

Annual Statement from the Participating Business Committee

As the Participating Business Committee (“PBC”) for The Pacific Life Assurance Co., Ltd. (“the Company”), we issue this statement pursuant to the Guideline on Governance and Management of Fund(s) of Participating Business (GL34) issued by the Insurance Authority (“IA”).

We have provided our opinion to the Board of Directors (“the Board”) of the Company on the Company’s exercise of discretion over the period from 1 January 2025 to 31 December 2025 relating to participating funds which comprise the participating business carried on in Hong Kong. We consider that the Company has taken into account the interests of participating policyholders in a reasonable manner, and such interests are consistent with the disclosures made to participating policyholders. Specifically, we have assessed the following areas –

- the Company’s dividends and dividend accumulation rate determination and declaration for the year ended 31 December 2025;
- determination of dividends and dividend accumulation rate used in the benefit illustrations for in-force policies;
- the Company’s mechanism for allocating distributable surplus/profits between policyholders and shareholders;
- the reasonableness of expenses and charges imposed by the Company on participating policies;
- the reasonableness of the participating funds’ risk and investment profile; and
- the communications with existing policyholders.

Our opinion is based on the information and explanations provided to us by the Appointed Actuary, management of the Company, and on our knowledge gained and investigations conducted during the year. In forming our opinion, we have taken into account the Guideline on Underwriting Long Term Insurance Business (other than Class C Business) (GL16) and Guideline on Governance and Management of Fund(s) of Participating Business (GL34) issued by the IA.

LEE King On
Chairman of the PBC
The Pacific Life Assurance Co., Ltd.
24 June 2026

The other member of the PBC:
TANG Kin Yee