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**中國太平洋保險(集團)股份有限公司**

**CHINA PACIFIC INSURANCE (GROUP) CO., LTD.**

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 02601)**

## **OVERSEAS REGULATORY ANNOUNCEMENT**

This overseas regulatory announcement is made pursuant to Rule 13.09 and Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The announcement is attached hereof for information purpose only.

By Order of the Board  
**China Pacific Insurance (Group) Co., Ltd.**  
**KONG Qingwei**  
*Chairman*

Shanghai, the PRC, 28 August 2017

*As at the date of this announcement, the Executive Directors of the Company are Mr. KONG Qingwei and Mr. HUO Lianhong; the Non-executive Directors of the Company are Mr. WANG Jian, Mr. WANG Tayu, Mr. KONG Xiangqing, Mr. ZHU Keping, Ms. SUN Xiaoning, Mr. WU Junhao and Mr. CHEN Xuanmin; and the Independent Non-executive Directors of the Company are Mr. BAI Wei, Mr. LEE Ka Sze, Carmelo, Mr. LAM Chi Kuen, Mr. ZHOU Zhonghui and Mr. GAO Shanwen.*

# Summary of 2017 Interim Solvency Report

**China Pacific Insurance (Group) Co., Ltd.**

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## I. Basic information

### (1) Registered address:

South Tower, Bank of Communications Financial Building, 190 Middle Yincheng Road, Pudong New District, Shanghai, PRC.

### (2) Legal representative:

KONG Qingwei

### (3) Business scope

Invest in controlling stakes of insurance companies; supervise and manage the domestic and international reinsurance business of the insurers under its control; supervise and manage the investments by the insurers under its control; participate in international insurance activities as approved.

### (4) Contacts for solvency information disclosure:

Contact person: LI Bo

Office number: 021-33961165

Email address: [libo-091@cpic.com.cn](mailto:libo-091@cpic.com.cn)

## II. Group ownership structure and changes to member companies

### (1) Controlling relationship of member companies

Name	Share of voting rights (%)
China Pacific Insurance (Group) Co., Ltd.	98.50
China Pacific Life Insurance Co., Ltd.	98.29
Pacific Asset Management Co., Ltd.	100.00
China Pacific Insurance Co., (H.K.) Limited	100.00
Shanghai Taibao Real Estate Company	100.00
Xikou Garden Hotel Fenghua	100.00
Changjiang Pension Insurance Co., Ltd.	51.75
CPIC Investment Management (H.K.) Company Limited	100.00
City Island Developments Limited	100.00
Great Winwick Limited*	100.00
Great Winwick (Hong Kong) Limited *	100.00
Newscott Investments Limited*	100.00
Newscott (Hong Kong) Investments Limited *	100.00
Shanghai Xinhui Real Estate Development Co., Ltd. *	100.00
Shanghai Hehui Real Estate Development Co., Ltd. *	100.00
Pacific Insurance Online Services Technology Co., Ltd.	100.00
Tianjin Trophy Real Estate Co., Ltd.	100.00
Pacific Insurance Aging Industry Investment Management Co., Ltd.,	100.00
CPIC Allianz Health Insurance Co., Ltd.	77.05
Anxin Agricultural Insurance Co. Ltd.	52.13
Shanghai Nan Shan Ju Xuhong Nursing Home Co., Ltd.	100.00

## (2) Changes to member companies

None for the reporting period.

## III. Main indicators

Items	As at the end of the reporting period	As at the beginning of the reporting period
Core solvency margin ratio	292%	288%
Core solvency margin surplus (10K RMB)	25,708,594	23,138,907
Comprehensive solvency margin ratio	297%	294%
Comprehensive solvency margin surplus (10K RMB)	20,941,185	18,826,565

## IV. Actual capital

Items	As at the end of the reporting period	As at the beginning of the reporting period
Actual capital (10K)	31,576,002	28,551,249
Tier 1 core capital (10K RMB)	31,026,002	28,001,249
Tier 2 core capital (10K RMB)	-	-
Tier 1 supplement capital (10K RMB)	550,000	550,000
Tier 2 supplement capital (10K RMB)	-	-

## V. Required capital

Items	As at the end of the reporting period	As at the beginning of the reporting period
Required capital (10K RMB)	10,634,818	9,724,684
Required capital for quantitative risks (10K RMB)	10,634,818	9,724,684
1)Required capital for parent company	-	-
2)Required capital for insurance member company	10,634,818	9,724,684
3)Required capital for banking member company	-	-
4)Required capital for securities member company	-	-
5)Required capital for trust member company	-	-
6)Required capital for quantifiable Group specific risks	-	-
7)Increase of required capital for risk aggregation effect	-	-
8)Decrease of required capital for risk diversification effect	-	-
Required capital for control risk (10K RMB)	-	-
Supplement capital (10K RMB)	-	-

Note: Detailed regulations remain to be rolled out by the CIRC regarding the required capital for quantifiable Group specific risks, increase in required capital for risk aggregation effect, decrease in required capital for risk diversification effect, required capital for control risk, and supplement capital.

## **VI. Material events**

Within this reporting period, there was no material investment loss, no major guarantees offered for external parties, no financial crisis or administration of the Group's subsidiaries or associates by regulators.

## **VII. Group specific risks**

### **(1) Risk contagion**

As per regulatory requirements, the Company has set up risk quarantine mechanisms for its business operation, personnel management, funding management, information systems and internal transactions, to effectively prevent the spread and contagion of relevant risks within the Group.

### **(2) Risk due to opaque organizational structure**

As a listed insurance controlling group, the Company enjoys a clear ownership structure and sound corporate governance. Focusing on insurance as main business, it effectively prevents the risks caused by opaque organizational structure.

### **(3) Concentration risk**

As per regulatory requirements, the Company and its member insurers identify, evaluate, supervise and report on concentration risks on a regular basis, including investment and reinsurance counter-party concentration risk, insurance and non-insurance business concentration risk and investment asset concentration risk. This effectively prevented the aggregation of single risk and risk portfolios at the Group level and their material threat to the Group's solvency and liquidity.

### **(4) Non-insurance risk**

The Company takes non-insurance risk management very seriously. In strict compliance with regulatory rules, we make great efforts to prevent and manage the adverse effect on the Group and member insurers' solvency brought by non-insurance investment and business operation of non-insurance member companies, in a bid to safeguard policyholder's interests.