the Product Research and Development Department. He also served as General Manager of the Development & Planning Department of the Company.

Ms. YANG Guotao, born in January 1981, holds a master's degree and membership of China Association of Actuaries and FRM qualification. She has been serving as Chief Actuary of the Company since January 2020 (approval document: CBIRC Shanghai [2019] No. 1096). Ms. YANG currently serves as General Manager of the Actuarial Department of the Company. She previously worked in the capacity of actuarial service with China Continent Insurance Co. Ltd., served as Actuarial Responsible Person and Deputy General Manager (in charge) of the Actuarial Department of Anxin Agricultural Insurance Co., Ltd.

Mr. LIN Yang, born in June 1976, holds a master's degree and the professional designation of Intermediate Auditor. He has been serving as Internal Audit Responsible

Person of the Company since May 2026 (approval document: NFRA [2026] No. 277). Mr. LIN currently also serves as Deputy General Manager of the Internal Audit Department for Northeast China of CPIC Group, and General Manager of the Internal Audit Department of the Company. Mr. LIN previously served as an Auditor of the Internal Audit Department of CPIC Life; Auditor, Supervising Auditor, Senior Auditor and Deputy General Manager of the Internal Audit Business Department of CPIC Group, and Internal Audit Controller of CPIC Life (HK).

Note: Effective March 2026, the Company no longer has a Board of Supervisors, and the members of the 4th Board of Supervisors of the Company automatically ceased to hold office.

2. Changes to directors, supervisors and senior management at head-office level

Positions	Predecessors	Incumbents
Chairman of the Board of Directors	SONG Jianguo	-
Shareholder Director	XING Zhibin	ZHU Kaimin
Employee Director	-	GUO Zongjie

Note: Mr. SONG Jianguo resigned as Chairman and Director of the Board of Directors on August 28, 2026. In accordance with the Company Law and the Articles of Association of the Company, Vice Chairman LIU Xiuhua will perform the duties of the board chairman until a new chairman is elected.

3. Information on remuneration of directors, supervisors and senior management at head-office level

None.

(III) Subsidiaries, joint ventures or associate ventures

None during the reporting period.

(IV) Breaches and administrative penalties during the reporting period

1. Administrative penalties by financial regulators or other government departments against insurance companies and their directors, supervisors, and senior management at head-office level

None.

2. Misconduct which triggered judicial proceedings by directors, supervisors, management at department-head level or above at headquarters or senior management of provincial branch offices

None.

3. Regulatory measures against the Company by NFRA (former CBIRC)

None during the reporting period.

III. Main indicators

(I) Solvency margin ratios

unit: 10,000 yuan

Lines	Item	As of the end of Q3 2026	As of the end of Q2 2026	Next quarter estimates
1	Admitted assets	662,714	695,365	637,062
2	Admitted liabilities	355,470	385,322	333,151
3	Actual capital	307,244	310,043	303,911
3.1	Tier-1 core capital	275,223	279,653	271,891
3.2	Tier-2 core capital	-	-	-
3.3	Tier-1 supplement capital	32,020	30,390	32,020
3.4	Tier-2 supplement capital	-	-	-
4	Minimum capital	100,402	94,756	95,101
4.1	Minimum capital for quantifiable risks	98,178	92,657	92,994
4.1.1	Minimum capital for life insurance risk	-	-	-
4.1.2	Minimum capital for non-life insurance risk	88,932	81,234	82,787
4.1.3	Minimum capital for market risk	41,535	39,895	41,112
4.1.4	Minimum capital for credit risk	21,599	24,871	21,259
4.1.5	Diversification effect for quantifiable risks	42,979	43,048	41,831
4.1.6	Loss absorption for special-type insurance contracts	-	-	-
4.2	Minimum capital for control risk	2,224	2,099	2,107

4.3	Supplement capital	-	-	-
5	Core solvency margin	174,821	184,896	176,790
6	Core solvency margin ratio	274.12%	295.13%	285.90%
7	Comprehensive solvency margin	206,841	215,286	208,810
8	Comprehensive solvency margin ratio	306.01%	327.20%	319.57%

(II) Regulatory indicators for liquidity risk

Items			As at the end of/ during Q3 2026	As at the end of/ during Q2 2026
Liquidity Coverage Ratio (%)	LCR1	Next 3 months	141.5%	110.6%
		Next 12 months	112.1%	125.2%
	LCR2	Next 3 months	200.8%	184.2%
		Next 12 months	124.2%	139.5%
	LCR3	Next 3 months	95.3%	91.4%
		Next 12 months	82.3%	100.6%
Retrospective adverse deviation ratio of net cash flows from business activities			107.2%	358.2%
Net cash flows (RMB 10,000)	YTD		365	2,987
	FY 2025		2,196	2,196
	FY 2024		405	405

(III) Other indicators for liquidity risk

Item	As of the end of/ during Q3 2026	As of the end of/ during Q2 2026
1. Net cash flows from operating activities(10,000 yuan)	7,693	6,347
2. Net cash flows from operating activities per 100 yuan in premiums (yuan)	4.5	5.0
3. Share of cash outflow for special types of business	6.1%	0.0%
4. Written premiums growth year-on-year	2.1%	2.7%
5. Share of cash and liquidity management instruments	1.8%	3.6%

6. Quarterly average financial leverage ratio	1.4%	3.8%
7. Share of domestic fixed income assets rated AA and below	0.5%	0.6%
8. Share of investments in listed stocks with a stake of 5% or above	0.0%	0.0%
9. Proportion of receivables	14.7%	13.8%
10. Proportion of related party assets held by the Company	0.0%	0.0%

Notes:

1.Ratio of cash outflow from business of special types: Ratio of cash outflow from business of special types = (Claim expenses of special-type business + Claim reserves of special-type business) ÷ (Total claim expenses + Total claim reserves) ×100%. Business of special types includes financing guarantee insurance business and non-auto business that accounts for more than 5% of total claim expenses, and the latter refers to non-auto insurance business that incurs, due to catastrophes or major claims, estimated or actual claim expenses after reinsurance exceeding 5% of total non-auto claim expenses of the previous year.

2.Ratio of receivables (%): Ratio of receivables= (Premium receivables + Reinsurance receivables) ÷ Total assets by the end of the reporting period × 100%. Premium receivables, reinsurance receivables and total assets refer to their respective book value as at the end of the reporting period.

3.Ratio of assets of related parties held: Ratio of assets of related parties held = Total investment assets of related parties held ÷ Total assets as at the end of the reporting period × 100%, excluding related-party transactions between the insurance company and the insurance group that it belongs to or between subsidiaries of the insurance group.

(IV) Key business metrics

unit：10,000 yuan

Indicators	**As at the end of/ during Q3 2026**	**As at the end of Q3 2026/YTD**
Gross written premiums	49,285	195,478
Net profit	-3,313	7,326
Total assets	571,186	571,186
Net assets	298,872	298,872
Insurance contract liabilities	205,943	205,943
Basic earnings per share (yuan)	-0.03	0.07
ROE	-1.1%	2.4%
ROA	-0.6%	1.3%
Investment yield	0.8%	5.0%

Comprehensive investment yield	1.4%	3.6%
Profitability indicators		
1. Combined ratio	--	106.5%
2. Expense ratio	--	18.1%
3. Loss ratio	--	88.4%
4. Proportion of commission and brokerage expenses	--	1.3%
5. Proportion of operating and administrative expenses	--	12.8%
Scale indicators		
1. Written premiums	42,089	169,349
2. Written premiums of auto insurance	-	-
3. Written premiums of top 5 non-auto insurance business lines	40,931	164,042
Largest non-auto business line	28,142	119,613
Second largest non-auto business line	5,642	21,860
Third largest non-auto business line	5,655	15,271
Fourth largest non-auto business line	1,158	4,482
Fifth largest non-auto business line	335	2,816
4. Average vehicle premium of auto insurance	-	-
5. Written premiums by channels	42,089	169,349
Agency	2,318	6,871
Direct	37,837	155,315
Brokerage	1,934	7,163
Others	-	-

Note: 1. All calculation of reserves was based on financial statements; the expense ratio, the loss ratio and combined ratio were based on earned premiums; comprehensive investment yield includes changes in fair value of AFS assets, which is not included in calculation of investment yield.

2. Net profit, total assets, net assets, and insurance contract liabilities listed above were based on Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments revised and promulgated by the Ministry of Finance in 2017, and Accounting Standard for

Business Enterprises No. 25 - Insurance Contracts revised and promulgated by the Ministry of Finance in 2020; basic earnings per share, ROE and ROA were calculated in accordance with the formula prescribed by Article 24 of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results of aforementioned indicators.

(V) (Comprehensive) Investment yields in the past 3 years

Average investment yield in the past 3 years	2.95%
Average comprehensive investment yield in the past 3 years	4.07%

Note: As per Notice on Optimising Standards for Solvency Regulation of Insurance Companies by National Administration of Financial Regulation (NFRA [2023] No. 5), insurance companies shall disclose the average investment yield and average comprehensive investment yield in the past 3 years, based on the formula of: [(1+(comprehensive) investment yield in the most recent year)*(1+(comprehensive) investment yield in the second most recent year)*(1+(comprehensive) investment yield in the third most recent year]^(1/3)-1.

IV. Risk management capabilities

(I) Company category

The Company was incorporated in Shanghai in September 2004 as per approval of the former CIRC. In FY2025, its written premiums amounted to 2.062bn yuan, and as of the end of 2025, total assets stood at 6.749bn yuan, with 3 provincial-level branch offices. According to Article 6 of Solvency Regulatory Standards of Insurance Companies No. 12: Solvency-aligned Risk Management Requirement and Assessment, it is a Category II insurance company.

(II) The latest result of Solvency Aligned Risk Management Requirements and Assessment (SARMRA) of the Company

The Company scored 76.69 points in the last on-site SARMRA assessment. As per Solvency Regulatory Standards of Insurance Companies No. 12: Solvency-aligned Risk Management Requirement and Assessment of Solvency Regulatory Standards of Insurance Companies (II) (CBIRC Document [2021] No. 51), the final score of the Company was 75.47 points.

(III) Measures taken to improve solvency risk management and the latest status

During the reporting period, the Company took further steps to enhance its risk management. To be specific:

In insurance risk, we retrospectively reviewed the results of the Company's reserve assessment for the previous 2 fiscal years, which showed favourable developments; implemented the regulatory requirement for “consistency between filed and actual expenses”, and completed the revision and wrap-up of products such as credit

guarantee insurance; carried out disaster response simulations and mock exercises, formulated priorities for risk response before and after disasters during the flood season.

In terms of market risk, we carried out quantitative assessment and quarterly analysis of ALM, which, among others, measured and analysed the impact of market fluctuations on investment yields, monitored the matching of costs and returns, with projections of key indicators to meet both regulatory and in-house ALM requirements.

As for credit risk, we proceeded with day-to-day collection of fund receivables, particularly the collection of premium receivables; monitored credit risk of investment plans and closely tracked changes in risk exposure.

On the side of operational risk, we formulated the Implementation Rules on Adoption of Special Preventive Measures against Money Laundering, continued with the integration of the beneficial owner information inquiry system as per PBoC requirements, and faithfully fulfilled our AML obligations; improved the IT risk management system, and monitored technology risk indicators on a regular basis, thereby building a systematic and standardised closed-loop management mechanism; continued with the Compliance Lectures series to provide training on key internal policies of the Company.

With regard to the strategic risk, we completed the quarterly report on the implementation status of the Company's development plan for Q2 2026; monitored ESG risks to help ensure high-quality development of the Company.

For reputational risk management, we circulated Weekly Risk Alert Reports among relevant personnel to help detect and mitigate potential risks; conducted crisis response drills and quarterly review of potential risk triggers to cement the foundations of reputational risk management and improve coordination in public opinion management.

With regard to liquidity risk, we continued to optimise cash flow projection modelling, enhanced retrospective review of net cash flows from operating activities, conducted review of cash flow budgets; tracked the status of claims, evaluated the impact of claims prepayment on cash flows in a timely manner to ensure liquidity; continued to communicate with CPIC AMC to ensure an asset allocation compatible with needs for cash flows; continuously monitored and assessed market liquidity and interest rate movements and their impact on liquidation of investment assets; stepped up collection of impaired and other types of receivables, continued to improve fund turnover and risk control; strengthened cash flow management in reinsurance and followed up on recoveries of claims and commissions.

(IV) Status of SARMRA self-assessment

Not applicable during the reporting period.

V. Integrated risk rating (differentiated supervision)

(I) IRR results of the previous two quarters

The Company was rated AAA at the IRR (differentiated supervision) by NFRA (formerly CBIRC) for both Q1 and Q2 2026. It has briefed the board on IRR results, with follow-up tracking and analysis.

(II) Measures taken or to be taken for improvement

In the reporting quarter, in strict compliance with requirements of the NFRA and PBoC, as well as other industry regulations, the Company enhanced media monitoring and analysis, formulated contingency plans for crisis response so as to lower the incidence of reputational risk events; strengthened cash flow management, particularly in areas of premium receivables and reinsurance fund settlement, in order to improve liquidity risk management.

(III) Findings of self-assessment of operational, strategic, reputation and liquidity risks

1. Operational risk

1.1 Operational risk status

In the quarter, the Company strictly complied with regulatory requirements, proceeded steadily with the identification, assessment, control and mitigation of operational risk, with the risk staying within acceptable levels. First, it formulated rectification plans for various defects newly discovered in audits, carried out rectification with regular status follow-up, urged relevant parties to complete rectification according to the submitted plan; second, updated database of operational risk losses, with analysis and evaluation of such losses via risk management systems; third, formulated or revised the Regulations on Operational Risk Management, Policies on Information Technology Outsourcing and Guidelines on Handling of Disputes in Multiple Ways, among others, with strict enforcement on the ground to effectively control operational risk.

1.2 Methods of operational risk assessment

Conducted self-review by business lines and reporting of major operational risk events as per Solvency Regulatory Standards of Insurance Companies No.11.

1.3 Process of operational risk assessment

In the quarter, first, the Company conducted an assessment of IRR operational risk status, organised a review by relevant departments of operational risk in mis-selling,

fraudulent claims, mis-handling in investment, erroneous financial information disclosure, money laundering, information security and system failures, with follow-up rectification. Second, monitored key indicators of operational risk in light of risk upper limits, management reports and remedial actions, with clear definition of their ownership by departments or branch offices. Third, conducted quarterly risk self-assessment in money laundering and insurance frauds. Fourth, carried out an impact assessment in the event of material changes.

1.4 Results of operational risk assessment

The review detected no serious flaws which may trigger operational risk. The monitoring of risk upper limits also indicated that the status of operational risk of the Company was in the comfort zone.

2.Strategic risk

2.1 Status of strategic risk

The strategic risk facing the Company mainly includes the following:

First is potential risks arising from high concentration of business in Shanghai. Second is the potential strategic risk arising from differentiated business geographies for agricultural insurance of CPIC P/C.

2.2 Methods of strategic risk assessment

Evaluation of market environment of industry strategic risk, the risk in formulation of strategic planning of the Company and the risk in its implementation, as per Solvency Regulatory Standards of Insurance Companies No.11 and related IRR indicators.

2.3 Process of strategic risk assessment

Collected and analysed information on a regular basis, enhanced review of the implementation status against budgets formulated at the year beginning, and communicated the gaps by business geographies/ business lines to company middle and senior management.

2.4 Results of strategic risk assessment

The Company will continue to step up business development and product innovation, with a focus on urban agriculture. It will explore a standardised model for urban agricultural insurance business via policy & needs analysis, duplication of product innovations, dynamic risk management and ecosystem collaboration, adopt a step-by-step approach and drive profitable, sustainable and resilient business growth.

3.Reputational risk

3.1 Status of reputational risk

In the reporting quarter, the Company organised a screening of reputational risk, which showed that public opinion of the Company was stable, and there was no risk of media crisis.

3.2 Methods of reputation risk assessment

During the quarter, first, we monitored online media through the Group’s monitoring platform, with statistical analysis of sensitive words; second, organised efforts by the spokesperson and brand specialists to implement the Group’s brand management policies and to collect and handle media information in a timely manner; third, the Company issued the "Risk Early Warning" weekly reports with risk alerts to senior management and part-time reputational risk management staff to effectively prevent potential risks. We also conducted a company-wide screening of potential reputational risks, further enhanced reputational risk management capabilities, promoted the establishment of a full-process, closed-loop risk management system, so as to create a favourable environment for the Company's sustainable, healthy and stable development.

3.3 Process of reputational risk assessment

Leveraged the Group platform for collection and statistical analysis of sensitive words on the Internet or in media reports, which would enable early responses or mitigation measures.

3.4 Results of reputational risk assessment

During the reporting period, adverse publicity of the Company stayed under control, and there was no occurrence of reputational risk or events which may trigger the risk.

4. Liquidity risk

4.1 Status of liquidity risk

The Company derives liquidity mainly from cash received as premiums, and from investment and financing activities. Demand for liquidity mainly stems from cash needed for claims payment, daily expenditures, investment and dividends distributed to shareholders.

As a specialised agricultural insurance firm, it mainly faces liquidity risk in the following areas:

First is the time lag in settlement of agricultural insurance premium receivables by governments. The subsidy for agricultural insurance would normally be accrued in advance and settled in the next year. Thus, the time lag has an impact the Company’s cash flows. To address this, it vigorously conducted communications with government agencies in charge of agriculture and finance at various levels, seeking to optimise the process of fiscal subsidy transfers so that it could receive the fund at an early date and mitigate the risk arising from receivables.

Second is the catastrophe risk. The insurance business of the Company is mainly in the Yangtze River Delta, which is an area vulnerable to natural disasters like typhoons. As such, the Company formulates contingency plans for claims payment, assesses its impact on cash flows, ensures coordination with cash flows

from investment and financing activities so as to ensure the sufficiency and security of liquidity.

Third is reinsurance settlement. Part of the Company's inward reinsurance business has a relatively long settlement cycle, with terms for periodic full settlement. Therefore, the time lag in settlement of insurance premiums payable may have impact on its cash flows. The Company will enhance management, formulate budgets according to terms of contracts including sums and time of payment, to ensure sufficient liquidity.

Moreover, the Company stays focused on ALM, closely follows liquidity indicators such as the share of securities sold under repurchase and the share of liquid assets to ensure an asset allocation and availability of financing instruments that can match needs for cash flows in the short- and medium-term term.

As at the end of Q4 2025, LCR under the base scenario (LCR1) for the next 12 months and LCR under the stress scenario (LCR2) for the next 12 months were both above 100%, indicating a sound status in liquidity risk.

4.2 Methods of liquidity risk assessment

Calculated liquidity coverage ratios, retrospective adverse deviation ratios of net cash flows from operating activities, with projection of net cash flows and stress testing of cash flows as per Solvency Regulatory Standards No. 13.

4.3 Process for liquidity risk assessment

On a quarterly basis, the Finance Department formulates comprehensive budgets for operating and investment activities in light of the strategic and business plans of the Company, projects cash flows on a rolling basis to evaluate their impact on liquidity.

4.4 Results of liquidity risk assessment

Assessment based on regulatory indicators and cash flow stress testing indicated sufficient liquidity to meet needs of the Company.

VI. Management analysis and discussions

(I) Changes to solvency margin ratios and reasons

As of the end of the quarter, the comprehensive and core solvency margin ratios of the Company was 306.01% and 274.12% respectively, down 21.2pt and 21.0pt respectively from the preceding quarter, still maintaining a strong position.

Actual capital was 3.072bn yuan, a decrease of 28mn yuan from the previous quarter, mainly due to a decline in net profit in the quarter.

Minimum capital stood at 1.004bn yuan, an increase of 56mn yuan from the preceding quarter. Of this, minimum capital for insurance risk rose by 77mn yuan,

mainly due to occurrences of catastrophes in the quarter, which led to higher exposures to reserve risk; minimum capital for market risk increased by 16mn yuan, mainly because of increased exposure to equity price risk and overseas equity asset risk; that for credit risk fell by 33mn yuan, mainly due to a decrease in bank deposits, which led to lower exposure to counter-party default risk; risk diversification effect dropped by 1mn yuan.

(II) Changes to liquidity risk indicators and reasons

As per C-ROSS II standards on liquidity, the liquidity coverage ratios of the Company, i.e., LCR1 and LCR2 in the next 3 months and 12 months under the base and stress scenarios respectively were both above 100%, and LCR3 above 50%, all meeting regulatory requirements. The Company adopts a prudent approach towards cash flow projections from operating activities, with the retrospective adverse deviation ratio of net cash flows from operating activities in the past 2 quarters consistently equal to or above the regulatory minimum level of -30%. In 2026, net cash flows of the Company on a YTD basis amounted to 4mn yuan. Of this, net cash flows from operating activities was 77mn yuan; net cash flows from investment activities 528mn yuan; net cash flows from financing activities -601mn yuan. To mitigate liquidity risk, the Company attaches importance to daily cash flow management, coordinates cash flows from operating, investment and financing activities to ensure sufficient liquidity to meet needs of surrenders, claims and other benefit payments. Besides, the Company, under SAA, allocates a certain proportion of its investment assets to highly liquid assets to meet liquidity requirements, which enables it to meet short-term cash flow requirements arising from business volatility. It will continue to monitor changes to its liquidity status and enhance risk management capabilities.

(III) Change to IRR and reasons

The Company was rated AAA at the IRR (differentiated supervision) for both Q1 and Q2 2026 by NFRA.