

Annual Statement from the PBC

As the Participating Business Committee (“PBC”) for Hang Seng Insurance Company Limited (“the Company”), we issue this statement pursuant to the Guideline on Governance and Management of Fund(s) of Participating Business (GL34) issued by the Insurance Authority (“IA”).

We have provided our opinion to the Board of the Company on the Company’s exercise of discretion over the period from October 2024 to September 2025 relating to participating funds which comprise the participating business carried on in Hong Kong. We consider that the Company has taken into account the interests of participating policy holders in a reasonable manner, and such interests are consistent with the disclosures made to participating policy holders. Specifically, we have assessed the following areas –

- the Company’s dividends/bonuses determination and declaration for the year 2026 based on information as of September 2025;
- determination of dividend/bonus rates used in the benefit illustrations for new policies and/or in-force policies;
- the Company’s mechanism for allocating distributable surplus between policy holders and shareholders;
- the reasonableness of expenses and charges imposed by the Company on participating policies;
- the reasonableness of the participating funds’ risk and investment profile;
- the communications with potential and existing policy holders; and
- the Company’s strategy for future sales of insurance policies and the impact on the participating fund.

Our opinion is based on the information and explanations provided to us by the Appointed Actuary and management of the Company, and on our knowledge gained and investigations conducted during the year. In forming our opinion, we have taken into account the Guideline on Underwriting Long Term Insurance Business (other than Class C Business) (GL16) and Guideline on Governance and Management of Fund(s) of Participating Business (GL34) issued by the IA.

Mr. Steven Ngaifei Hui, the Chairperson of the PBC

On behalf of the PBC of Hang Seng Insurance Company Limited

31 March 2026

Other members of the PBC

Mr. Paul Martin Melody

Mr. Hong Man Tsang