

Disclosure Statement at 31 December 2024

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August.

1 Company profile

- (a) Authorized insurer's name

Compagnie Française d'Assurance pour le Commerce Extérieur
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2 Financial position

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

(Unit: in HKD thousands)	General Business Total
Total assets	1,328,724
Cash and deposits	323,265
Debt securities	593,936
Equities (including portfolio investments)	-
Derivative financial instruments	-
Properties	-
Loans and advances	-
Reverse repurchase agreement	-
Other financial assets	267,448
Policyholder's account assets in respect of unit linked products or retirement scheme	-
Reinsurance assets	138,075
Tax assets	1,765
Other assets	4,234
Total liabilities	605,101
Insurance liabilities	511,038
Reinsurance liabilities	7,684
Repurchase agreement	-
Derivative financial instruments	-
Other financial liabilities	67,924
Tax liabilities	9,865
Other liabilities	8,591
Net assets	723,623

3 Insurance liabilities

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

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at 31 December 2024									
	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)	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	<i>Not applicable</i>	511,038
Total general insurance liabilities excluding other general insurance liabilities (<u>gross</u> of reinsurance)	-	-	-	-	-	-	115,608	395,430	-	511,038
Outstanding claims liabilities	-	-	-	-	-	-	94,418	309,161	-	403,579
Premium liabilities	-	-	-	-	-	-	9,202	43,199	-	52,402
Margin over current estimate for outstanding claims liabilities	-	-	-	-	-	-	9,779	32,701	-	42,481
Margin over current estimate for premium liabilities	-	-	-	-	-	-	2,209	10,368	-	12,576
Total general insurance liabilities excluding other general insurance liabilities (<u>net</u> of reinsurance)	-	-	-	-	-	-	82,310	290,652	-	372,962

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 31 December 2024
Market risk (diversified RCA)	34,874
Interest rate risk RCA	17,626
Credit spread risk RCA	-
Equity risk RCA	-
Property risk RCA	-
Currency risk RCA	26,006
Diversification benefits within market risk	(8,758)
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)	80,400
Reserve and premium risk RCA	37,039
Natural catastrophe risk RCA	-
Man-made non-systemic catastrophe risk RCA	-
Man-made systemic catastrophe risk RCA	62,699
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	(19,338)
Counterparty default and other risk RCA	7,270
Diversification benefits among risk modules	(24,798)
Operational risk RCA	3,288
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	(8,633)
Any other items which the IA may specify to adjust	-
Prescribed capital amount	92,401

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

Capital Base

(Unit: in HKD thousands)	As at 31 December 2024
Unlimited Tier 1 capital	710,729
Limited Tier 1 capital	-
Tier 2 capital	1,765
Capital base	712,494

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

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	771%

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 Compagnie Française d'Assurance pour le Commerce Extérieur;
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August 2025 (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 Compagnie Française d'Assurance pour le Commerce Extérieur'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 Compagnie Française d'Assurance pour le Commerce Extérieur has complied with the capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Christopher Piri Murphy
Position:	General Manager
Company Name:	Compagnie Française d'Assurance pour le Commerce Extérieur