

Disclosure Statement Template

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

1 Company profile

(a) Authorized insurer's name

(b) Nature of the business, and places of business operations

(c) Description of corporate structure

2 Corporate governance framework

3 Financial position

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

(Unit: in HKD thousands)	As at [date of reporting financial year end]					As at [date of prior financial year end]				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Total assets										
Cash and deposits										
Debt securities										
Equities (including portfolio investments)										
Derivative financial instruments										
Properties										
Loans and										

(Unit: in HKD thousands)	As at [date of reporting financial year end]					As at [date of prior financial year end]				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
advances										
Reverse repurchase agreement										
Other financial assets										
Policyholder's account assets in respect of unit linked products or retirement scheme										
Reinsurance assets										
Tax assets										
Other assets										
Total liabilities										
Insurance liabilities										
Reinsurance liabilities										
Repurchase agreement										
Derivative financial instruments										
Other financial liabilities										
Tax liabilities										
Other liabilities										
Net assets										

(b) Material change or other commentary of balance sheet items (if any)

4 Investments

(a) Assumptions and methods used for valuation of investments

(b) Material change in assumptions and methods (if any)

5 Insurance liabilities

(a) Total insurance liabilities determined under the Insurance (Valuation and Capital) Rules

Insurance Liabilities of Long Term Business

(Unit: in HKD thousands)	As at [date of reporting financial year end]						
	HK insurers or designated insurers: all long term business Hong Kong branches of non-HK insurers: all long term business of Hong Kong branches, other than fund of reinsurance business with offshore risk if established					Applicable to Hong Kong branches of non-HK insurers: reinsurance business with offshore risk if fund of reinsurance business with offshore risk is established	Total long term business
	Participating business	Linked long term (Class C)	Retirement scheme category I (Class G)	Retirement scheme category II (Class H)	Other long term business		
Total insurance liabilities (gross of reinsurance)							
Of which: long term insurance liabilities							
Outstanding claims							
Current estimate ¹							
Margin over current estimate							
Prepaid premiums							
Other long term insurance liabilities							
Of which: general insurance liabilities							
Reinsurance assets							
Reinsurance liabilities							

¹ Excludes outstanding claims, prepaid premiums and other long term insurance liabilities which are disclosed separately.

(Unit: in HKD thousands)	As at [date of prior financial year end]						
	HK insurers or designated insurers: all long term business Hong Kong branches of non-HK insurers: all long term business of Hong Kong branches, other than fund of reinsurance business with offshore risk if established					Applicable to Hong Kong branches of non-HK insurers: reinsurance business with offshore risk if fund of reinsurance business with offshore risk is established	Total long term business
	Participating business	Linked long term (Class C)	Retirement scheme category I (Class G)	Retirement scheme category II (Class H)	Other long term business		
Total insurance liabilities (gross of reinsurance)							
Of which: long term insurance liabilities							
Outstanding claims							
Current estimate ¹							
Margin over current estimate							
Prepaid premiums							
Other long term insurance liabilities							
Of which: general insurance liabilities							
Reinsurance assets							
Reinsurance liabilities							

¹ Excludes outstanding claims, prepaid premiums and other long term insurance liabilities which are disclosed separately.

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at [date of reporting financial year end]									
	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 (gross of reinsurance)										
Total general insurance liabilities excluding other general insurance liabilities (gross of reinsurance)										
Outstanding claims liabilities										
Premium liabilities										
Margin over current estimate for outstanding claims liabilities										
Margin over current estimate for premium liabilities										
Total general insurance liabilities excluding other general insurance liabilities (net of reinsurance)										

(Unit: in HKD thousands)	As at [date of prior financial year end]									
	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</u> of reinsurance)										
Total general insurance liabilities excluding other general insurance liabilities (<u>gross</u> of reinsurance)										
Outstanding claims liabilities										
Premium liabilities										
Margin over current estimate for outstanding claims liabilities										
Margin over current estimate for premium liabilities										
Total general insurance liabilities excluding other general insurance liabilities (<u>net</u> of reinsurance)										

- (b) Assumptions and method used to derive the assumptions for determining insurance liabilities

- (c) Material change in assumptions and methods used to derive the assumptions, or other commentary on the insurance liabilities (if any)

6 Financial performance

- (a) Financial performance in total and at a segmented level, including premiums, investment returns and claims

Performance Analysis on Premiums and Claims

(Unit: in HKD thousands)	For the financial year ended [date of reporting financial year end]				For the financial year ended [date of prior financial year end]			
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Total	Long term business	Of which belongs to: long term business – participating business	General business
Gross premiums²								
Regular premiums								
Single premiums								
Net premiums								
Regular premiums								
Single premiums								
Gross claims paid								
Net claims paid								

² For long term business, it refers to premiums received and receivable during the financial year. For general business, it refers to written premiums.

Performance Analysis on Investment Returns

(Unit: in HKD thousands)	For the financial year ended [date of reporting financial year end]					For the financial year ended [date of prior financial year end]				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Investment returns										

(b) Material change or other commentary of financial performance (if any)

(c) Underwriting Results for general business (for pricing adequacy disclosure purposes)

Underwriting Results of General Business

(Unit: in HKD thousands)	For the financial year ended [date of reporting financial year end]									
	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	
Gross premium										
Net premium										
Net undiscounted best estimate combined business results, relating to current year										
Net undiscounted best estimate combined business results, relating to prior year										
Undiscounted underwriting results - profit / (loss)										

(Unit: in HKD thousands)	For the financial year ended [date of prior financial year end]									
	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	
Gross premium										
Net premium										
Net undiscounted best estimate combined business results, relating to current year										
Net undiscounted best estimate combined business results, relating to prior year										
Undiscounted underwriting results – profit / (loss)										

(d) Material change or other commentary of underwriting results (if any)

7 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 [date of reporting financial year end]	As at [date of prior financial year end]
Market risk (diversified RCA)		
Interest rate risk RCA		
Credit spread risk RCA		
Equity risk RCA		
Property risk RCA		
Currency risk RCA		
Diversification benefits within market risk		
Life Insurance Risk (diversified RCA)		
Mortality risk RCA		
Longevity risk RCA		
Life catastrophe risk RCA		
Morbidity risk RCA		
Expense risk RCA		
Lapse risk RCA		
Diversification benefits within life insurance risk		
General Insurance Risk (diversified RCA)		
Reserve and premium risk RCA		
Natural catastrophe risk RCA		
Man-made non-systemic catastrophe risk RCA		
Man-made systemic catastrophe risk RCA		
Mortgage insurance risk RCA		
Diversification benefits within general insurance risk		
Counterparty default and other risk RCA		
Diversification benefits among risk modules		
Operational risk RCA		
Adjustment for loss absorbing capacity cap		
Adjustment for tax effect		
Any other items which the IA may specify to adjust		
Prescribed capital amount		

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

Capital Base

(Unit: in HKD thousands)	As at [date of reporting financial year end]	As at [date of prior financial year end]
Unlimited Tier 1 capital		
Limited Tier 1 capital		
Tier 2 capital		
Capital base		

(c) Ratio of capital base to prescribed capital amount

	As at [date of reporting financial year end]	As at [date of prior financial year end]
Ratio of capital base to prescribed capital amount	%	%

(d) Material change or other commentary of prescribed capital amount, capital base, and ratio of capital base to prescribed capital amount (if any)

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8 Risk Management

(a) Risk appetite and risk governance framework

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(b) Insurance risk management

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(c) Investment risk management

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(d) Other risk management (if any)

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9 Statement of Compliance

- (i) I am satisfied with the completeness, accuracy and consistency of the information disclosed in this disclosure statement in respect of [name of insurer];
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Public Disclosure) Rules and the Insurance (Valuation and Capital) Rules (subject to any variation or relaxation applied thereto);
- (iii) I am satisfied that the information in this disclosure statement can be reconciled with the relevant specified annual forms, on each of which an auditor's report is provided, of [name of insurer]'s annual returns for the financial year to which this disclosure statement relates, as submitted under rule 4(1) of the Insurance (Submission of Statements, Reports and Information) Rules; and
- (iv) I am satisfied that [name of insurer] has complied with all capital requirements that apply to it under the Insurance (Valuation and Capital) Rules (as relaxed or varied, if applicable), during the financial year to which this disclosure statement relates.

Name:	
Position:	
Company Name:	