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## IR Announcement

### China Life Reports Embedded Value for 2020 and Financial Results for the first quarter of 2021

**Taipei, 25 May 2021** - China Life Insurance Co., Ltd. (TWSE: 2823) today reported its embedded value (EV) of NT\$357.6 billion for the fiscal year 2020, an increase of 15.8% compared with 2019, while the embedded value per share was NT\$75.6.

#### Performance highlights:

- Embedded value for 2020 increased 15.8% yoy to NT\$357.6 billion, translating to NT\$75.6 EV per share.
- Net profit in 1Q21 grew by 121% yoy to NT\$9.84 billion, translating into EPS of NT\$2.08
- Driven by capital gains, annualized investment return in 1Q21 reached 4.41%, cost of liability further downed to 2.99%, maintaining long-term positive spread
- The Board has agreed to distribute NT\$0.4 each for both cash and stock dividends

Aside from remarkable financial performance, China Life has delivered a solid growth in new business and product mix enhancement. In 1Q21, first-year premium grew by 63% yoy to NT\$25.9 billion, while foreign currency-denominated policies increased by 80% yoy.

China Life's transformation of its agency channel has yielded the first fruit. The number of the registered agents increased by 7.5% to 13,341 agents as of the end of December 2020, compared with 12,405 agents in January 2020, the highest growth among large-sized life insurance companies. Furthermore, the number of registered agents increased to 13,389 people in April 2021, with the growth rate outperformed the market. Meanwhile, China Life's persistency ratio neared 80% for the 13th straight month in 2020. In 2021, the Company will continue its business transformation, focusing on high-margin product sales to enhance the value of agency channel.

China Life has always focused on corporate governance and promoted sustainable development performances. The Company was ranked among the top 5% in Corporate Governance Evaluation for six years. As a selected company which has been included in the FTSE4Good TIP Taiwan ESG Index for years, China Life is dedicated to the continuous promotion of sustainability as well as quality and quantity in its ESG performances.

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China Life's invested company in China, CCB Life, has seen its asset scale achieve RMB\$241.6 billion. In 1Q21, CCB Life's consolidated net profit reached RMB\$950 million, surpassing the company's profit for FY 2020. In recent years, CCB Life has actively adjusted and optimized its business structure. CCB Life's 1Q21 FYP reached RMB\$14.3 billion, with the FYP of regular premium products rising by nearly 30% compared with the same period of the previous year. In regard to the future, CCB Life will continue to work toward becoming a high-value added life insurance company.