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China Life Proposes Dividend Payment and Announces Conditions to the Cash Injection Plan

The Board of Directors at China Life Insurance, at its meeting today, resolved to recommend distribution of NT\$ 0.7 cash dividend and NT\$0.95 stock dividend per common share, as a way to distribute its 2010 profit. The amount is calculated based on the total outstanding shares of 2,008,611,900 shares, including the capital increase plan of 300 million shares. The proposition is subject to the approval of shareholders at the annual shareholders' meeting on June 24th, 2011. The announcement represents the Company has demonstrated outstanding performance in rapid business growth, solid financial adequacy, and strong management capability.

In addition, the company proposes to duly elect new Board members at the annual shareholders' meeting, as the tenure for a three-year term is ended, and we sincerely seek your support the current management team on the election.

The Board also passed the resolution on the conditions related to the earlier announced cash injection plan. The transaction was approved by the Financial Supervisory Commission on March 22nd, 2011. The Company resolved to issue

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300 million common shares (face value: NT\$10 per share). The conditions of the issuance of common shares are as follows:

- (1) Date of the board of directors resolution: 2011/03/24
- (2) Number of shares issued: 300 million common shares
- (3) Par value per share: NT\$10
- (4) Total monetary amount of the issue: NT\$3 billion
- (5) Issue price: Temporarily set at NT\$25 per share
- (6) Number of shares subscribed by or allotted to employees: 15% of total number of shares issued or 45,000,000 shares are reserved for subscription by employees.
- (7) Ratio of shares subscribed by or allotted to existing shareholders: 75% of total number of shares issued or 225,000,000 shares are reserved for subscription by existing shareholders allocated proportionally according to numbers of shares on the record date.
- (8) Number of shares publicly sold: 10% of total number of shares issued or 30,000,000 shares are reserved for subscription by the public.
- (9) If there are fractional shares for existing shareholders, the shares may be collectively subscribed or consolidated and allocated to a single shareholder.

The Chairman is authorized to allocate fractional shares or shares

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relinquished by existing shareholders and employees to specific counterparties.

- (10) Subscription record date: April 30th, 2011
- (11) Book closure date: April 26th, 2011 ~ April 30th, 2011
- (12) Suspension of conversion of the convertible subordinated bonds: March 31st, 2011 ~ April 30th, 2011
- (13) Payment date for existing shareholder and employee subscription: May 4th, 2011 ~ May 12th, 2011

The Chairman is authorized to handle any related matters not mentioned herein.