

News Release

China Life Insurance Reports

2010 Financial Results & Capital Increase Plan

The Board of Directors in China Life Insurance today approved financial result for the year 2010. Year-to-date first year premium (FYP) was NT\$ 67.0 billion, compared to NT\$ 60.3 billion same period last year, representing an 11 % increase. Total premium for the full year was NT\$ 120.3 billion, compared to NT\$98.8 billion for the year 2009, representing a 22 % growth. Full year net profit after tax was NT\$ 3,363 million, compared with \$ 2,716 million in 2009, representing a 24% growth; EPS after tax NT\$ 1.97. The company adopted exchange rate (NT\$/US) on the market tradable basis at \$ 29.12 as of Dec 31th, 2010, to value foreign currency denominated assets and liabilities. Total assets was \$ 644.8 billion, increased 16% from \$561.6 billion in 2009.

The Board also approved a capital increase plan through a cash injection of 300 million common shares, in order to strengthen the Company's capital structure for long-term business growth and expansion. Of the total deal, 15% (45 million shares) of shares issue will be set aside for company employees, and 10% (30 million shares) of shares will be held for publicly sold, while the remaining 75% (225 million shares) shares issue will be reserved for subscription by the existing shareholders. The rights share is tentatively priced at \$25 per share, and total amount to be raised is approximately NT\$7.5 billion.

In accordance with the resolution of the Board of Directors today, China Life will convene the Annual General Shareholders' Meeting on June 24, 2010.