

Disclosure Statement at 31 December 2024

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August 2025.

1 Company profile

(a) Authorized insurer's name

YF Life Insurance International 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*	Long term business	Of which belongs to: long term business – participating business
Total assets	89,415,126	77,441,502	18,322,104
Cash and deposits	4,879,827	3,579,910	1,255,927
Debt securities	58,622,404	50,551,299	12,146,037
Equities (including portfolio investments)	6,596,757	5,482,182	4,219,090
Derivative financial instruments	134,877	129,620	3,759
Properties	-	-	-
Loans and advances	3,963,794	2,095,896	176,186
Reverse repurchase agreement	-	-	-
Other financial assets	321,417	303,057	6,593
Policyholder's account assets in respect of unit linked products or retirement scheme	5,663,017	5,663,017	-
Reinsurance assets	7,765,981	7,765,981	111,228
Tax assets	93,603	93,603	-
Other assets	1,373,449	1,776,937	403,284
Total liabilities	68,767,190	69,315,096	14,376,871
Insurance liabilities	64,769,708	64,769,708	13,734,955
Reinsurance liabilities	1,402,583	1,402,583	584,467
Repurchase agreement	-	-	-
Derivative financial instruments	427,062	426,983	4,098
Other financial liabilities	688,534	670,174	-
Tax liabilities	274,117	274,117	-
Other liabilities	1,205,186	1,771,531	53,351
Net assets	20,647,936	8,126,406	3,945,233

* "Total" column includes balances from "long-term business", "non-insurance operations" and "shareholders' fund".

3 Insurance liabilities

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

Insurance Liabilities of Long Term Business

(Unit: in HKD thousands)	As at 31 December 2024					
	HK insurers or designated insurers: all long term business					Total long term business
	Participating business	Linked long term (Class C)	Retirement scheme category I (Class G)	Retirement scheme category II (Class H)	Other long term business	
Total insurance liabilities (gross of reinsurance)	13,734,955	4,108,830	248,830	-	46,677,093	64,769,708
Of which: long term insurance liabilities	13,734,955	4,108,976	248,830	-	46,594,926	64,687,687
Outstanding claims	39,792	4,188	-	-	228,936	272,916
Current estimate ¹	13,311,669	4,067,306	246,163	-	41,953,448	59,578,586
Margin over current estimate	383,494	37,482	2,667	-	986,754	1,410,397
Prepaid premiums	-	-	-	-	3,425,788	3,425,788
Other long term insurance liabilities	-	-	-	-	-	-
Of which: general insurance liabilities	-	(146)	-	-	82,167	82,021
Reinsurance assets	111,228	26	-	-	7,654,727	7,765,981
Reinsurance liabilities	584,467	17,508	-	-	800,608	1,402,583

¹ Excludes outstanding claims, prepaid premiums and other long term insurance liabilities which are disclosed separately.

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)	3,325,926
Interest rate risk RCA	903,690
Credit spread risk RCA	1,838,325
Equity risk RCA	1,438,919
Property risk RCA	-
Currency risk RCA	340,377
Diversification benefits within market risk	(1,195,385)
Life Insurance Risk (diversified RCA)	6,129,245
Mortality risk RCA	500,470
Longevity risk RCA	17,095
Life catastrophe risk RCA	105,614
Morbidity risk RCA	1,184,647
Expense risk RCA	1,165,621
Lapse risk RCA	5,113,190
Diversification benefits within life insurance risk	(1,957,392)
General Insurance Risk (diversified RCA)	51,629
Reserve and premium risk RCA	51,629
Natural catastrophe risk RCA	-
Man-made non-systemic catastrophe risk RCA	-
Man-made systemic catastrophe risk RCA	-
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	-
Counterparty default and other risk RCA	347,601
Diversification benefits among risk modules	(2,064,422)
Operational risk RCA	491,085
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	-
Any other items which the IA may specify to adjust	-
Prescribed capital amount	8,281,064

- (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	19,835,460
Limited Tier 1 capital	-
Tier 2 capital	439,476
Capital base	20,274,936

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

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	245%

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 YF Life Insurance International Limited;
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August 2025 (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 YF Life Insurance International 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 YF Life Insurance International Limited has complied with the capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Stephen Zhang
Position:	Controller
Company Name:	YF Life Insurance International Limited