

Disclosure Statement at 31 December 2024

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules.

1 Company profile

- (a) Authorized insurer's name

AIG INSURANCE HONG KONG LIMITED

2 Financial position

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

(Unit: in HKD thousands)	As at 31 December 2024
	Total
Total assets	6,486,713
Cash and deposits	3,730,776
Debt securities	0
Equities (including portfolio investments)	0
Derivative financial instruments	0
Properties	0
Loans and advances	0
Reverse repurchase agreement	0
Other financial assets	739,561
Policyholder's account assets in respect of unit linked products or retirement scheme	0
Reinsurance assets	1,943,608
Tax assets	3,820
Other assets	68,948
Total liabilities	4,311,068
Insurance liabilities	3,656,520
Reinsurance liabilities	0
Repurchase agreement	0
Derivative financial instruments	0
Other financial liabilities	480,853
Tax liabilities	27,787
Other liabilities	145,908
Net assets	2,175,645

3 Insurance liabilities

(a) Total insurance liabilities determined under the Insurance (Valuation and Capital) Rules

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at 31 December 2024									
	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 (gross of reinsurance)										3,656,520
Total general insurance liabilities excluding other general insurance liabilities (gross of reinsurance)	71,167	215,190	39,946	229,235	1,592,358	1,361,026	42,552	105,046	0	3,656,520
Outstanding claims liabilities	52,154	179,688	32,352	158,500	1,377,138	1,115,568	34,208	89,215	0	3,038,823
Premium liabilities	17,082	30,126	5,144	59,191	144,586	157,420	5,498	10,661	0	429,708
Margin over current estimate for outstanding claims liabilities	1,440	4,498	2,011	8,913	61,950	74,233	2,333	3,659	0	159,037
Margin over current estimate for premium liabilities	491	878	439	2,631	8,684	13,805	513	1,511	0	28,952
Total general insurance liabilities excluding other general insurance liabilities (net of reinsurance)	34,703	93,081	15,800	96,039	792,270	661,904	(28,687)	47,802	0	1,712,912

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 December 2024
Market risk (diversified RCA)	65,926
Interest rate risk RCA	64,088
Credit spread risk RCA	0
Equity risk RCA	0
Property risk RCA	0
Currency risk RCA	6,243
Diversification benefits within market risk	(4,405)
General Insurance Risk (diversified RCA)	431,965
Reserve and premium risk RCA	403,198
Natural catastrophe risk RCA	50,587
Man-made non-systemic catastrophe risk RCA	67,072
Man-made systemic catastrophe risk RCA	3,756
Mortgage insurance risk RCA	0
Diversification benefits within general insurance risk	(92,648)
Counterparty default and other risk RCA	139,868
Diversification benefits among risk modules	(128,288)
Operational risk RCA	95,385
Adjustment for loss absorbing capacity cap	0
Adjustment for tax effect	0
Any other items which the IA may specify to adjust	0
Prescribed capital amount	604,856

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

Capital Base

(Unit: in HKD thousands)	As at 31 December 2024
Unlimited Tier 1 capital	2,137,307
Limited Tier 1 capital	0
Tier 2 capital	38,338
Capital base	2,175,645

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

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	360%

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 AIG Insurance Hong Kong Limited;
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules (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 AIG Insurance Hong Kong Limited'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 AIG Insurance Hong Kong Limited has complied with all capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Poon Suk Fong, Louisa
Position:	Director and CFO
Company Name:	AIG Insurance Hong Kong Limited