

(2823.tw)

## IR Announcement

### China Life Reports Preliminary Net Profit for 1M17

Taipei, 10 February 2017 - China Life Insurance Co., Ltd. (TWSE: 2823) today announced its preliminary net profit for 1M17. The company recorded first year premium (FYP) of NT\$9.3 billion and total premium of NT\$20.3 billion in January. After-tax net loss was NT\$575 million, and it's translated to EPS loss of NT\$0.17. EPS loss excluding the FX reserve impact was NT\$0.55, and FX reserve balance was NT\$4.75 billion.

#### Performance highlights:

##### China Life

- China Life reported net loss of NT\$575 million for 1M17. Operating result was hit by new business strain and NTD appreciation
- FYP reached NT\$9.3 billion and Total premium reached NT\$20.3 billion, up by 52% and 97% yoy, respectively

China Life reported a net loss in January, which was hit by new business strain and 2.8% NTD appreciation in the month. The Company recorded first year premium (FYP) of NT\$9.3 billion in 1M17, up by 52% yoy. Regular-paid premium grew by 131% yoy, and regular-paid premium sold through self-owned channels grew by 214%. The strong sales of regular-paid products boosted the growth of embedded-value, but also led to heavy first year business strain.

China Life demonstrates the ability to deliver remarkable business growth and sufficient capital level under volatile environment. The Company maintained capital ratio above 350% as of the end of 2016, which was on top of large size life insurance companies in Taiwan.