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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, 29 August 2025

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, Ms. LU Qiaoling and Mr. John Robert DACEY; and the Independent Non-executive Directors are Ms. CHEN Xin, Ms. LAM Tying Yih, Elizabeth, Ms. LO Yuen Man, Elaine, Mr. CHIN Hung I David and Mr. JIANG Xuping.

Summary of Quarterly Solvency Report

（Excerpts）

China Pacific Property Insurance Co., Ltd.

2nd Quarter of 2025

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:	YU Bin
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：	CHEN Mo
Office Tel. number：	021-33966153
Cell phone：	13564760117
Email：	chenmo-004@cpic.com.cn

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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	√		
SU Shaojun	√		
ZHANG Yuanhan	√		
CHEN Hui	√		
CHEN Wei	√		
Total	5		

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	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
Investment 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: NFEA [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 of the Company, Executive Director & General Manager of CPIC Online, and Assistant President of CPIC Group.

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, Deputy General Manager of Underwriting Department of CPIC P/C, Deputy General Manager, 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 Director of Transformation 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: CBIRC [2018] No.68). Mr. ZHANG is also the Chief Actuary of CPIC Group and Director of CPIC Health. He previously served as 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., Director of Sun Life Everbright Asset Management Co., Ltd., Director of CPIC AMC, Chief Actuary of CPIC Health, Director of CPIC Life and Finance Responsible Person of CPIC Group.

Mr. CHEN Hui, born in February 1969, holds a master's degree and the designation of Accountant. He has been serving as director of the Company since November 2024 (approval document: NFRA [2024] No. 753). He currently serves as General Manager of the Company. His previous roles include Assistant General Manager and Deputy General Manager of Beijing Branch of CPIC P/C, Deputy 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 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 Compliance Responsible Person, Chief Risk Officer of CPIC Group, and Director of CPIC AMC. His previous roles include Chief Representative of CPIC Group London Rep. 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.

(2). Supervisors

Mr. ZHANG Weidong, born in October 1970, holds a bachelor's degree. He has been serving as Chairman of the Board of Supervisors of the Company since March 2024 (approval document: NFRA[2024] No.139). Mr. ZHANG currently serves as Chief Internal Auditor, General Counsel, Internal Audit Responsible Person of CPIC Group, Chairman of the Board of Supervisors of CPIC Life and Director of CPIC Health. Mr. ZHANG previously served as General Manager of Legal and Compliance Department, head of the Board Office of CPIC Group, Director and Board Secretary of CPIC P/C, Director and Board Secretary of CPIC Life, Director and Board Secretary of CPIC AMC, Risk & Compliance Officer, General Manager of Risk Management Department, Chief Risk Officer and Compliance Responsible Person of CPIC Group, Director of Changjiang Pension.

Mr. CAO Junhua, born in March 1966, has a Ph.D degree. He has been serving as Supervisor of the Company since May 2021 (approval document: CBIRC [2021] No. 376). Mr. CAO currently serves as General Manager of the Internal Audit Department (East China) of the Internal Audit Centre of CPIC Group, and Supervisor of Pacific Insurance Elderly Care Investment Management Co., Ltd. Previously, he served as head of Secretariat of General Office of CPIC Life, Deputy Section Chief of Board Office of CPIC Group, Assistant General Manager of CPIC P/C Suzhou Branch, Deputy General Manager of Legal & Compliance Department of CPIC P/C Suzhou Branch, head of Specialised Capacity-building Team of Internal Audit Centre of CPIC Group, Deputy

General Manager (in charge), General Manager of Audit Department (North China) of Audit Centre of CPIC Group, Deputy Chief of Party Discipline Inspection Team of CPIC Group, and Internal Audit Responsible Person of CPIC AMC.

Ms. RUAN Yuhong[1], born in April 1970, holds a bachelor's degree, with designation of Account, CPA. She has been serving as Employee Supervisor of the Company since January 2023 (approval document: CBIRC [2023] No. 20). Ms. RUAN previously served as General Manager of Finance Department, General Manager of Finance Department / Asset Management Department of the Company; General Manager of Auditing Department, General Manager of Finance Department, Deputy General Manager, and Chairman of Workers' Union of Ningbo Branch of the Company.

(3) 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 and General Manager of the Company since November 2024 (approval documents: NFRA [2024] No. 753 and No. 779 respectively). His previous roles include Assistant General Manager and Deputy General Manager of Beijing Branch of CPIC P/C , Deputy 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 worked at Beijing Coal Company.

Mr. SONG Jianguo, 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 Hai'nan Branch, Deputy General Manager, General Manager of Hai'nan Branch of the Company, General Manager of the Property and Liability Insurance Department, General Manager of Shandong

[1] Ms. RUAN Yuhong ceased to serve as Employee Supervisor of the Company due to retirement. The Workers' Assembly of the Company has elected new Employee Supervisor. In light of the minimum requirement for the number of supervisors by Chinese laws and regulations, Ms. Ruan continued to perform her duty as Employee Supervisor until her successor obtains the appointment qualifications approval from the regulator.

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, 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). Currently, Mr. CHEN also serves as Director of CPIC HK. 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, and Director of CPIC Anxin Agricultural. Prior to that, Mr. CHEN worked at the New York Headquarters of Guy Carpenter & Company and the North American Headquarters of Swiss Re.

Mr. SU Zhanwei, born in June 1966, holds a master’s degree and has been serving as Deputy General Manager of the Company since June 2022 (approval document: CBIRC Shanghai [2019] No. 841). Previously, Mr. SU served as Assistant General Manager, Deputy General Manager, and General Manager of CPIC P/C Henan Branch, head of General Administration/Board Office/Office of the Board of Supervisors of the Company, General Manager of Corporate Customer Department/Bancassurance Department, and Assistant General Manager of the Company.

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

Mr. LIU Zengbo, born in December 1975, holds a master's degree. He has been serving as Deputy General Manager, Finance Responsible Person and Board Secretary of the Company since April 2025. Mr. Liu 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.

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 the Company's Beijing-Tianjin-Hebei Regional Coordinated Development.

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 also serves as General Manager of the Online Platforms

Department of Individual Customers Center of the Company. 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 Shangdong 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.

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 head of Regional Integrated Development (the Yangtze River Delta), 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, and deputy head of the Shanghai Headquarters Preparatory Team of CPIC P/C.

Mr. LEI Dapeng, born in May 1974, holds a bachelor’s degree. He has been serving as Assistant General Manager of the Company since April 2025 (approval document: NFRA [2025] No. 278). 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. CHEN Yingjie, born in November 1967, holds a master's degree and designation of engineer. He has been serving as Internal Audit Responsible Person of the Company since May 2023 (approval document: CBIRC [2023] No. 277). Previously he served as

member of the Party Committee and Deputy General Manager of Liaoning Branch, Party Secretary and General Manager of Heilongjiang Branch, Party Secretary and General Manager of Sichuan Branch of CPIC P/C.

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
Chairman	-	YU Bin
Interim Compliance Responsible Person, Interim Chief Risk Officer	SHI Jian	-
Interim Finance Responsible Person, Interim Board Secretary	LIU Zengbo	-
Deputy General Manager	-	SHI Jian, LIU Zengbo
Compliance Responsible Person, Chief Risk Officer	-	SHI Jian
Finance Responsible Person, Board Secretary	-	LIU Zengbo
Assistant General Manager	-	XU Feng, LEI Dapeng, SU Jinhua

(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 2025	As at the end of Q2 2025	Change	As at the end of Q1 2025	As at the end of Q2 2025	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%

Name of companies	Number of shares (10,000)			Percentage of shareholding (%)		
	As at the end of Q1 2025	As at the end of Q2 2025	Change	As at the end of Q1 2025	As at the end of Q2 2025	Change (pt)
Joint ventures						
Shanghai Juche Information Technology Co., Ltd.	148	148	-	25.20%	25.20%	-
Zhongdao Automobile Assistance Co., Ltd.	1,280	1,280	-	20.32%	20.32%	-
Shanghai Lexiang Sijin Technology Joint-stock Co. Ltd.	369	369	-	5.36%	5.36%	-
Associates						
CPIC Euler Hermes Credit Insurance Sales Co., Ltd	2,550	2,550	-	51.00%	51.00%	-
Shanghai Binjiang-Xiangrui Investment and Construction Co., Ltd.	1,071	1,071	-	35.70%	35.70%	-

Note: In the first half of 2025, China Pacific Insurance Co. (H.K.) Limited reported HKD505 mn in written premiums, with a net profit of HKD39 mn. As of the end of Q2, under HKRBC, its actual capital was HKD396 mn, the minimum capital was HKD327 mn, and solvency margin ratio of 121.3%.

(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, 2025, branch offices of the Company received 9 administrative penalties from the insurance regulator, imposing 2.56mn yuan in fines on branches and 0.509mn yuan in fines on individuals, totalling 3.069mn yuan. Misconduct mainly concerned falsification of expenses, falsification of brokerage business for expense-booking, contracting out insurance sales to unlicensed entities, failure to abide by insurance rates, terms and clauses as filed with the regulator, and conducting business in unlicensed regions.

2. Did the directors, senior management receive administrative penalties from financial regulators during the reporting period? (Yes□ No■)

3. Was there any misconduct or breaches by the company, its directors and 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■)

II. Key Indicators

(I) Key solvency metrics

Unit: RMB yuan 10,000

Items	As at the end of Q2 2025	As at the end of Q1 2025	Estimates for next quarter under base scenario
Admitted assets	28,784,334	27,900,778	28,274,978
Admitted liabilities	21,414,694	20,684,701	20,794,792
Actual capital	7,369,641	7,216,076	7,480,186
Tier 1 core capital	5,998,676	5,841,993	6,109,221
Tier 2 core capital	-	-	-
Tier 1 supplement capital	1,370,965	1,374,083	1,370,965
Tier 2 supplement capital	-	-	-
Minimum capital	3,062,917	3,002,477	3,130,118
Minimum capital for quantifiable risks	3,103,325	3,042,087	3,182,210
Minimum capital for control risk	-40,408	-39,610	-52,092
Supplement capital	-	-	-
Core solvency margin	2,935,759	2,839,517	2,979,103
Core solvency margin ratio (%)	195.8%	194.6%	195.2%
Comprehensive solvency margin	4,306,724	4,213,600	4,350,068
Comprehensive solvency margin ratio (%)	240.6%	240.3%	239.0%

(II) Liquidity risk indicators

1. Regulatory indicators for liquidity risk

Items			As at the end of/ during Q2 2025	As at the end of/ during Q1 2025
Net cash flows (RMB 10,000)	YTD		528,860	368,292
	FY 2024		-242,847	-242,847
	FY 2023		346,474	346,474
Liquidity Coverage Ratio (%)	LCR1	Next 3 months	114.4%	113.7%
		Next 12 months	106.1%	104.2%
	LCR2	Next 3 months	249.0%	279.5%

Items			As at the end of/ during Q2 2025	As at the end of/ during Q1 2025
		Next 12 months	127.3%	125.0%
	LCR3	Next 3 months	70.5%	85.2%
		Next 12 months	76.1%	74.8%
Retrospective adverse deviation ratio of net cash flows from business activities (%)	Over the previous 2 quarters		224.8%	851.5%
	Over the previous quarter		769.2%	224.8%

2. Other indicators of liquidity risk

	Items	As at the end of Q2 2025/YTD	As at the end of Q1 2025/YTD
Liabilities	Net cash flow from operating activities (RMB 10,000)	1,180,749	483,269
	Net cash flow from operating activities per 100 yuan in premiums (RMB yuan)	10.5	7.7
	Ratio of cash outflow from business of special types(%)	2.6%	1.8%
	Written premium growth year-on-year(%)	0.8%	0.9%
Assets	Ratio of cash and liquidity management instruments(%)	3.2%	2.8%
	Quarterly average financing gear(%)	1.0%	1.8%
	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(%)	14.8%	15.9%
	Ratio of assets of related parties held(%)	4.6%	3.3%

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

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

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

(III) Key business metrics

Unit: RMB yuan 10,000

Indicators	As at the end of/ during Q2 2025	As at the end of Q2 2025/YDT
Gross written premiums	5,051,283	11,382,889
Net profit	369,466	573,340
Total assets	24,438,881	24,438,881
Net assets	6,559,386	6,559,386
Insurance contract liabilities	14,260,841	14,260,841
Basic earnings per share (RMB yuan)	0.2	0.3
ROE (%)	5.7	8.9
ROA (%)	1.5	2.4
Investment yield (%)	1.0	1.7
Comprehensive investment yield (%)	2.1	2.4
Combined ratio (%)	95.2	96.0
Expense ratio (%)	25.2	24.8
Loss ratio (%)	70.0	71.1
Proportion of commissions & brokerage expenses (%)	8.2	8.1
Proportion of operating & administrative expenses (%)	16.9	14.7
Written premiums	5,253,478	11,585,642
Written premiums of auto insurance	2,838,030	5,682,314
Written premiums of top 5 non-auto	2,085,561	5,161,355

Indicators	As at the end of/ during Q2 2025	As at the end of Q2 2025/YDT
insurance business lines		
Largest non-auto insurance business line	330,901	1,531,243
Second largest non-auto insurance business line	809,936	1,411,723
Third largest non-auto insurance business line	583,803	1,321,840
Fourth largest non-auto insurance business line	178,725	506,492
Fifth largest non-auto insurance business line	182,196	390,055
Average premium of auto insurance (RMB yuan)	2,892	2,789
Written premiums by channels	5,253,478	11,585,642
Agency	3,092,621	6,347,124
Direct	1,401,628	3,555,195
Brokerage	759,229	1,683,323
Others	-	-

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

2. Net profit, total assets, net assets, and insurance contract liabilities listed above were based on Accounting Standard for Business Enterprises No. 22 - Recognition and Measurement of Financial Instruments revised and promulgated by the Ministry of Finance in 2017, and Accounting Standard for Business Enterprises No. 25 - Insurance Contracts revised and promulgated by the Ministry of Finance in 2020; basic earnings per share, ROE and ROA were calculated in accordance with the formula prescribed by Article 24 of Solvency Regulatory Standards of Insurance Companies No. 18 - Solvency Report, based on results of afore-mentioned indicators.

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

Indicators	YTD
Average investment yield in the past 3 years (%)	3.66
Average comprehensive investment yield in the past 3 years (%)	4.50

Note: As per Notice on Optimising Standards for Solvency Regulation of Insurance Companies by National Administration of Financial Regulation (NAFR [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.

III. 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 2024, its annual written premiums amounted to 209.85bn yuan; total assets stood at 262.74bn yuan; there are 38 provincial-level branch offices.

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

First, we made great efforts in disaster prevention and mitigation during the flood season. To achieve our strategic plan for sustainable high-quality development, we enhanced our risk management capabilities through coordinated efforts in risk assessment, underwriting and claims settlement, and further improved our integrated services combining risk prevention, risk reduction, damage control, post-disaster relief and claims settlement to minimise the impact of typhoons, heavy rainfalls and floods. We made disaster prevention and mitigation plans for the flood season in 2025, and held the 2025 disaster response drill and a mobilisation meeting, so as to support flood control, drought relief, and emergency rescue efforts.

Second, we enhanced our risk reduction capabilities. We hosted the Insights and Leadership: Property Insurance Risk Reduction Symposium, which facilitated multi-dimensional dialogues between the government, academia and insurance industry, established a communication platform for risk reduction management. During the Western China International Fair, the Company organised the Climate

Insurance Practice and Innovation Forum, unveiling Tai Bao Yun Shu, its integrated meteorological disaster risk solution. This industry-first solution is an end-to-end management system that features “comprehensive coverage, disaster prevention, risk mitigation, disaster relief, and post-disaster compensation”, leveraging technology to strengthen climate risk resilience. Additionally, during the 5th Risk and Compliance Month campaign, we organised a contest for best cases of risk reduction, featuring speeches, Q&A sessions and debates, as well as a branch-level emergency drill competition to validate the operability and effectiveness of multiple contingency plans in complex scenarios.

Third, we performed all-around risk screening for potential flaws and vulnerabilities. We implemented comprehensive risk early-warning work plans released by the Shanghai SASAC and CPIC Group; strengthened risk monitoring and front-line-driven early-warning management in light of the Company’s internal management needs, risk appetite framework and limits, focusing on key risk areas such as credit risk, reputational risk, and emergency management. We conducted monthly risk monitoring, ad-hoc reporting of major incidents, and semi-annual self-inspections of material matters in compliance with the PBoC requirements to manage potential risks.

(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 in the quarter.

IV. 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 2024 and Q1 of 2025.

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

(II) Status of various risks of the Company

1. Operational risk

In the quarter, the Company strengthened compliance management as per relevant regulatory requirements, and made solid progress in management of operational risk and money-laundering risk, with related risks staying under control. The following was done in operational risk management:

First, we conducted a comprehensive review of the Company's rules and policies in 2025. Reviewed and cross-referenced the Regulatory Compliance Checklist, List of Deficiencies in Soundness of Rules as Identified by Internal /External Audits, and List of Audit Findings on Gaps in Rules Adherence, at both HQ and branch level to assess all in-force corporate policies along four critical dimensions: completeness, timeliness, enforceability, and alignment.

Second, implemented the Compliance Management Regulations for Financial Institutions. In the second quarter, the Company took various measures to communicate and explain the regulations to its employees, including senior executives, branch offices, compliance personnel and pushed for improvement its compliance management organisational structure.

Third, adopted a differentiated approach towards risk & compliance management of branch offices. Developed a quantitative indicator system for differentiated control and oversight strategies, and built a risk compliance management system featuring differentiated evaluation, targeted measures and continuous improvement.

Fourth, stepped up supervision and rectification efforts through collaboration across the 3 lines of defense. We reviewed and analysed audit findings, implemented system-driven remedial actions including follow-ups, dual-track verification and the mechanism for their removal from the system upon completion of rectification.

Fifth, launched the 5th Risk & Compliance Month campaign under the theme of “Striving for Highest Standards in Risk Control”. The event featured various activities, including Smart Risk & Compliance Tools Competition, Contest for Seed Institutions, Campaign on Critical Issues, Compliance Commitment Signing, Risk Control Masterclasses, and Regional Compliance Training. The programme aims to cultivate a compliance-driven culture at all levels and reinforce employees’ commitment to compliance.

Sixth, conducted a self-assessment on anti-money laundering (AML) as required by the People's Bank of China; completed an awareness and education campaign for the newly-revised Anti-Money Laundering Law; issued the 2025 Key AML Work Programme; and continued to optimise the new AML system.

Seventh, as for technology risk management, the Company complied with regulatory requirements and implemented continuous monitoring of key risk indicators, focusing on enhancing technology risk control, refining institutional frameworks, and strengthening cybersecurity and data security capabilities. In Q2, our quantitative and

qualitative risk analysis indicated a low technology risk, with all risk factors effectively managed.

2. Strategic risk

There was no occurrence of risk events which may impact the execution of the strategic planning of the Company in this quarter.

In spite of a complex, challenging international environment, China, under the strong leadership of the CPC Central Committee, adhered to the general principle of "pursuing progress while ensuring stability" and delivered steady economic performance, stable growth in production and demand, and further development of new growth drivers. This has created a favourable environment for high-quality development of the insurance industry.

The Company fully implemented the decisions of the Central Financial Work Conference and the Central Economic Work Conference, and aligned itself with China's socio-economic development in response to the requirements of the Opinions of the State Council on Strengthening Supervision, Preventing Risks, and Promoting High-Quality Development of the Insurance Industry and the Action Plan for Strengthening Supervision, Preventing Risks, and Promoting Reform to Drive High-Quality Development of the Property Insurance Sector. Our development plans were based on a prudent risk appetite. We implemented multi-dimensional risk management across talent development, business strategy, investment strategy, and overseas expansion. We conducted regular quantitative tracking of strategic risks to ensure alignment between corporate strategy, market conditions and our own abilities.

Next, the Company will continue to monitor macroeconomic policies and industry regulatory developments, prudently optimising its development strategies in response to changing dynamics of the market and its own business operation. We strive to achieve our business targets while contributing to China's high-quality economic and social development.

3. Reputational risk

During the quarter, there were no severe reputational risk incidents, with the risk overall 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 and released rules on reputational risk management, conducted a special risk screening of reputational risk for Q2, and carried out reputational risk analysis for Q3. Additionally, it organised a reputational risk training session for the Shanghai Tele-marketing Centre, further cascading risk management responsibilities to front-line business units. Going forward, when conducting business and PR activities, it will further enhance risk screening and prevention, step up fast

response and coordination in risk-handling, with review and optimisation afterwards, accumulate the “asset” of reputation and strengthen early-stage intervention and closed-loop management of reputational risk, in a bid to forestall the risk more pro-actively.

4. Liquidity risk

To mitigate the liquidity risk, the Company coordinates cash flows from operating, investment and financing activities, pays special attention to large cash outflows arising from major claims, reinsurance bills, taxes, expenses and fixed assets, makes necessary arrangements in a timely manner to ensure sufficient liquidity to meet needs of various payment obligations. In Q2, the Company made funds available to meet needs of large pay-outs like quarterly prepayment of contribution into the Mandatory Insurance Security Fund, quarterly prepayment and 2024 annual settlement of income tax, reinsurance outgo and purchase & construction of fixed assets. It also made funds available for large claims payment of non-auto business, while handling needs for liquidity or applications for payment of branch offices in a timely manner. In Q3, apart from aforementioned payments, the Company will make funds available for payment of shareholder dividends, and will continue to monitor changes to its liquidity status, balance needs for liquidity and enhance its risk management capabilities.

V. 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 2025, the comprehensive and core solvency margin ratios of the Company stood at 240.6% and 195.8% respectively, up by 0.3pt and 1.3pt respectively from the previous quarter. Of this, actual capital rose by 1.54bn 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 80mn yuan from the end of the preceding quarter, mainly due to: lower capital requirement for premium risk as a result of changes to the combined ratio of auto insurance in the previous 6 months, and changes to balance of loans under financing guarantee insurance

after reinsurance; higher capital requirement for reserve risk as a result of increase in balance of reserves for auto and short-term health insurance business.

Minimum capital for market risk rose by 870mn yuan from the end of the preceding quarter, largely due to increased risk exposure to overseas equity and bond securities, which in turn led to higher minimum capital requirement for risk of overseas equity prices and interest rate risk.

Minimum capital for credit risk rose by 340mn yuan from the end of the preceding quarter, largely due to increased risk exposure to premium receivables and outward reinsurance business, which raised the 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 will continue 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. The Company adopts a prudent approach towards cash flow projections from operating activities, with the retrospective adverse deviation ratio of net cash flows from operating activities in the past 2 quarters consistently equal to or above the regulatory minimum level of -30%. On a YTD basis, net cash inflows of the Company amounted to 5.29bn yuan. Of this, net cash inflow from operating activities was 11.81bn yuan; net cash outflow from investment activities 5.02bn yuan; net cash outflow from financing activities 1.49bn yuan.

To mitigate liquidity risk, the Company attaches importance to daily cash flow management, coordinates cash flows from operating, investment and financing activities to ensure sufficient liquidity to meet needs of surrenders, claims and other benefit payments. Besides, the Company 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.