中国太平洋保险
China Pacific Insurance

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, 27 August 2026

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, Ms. WANG Yuhua, Mr. CHEN Ran, Mr. ZHOU Donghui and Mr. John Robert DACEY; the Independent Non-executive Directors are Ms. CHEN Xin, Ms. LAM Tyng Yih, Elizabeth, Ms. LO Yuen Man, Elaine, Mr. CHIN Hung I David and Mr. WONG Hin Wing; and the Employee Director is Ms. ZHOU Liyun.

Summary of Quarterly Solvency Report

（Excerpts）

China Pacific Property Insurance Co., Ltd.

2nd 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 and 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.

1. Voting results by directors

Name of directors	For	Against	Abstain
YU Bin	√		
WANG Lu	√		
SU Shaojun	√		
ZHANG Zhiming	√		
CHEN Hui	√		
CHEN Wei	√		
SHI Yuehua	√		
XU Zhen	√		
CHU Yijun	√		
Total	9		

2. Are there directors who cannot warrant that the contents of this report are true, accurate and complete and have fully complied with applicable laws and regulations, or who have raised issues in this regard? (Yes□ no■)

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	State-owned	——	92,846,189	0.46	None

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
Management Company Limited					
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, CPIC Technology and CPIC Capital, 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.

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. SONG Jianguo[1], born in December 1966, holds a master's degree. He has been serving as Deputy General Manager of the Company since August 2012 (approval document: CIRC P/C Insurance [2011] No. 380). He currently also serves as Chairman of CPIC Anxin Agricultural. Previously he served as head of Business Section of Overseas Business Department, Deputy Manager and Manager of Overseas Business Department, and Assistant General Manager of CPIC Hainan Branch, Deputy General Manager, General Manager of Hainan Branch of the Company, General Manager of

1 In July 2026, as reviewed and approved by the 22nd meeting (ad hoc) of the Company’s 8th Board of Directors, Mr. SONG Jianguo no longer served as Deputy General Manager of the Company.

the Property and Liability Insurance Department, General Manager of Shandong Branch, head of Sales (Channel Building and Cooperation) and Deputy General Manager (Agricultural Insurance) of the Company. Prior to that, Mr. SONG worked at the Hainan Branch of the Bank of Communications.

Mr. SHI Jian[2], born in November 1973, holds a bachelor's degree, and has been serving as Deputy General Manager, Chief Compliance Officer (approval document: NFRA [2025] No. 279), and Chief Risk Officer 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. 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

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2 In July 2026, as reviewed and approved by the 22nd meeting (ad hoc) of the Company’s 8th Board of Directors, Mr. SHI Jian no longer served as Chief Compliance Officer and Chief Risk Officer of the Company.

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), concurrently serving as General Manager of Shanghai Headquarters and General Manager of Shanghai Branch of the Company. 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) of CPIC P/C.

Mr. LEI Dapeng[3], 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). 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

3 In July 2026, as reviewed and approved by the 22nd meeting (ad hoc) of the Company’s 8th Board of Directors, Mr. LEI Dapeng was appointed as Chief Risk Officer and interim Chief Compliance Officer of the Company.

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
Independent director	-	ZHANG Zhiming
Independent director	-	CHU Yiyun
Independent director	-	WANG Lu

(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 Q1 2026	As at the end of Q2 2026	Change	As at the end of Q1 2026	As at the end of Q2 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	25,000	-	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%	-

Name of companies	Number of shares (10,000)			Percentage of shareholding (%)		
	As at the end of Q1 2026	As at the end of Q2 2026	Change	As at the end of Q1 2026	As at the end of Q2 2026	Change (pt)
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 April 1 and June 30, 2026, branch offices of the Company received 16 administrative penalties from the insurance regulator, who imposed 4.936mn yuan in fines on branches and 1.388mn yuan in fines on individuals, totalling 6.324mn 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, and failure to apply insurance terms or premium rates as previously filed with or approved by the regulator, 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 Q2 2026	As at the end of Q1 2026	Estimates for next quarter under base scenario
Admitted assets	30,374,933	29,648,741	29,967,732
Admitted liabilities	22,389,204	21,728,007	21,889,567
Actual capital	7,985,728	7,920,734	8,078,165
Tier 1 core capital	6,563,272	6,556,037	6,596,058
Tier 2 core capital	-	-	-
Tier 1 supplement capital	1,422,456	1,364,697	1,482,107
Tier 2 supplement capital	-	-	-
Minimum capital	3,326,753	3,335,214	3,389,021
Minimum capital for quantifiable risks	3,370,642	3,379,214	3,433,658
Minimum capital for control risk	-43,888	-44,000	-44,638
Supplement capital	-	-	-
Core solvency margin	3,236,519	3,220,822	3,207,037
Core solvency margin ratio (%)	197.3%	196.6%	194.6%
Comprehensive solvency margin	4,658,975	4,585,520	4,689,144
Comprehensive solvency margin ratio (%)	240.0%	237.5%	238.4%

(II) Liquidity risk indicators

1. Regulatory indicators for liquidity risk

Items			As at the end of/ during Q2 2026	As at the end of/ during Q1 2026
Net cash flows (RMB 10,000)	YTD		225,049	402,914
	FY 2025		299,596	299,596
	FY 2024		-242,847	-242,847
Liquidity Coverage Ratio (%)	LCR1	Next 3 months	118.3%	120.8%
		Next 12 months	111.8%	106.9%
	LCR2	Next 3 months	315.4%	342.4%
		Next 12 months	149.3%	145.6%

<table>
<tr><th colspan="3">Items</th><th>As at the end of/ during Q2 2026</th><th>As at the end of/ during Q1 2026</th></tr>
<tr><td rowspan="2"></td><td rowspan="2">LCR3</td><td>Next 3 months</td><td>79.3%</td><td>94.9%</td></tr>
<tr><td>Next 12 months</td><td>81.3%</td><td>81.6%</td></tr>
<tr><td rowspan="2">Retrospective adverse deviation ratio of net cash flows from business activities (%)</td><td colspan="2">Over the previous 2 quarters</td><td>511.6%</td><td>1474.9%</td></tr>
<tr><td colspan="2">Over the previous quarter</td><td>588.7%</td><td>511.6%</td></tr>
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2. Other indicators of liquidity risk

	Items	As at the end of Q2 2026/YTD	As at the end of Q1 2026/YTD
Liabilities	Net cash flow from operating activities (RMB 10,000)	1,162,643	519,838
	Net cash flow from operating activities per 100 yuan in premiums (RMB yuan)	10.2	8.3
	Ratio of cash outflow from business of special types(%)	1.4%	1.3%
	Written premium[4] growth year-on-year(%)	1.4%	-0.5%
Assets	Ratio of cash and liquidity management instruments(%)	3.1%	3.8%
	Quarterly average financing gear(%)	0.04%	0.9%
	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(%)	12.2%	12.2%
	Ratio of assets of related parties held(%)	2.5%	2.9%

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.

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

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 Q2 2026	As at the end of Q2 2026/YDT
Gross written premiums	5,237,376	11,557,585
Net profit	398,452	607,233
Total assets	26,454,975	26,454,975
Net assets	7,205,771	7,205,771
Insurance contract liabilities	15,712,085	15,712,085
Basic earnings per share (RMB yuan)	0.2	0.3
ROE (%)	5.5	8.6
ROA (%)	1.5	2.4
Investment yield (%)	1.0	1.8
Comprehensive investment yield (%)	0.7	1.7
Combined ratio (%)	93.7	94.7
Expense ratio (%)	24.4	24.4
Loss ratio (%)	69.3	70.4
Proportion of commissions & brokerage expenses (%)	7.4	7.4
Proportion of operating & administrative expenses (%)	16.9	14.9
Written premiums	5,203,248	11,244,189
Written premiums of auto insurance	2,686,344	5,372,053
Written premiums of top 5 non-auto insurance business lines	2,137,858	5,141,962

Indicators	As at the end of/ during Q2 2026	As at the end of Q2 2026/YDT
Largest non-auto insurance business line	377,704	1,660,336
Second largest non-auto insurance business line	822,245	1,395,273
Third largest non-auto insurance business line	607,283	1,344,883
Fourth largest non-auto insurance business line	158,956	378,260
Fifth largest non-auto insurance business line	171,669	363,210
Average premium of auto insurance per vehicle (RMB yuan)	2,823	2,730
Written premiums by channels	5,203,248	11,244,189
Agency	2,855,028	5,899,017
Direct	1,412,636	3,451,973
Brokerage	935,583	1,893,199
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, implementing flood-season disaster prevention and mitigation measures. In line with its strategy of sustainable, high-quality development, the Company formulated the work plan for flood-season disaster prevention and mitigation in 2026, and continuously enhanced its disaster response capabilities as part of its efforts to achieve the integration of “insurance, prevention, reduction, rescue and compensation”.

Second, optimising the risk management system. In light of its actual risk management realities, the Company comprehensively reviewed its risk management framework and made necessary amendments accordingly, including the Regulations on Enterprise Risk Management and risk management regulations for specific risk categories and their implementation rules; it also conducted an assessment of the 2025 Annual Risk Appetite Framework and updated it for 2026.

Third, strengthening the cybersecurity management mechanism. To strengthen its cybersecurity, the Company implemented relevant management actions to prevent cybersecurity risks; in particular, it formulated cybersecurity management policies to further consolidate the foundation for cybersecurity management.

Fourth, deepening industry collaboration and promoting exchanges in work safety liability insurance (WSLI). The Company shared its practical experience in flood-season disaster prevention, mitigation and relief at the 2026 annual meeting on disaster prevention and mitigation for the property and casualty insurance industry, which was hosted by the Insurance Association of China. During the event, it showcased its achievements in building professional capabilities for systematic disaster response. The Company also hosted the "Shanghai Forum on WSLI Risk Reduction Services & 'Work Safety Month' Themed Event", fulfilled its primary responsibility in work-place accident prevention under WSLI, deepened innovation in risk reduction services, and contributed to the operational safety of Shanghai as a mega-city.

(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 Q4 of 2025 and Q1 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 closely followed the financial regulator's policy on "preventing risks while boosting development", faithfully implemented the work requirements of the Group, upheld the guidelines of "Four Mores and Eight Areas of Effectiveness", and strived to create value in support of sustainable and high-quality development, with operational risk and money laundering risk staying overall under control.

Key measures taken during the quarter included: organising specialised training sessions for personnel involved in operational risk at the head office and branch level, focusing on operational loss data entry, reporting of significant operational risk events, and practical system operation; participating in the Group's specialised operational risk training covering frontier research topics such as operational resilience building and AI-driven digital operational risk prevention; comprehensively reviewing policies and procedures of internal control to optimise the internal control system and continuously strengthen its foundation; advancing system control, starting with implementing the front-line-based deployment of system control solution for agricultural insurance; strengthening risk control and compliance at primary-level branches through field research and experience sharing, and increasing the compliance responsibility of lower-level branches; enhancing systematic capacity-building in legal risk prevention and management through realignment of in-house resources and engagement of third-party input, so as to build a legal risk prevention and control system compatible with the Company's ambition for high-quality development; reviewing the anti-money laundering (AML) internal control system in line with new laws and regulations and making necessary amendments to company rules, embedding mandatory regulatory requirements into key processes, and completing the revision of policies on customer due diligence, large-value and suspicious transactions, as well as special money laundering preventive measures, further consolidating the AML risk management system; organising the revision of the Measures for Cybersecurity Management, issuing implementation rules on multi-level protection scheme (MLPS) and disaster recovery, organising emergency drills in business continuity, cybersecurity and data security, and optimising the technology risk management system.

2. Strategic risk

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

Since the start of this year, China's economy has made steady progress on top of stable fundamentals, exhibiting strong resilience and vitality. The insurance sector fully aligns itself with China's national strategies and plays an even more important role in advancing the Five Financial Priorities, supporting the real economy and the new productive forces, while contributing to improvement of people's livelihoods. With the implementation of the "Expense Consistency" policy, the industry is accelerating its transition towards value- and profit-driven development, with equal emphasis on optimising business mix and improving quality and efficiency.

Amid a complex market environment, CPIC P/C maintained its strategic focus and put profitability first. It strengthened strategic planning, deepened customer resource management, and accelerated transformation and innovation, particularly the shift from a product-centered approach towards a customer-centered one. Through these targeted measures, it achieved gains in quality and efficiency. Its business mix continued to improve, with steady progress in overall operation. The Company will continue to identify, monitor, assess and track risks, while keeping tabs on changes in the external environment, to ensure that its strategy remains aligned with its capabilities and operating conditions, thereby supporting its stable and sound 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 Group policies, the Company revised policies and rules on reputational risk management, and prepared a series of public opinion hot-spot reports, with issuance of special alerts for potential flood-season risks to corporate functions and branch offices. It launched reputational risk screenings for Q2 and conducted forward-looking assessment of the risk in Q3, 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

To mitigate liquidity risk, the Company coordinates cash flows from operating, investment and financing activities, continuously monitors large cash outflows arising from major claims, reinsurance bills, taxes and purchases of fixed assets, makes necessary arrangement to ensure sufficient liquidity to meet needs of various payment obligations.

In Q2 2026, the Company planned in advance and made funds available to meet needs of large pay-outs like quarterly prepayment into the Mandatory Insurance Security Fund, quarterly prepayment of income tax, annual income tax settlement, reinsurance outgo and purchase & construction of fixed assets; ensured liquidity for major claims payment of non-auto insurance, and processed daily needs for liquidity or applications for payment by branch offices in a timely manner.

In Q3, in addition to the above-mentioned arrangements, the Company will coordinate cash flows and ensure sufficient liquidity for claims payment arising from natural disasters such as torrential rains and floods, and the payment of shareholder dividends. Going forward, it will continue to monitor changes to its liquidity status, accurately assess the balance of liquidity supply and demand, and enhance its liquidity risk management capabilities.

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 Q2 2026, the comprehensive and core solvency margin ratios of the Company stood at 240.0% and 197.3% respectively, up by 2.6pt and 0.7pt respectively from the previous quarter. Of this, actual capital rose by 0.65bn 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 decreased by 0.68bn yuan from the end of the preceding quarter, mainly due to year-on-year decline of auto insurance combined ratio in the preceding 6 months, and sequential improvement compared to that of the preceding 6-month period, which, in turn, reduced the capital requirement for premium risk; the decrease in the balance of loans on financing credit & guarantee insurance also led to lower minimum capital requirement for insurance risk.

Minimum capital for market risk increased by 0.22bn yuan from the end of the previous quarter, mainly due to higher risk exposure to bond securities.

Minimum capital for credit risk rose by 0.70bn yuan from the end of the preceding quarter, largely due to increased risk exposure to outward reinsurance business and premium receivables, which led to higher minimum capital requirement for counter-party default 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 (LCR)

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 half of the year, net cash inflows of the Company amounted to 2.25bn yuan. Of this, net cash inflow from operating activities was 11.63bn yuan; net cash outflow from investment activities was 8.15bn yuan, and net cash outflow from financing activities was 1.18bn 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.