

Disclosure Statement at 30 June 2025

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules and the draft Insurance (Public Disclosure) Rules (“Disclosure Rules”).

1 Company profile

(a) Authorized insurer’s name

Hong Leong Insurance (Asia) Limited

2 Financial position

(a) Balance sheet determined under the Insurance (Valuation and Capital) Rules

(Unit: in HKD thousands)	As at 30 June 2025	
	Total	General business
Total assets	850,145	850,145
Cash and deposits	224,817	224,817
Debt securities	61,730	61,730
Equities (including portfolio investments)	95,388	95,388
Derivative financial instruments	-	-
Properties	202,000	202,000
Loans and advances	-	-
Reverse repurchase agreement	-	-
Other financial assets	72,324	72,324
Policyholder’s account assets in respect of unit linked products or retirement scheme	-	-
Reinsurance assets	168,080	168,080
Tax assets	-	-
Other assets	25,807	25,807
Total liabilities	412,736	412,736
Insurance liabilities	268,580	268,580
Reinsurance liabilities	-	-
Repurchase agreement	-	-
Derivative financial instruments	-	-
Other financial liabilities	114,685	114,685
Tax liabilities	11,384	11,384
Other liabilities	18,086	18,086
Net assets	437,409	437,409

3 Insurance liabilities

(a) Total insurance liabilities on both gross and net bases determined under the Insurance (Valuation and Capital) Rules

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at 30 June 2025									
	Direct insurance							Reinsurance		Total general business
	Accident and health	Motor vehicle	Marine, aviation, and transport	Property damage	Employees' compensation	General liability	Pecuniary loss	Proportional	Non-proportional	
Total general insurance liabilities (<u>gross of reinsurance</u>)	20,485	-	93	98,604	71,487	16,231	185	61,496	-	268,580
Outstanding claims liabilities	9,658	-	81	74,048	49,429	12,638	91	55,875	-	201,821
Premium liabilities	8,781	-	6	22,913	15,875	2,130	68	4,424	-	54,197
Margin over current estimate for outstanding claims liabilities	732	-	5	690	4,384	1,172	12	845	-	7,841
Margin over current estimate for premium liabilities	1,314	-	1	952	1,799	290	13	352	-	4,721
Other general insurance liabilities	-	-	-	-	-	-	-	-	-	-
Total general insurance liabilities (<u>net of reinsurance</u>)	15,100	-	26	13,055	51,438	10,300	120	10,461	-	100,500

4 Capital adequacy

- (a) Prescribed capital amount at total level and risk capital amount (“RCA”) by sub-risk, determined in accordance with the Insurance (Valuation and Capital) Rules (without applying the transitional arrangement under Part 7 of the Insurance (Valuation and Capital) Rules)

Prescribed Capital Amount

(Unit: in HKD thousands)	As at 30 June 2025
Market risk (diversified RCA)	88,258
Interest rate risk RCA	3,519
Credit spread risk RCA	4,989
Equity risk RCA	46,711
Property risk RCA	50,500
Currency risk RCA	1,102
Diversification benefits within market risk	(18,564)
General Insurance Risk (diversified RCA)	56,534
Reserve and premium risk RCA	20,585
Natural catastrophe risk RCA	22,631
Man-made non-systemic catastrophe risk RCA	42,056
Man-made systemic catastrophe risk RCA	-
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	(28,737)
Counterparty default and other risk RCA	8,831
Diversification benefits among risk modules	(34,469)
Operational risk RCA	8,617
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	(21,082)
Any other items which the IA may specify to adjust	-
Prescribed capital amount	106,689

- (b) Composition of capital base determined in accordance with the Insurance (Valuation and Capital) Rules

Capital Base

(Unit: in HKD thousands)	As at 30 June 2025
Unlimited Tier 1 capital	437,409
Limited Tier 1 capital	-
Tier 2 capital	-
Capital base	437,409

- (c) Ratio of capital base to prescribed capital amount

	As at 30 June 2025
Ratio of capital base to prescribed capital	410%

5 Statement of Compliance

- (i) I am satisfied with the completeness, accuracy and consistency of the information disclosed in this disclosure statement in respect of Hong Leong Insurance (Asia) Limited;
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules and the draft Insurance (Public Disclosure) Rules (subject to any applicable variation or relaxation);
- (iii) The information disclosed in this disclosure statement can be reconciled with the audited specified annual forms of Hong Leong Insurance (Asia) Limited's annual returns for the financial year to which this disclosure statement relates, as submitted under rule 4 of the Insurance (Submission of Statements, Reports and Information) Rules; and
- (iv) I am satisfied that Hong Leong Insurance (Asia) Limited has complied with all capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Hui Ting Yui
Position:	General Manager
Company Name:	Hong Leong Insurance (Asia) Limited