

Disclosure Statement at 31 March 2025

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 2025.

1 Company profile

(a) Authorized insurer's name

The Toa Reinsurance Company, Limited, Hong Kong Branch
--

2 Financial position

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

(Unit: in HKD thousands)	As at 31 March 2025				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Total assets	<i>1,682,415</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>1,682,415</i>	<i>Not Applicable</i>
Cash and deposits	<i>35,825</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>35,825</i>	<i>Not Applicable</i>
Debt securities	<i>1,404,839</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>1,404,839</i>	<i>Not Applicable</i>
Equities (including portfolio investments)	<i>-</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>-</i>	<i>Not Applicable</i>
Derivative financial instruments	<i>-</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>-</i>	<i>Not Applicable</i>
Properties	<i>82,144</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>82,144</i>	<i>Not Applicable</i>
Loans and advances	<i>-</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>-</i>	<i>Not Applicable</i>
Reverse repurchase agreement	<i>-</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>-</i>	<i>Not Applicable</i>
Other financial assets	<i>147,330</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>147,330</i>	<i>Not Applicable</i>
Policyholder's account assets in respect of unit linked products or retirement scheme	<i>-</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>-</i>	<i>Not Applicable</i>
Reinsurance assets	<i>9,574</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>9,574</i>	<i>Not Applicable</i>
Tax assets	<i>1,885</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>1,885</i>	<i>Not Applicable</i>
Other assets	<i>819</i>	<i>Not Applicable</i>	<i>Not Applicable</i>	<i>819</i>	<i>Not Applicable</i>

(Unit: in HKD thousands)	As at 31 March 2025				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Total liabilities	671,826	Not Applicable	Not Applicable	671,826	Not Applicable
Insurance liabilities	651,820	Not Applicable	Not Applicable	651,820	Not Applicable
Reinsurance liabilities	-	Not Applicable	Not Applicable	-	Not Applicable
Repurchase agreement	-	Not Applicable	Not Applicable	-	Not Applicable
Derivative financial instruments	-	Not Applicable	Not Applicable	-	Not Applicable
Other financial liabilities	16,763	Not Applicable	Not Applicable	16,763	Not Applicable
Tax liabilities	-	Not Applicable	Not Applicable	-	Not Applicable
Other liabilities	3,243	Not Applicable	Not Applicable	3,243	Not Applicable
Net assets	1,010,590	Not Applicable	Not Applicable	1,010,590	Not Applicable

3 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 31 March 2025						
	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 insurance 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)	<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>
Of which: long term insurance liabilities	<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>
Outstanding claims	<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>
Current estimate ¹	<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>
Margin over current estimate	<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>
Prepaid premiums	<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>
Other long term insurance liabilities	<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>
Of which: general insurance liabilities	<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>
Reinsurance assets	<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>
Reinsurance liabilities	<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>

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 31 March 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</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>	651,820
Total general insurance liabilities excluding other 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>	416,563	235,257	651,820
Outstanding claims liabilities	<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>	315,113	179,570	494,683
Premium liabilities	<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>	73,142	25,753	98,894
Margin over current estimate for outstanding claims liabilities	<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>	22,519	25,579	48,098
Margin over current estimate for premium liabilities	<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>	5,789	4,356	10,145
Total general insurance liabilities excluding other general insurance liabilities (<u>net</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>	407,936	234,310	642,246

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 March 2025
Market risk (diversified RCA)	<i>57,258</i>
Interest rate risk RCA	<i>5,532</i>
Credit spread risk RCA	<i>3,449</i>
Equity risk RCA	-
Property risk RCA	<i>20,536</i>
Currency risk RCA	<i>45,516</i>
Diversification benefits within market risk	<i>(17,775)</i>
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)	<i>318,030</i>
Reserve and premium risk RCA	<i>140,365</i>
Natural catastrophe risk RCA	<i>252,436</i>
Man-made non-systemic catastrophe risk RCA	-
Man-made systemic catastrophe risk RCA	-
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	<i>(74,771)</i>
Counterparty default and other risk RCA	<i>9,862</i>
Diversification benefits among risk modules	<i>(45,335)</i>
Operational risk RCA	<i>16,323</i>
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	<i>(29,381)</i>
Any other items which the IA may specify to adjust	-
Prescribed capital amount	<i>326,757</i>

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

Capital Base

(Unit: in HKD thousands)	As at 31 March 2025
Unlimited Tier 1 capital	<i>1,008,705</i>
Limited Tier 1 capital	-
Tier 2 capital	<i>1,885</i>
Capital base	<i>1,010,590</i>

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

	As at 31 March 2025
Ratio of capital base to prescribed capital amount	<i>309.28 %</i>

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 The Toa Reinsurance Company, Limited, Hong Kong Branch;
- (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 The Toa Reinsurance Company, Limited, Hong Kong Branch'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 The Toa Reinsurance Company, Limited, Hong Kong Branch 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:	Lam Hoi Lee
Position:	Controller
Company Name:	The Toa Reinsurance Company, Limited, Hong Kong Branch