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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.**  
**FU Fan**  
*Chairman*

Hong Kong, 30 August 2024

*As at the date of this announcement, the Executive Directors of the Company are Mr. FU Fan and Mr. ZHAO Yonggang; the Non-executive Directors are Mr. HUANG Dinan, Mr. WANG Tayu, Mr. CHEN Ran, Mr. ZHOU Donghui, Mr. XIE Weiqing, Ms. LU Qiaoling, Mr. CAI Qiang, John and Mr. John Robert DACEY; and the Independent Non-executive Directors are Ms. LIU Xiaodan, Ms. LAM Tyng Yih, Elizabeth, Ms. LO Yuen Man, Elaine, Mr. CHIN Hung I David and Mr. JIANG Xuping.*

*\*Note: The appointment qualifications of Mr. XIE Weiqing and Mr. CAI Qiang, John are subject to the approval by the regulatory authorities.*

# Summary of Quarterly Solvency Report (Excerpts)

**China Pacific Life Insurance Co., Ltd.**

**2nd Quarter of 2024**

## 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:	PAN Yanhong
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: HAN Shuwan  
Office Tel. number: 021-33965311  
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## I. Board and management statement

### (I) Board and senior management statement

The report has been approved by the board of directors. The board 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) Information on review of the report by the board

#### 1. Voting results by directors

Name of directors	For	Against	Abstain
MA Xin	√		
SU Shaojun	√		
LI Jinsong	√		
ZHANG Yuanhan	√		
PAN Yanhong	√		
Total	5		

Note: Mark “√” in corresponding blanks according to opinions of directors.

2. Are there any directors who cannot guarantee or harbor any doubt about the truthfulness, accuracy, completeness or compliance of the contents of this report? (yes

no  )

## 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			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.,	State-owned	-	2,114.75	0.245	-

Ltd.

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 headquarters**

#### **1. Basic information of directors, supervisors and senior management at headquarters**

##### **(1) Directors**

As of the end of June 2024, the 7th Board of Directors<sup>1</sup> of the Company has 5 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 serves as Director of the Company, Vice President of CPIC Group, and Chairman of CPIC Health. He previously served 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. SU Shaojun, born in February 1968, holds a PhD degree and designation of senior engineer. He has been serving as Director of the Company since December of 2021 (approval document: CBIRC [2021] No. 1033). Mr. SU currently serves as Director of the Company, 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

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<sup>1</sup> On 12 July 2024, the Company received the Approval of Appointment Qualifications of LI Jinsong as Director of China Pacific Life Insurance Co. Ltd by the National Financial Regulatory Administration (NFRA) (approval document: NFRA[2024]No. 479). NFRA approved Mr. Li Jinsong's qualification as a Director of the Company. At the same time, CAI Qiang (John) ceased to serve as Director of the Company.



Manager of Development Planning Department, head of the Board Office, head of the Office of the Board of Supervisor, General Manager of Telemarketing Department of CPIC P/C, head of the Strategic Research Center and Deputy Transformation Director of CPIC Group.

Mr. ZHANG Yuanhan, born in November 1967, holds a master's degree and is a director of China Association of Actuaries, a member of the Society of Actuaries and American Academy of Actuaries. He has been serving as Director of the Company since March 2018 (approval document: CIRC [2018] No.327). Mr. ZHANG is Director, Acting Chief Actuary of the Company, Chief Actuary and Finance Responsible Person of CPIC Group, Director of CPIC P/C, and Director of CPIC Health. Mr. ZHANG previously served as Chief Actuary of Citi Group TRV-Citi Insurance headquarters, Chief Actuary, Deputy General Manager and Vice President of MetLife Insurance Company Limited (Shanghai), Chief Actuary of Sino Life Insurance Co., Ltd., Deputy General Manager, CFO and Chief Actuary of Sun Life Everbright Life Insurance Co., Ltd., Chief Risk Officer and Chief Actuary of CPIC Health, and Director of CPIC AMC.

Mr. CAI Qiang (John), born in July 1967, holds a bachelor's degree. Mr. CAI is a CLU, ChFC, and CFP. He has been serving as Executive Director of the Company (approval document: CBIRC [2021] No. 390) since May 2021. Currently, he serves as Director of the Company, Director of CPIC Life Hong Kong, and Director of LL Global. Previously, he served as insurance agent, regional manager, and regional director of AXA U.S., General Manager (agency business) and CEO of AXA Hong Kong consecutively, CEO of AIA China, Regional CEO of AIA Group, and Vice Chairman and President of WE DOCTOR GROUP, General Manager (CEO) of the Company.

Ms. PAN Yanhong, born in August 1969, holds a master's degree and designation of Senior Accountant, and is a Chinese Certified Public Accountant. She has been serving as Chairman of the Company since May 2021 (approval document: CBIRC [2021] No.421). Ms. PAN currently currently serves as Chairman, Executive Director and Acting

Responsible Person<sup>2</sup> of the Company, Director of CPIC AMC, Chairman of CPIC Life Hong Kong. Ms. PAN previously served as Deputy CFO, CFO, Deputy General Manager, Vice Chairperson, and General Manager of the Company, Finance Responsible Person, Vice President, and Executive Vice President of CPIC Group, Director of CPIC Health and Changjiang Pension respectively, and Chairman of CPIC Capital.

## (2) Supervisors

As of the end of June 2024, the 7th Board of Supervisors of the Company has 3 supervisors:

Mr. FENG Jintao, born in November 1976, holds a master's degree. He has been serving as Supervisor of the Company (approval document: CBIRC [2021] No. 438) since June 2021. He currently serves as Transformation Director of the Company. Previously, he served as Director of Individual Business Department of CPIC Life Shandong Branch, member of the Party Committee and Deputy General Manager of CPIC Life Shandong Branch, General Manager of Individual Business Marketing Department and Individual Business Management Department of the Company, Party Secretary/ General Manager of CPIC Life Henan Branch, concurrently Party Secretary/ General Manager of CPIC Life Yudong Branch, General Manager of Individual Business Planning Department/ Career Agent Management Department of the Company.

Mr. ZHANG Weidong<sup>3</sup>, born in October 1970, holds a bachelor's degree. He has been serving as Chairman of the Board of Supervisors of the Company since May 2024 (approval document: approval document: NFRA [2024] No.297). Mr. ZHANG currently serves as Compliance Responsible Person, General Counsel and Chief Risk Officer of CPIC

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<sup>2</sup> On 18 July 2024, the Company received the Approval of Appointment Qualifications of LI Jinsong as General Manager of China Pacific Life Insurance Co. Ltd by the NFRA (approval document: NFRA [2024] No. 489). NFRA approved Mr. LI Jinsong's qualification as General Manager of the Company. At the same time, Ms. PAN Yanhong ceased to serve as Acting Responsible Person of the Company.

<sup>3</sup> The Board of Supervisors of the Company received resignation in writing of Mr. SUN Peijian on 19 January 2024. Mr. SUN proposed to resign as Chairman of the Board of Supervisors and Supervisor of the Company due to retirement. Because of his resignation, the number of supervisors of the Company will fall below the minimum required level as per laws and regulations. Therefore, the Company adopted a proposal that Mr. SUN should continue to perform his duties until his successor, Mr. ZHANG Weidong, obtained regulatory approval for appointment qualification as a supervisor on 28 April. The 7<sup>th</sup> Board of Supervisors of the Company convened its 26<sup>th</sup> session (extraordinary) on 14 May, at which Mr. ZHANG Weidong was elected Chairman of the 7<sup>th</sup> Board of Supervisors.

Group, Chairman of the Board of Supervisors of CPIC P/C, Director of CPIC Health, CPIC AMC and Changjiang Pension respectively. Mr. ZHANG previously served as Director and Board Secretary of the Company, General Manager of Legal and Compliance Department, head of the Board Office, Risk & Compliance Officer, General Manager of Risk Management Department, and Chief Risk Officer of CPIC Group, Director and Board Secretary of CPIC P/C, Board Secretary of CPIC AMC.

Mr. ZHANG Lei, born in July 1976, holds a master's degree in economics and a designation of senior auditor. He has been serving as Supervisor of the Company (approval document: CBIRC [2021] No. 397) since June 2021. He currently also serves as General Manager of Legal and Compliance Department of the Company, and head of Office of the Board of Supervisors of the Company. Previously, he served as Deputy Director of Computerised Auditing Division, Deputy Director (in charge), Director of Social Security Audit Division, and Director of Corporate Audit Division of Shanghai Special Representative Office of National Audit Office, Chief Auditor (life insurance) of Audit Technology Department of Audit Center of CPIC Group, Chief Auditor (life insurance) of Digitalised Audit Technology Department of CPIC Group, General Manager of Investment Audit Department of CPIC Group, and Internal Audit Responsible Person of Changjiang Pension.

### (3) Senior management at headquarters

As of the end of June 2024, the Company has 12 members of senior management in total:

Ms. PAN Yanhong currently serves as Chairman and Acting Responsible Person<sup>2</sup> of the Company. Please refer to Basic Information of Directors above for her biography.

Mr. WANG Guangjian, born in June 1965, currently serves as Executive Deputy General Manager of the Company (approval document: CBIRC Shanghai [2019] No.637), and Compliance Responsible Person (approval document: CBIRC [2023] No.85) and Chief Risk Officer of the Company. Mr. WANG previously served as Deputy Manager, Manager of the Planning and Finance Department of CPIC Urumqi Branch, Deputy General Manager of

CPIC Life Urumqi Branch, Deputy General Manager of CPIC Taiyuan Branch, General Manager of CPIC Life Shanxi Branch, General Manager of CPIC Life Shandong Branch, Assistant to Chairman of the Management Committee of CPIC Life, Deputy General Manager/ Chief Compliance Officer, Chief Risk Officer of CPIC Life, Chairman of the Board of Supervisors of CPIC Life, Executive Director and General Manager of the Group Business Center of Pacific Medical & Health Management Co., Ltd. Mr. WANG has a master's degree and holds a designation of accountant. He has been serving as Executive Deputy General Manager of the Company since August 2019, as Chief Risk Officer of the Company since July 2022, and as Compliance Responsible Person since March 2023.

Mr. WEI Lin, born in July 1972, currently serves as Deputy General Manager of the Company (approval document: CBIRC [2018] No.449), Executive Director and General Manager of Pacific Elderly Care Investment Management Co., Ltd., Chairman of Pacific ORPEA (Shanghai) Elderly Care Service Co., Ltd., Director of CPIC (Dali) Elderly Home Co., Ltd., and Executive Director of Pacific Medical & Health Management Co., Ltd. Mr. WEI previously served as Chief Staff Member of the 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, and General Manager of Taiping Elderly Care Investment Company. Mr. WEI holds a master's degree. He has been serving as Deputy General Manager of the Company since June 2018.

Mr. ZHANG Yuanhan, born in November 1967, serves as Director and Acting Chief Actuary<sup>4</sup> of the Company, Chief Actuary, Finance Responsible Person of CPIC Group, Director of CPIC P/C and CPIC Health respectively. Mr. ZHANG previously served as Chief Actuary of Citi Group TRV-Citi Insurance headquarters, Chief Actuary, Deputy General Manager and Vice President of MetLife Insurance Company Limited

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<sup>4</sup> Mr. ZHANG Yuanhan concurrently serves as Acting Chief Actuary of the Company, which, under Provisions on Appointment Qualifications of Directors, Supervisors and Senior Management of Insurance Companies, has been filed with the regulator for information and requires no appointment qualification approvals.

(Shanghai), Chief Actuary of Sino Life Insurance Co., Ltd, Deputy General Manager, CFO, Chief Actuary of Sun Life Everbright Life Insurance Co., Ltd, Chief Actuary and Chief Risk Officer of CPIC Health, and Director of CPIC AMC. Mr. ZHANG has a master's degree, and is member of the Society of Actuaries and American Academy of Actuaries respectively, and Director of China Association of Actuaries. He has been serving as Acting Chief Actuary of the Company since June 2024.

Mr. YE Peng, born in March 1972, currently serves as Deputy General Manager of the Company (approval document: CBIRC Shanghai [2019] No.638), Finance Responsible Person (approval document: CBIRC Shanghai [2019] No.689), Director of Changjiang Pension, Director of CPIC Life HK, and Executive Director of Beijing Borui Heming Insurance Brokerage Co., Ltd. Mr. YE previously served as Assistant General Manager, CFO, Board Secretary, and Deputy General Manager of Changjiang Pension. Mr. YE has a master's degree, holds the designation of senior accountant and is a certified public accountant and tax advisor in China. He is also a senior member of FAIA, and a member of IFA/IPA. He took up his current position as Deputy General Manager and Finance Responsible Person of the Company in August 2019.

Mr. LI Jinsong<sup>5</sup>, born in June 1969, currently serves as Deputy General Manager of the Company (approval document: CBIRC Shanghai [2020] No. 781) and Director of Changjiang Pension. Mr. LI previously served as General Manager of CPIC Life Sichuan Branch, General Manager of the Bancassurance Department of CPIC Life, Assistant General Manager of CPIC Life, Deputy Marketing Director of CPIC Group and General Manager of the Strategic Customer Department of CPIC Group. Mr. LI holds a master's degree. He took up his current position as Deputy General Manager of the Company in December 2020.

Mr. DAI Chuanjiang, born in September 1973, currently Assistant General Manager of the Company (approval document: CBIRC Shanghai [2019] No. 662) and General Manager of South China Unit of the Company. Mr. DAI previously served as Assistant Manager,

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<sup>5</sup> On 18 July 2024, the Company received the Approval of Appointment Qualifications of LI Jinsong as General Manager of China Pacific Life Insurance Co. Ltd by the National Administration of Financial Supervision (NFRA) (approval document: NFRA [2024] No. 489). NFRA approved Mr. Li Jinsong's qualification as General Manager of the Company. At the same time, Ms. PAN Yanhong ceased to serve as Acting Responsible Person of the Company.

Deputy Manager of CPIC Life Bijie Central Sub-Branch, Deputy Manager (in charge), Manager of Guiyang Business Department of CPIC Guizhou Branch, Deputy Manager of Business Division of CPIC Life Guizhou Branch, Manager of Individual Business Management Department of CPIC Life Guizhou Branch, Assistant General Manager, Deputy General Manager of CPIC Life Guizhou Branch, and Senior Deputy General Manager, General Manager of CPIC Life Shanghai Branch. Mr. DAI holds a bachelor's degree. He took up his current position as Assistant General Manager of the Company in August 2019.

Mr. TAI Fuchun, born in December 1967, currently serves as Assistant General Manager of the Company (approval document: CBIRC [2021] No. 745) and General Manager of North China Unit of the Company. Mr. TAI previously served as Assistant General Manager, Deputy General Manager and General Manager of CPIC Life Shanxi Branch, General Manager of the Customer Resource Management Department of CPIC Life, General Manager of CPIC Life Shandong Branch, Deputy Chief Internal Auditor of CPIC Group, and Internal Audit Responsible Person (Life Insurance) of CPIC Group. Prior to that, Mr. TAI served as an official of the General Office of the Standing Committee of the Shanxi Provincial People's Congress. Mr. TAI holds a master's degree. He took up his current position as Assistant General Manager of the Company in October 2021.

Mr. JIANG Yifeng, born in January 1978, currently serves as Board Secretary (approval document: CBIRC [2021] No. 976), Assistant General Manager (approval document: CBIRC [2021] No. 746) of the Company. Mr. JIANG previously served as Deputy General Manager of the Human Resources Department of CPIC Life, General Manager of CPIC Life Ningxia Branch, General Manager of CPIC Life Shaanxi Branch, head of the Office of All-around Transformation of CPIC Group, and General Manager of CPIC Life Zhejiang Branch. Mr. JIANG holds a doctoral degree. He took up his current position as Assistant General Manager of the Company in October 2021, and as Board Secretary of the Company in December 2021.

Mr. HUANG Kun, born in November 1977, currently serves as Assistant General Manager (approval document: CBIRC [2021] No. 748) and Chief Information Officer of the

Company, and Director of Shanghai Dabao Guisheng Information Technology Co., Ltd. Mr. HUANG previously served as Technical Director and Chief Architect of Digital China Rongxin Software Co., Ltd., Vice President of Digital China Engineering Institute, Executive Director, General Manager of China Qicheng (Beijing) Technology Co., Ltd., and General Manager of Bank Cloud Credit Business Center of OneConnect Financial Technology Co., Ltd. of Ping An Group. Mr. HUANG holds a bachelor's degree. He took up his current position as Assistant General Manager of the Company in October 2021.

Mr. ZHU Xuesong, born in November 1969, currently serves as Assistant General Manager (approval document: CBIRC [2021] No. 1033) and Chief Operation Officer of the Company. Mr. ZHU previously served as Attending Surgeon at the Third Affiliated Hospital 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. ZHU holds a bachelor's degree. He took up his current position as Assistant General Manager of the Company in December 2021.

Mr. YU Yun, born in June 1965, currently serves as Internal Audit Responsible Person of the Company (approval document: CBIRC [2021] No. 975), and Deputy Chief Internal Auditor of CPIC Group. Mr. YU previously served as General Manager of CPIC Xinjiang Karamay Central Sub-branch, Manager of the Individual Business Department of CPIC Xinjiang Branch, Assistant General Manager, Deputy General Manager, Deputy General Manager (in charge) and General Manager of CPIC Xinjiang Branch, and General Manager of CPIC Beijing Branch. Prior to that, Mr. YU served as Director of Administration of the Finance Bureau of Karamay City, Xinjiang. He holds a bachelor's degree and took up his current position as Internal Audit Responsible Person of the Company in December 2021.

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

### **(1). Changes to directors**

None

(2). Changes to supervisors

The Board of Supervisors of the Company received resignation in writing of Mr. SUN Peijian on 19 Jan. 2024. Mr. SUN proposed to resign as Chairman of the Board of Supervisors and Supervisor of the Company due to retirement. Because of his resignation, the number of supervisors of the Company will fall below the minimum required level as per laws and regulations. Therefore, the Company adopted a proposal that Mr. SUN should continue to perform his duties until his successor, Mr. ZHANG Weidong, obtained regulatory approval for his appointment qualification as a supervisor on April 28. The 7th Board of Supervisors of the Company convened its 26th session (extraordinary) on May 14th, at which Mr. ZHANG Weidong was elected Chairman of the 7th Board of Supervisors.

(3). Changes to senior management

According to the proposal reviewed and adopted at the 43<sup>rd</sup> session (extraordinary) of the 7<sup>th</sup> Board of Directors, starting from 1 April 2024, Mr. CAI Qiang (John) ceased to serve as General Manager (CEO) of the Company. In the absence of a successor, Ms. PAN Yanhong was designated as Acting Responsible Person of the Company and would perform the duties of general manager in the interim.

According to the proposal reviewed and adopted at the 47<sup>th</sup> session (extraordinary) of the 7<sup>th</sup> Board of Directors, starting from 13 June 2024, Ms. CHEN Xiujuan ceased to serve as Chief Actuary of the Company. Mr. ZHANG Yuanhan was designated as Acting Chief Actuary of the Company.

**(III) Subsidiaries, joint ventures or associates**

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

Company name	Number of shares (10,000 shares)			Shareholding percentage (%)		
	As at the beginning of Q2	As at the end of Q2	Change	As at the beginning of Q2	As at the end of Q2	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 Health Care Management Co. Ltd.	100,000	100,000	-	100.00	100.00	-
CPIC Elderly Care Development (Chengdu) Co. Ltd.	98,700	98,700	-	100.00	100.00	-
CPIC Elderly Care (Hangzhou) Co. Ltd.	100,600	100,600	-	100.00	100.00	-
CPIC Elderly Care (Xiamen) Co. Ltd.	90,000	90,000	-	100.00	100.00	-
CPIC Elderly Care (Nanjing) Co. Ltd.	44,356	44,356	-	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.	44,850	53,350	8,500	100.00	100.00	-
CPIC Elderly Care (Beijing) Co. Ltd.	75,700	75,700	-	100.00	100.00	-
CPIC Elderly Care (Wuhan) Co. Ltd.	98,000	98,000	-	100.00	100.00	-
CPIC Health Management (Sanya) Co. Ltd.	35,888	35,888	-	100.00	100.00	-
CPIC Elderly Care (Guangzhou) Co. Ltd.	34,867	36,500	1,633	100.00	100.00	-
Beijing Borui Heming Insurance Agency Co. Ltd.	5,200	5,200	-	100.00	100.00	-
China Pacific Life Insurance (Hong Kong) Company Limited	100,000	100,000	-	100.00	100.00	-
Shanghai Dabao Guisheng Information Technology Co. Ltd.	1,020	1,020	-	34.00	34.00	-
Shanghai Rui Yong Jing Property Development Co. Ltd.	983,500	983,500	-	70.00	70.00	-
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	-
Lianren Healthcare Big Data Technology Co. Ltd.	50,000	50,000	-	20.00	20.00	-

Note: 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 June 2024, 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.

#### (IV) Breaches and penalties during the reporting period

##### 1. Administrative penalties the Company and its directors, supervisors and senior management of headquarters received from financial regulators or other government departments.

None during the reporting period.

## **2. Misconduct by directors, supervisors, management at department 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 (former CBIRC) against the Company during the reporting period**

During the reporting period, there was no regulatory measures against the Company by the NFRA. However, certain local branches of the regulator took regulatory measures against the Company: Hejin Sales Service Outlet of Yuncheng Key Sub-branch of Shanxi, Hainan Branch, Ledong Sales Service Outlet of Hainan, Lingshui Sales Service Outlet of Hainan, Qinghai Branch, Nanchong Key Sub-branch of Sichuan, Dali Key Sub-branch of Yunnan, Karamay Key Sub-branch of Xinjiang, Baijiantan Sub-branch of Karamay City of Xinjiang, and Shenzhen Branch each received an administrative penalty; besides, Hechi Key Sub-branch of Guangxi, Guangxi Branch, and Guigang Key Sub-branch of Guangxi each received a Regulatory Notice; Meizhou Key Sub-branch of Guangdong, Guangdong Branch, Panzihua Key Sub-branch of Sichuan, Qingdao Branch, Beijing Branch and Ji'an Key Sub-branch of Jiangxi each received a Regulatory Opinion Letter.

## **III. Key indicators**

### **(I) Key solvency metrics**

unit: 10,000 RMB yuan

<b>Indicators</b>	<b>As at the end of the reporting quarter</b>	<b>As at the end of the preceding quarter</b>	<b>Next quarter estimates</b>
Admitted assets	216,426,176	207,023,231	220,308,474
Admitted liabilities	183,594,358	176,617,978	188,277,402
Actual capital	32,831,818	30,405,253	32,031,073
Tier 1 core capital	17,374,066	15,552,184	16,748,146

Tier 2 core capital	2,000,000	1,199,836	2,000,000
Tier 1 supplement capital	13,452,687	13,648,437	13,274,202
Tier 2 supplement capital	5,065	4,796	8,725
Minimum capital	15,991,942	15,531,879	16,391,413
Minimum capital for quantifiable risks	16,213,573	15,747,133	16,618,580
Minimum capital for control risk	-221,631	-215,254	-227,167
Supplement capital	-	-	-
Core solvency margin	3,382,124	1,220,141	2,356,734
Core solvency margin ratio (%)	121%	108%	114%
Comprehensive solvency margin	16,839,876	14,873,374	15,639,660
Comprehensive solvency margin ratio (%)	205%	196%	195%

## (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	126%	121%
Next 12 months	106%	106%
LCR under stress scenario (LCR2)		
Next 3 months	830%	633%
Next 12 months	277%	236%
LCR under stress scenario before asset disposal (LCR3)		
Next 3 months	100%	96%
Next 12 months	93%	82%
Retrospective adverse deviation ratio of net cash flows from operating activities (%)	10%	-11%
Net cash flow YTD (RMB yuan 10,000)	2,033,461	1,879,096

### (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	8,550,940	4,776,196
2. Comprehensive surrender ratio (%)	0.89%	0.50%
3-1. Net cash flow from participating accounts	1,525,232	1,135,354
3-2. Net cash flow from universal accounts	1,179,417	305,118
4. Written premiums year-on-year growth	0.31%	-2.31%
5. Ratio of cash and liquidity instruments (%)	1.79%	1.70%
6. Quarterly average financial leverage ratio (%)	3.45%	3.56%
7. Share of domestic fixed income assets rated AA (inclusive) and below (%)	2.32%	2.30%
8. Share of investments in listed stocks with a stake of 5% or above (%)	0.29%	0.31%
9. Share of receivables (%)	0.93%	0.96%
10. Share of related party assets held by the Company (%)	2.80%	4.21%

### (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	6,147,317	15,315,949
Net profit	1,046,144	2,005,508
Total assets	220,306,560	220,306,560
Net assets	15,014,301	15,014,301
Insurance contract liabilities	194,330,563	194,330,563
Basic earnings per share (RMB yuan)	1.21	2.32
ROE (%)	7.36%	14.35%
ROA (%)	0.49%	0.95%
Investment yield (%)	0.76%	1.04%
Comprehensive investment yield (%)	2.32%	4.00%

Note: Gross written premiums 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, 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 profit, 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.

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

Indicators	Results
Average investment yield in the past 3 years (%)	3.71%
Average comprehensive investment yield in the past 3 years (%)	3.23%

### **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 first half of 2024, its written premiums amounted to 170.1bn yuan, with total assets of 2,203.1bn yuan as of the end of Q2, 2024, and 35 provincial-level branches.

#### **(II) Results of the last SARMRA evaluation**

In 2022, the regulator carried out a 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 identifies gaps in solvency risk management systems and takes effective remedial actions to enhance solvency risk management based on findings of regulatory assessment of its peers as well as those of its own internal audits. Below is a summary of what was done in Q2 2024.

First, released risk appetite statement and risk tolerance indicators for 2024, carried out daily risk monitoring and control, with results reported to senior management on a quarterly basis.

Second, organised dedicated training for operational risk management to improve management of the risk, raised operational risk awareness of “the 1<sup>st</sup> and 2<sup>nd</sup> lines of defense”, and faithfully implemented relevant regulatory requirements.

In Q3 of 2024, the Company intends to focus on the following areas for its solvency risk management.

First, initiate SARMRA self-assessment to review the soundness of rules and effectiveness of adherence of the risk management system of the Company.

Second, strengthen IRR capabilities of branch offices to improve their overall risk management.

**(IV) Information on SARMRA self-assessment**

Not applicable during the reporting period.

## **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 of 2024 and Q4 of 2023.

### **(II) Measures taken or to be taken for rectification**

The Company continued to enhance the IRR testing system, ensured risk early warning in a timely manner via the monitoring and analysis of changes to metrics on a regular basis; in the meantime, it stepped up risk topical research and mitigation programmes, such as conducting in-depth study of cause and trends of risks, identifying patterns and coming up with mitigation recommendations, with follow-ups on remedial actions. To date, the Company has issued a number of management policies on IRR, followed by amendments according to regulatory requirements, implemented quarterly data filing and internal rating of branches and put in place long-term mechanisms for the work. At the same time, a dedicated IRR management system is in use, covering data filing, data analysis, rectification and reporting.

Going forward, it will strengthen control of risks in business operation, focusing on root-causes and the front-line business, and use IRR to motivate branch offices in compliance and basic management.

### **(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 testing and evaluation system for IRR, continuously reviewed risk metrics to improve the timeliness and accuracy of the monitoring; issued risk early warning in a timely manner via the 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 quarterly IRR, the Company organises, on a quarterly basis, a self-review of operational risk, strategic risk, reputational risk and liquidity risk involving relevant departments so as to evaluate their risk status in an objective way. Departments involved would monitor various indicators according to assignment of responsibilities,

and in the event of detection of abnormalities, would follow up and identify their causes, so as to track the development of risks and roll out remedial actions in a timely manner; and in the absence of such remedial actions, they would formulate rectification plans with deadlines. The actual status as of the end of each quarter would be submitted by departments within their scope of responsibilities to the lead department, which, in turn, would compile the data, report them to company management and file with the regulator. The latest self-assessment indicated that unquantifiable risks were under effective control, and no material flaws or triggers of risks were detected.

## 2. Status of unquantifiable risks

In operational risk, the Company issued Regulations on Operational Risk Management and relevant supportive policies, which clearly defined the responsibility of operational risk management and established day-to-day risk mitigation mechanisms. The Company continuously monitored and analysed its operational risk status using management tools such as self-assessment, operational risk data loss recovery and key risk indicators. The Company strived for a matrix-based compliance risk management system, with branches focusing on coordination, vertical functions bearing primary responsibilities, 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 Q2 2024, monitoring of key risk indicators and data loss recovery indicated that the Company's overall operational risk was manageable.

On the side of reputational risk, in January 2024, the Company issued the revised Implementation Rules on Reputational Risk Management as per C-ROSS II requirements to further improve the governance structure and work mechanisms of reputational risk management. It set great store by risk screening, conducted risk screening on a regular basis or ad hoc to strengthen at-source control of negative media publicity; set up the working group for reputational risk management at headquarters level, with full-time/part-time reputational risk management positions



in each department at head-office level and branches in order to improve coordination in media response; conducted training and drills as an important part of daily media management. In the first half of 2024, the Company monitored, detected and handled 91 reports (original) of adverse publicity on the media, lower than that for the same period in 2023. Of this, there were 26 Level III reports and 65 Level IV reports, representing 28.6% and 71.4% of the total respectively. There were no Level I or II or major incidents, indicating manageable reputational risk. Self-media and social media remained a high-risk area. In terms of content, the share of mis-selling and claims disputes, as well as regulatory administrative penalties was relatively high.

As for strategic risk, the implementation of strategies of the Company is in a healthy status. In terms of risk factors which may impact its business operation and fulfillment of its strategic objectives, China's economic recovery remained on track, but not yet on a secure footing; the life insurance market faces challenges amid tightening of financial regulation and secular decline of interest rates. In response to changes of the market environment, the Company persisted in the Changhang Transformation. While consolidating achievements in its first phase, the Company embarked on the second phase of transformation to build a customer-oriented cycle of value creation, and to push for the "full establishment" of the new paradigm. At the same time, the Company continued to boost channel diversification underpinned by new models for the agency channel, bancassurance and the group channel; improved the supply of products/services based on the Golden Triangle system; optimised ALM to forestall negative spread; strived to foster a dynamic organisation of "customer orientation, agile evolution and value creation" so as to stimulate organisational vitality; enhanced risk management, compliance management and internal control to safeguard the transformation. Going forward, it will deepen the second phase of Changhang Transformation to maximise value creation for customers.

With respect to liquidity risk, the Company established a cash flow management system for investment accounts covering assets and liabilities, front-line departments 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 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 discrepancies is required. Meanwhile, the Company conducts liquidity emergency drills on a regular basis to ensure effective response in cases of risk incidents; put in place mechanisms for early warning, with the focus shifting from crisis handling to early warning and prevention, which can enhance overall liquidity risk management. LCRs under all scenarios were 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 this quarter, the core solvency margin ratio of the Company was 121%, with a margin of 33.82124bn yuan, up by 13pt from the previous quarter; comprehensive solvency margin ratio of the Company was 205%, with a margin of 168.39876bn yuan, up by 9pt from the previous quarter. Reasons for change are as follows:

1. As of the end of the quarter, actual capital amounted to 328.31818bn yuan, versus 304.05253bn yuan of the previous quarter, up by 8.0%, mainly due to:

(1) Core capital increased by 26.22046bn yuan in the quarter as a result of issuance of perpetual bonds, capital market volatility, profit distribution, and changes to insurance contract liabilities under solvency reporting.

(2) Supplement capital decreased by 1,954.81mn yuan.

2. As of the end of this quarter, minimum capital amounted to 159.91942bn yuan, versus 155.31879bn yuan as of the end of the previous quarter, up by 3.0%, mainly due to:

(1) During the quarter, minimum capital for life insurance rose by 3,298.11mn yuan, and that for non-life insurance by 30.83mn yuan;

(2) During the quarter, minimum capital for market risk increased by 900.69mn yuan, and of this, that for interest rate risk fell by 1,206.74mn yuan, that for equity price

risk dropped by 1,144.79mn yuan, and that for overseas asset price risk increased by 4,676.37mn yuan;

(3) During the quarter, minimum capital for credit risk increased by 1,365.86mn yuan, and of this, that for credit spread rose by 3,923.28mn yuan, and that for default risk of counter-parties fell by 1,554.57mn yuan;

(4) Risk diversification effect and loss absorption increased by 931.09mn yuan, which decreased minimum capital requirement accordingly;

(5) Subtraction from minimum capital by control risk increased by 63.77mn yuan from the preceding quarter.

## **(II) Changes to regulatory liquidity risk indicators**

LCR for the next 3 months was 126%, and that for the next 12 months 106%, which can satisfy the minimum requirement of 100%. The LCR in the next 12 months under the stress scenario after and before disposal of assets was 277% and 93%, respectively, staying solid.

## **(III) Analysis of changes to IRR**

As per notice of the regulator, the Company was rated AA at the IRR for Q1 2024, maintaining an A-class rating. In recent years, it continued to implement new rules on IRR under C-ROSS II, put in place long-term work mechanisms, enhanced rectification and early-warning of indicators; at the same time, it pressed ahead with the Changhang Transformation and strived to address various risks via strategic transformation. Going forward, the Company will stay focused on the long term, uphold compliance in business operation, strengthen risk control and accelerate high-quality development.