PICC 中国人民保险

PICC Group 601319.SH PICC Group 1339.HK PICC P&C 2328.HK

2026

Interim Results Announcement

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The information contained herein includes certain forward-looking statements or statements which are potentially of a forward-looking nature. Such statements typically contain the words "will", "expects", "anticipates", and similar expressions. Forward-looking statements are related to future events and are subject to future happenings, and hence involving risks and uncertainties. Given these uncertainties, such forward-looking statements should not be relied upon. The Company shall have no liability to update forward-looking statements or revise the forward-looking statements to reflect future events or developments.

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Note 1: The Group's A-share report is prepared in accordance with Chinese Accounting Standards ("CAS"), and the H-share results announcement is prepared in accordance with International Financial Reporting Standards ("IFRS"). The GAAP differences are stated in the attached schedule. The figures presented in this report are data under CAS.

Note 2: While in transition of accounting standards, for easier comparison, unless otherwise noted, the figures presented in this report including Insurance Revenue, Net Profit, Net Asset. Claim Ratio, Expense Ratio, Combined Ratio, Underwriting Profit, Investment Yield are stated under New Accounting Standard. The rest of the figures are stated under Old Accounting Standard.

Note 3: Actuarial assumptions of PICC Life and PICC Health were adjusted, Investment Yield of PICC Life was 4.0%, Investment Yield of PICC Health was 3.5%; Risk Discount Rate was 8.5% for traditional insurance, and 7.5% for participating insurance and universal life insurance.

Note 4: All point-in-time data such as total assets and net assets are compared with figures at the beginning of the year.

Note 5: Due to rounding, growth rates and year-on-year (YoY) figures may differ slightly.

Note 6: Unless otherwise specified, all monetary units in this report are in Renminbi (RMB).

Terminology

New Accounting Standards: The Group has implemented the Accounting Standards for Business Enterprises No.25 – Insurance Contracts (Cai Kuai [2020] No.20), the Accounting Standards for Business Enterprises No. 22 – Recognition and Measurement of Financial Instruments (Cai Kuai [2017] No.7), Accounting Standards for Business Enterprises No.23 – Transfer of Financial Assets (Cai Kuai [2017] No. 8), Accounting Standards for Business Enterprises No.24 – Hedge Accounting (Cai Kuai [2017] No. 9) and Accounting Standards for Business Enterprises No.37 – Presentation of Financial Instruments (Cai Kuai [2017] No.14).

Old Accounting Standards: The accounting standards disclosed in the Group's 2022 Annual Report adopted the Accounting Standards for Business Enterprises No.25 — Original Insurance Contracts (Cai Kuai [2006] No. 3), Accounting Standards for Business Enterprises No. 26 Reinsurance Contracts (Cai Kuai [2006] No. 3); Accounting Standards for Business Enterprises No. 22 – Recognition and Measurement of Financial Instruments (Cai Kuai [2006] No. 3); Accounting Standards for Business Enterprises No. 23 – Transfer of Financial Assets (Cai Kuai [2006] No. 3); Accounting Standards for Business Enterprises No. 24 – Hedge Accounting (Cai Kuai [2006] No. 3); Accounting Standards for Business Enterprises No. 37 – Presentation of Financial Instruments (Cai Kuai [2014] No. 23); Regulations on Accounting Treatment of Insurance Contracts (Cai Kuai [2009] No. 15).

Combined Ratio = (insurance service expenses+ (amortized ceded premiums - recovered insurance services expenses) + (finance expenses from insurance contracts issued – financial income from reinsurance contracts held) + Changes in insurance premium reserves) ÷insurance revenue

Insurance Service Performance = insurance revenue - insurance services expenses + recovered insurance services expenses - amortized ceded premiums – withdraw of premium reserves

Investment Performance = interest income + investment income + Gains and losses on fair value changes in assets - (finance expenses from insurance contracts issued – financial income from reinsurance contracts held) - interest expenses - credit impairment losses

Total Investment Yield = (total investment income – interest expenses on securities sold under agreements to repurchase)÷(average total investment assets as of the beginning and the end of the period – average amount of financial assets sold under agreement to repurchase as of the beginning and the end of the period – average change in the fair value of other debt investments as of the beginning and end of the period)

1 Results Overview

2 Segment Overview

3 Key Work Focus for the second half of the year

Results Overview

Insurance Revenue

bn RMB

2026H1	286.9
2025H1	280.3

+2.4%

Net Profit

bn RMB

2026H1	49.8
2025H1	35.9

+38.8%

Net Assets

bn RMB

20260630	461.4
20251231	420.2

+9.8%

ROE

2026H1	11.2%
2025H1	9.5%

+1.7pp

Total Investment Yield

2026H1	3.7%
2025H1	2.6%

+1.1pp

Interim Cash Dividend per Share

(Incl. tax)

RMB

2026H1	0.11
2025H1	0.075

+46.7%

1.1 Enhanced Insurance Business Quality and Operational Efficiency

Insurance Services Performance

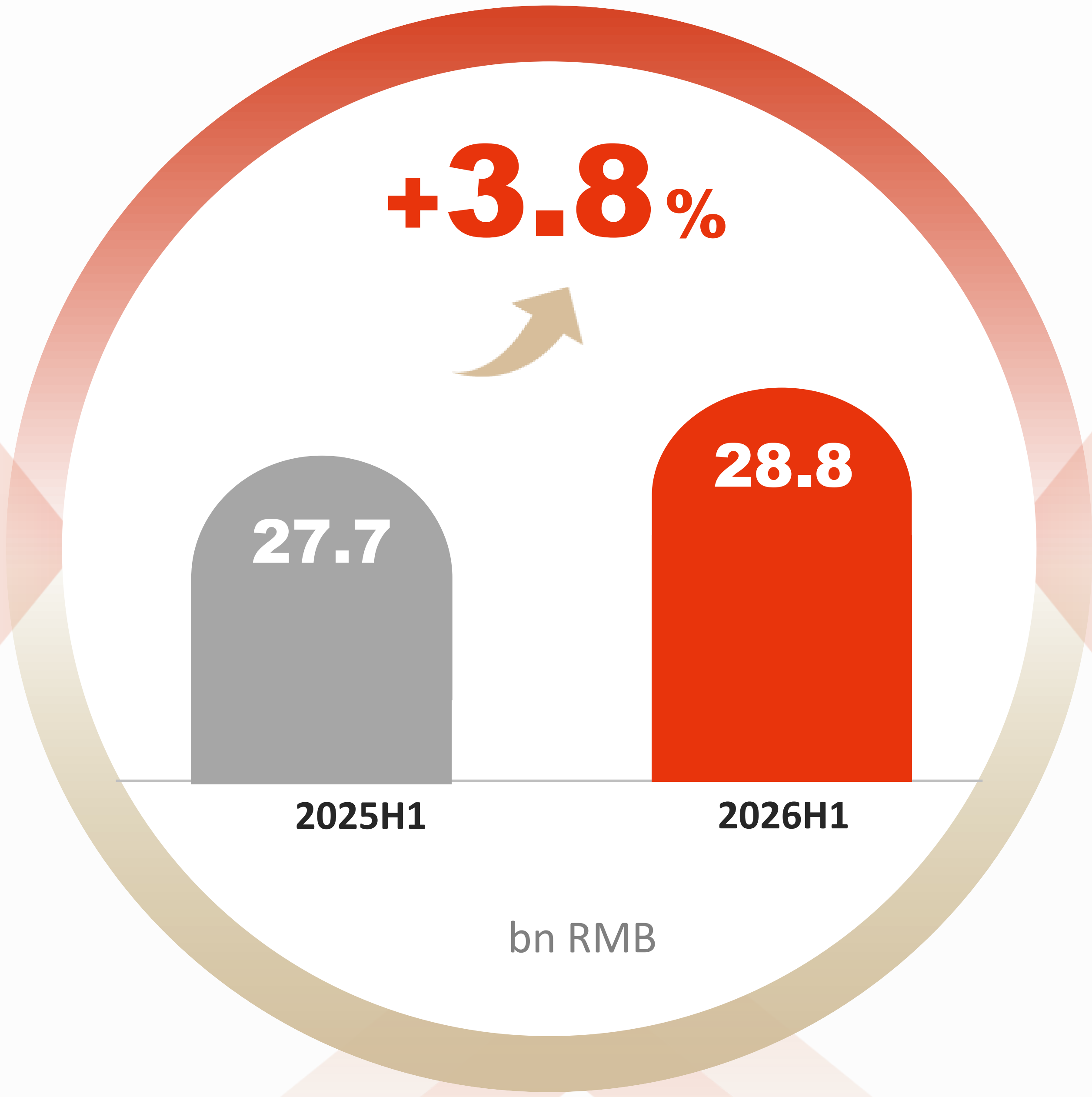
P&C Business

Auto insurance renewal rate
76.9%
↑ 3.3pp

Individual non-auto premiums income
31.5bn RMB
↑ 18.2%

Individual non-auto premiums contribution
9.7%
↑ 1.4pp

Note: Unless otherwise specified, “P&C Business” in this report refers to PICC Property and Casualty Company Limited ("PICC P&C") and does not include PICC Hong Kong. .



Life & Health Business

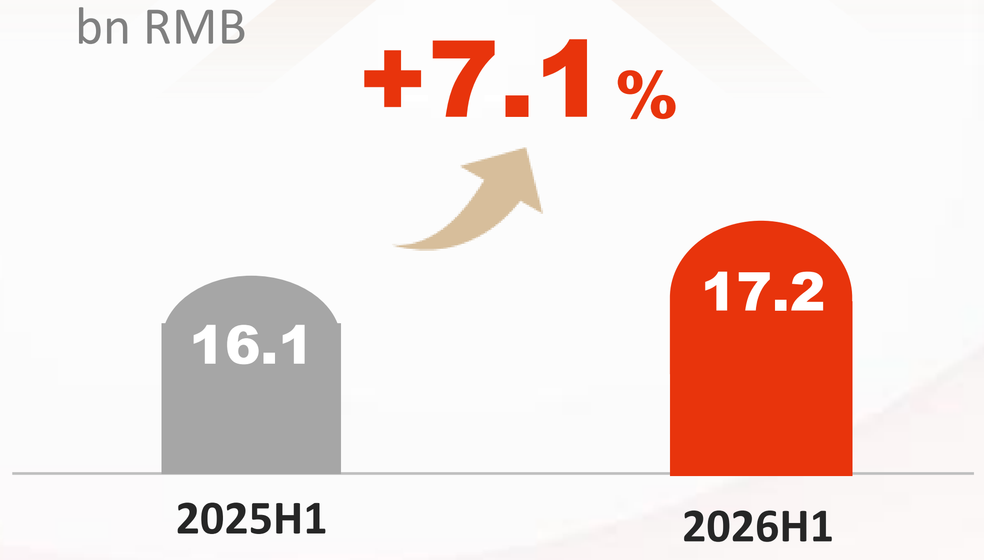
Regular premiums income
89.2bn RMB
↑ 2.5%

Regular premiums contribution
68.3%
↑ 1.9pp

NBV Margin
↑ 1.1pp

Note: NBV margin is on a comparable basis.

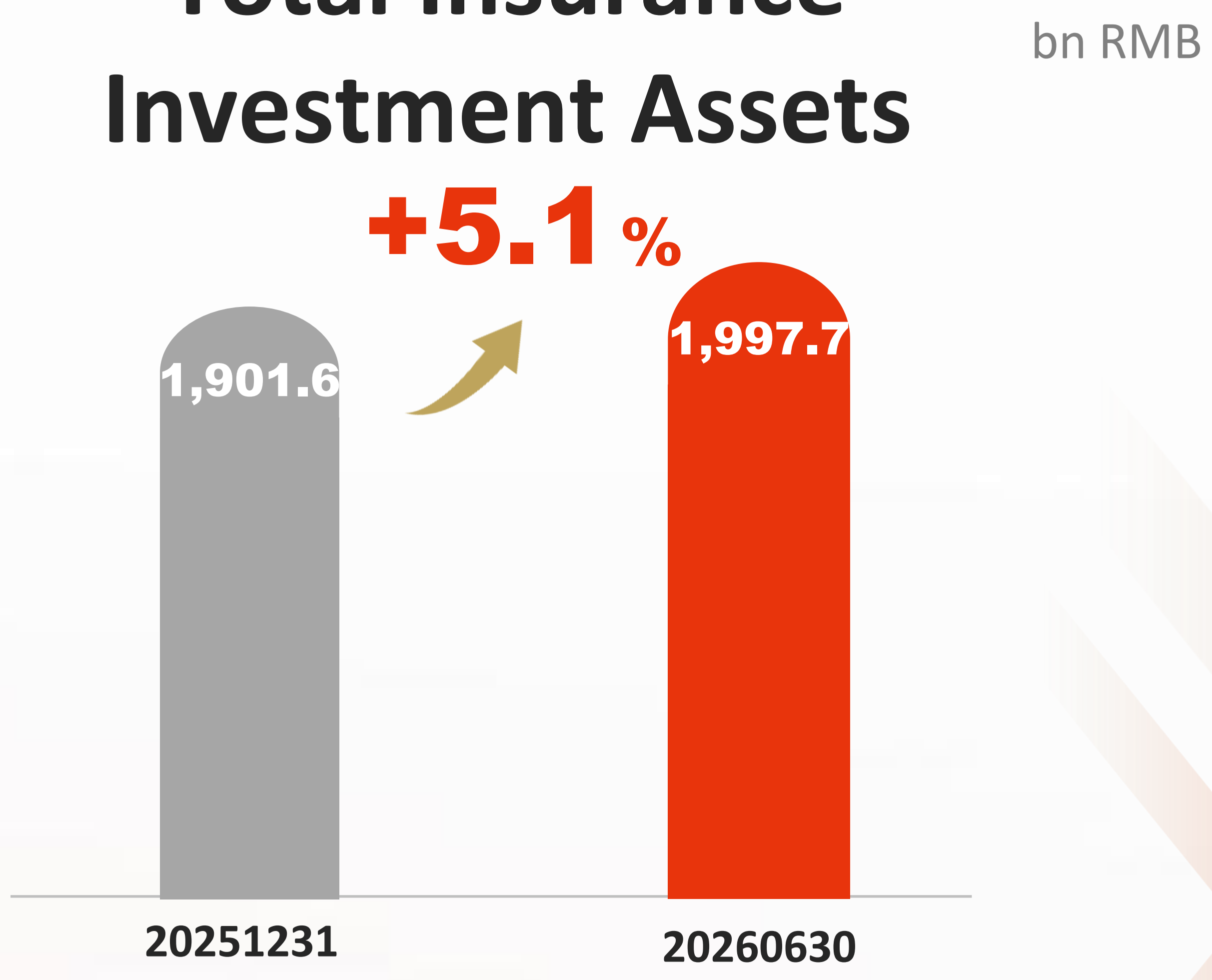
Premiums income from Business Synergy



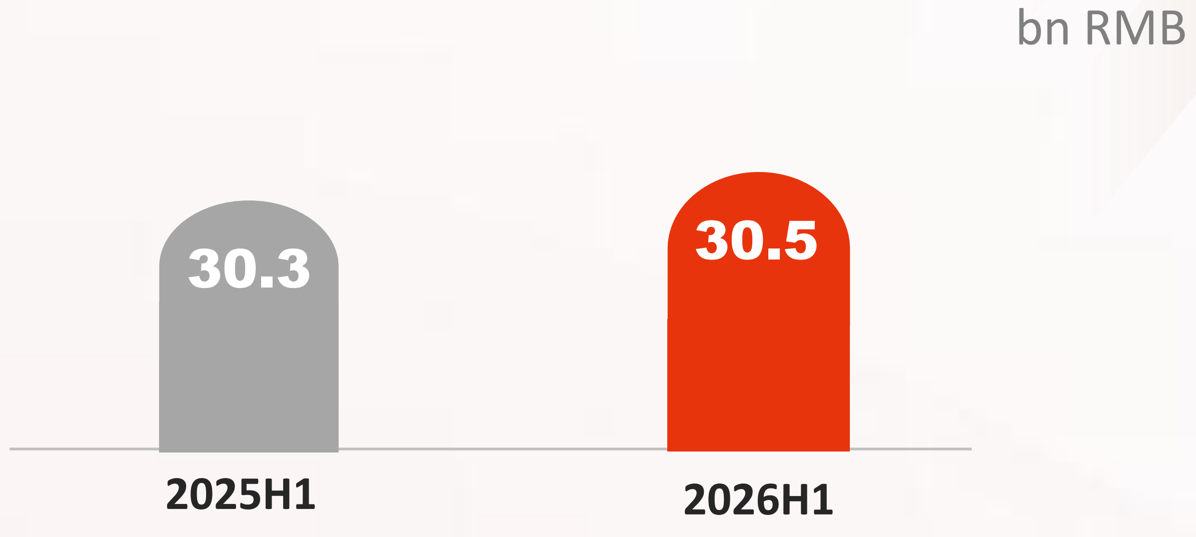
1.2 Significantly Improved Investment Performance

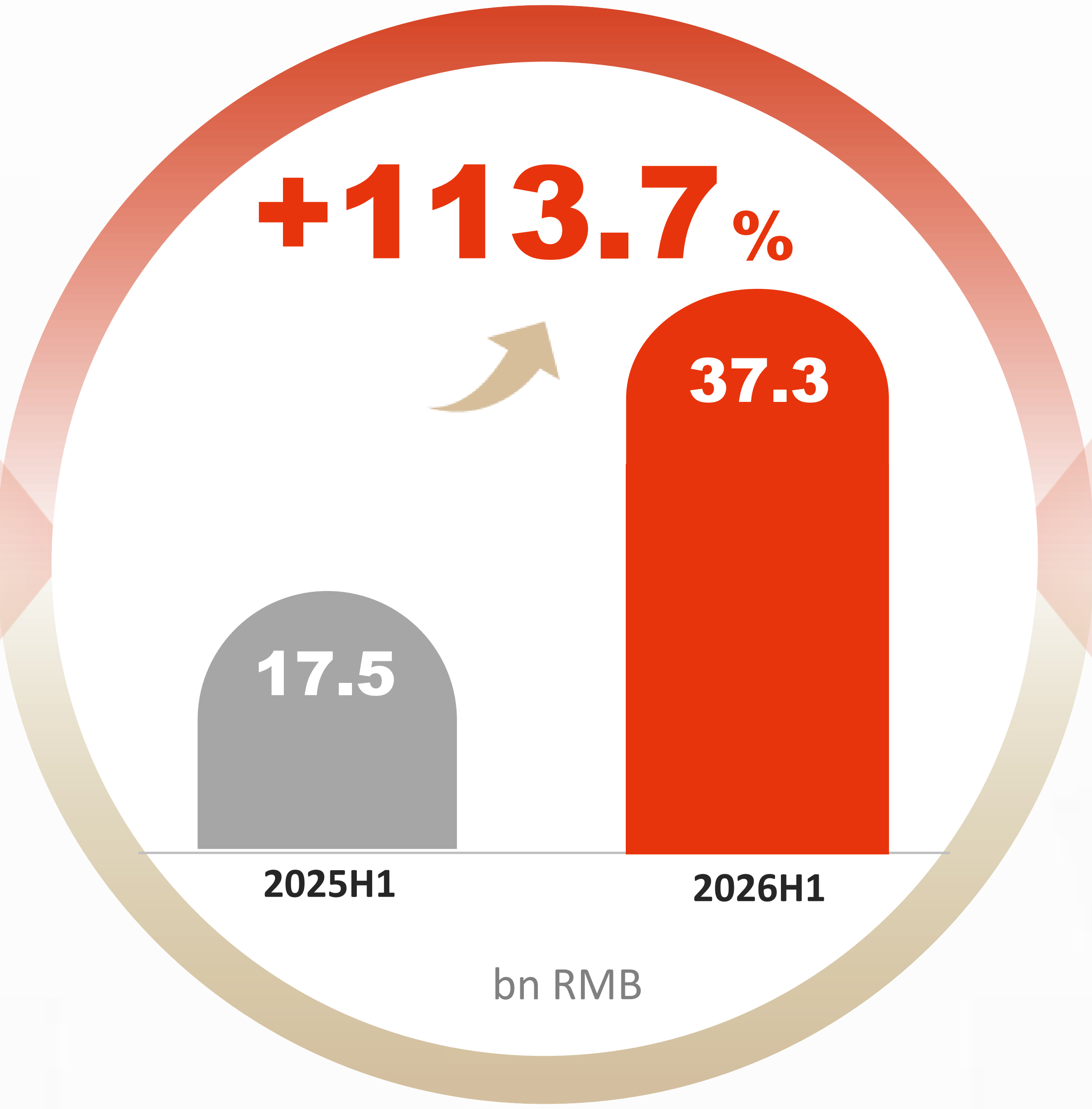
Investment Performance

Total Insurance Investment Assets

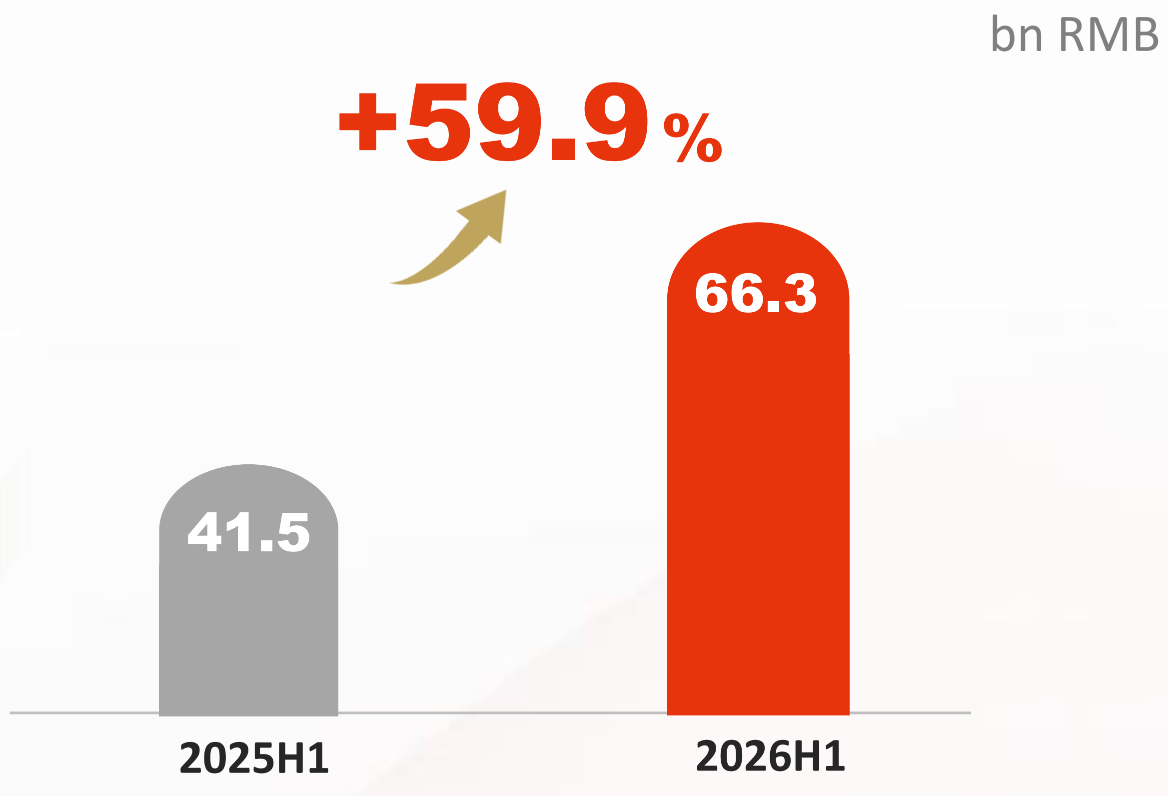


Net Investment Income

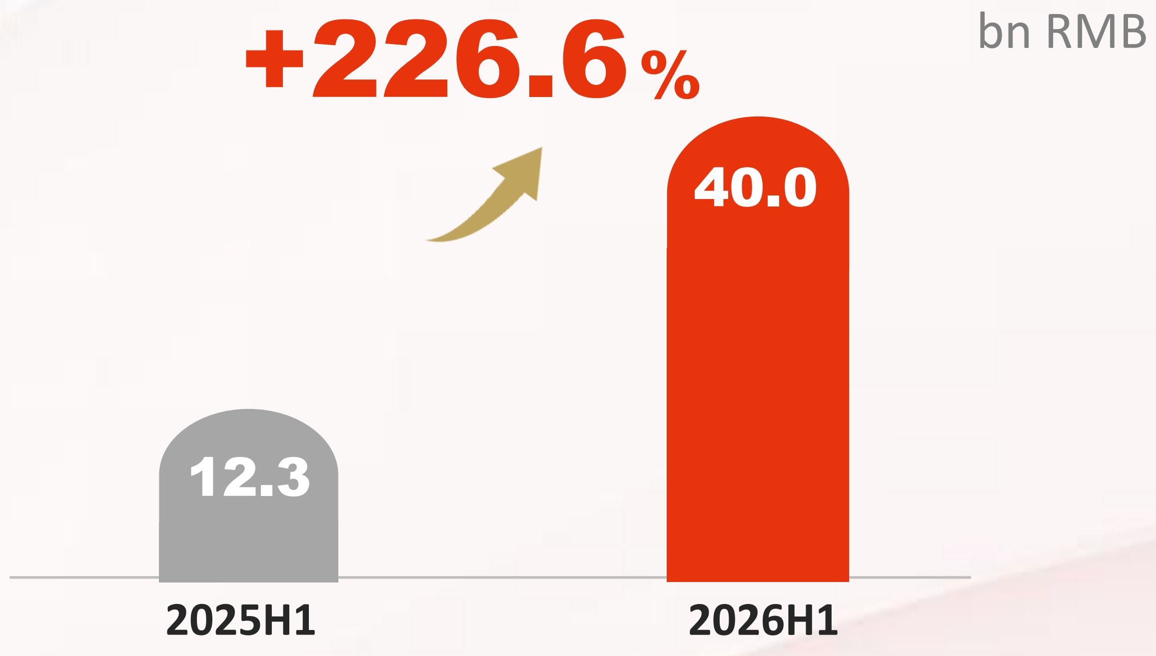




Total Investment Income



Equity Investment Income

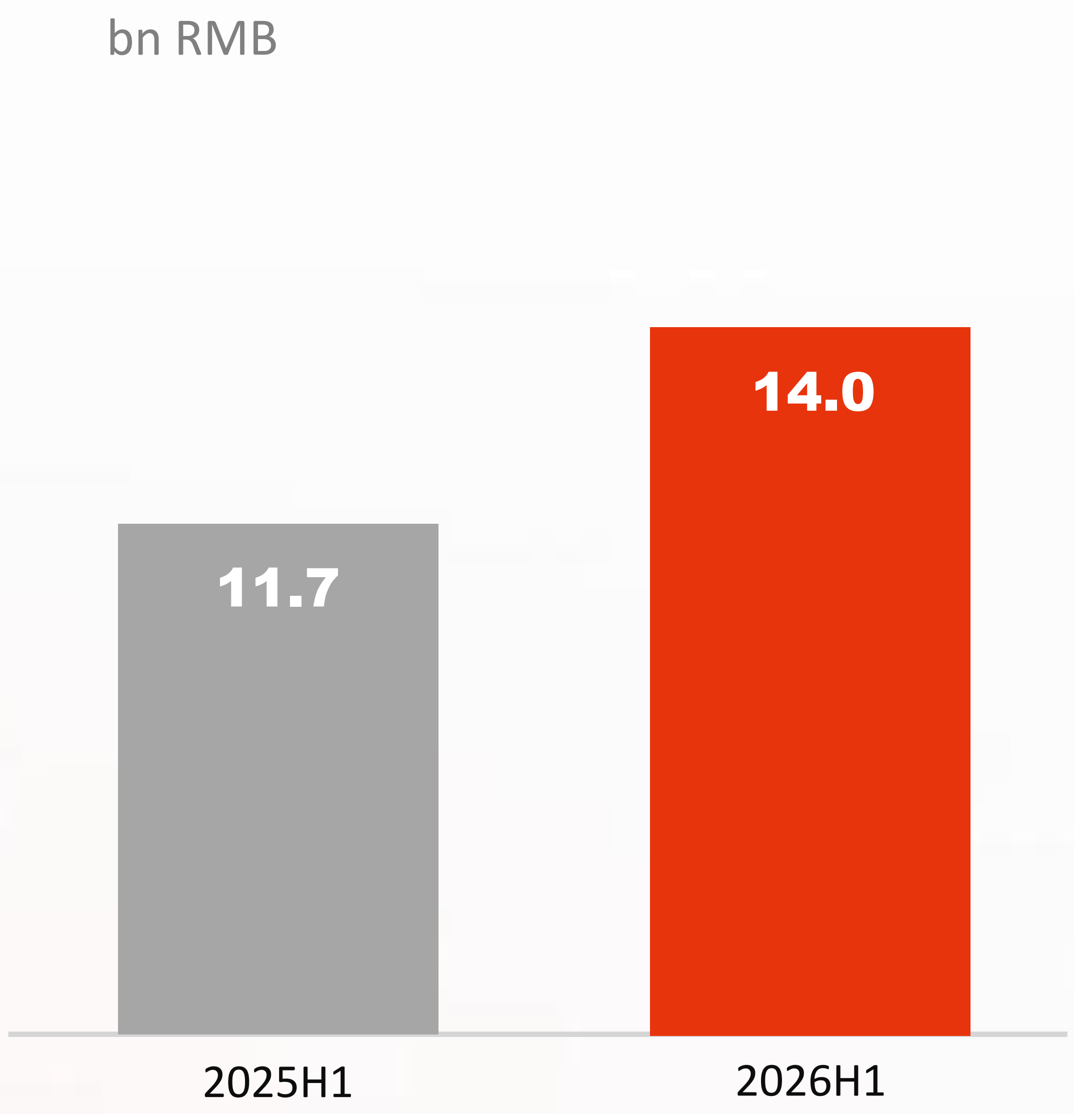


Note: The above figures represent equity investments measured at fair value, excluding long-term equity investments.

1.3 Continuously Strengthened Profitability

P&C Business

Underwriting Profits ↑19.8%

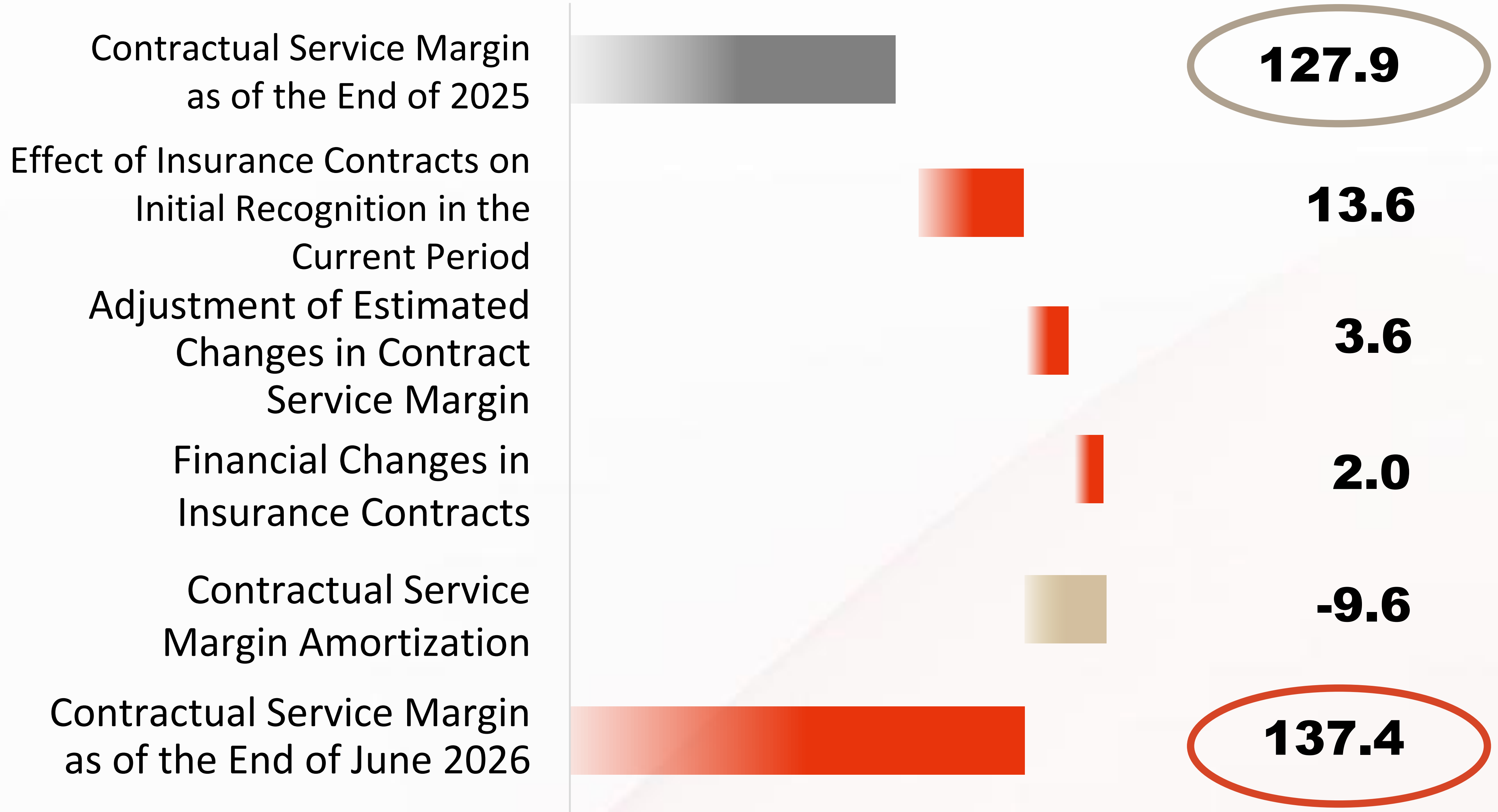


Net Loss and LAE Reserves Ratio (vs. the beginning of the year)

↑ 3.3pp

Life & Health Business

Contractual Service Margin ↑ 9.5 bn RMB



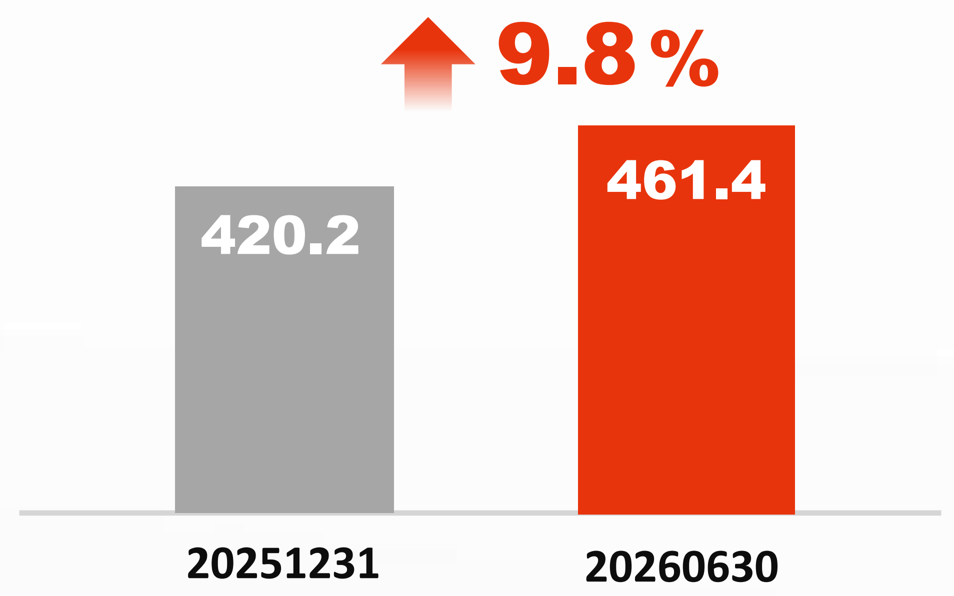
Note: Figures may not sum precisely due to rounding

Profit Contribution (% of Group Consolidated Net Profit)

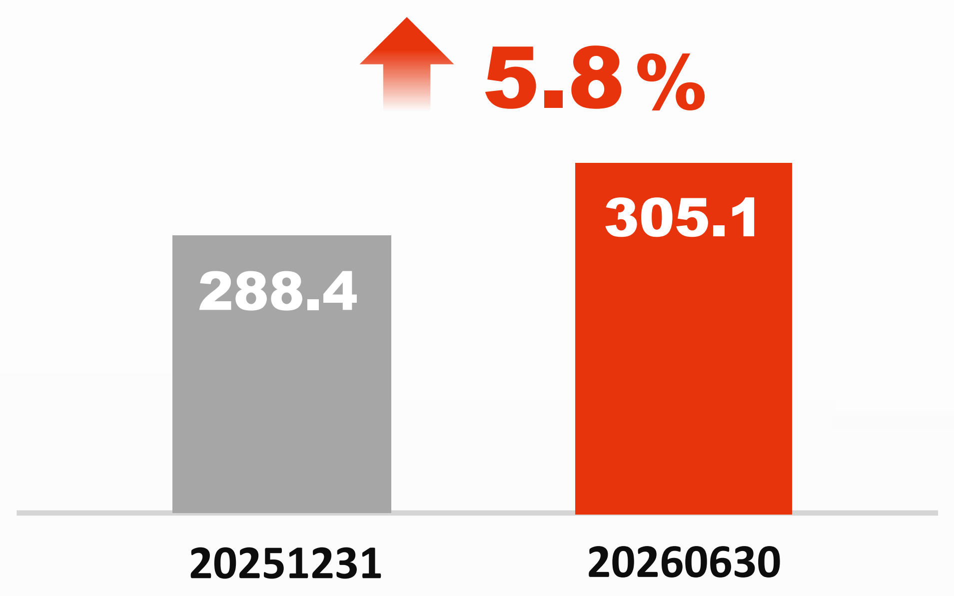
↑ 4.1pp

1.4 Continuous Enhancement of Capital Strength

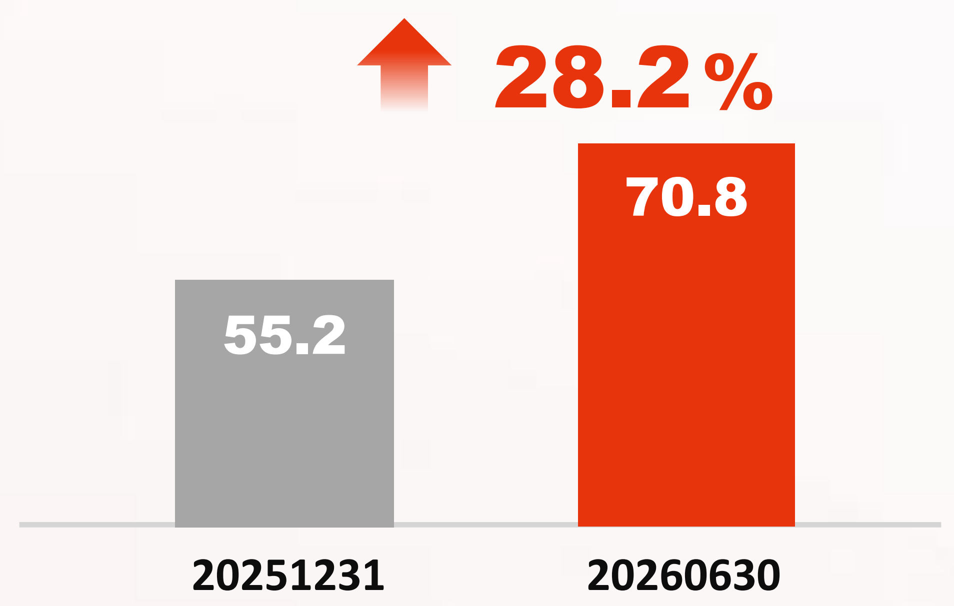
Group Net Assets
bn RMB



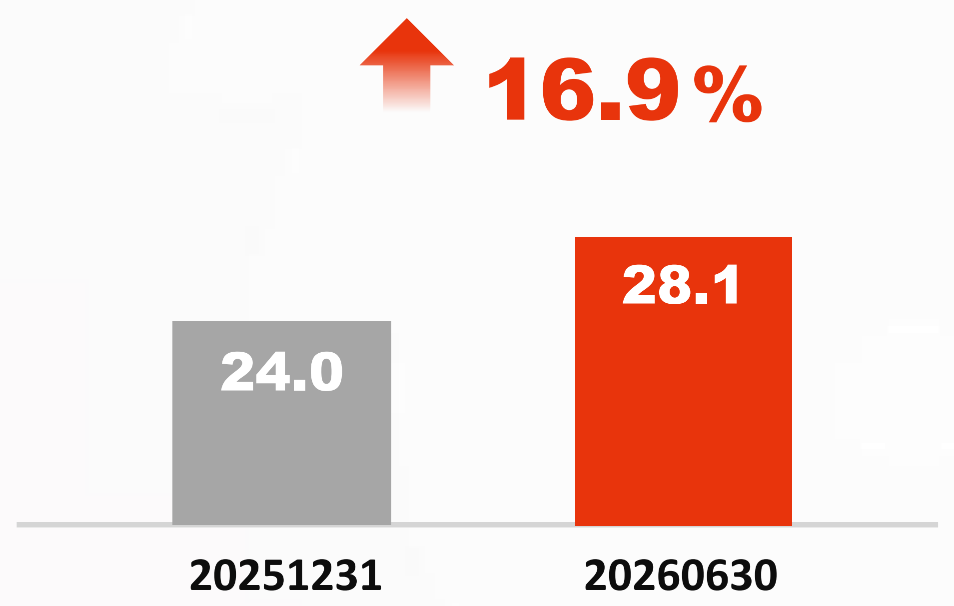
P&C Net Assets
bn RMB



Life Net Assets
bn RMB



Health Net Assets
bn RMB



Group Solvency

Core Solvency Margin Ratio	Comprehensive Solvency Margin Ratio
198%	247%

	Core Solvency Margin Ratio (%)	Comprehensive Solvency Margin Ratio (%)
P&C	214	237
Life	128	189
Health	136	264

1.5 Effective Risk Prevention and Control

Comprehensive Risk Management System Improved

- Strengthened policed and frameworks for concentration risk management, internal controls and related areas
- Strengthened the development of long-term case prevention and operational risk management mechanisms
- Upgraded intelligent risk-control platforms
- Optimized the mechanism for differentiated risk compliance performance assessment

Compliance Operations Enhanced

- **All** insurance subsidiaries maintained **Grade A or above** in the comprehensive risk rating
- Further strengthened compliance in the "consistency between regulatory filings and actual underwriting" for auto insurance and bancassurance, as well as comprehensive governance for non-auto insurance
- Promoted the signing of self-regulatory agreements for non-auto insurance across regional entities, took the lead in promoting industry self-discipline and worked together to safeguard the market order

1.6 Fully Leveraged the Function and Role of Insurance (1/2)

Actively Performed the Functions of Insurance as an Economic Shock Absorber and Social Stabilizer

Risk Protection

2,046 tn RMB

Ranked **No.1** in the industry

↑ 14.9%

Claims Paid

241 bn RMB

Daily average claims paid reaches RMB **1.33**bn

↑ 3.2%

Risk Reduction

- Enhanced end-to-end risk mitigation model covering "protection, prevention, mitigation, relief, and claims"
- Conducted more than **2** million pre-underwriting risk inspections, identifying **310,000** potential risk exposures
- Delivered **3.35** million risk management services to **1.63** million corporate clients, identifying **2.23** million potential risk exposures during the policy period

Adhere to the philosophy of Long-Term Investment

- RMB **350**bn invested across the "Five Priorities" of finance
- Investment in the real economy exceeded RMB**1.3**tn

1.6 Fully Leveraged the Function and Role of Insurance (2/2)

"Five major areas"

Technology Finance

- Premiums income from technology insurance ↑ **18.5%**
- Serving over **260,000** technology enterprises
- Covered risk protection amount of RMB **28**tn
- Scale of technology finance investment ↑ **32.1 %**

Inclusive Finance

- Insurance coverage for the three major staple crops has largely transitioned from production cost insurance to full cost and planting income insurance
- Undertook **1,465** policy-oriented health insurance projects, covering more than **1**bn people

Green Finance

- Number of new energy vehicles underwritten ↑ **30.9%**
- MSCI ESG Rating **AAA**
- Risk coverage reached RMB **132**tn
- Scale of green investment ↑ **37.2%**

Digital Finance

- Accelerating implementation of the "AI+" action plan
- **246** AI application scenarios implemented
- AI capability invocations exceeded **2.3**bn times

Pension Finance

- First Pillar: Steady growth in AUM
- Second Pillar: AUM of annuity of RMB **771.9**bn
- Third Pillar: Individual pension gross written premiums ↑ **102.3 %**

  Commercial pension AUM ↑ **67.7 %**

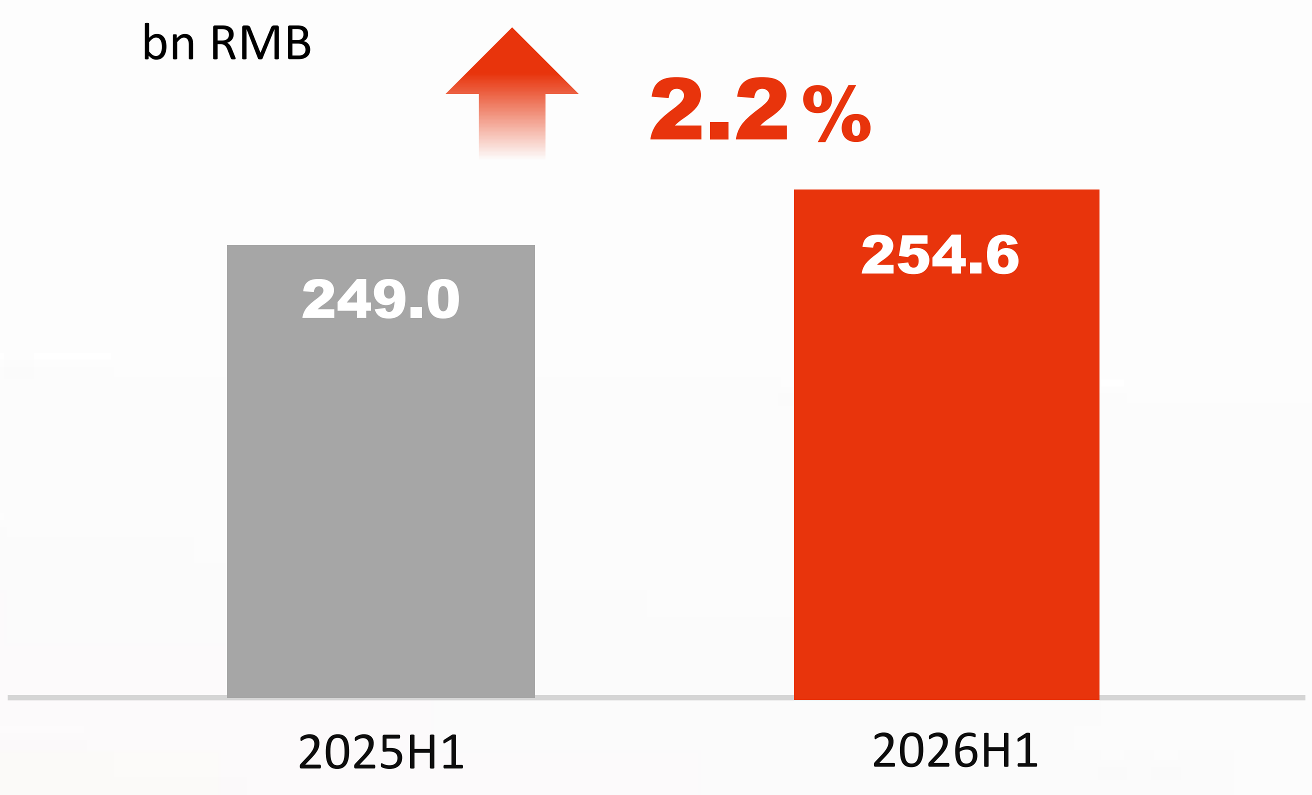
1 Results Overview

2 Segment Overview

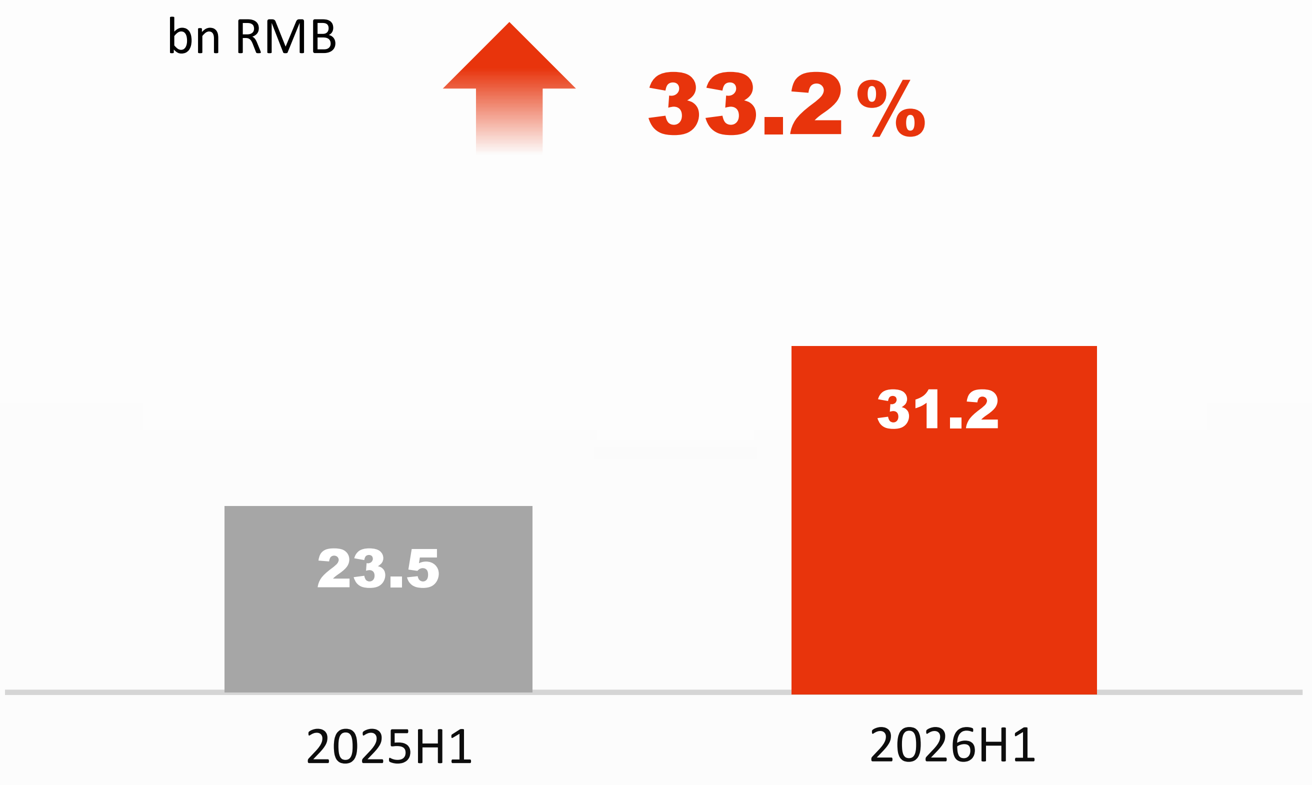
3 Key Work Focus for the second half of the year

P&C: Results Highlights

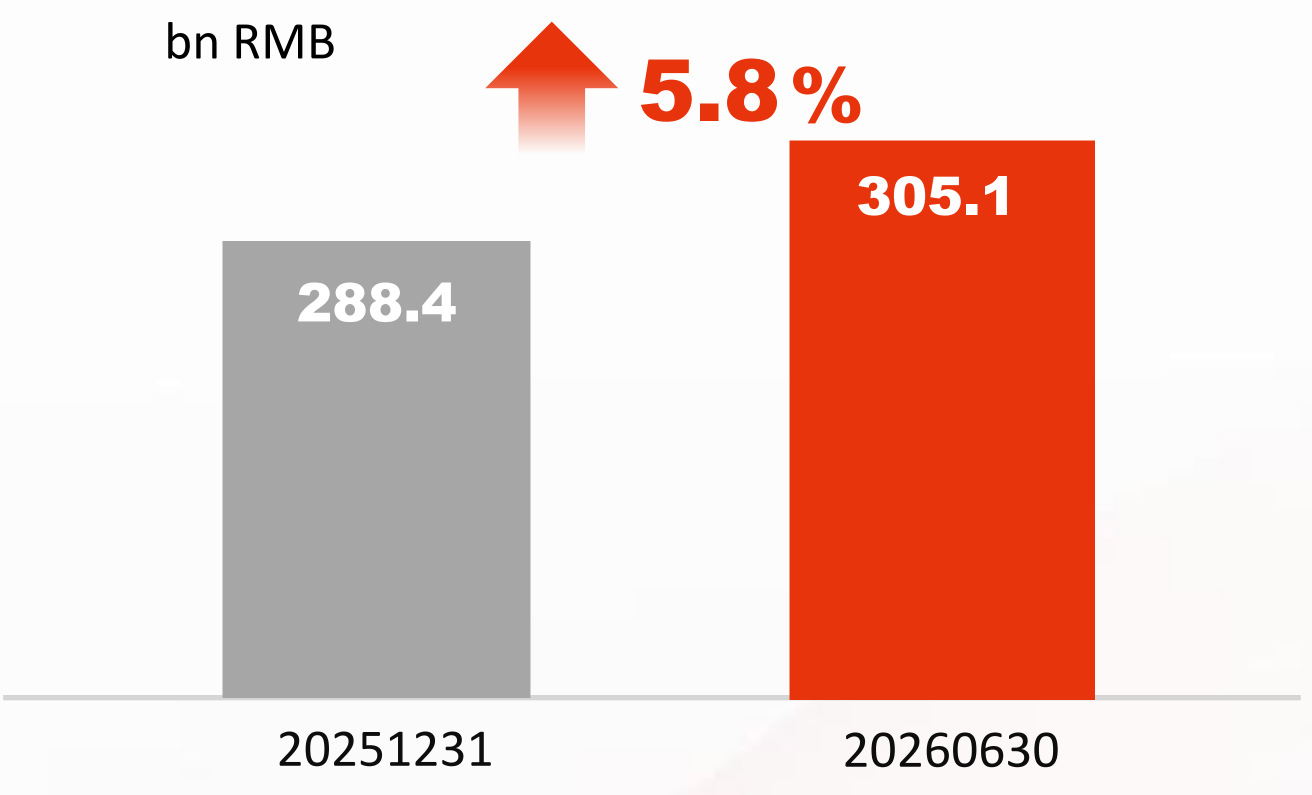
Insurance Revenue



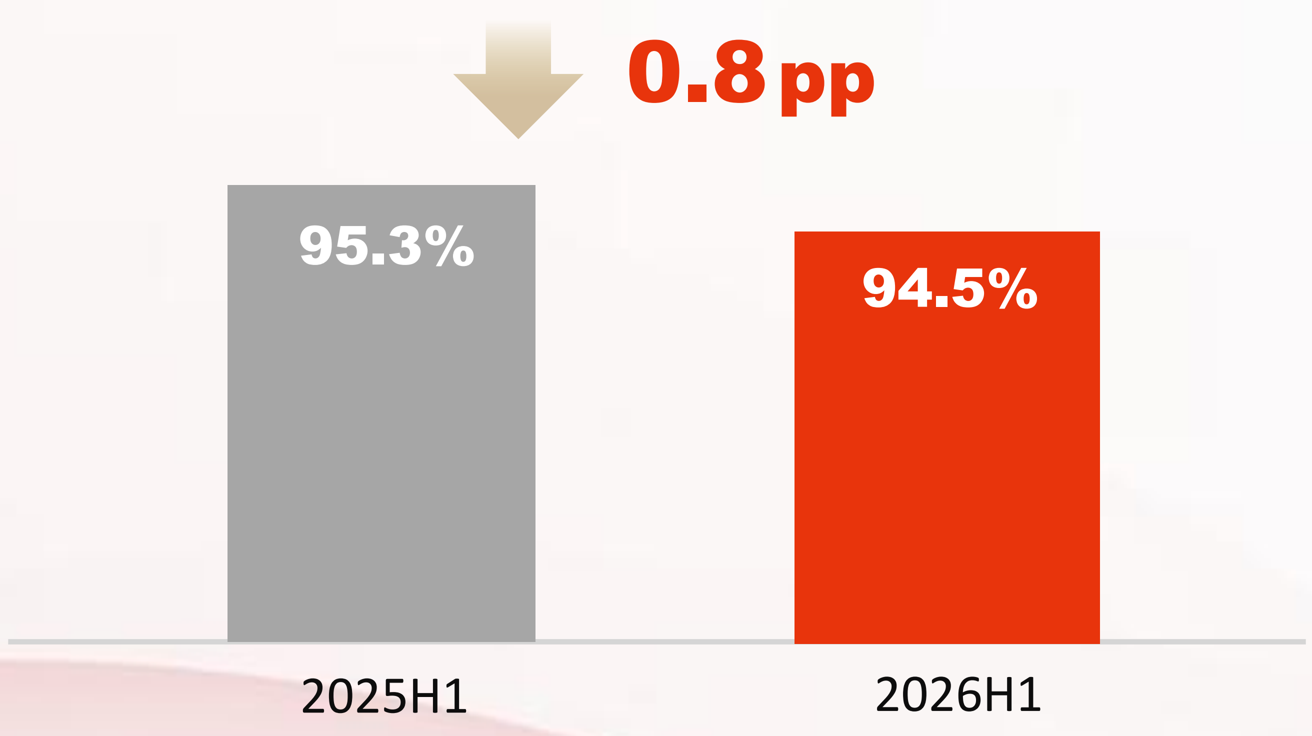
Net Profit



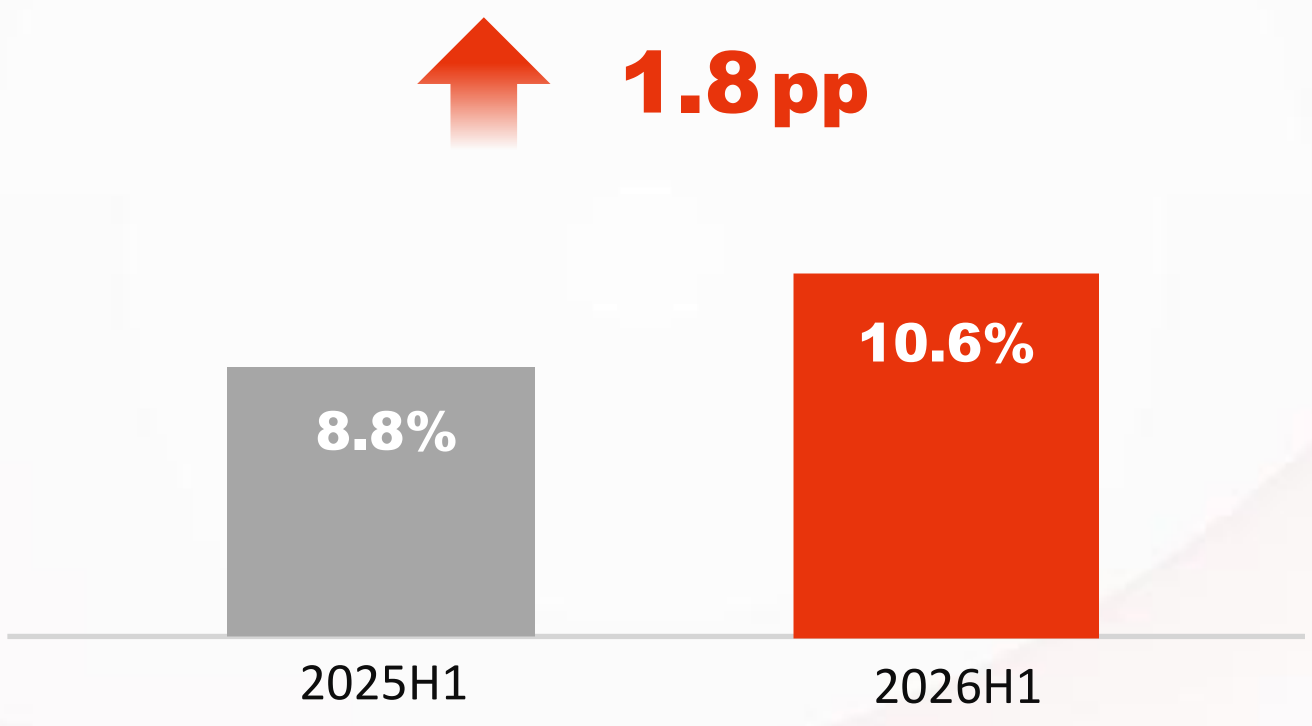
Net Assets



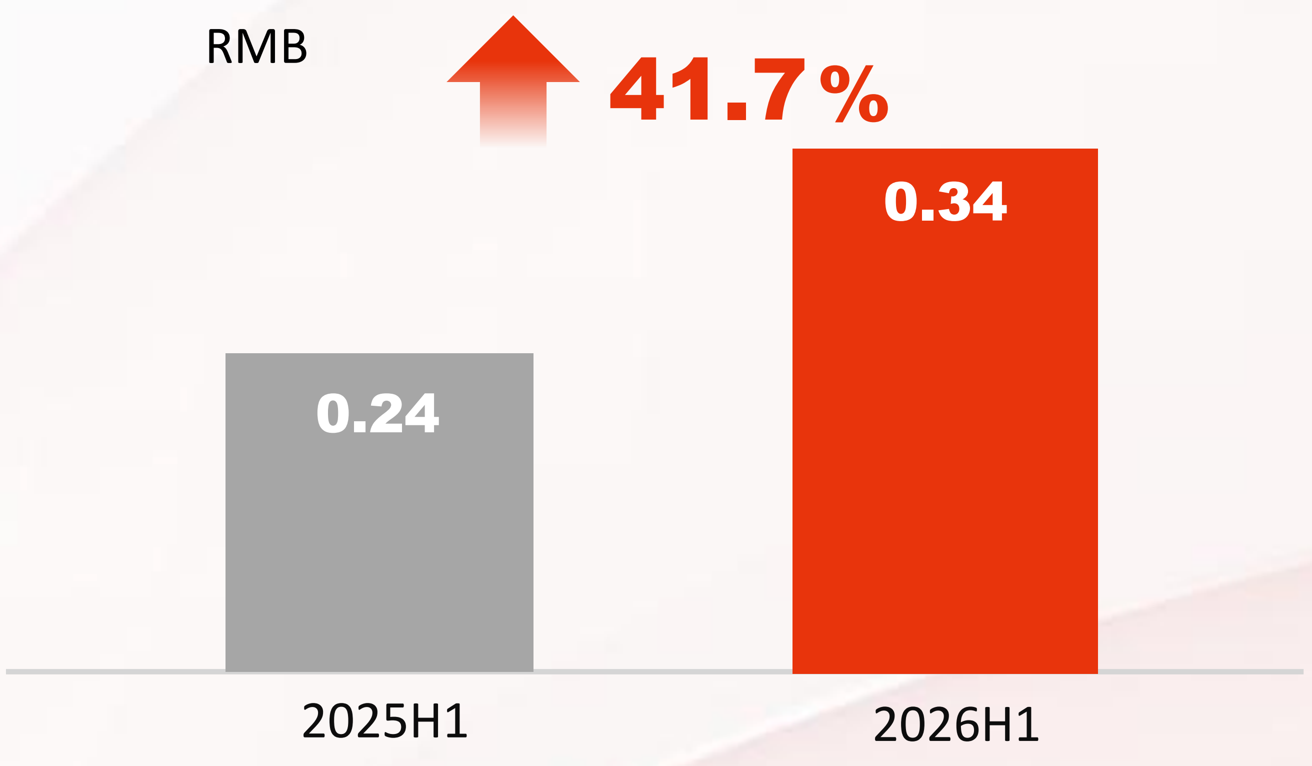
Combined Ratio



ROE



Interim cash dividend per share (including tax))



2.1.1 Competitive Advantage in Auto Insurance Remains Solid

Structure Optimization

Number of household vehicles
43.89mn vehicles ↑ **3.8%**

Household vehicles renewal rate
78.7% ↑ **2.1pp**

Market share of household new vehicle premiums ↑ **0.3pp**

Profitability Enhancement

Expense Ratio
19.9% ↓ **1.2pp**

Combined Ratio
93.5% ↓ **0.7pp**

Underwriting Profit
9.9bn RMB ↑ **13.6%**

2.1.2 Improved Quality and Profitability in Non-Auto Insurance Business

Profitability improved year-on-year

Combined Ratio ↓ **1.2pp**

Underwriting Profits ↑ **51.2%**

3.7bn RMB

Rapid growth of individual business

Premiums ↑ **18.2%**

31.5bn RMB

Combined Ratio ↓ **1.5 pp**

Underwriting Profit ↑ **32.5%**

Improving quality of institutional business

Expense Ratio ↓ **3.9pp**

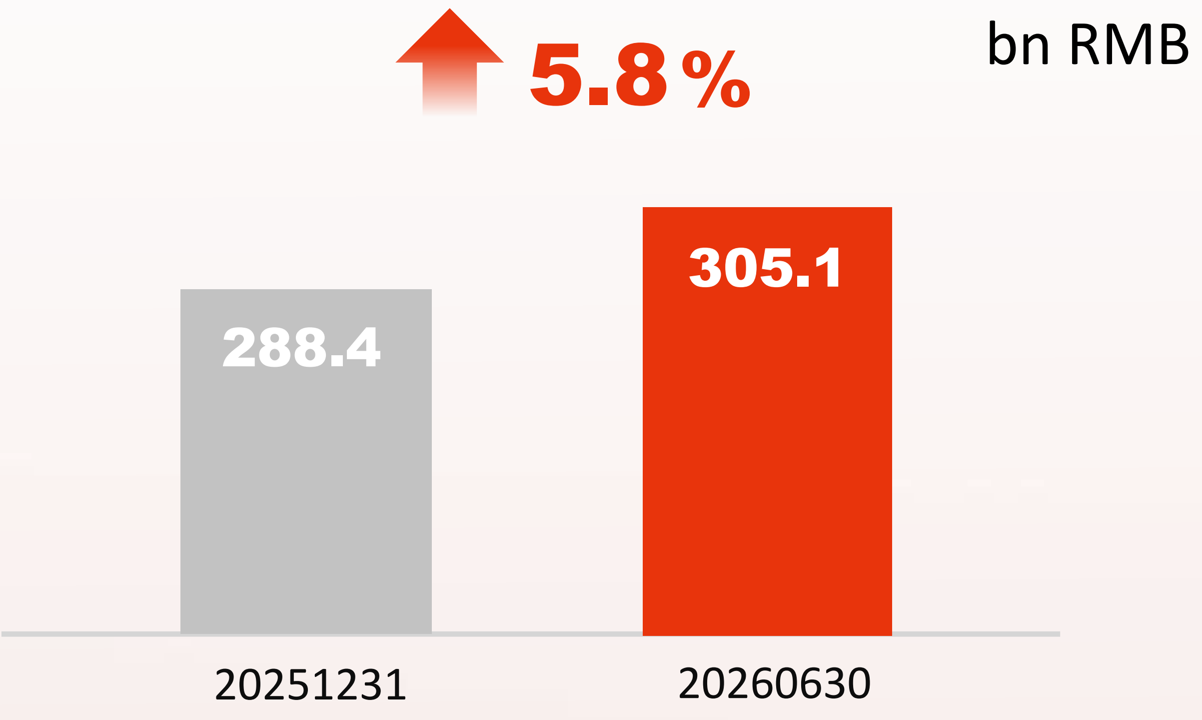
Claim Ratio ↓ **1.9pp**

Combined Ratio ↓ **5.8pp**

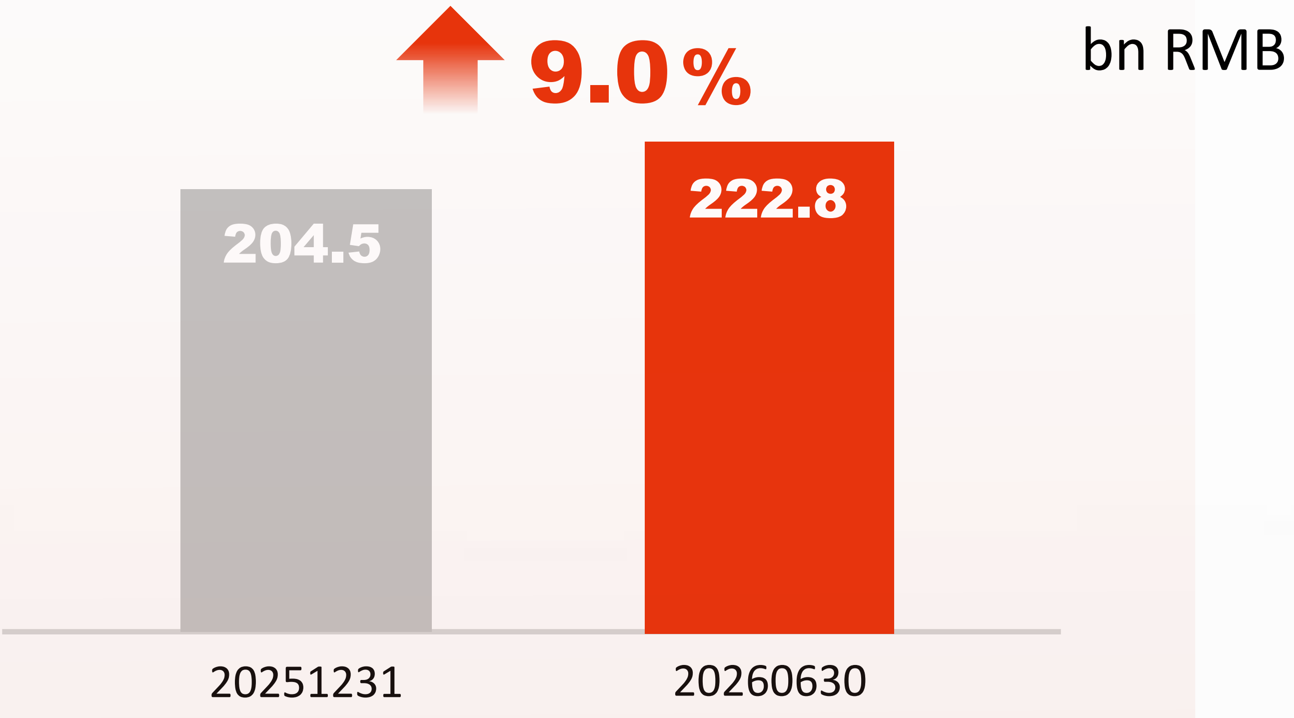
Note: All financial data presented on this page are based on CAS Old Accounting Standard.

2.1.3 Solid Financial Strength

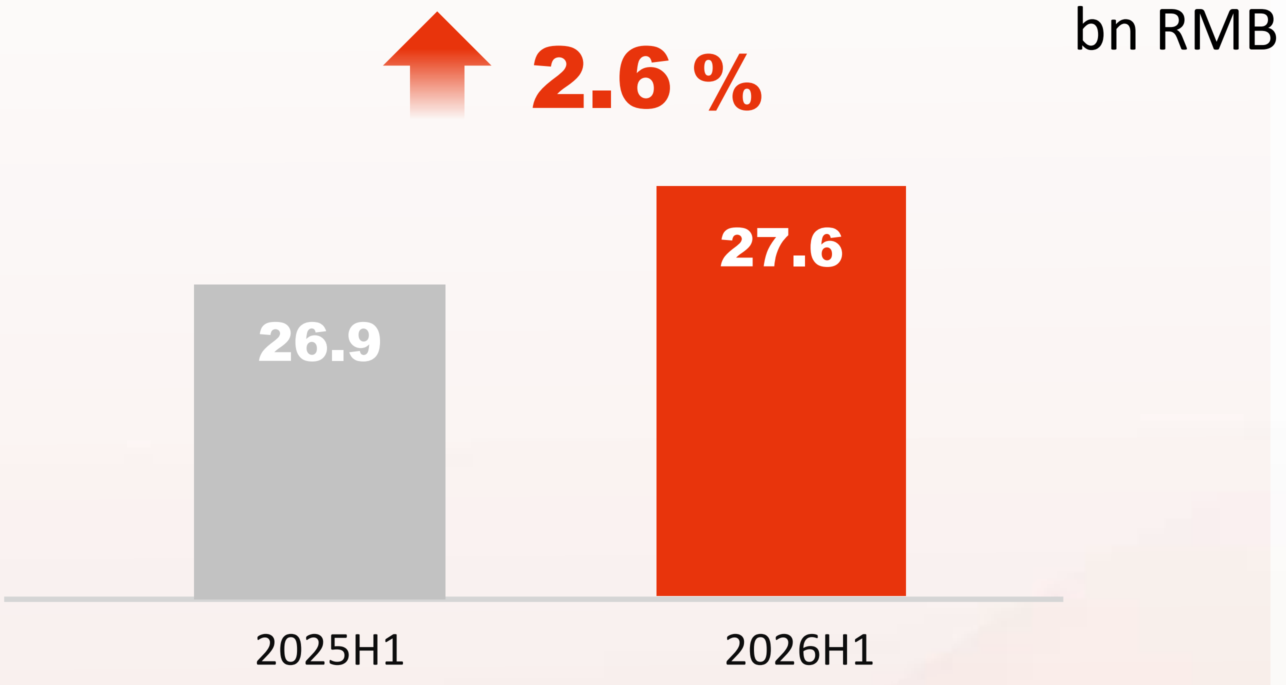
Net Assets



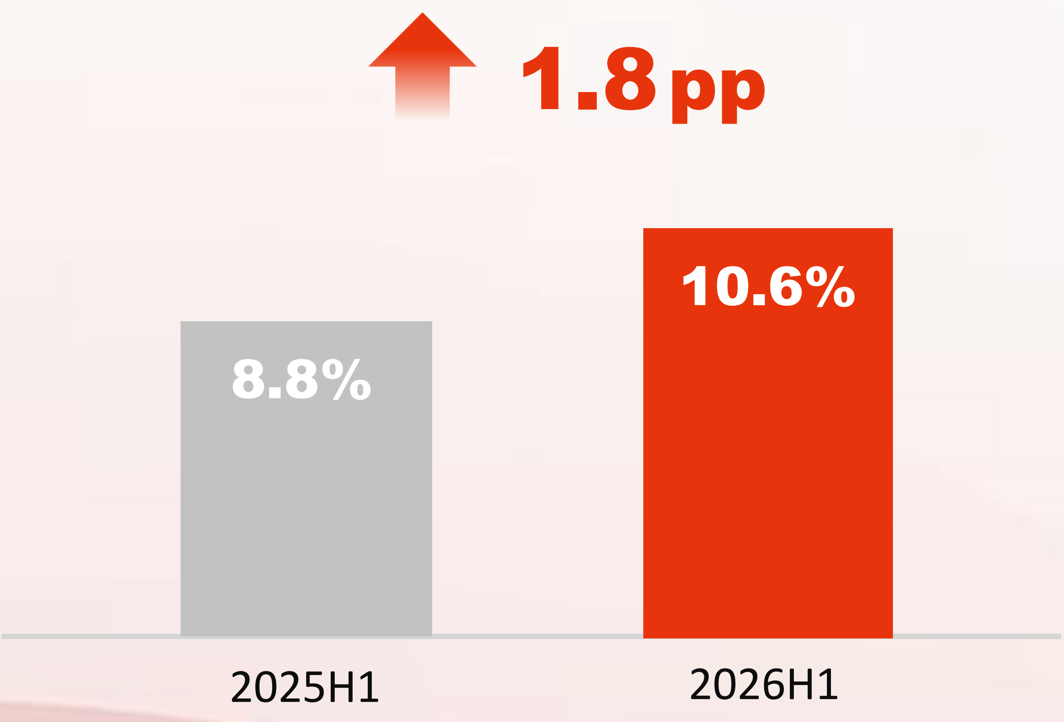
Net Loss and LAE Reserves



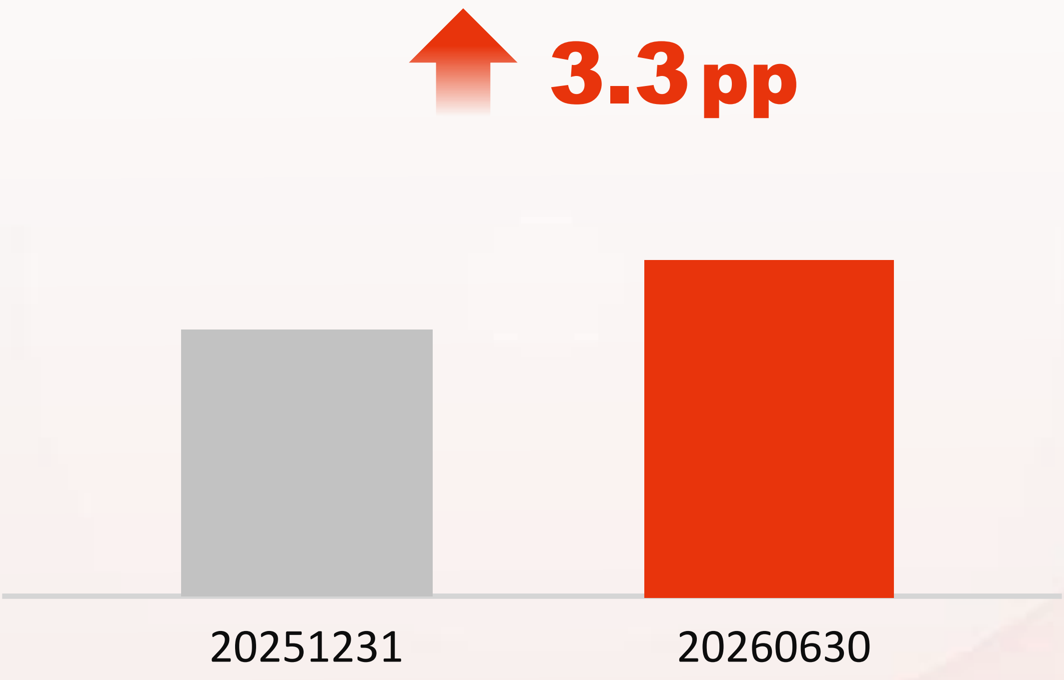
Net cash flow from operating activities



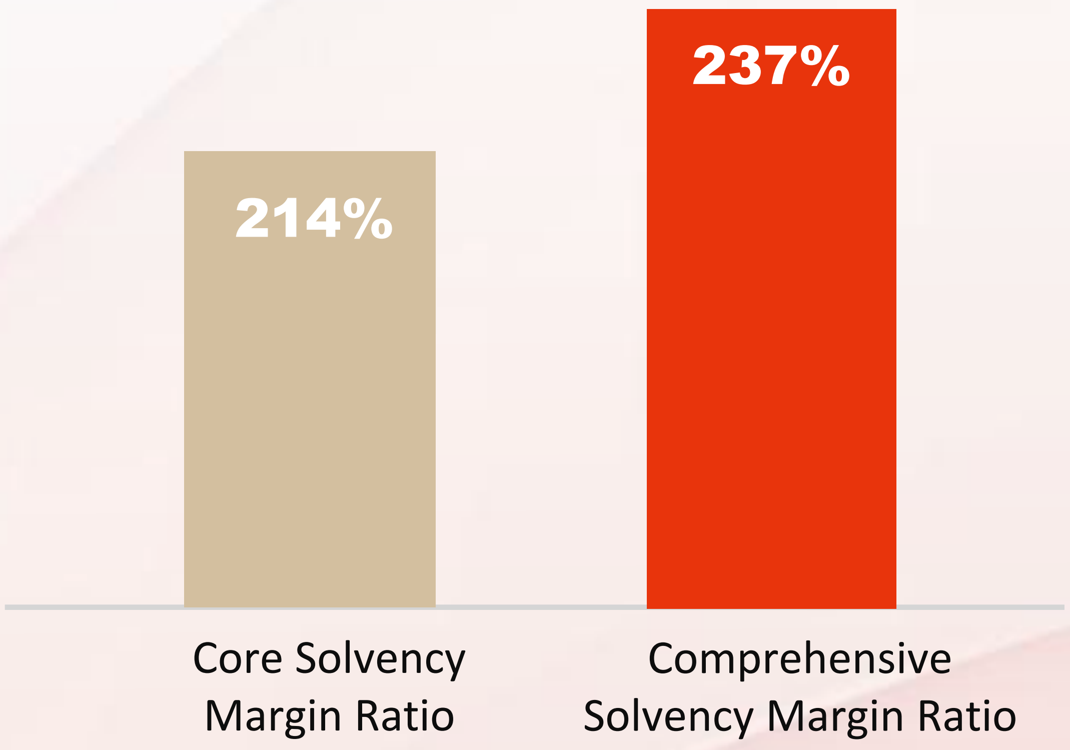
ROE



Net Loss and LAE Reserves Ratio

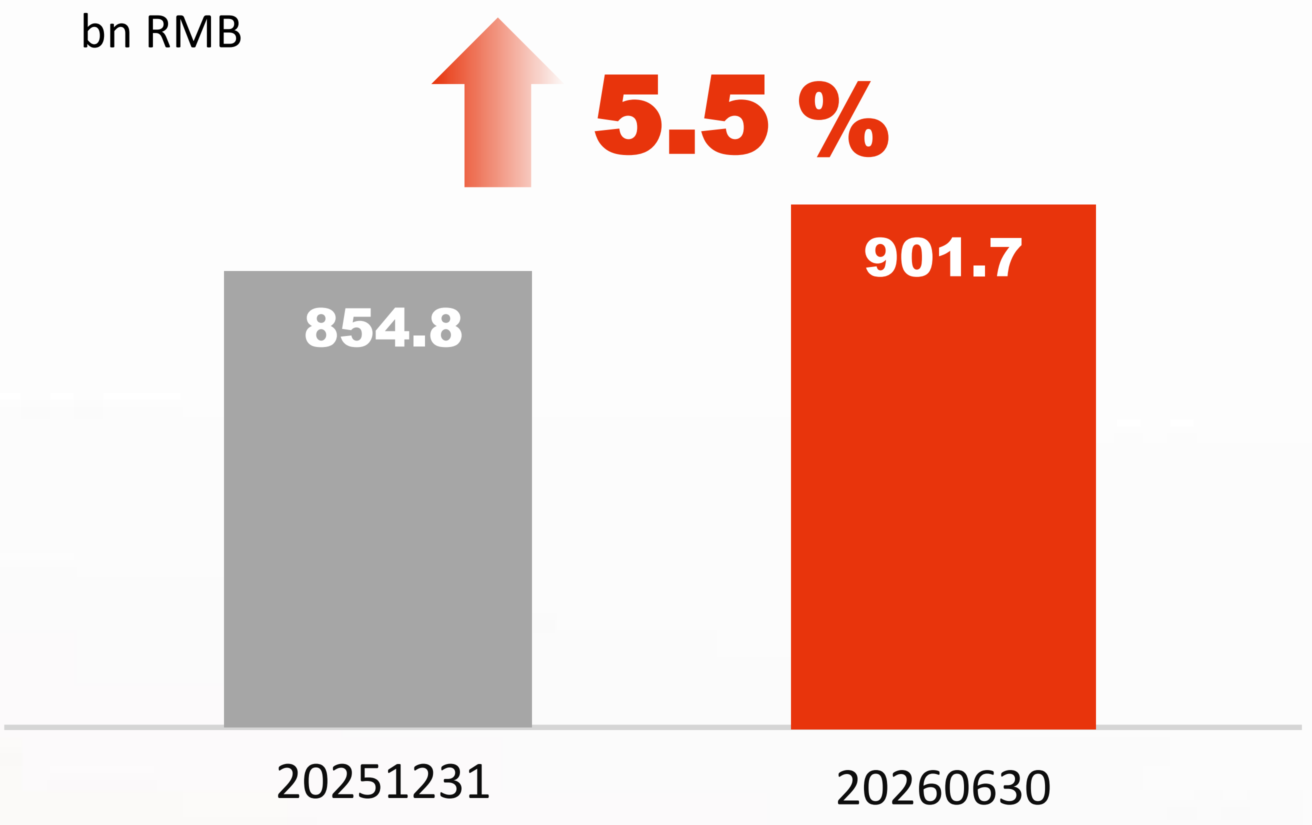


Solvency Margin Ratio

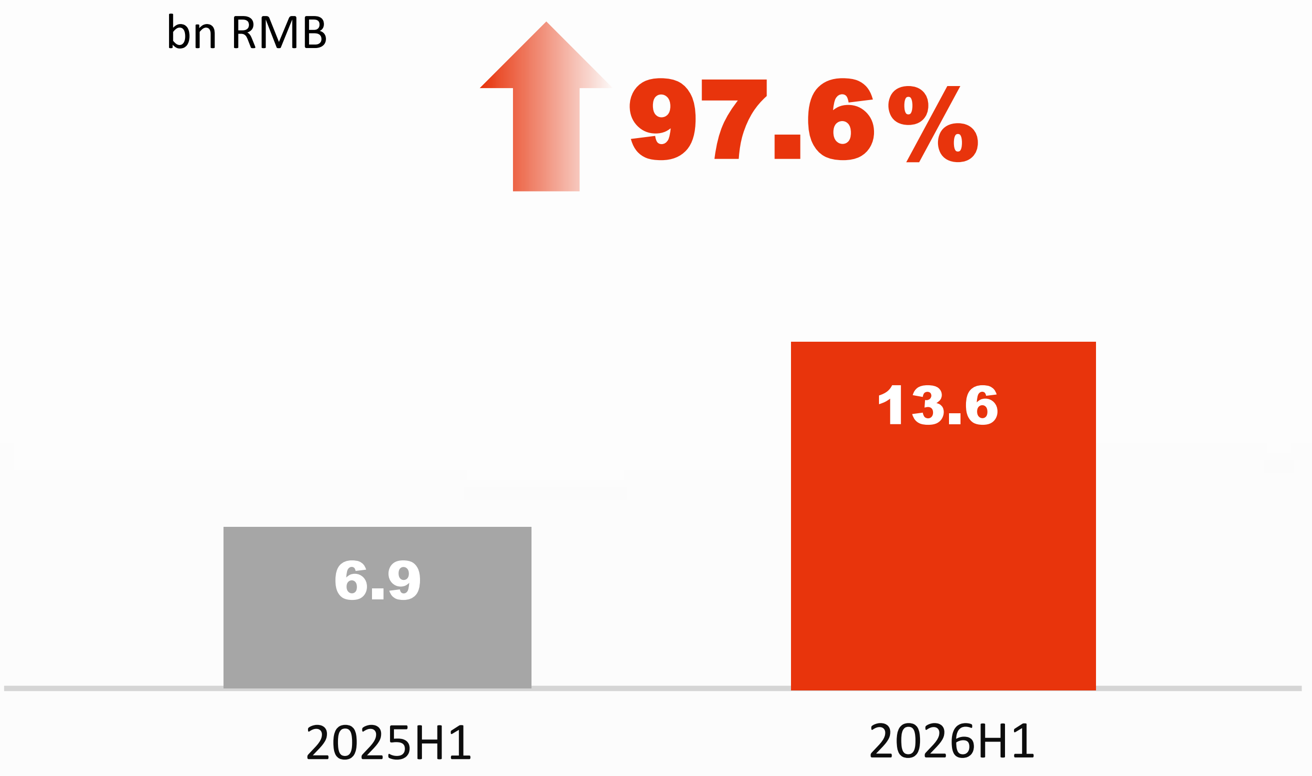


Life: Results Highlights

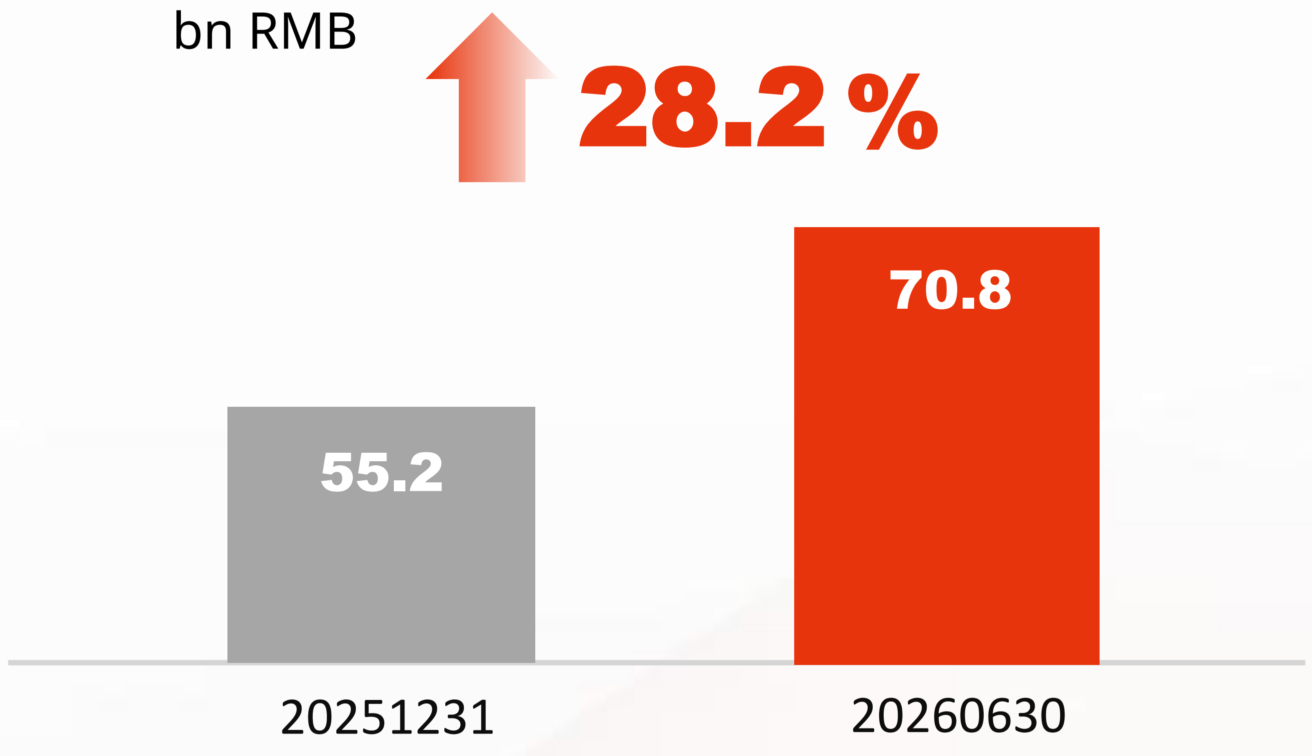
Total Assets



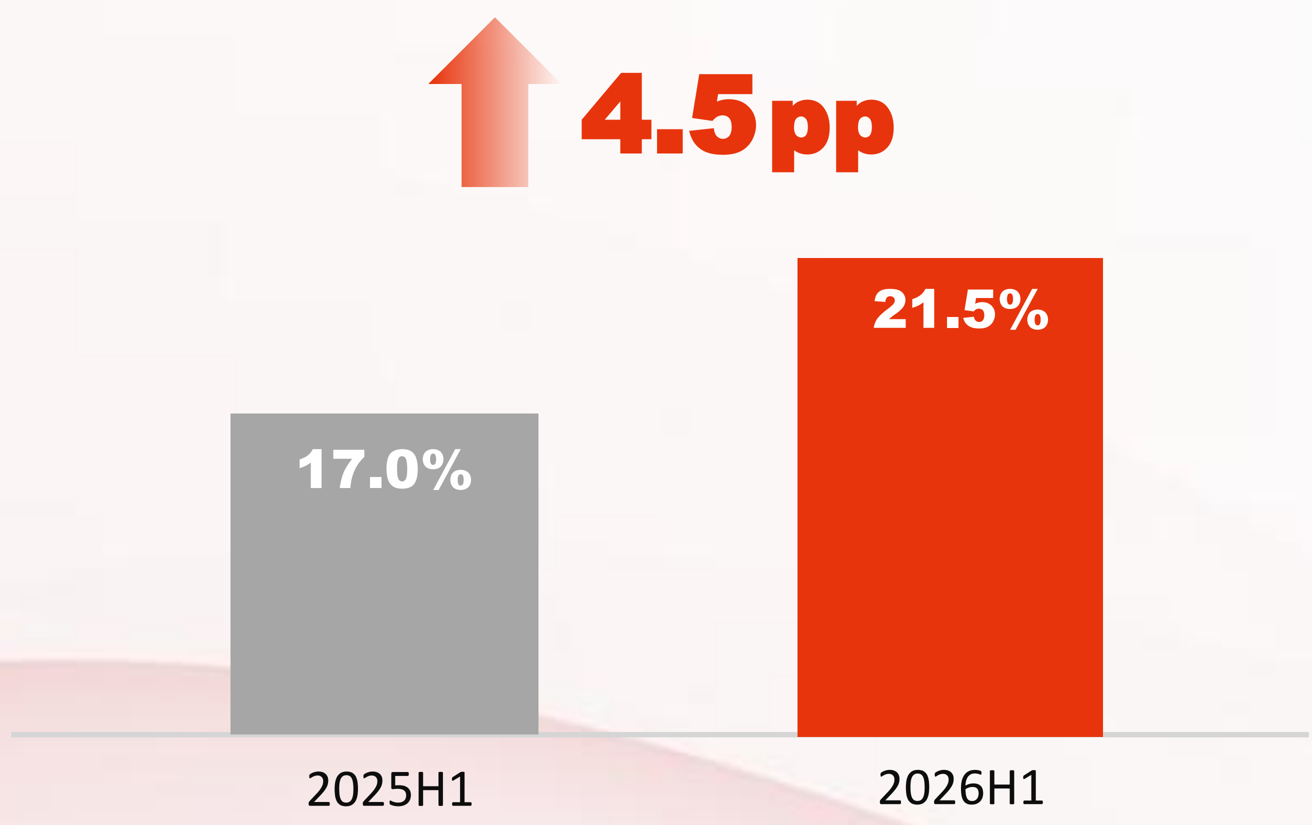
Net Profit



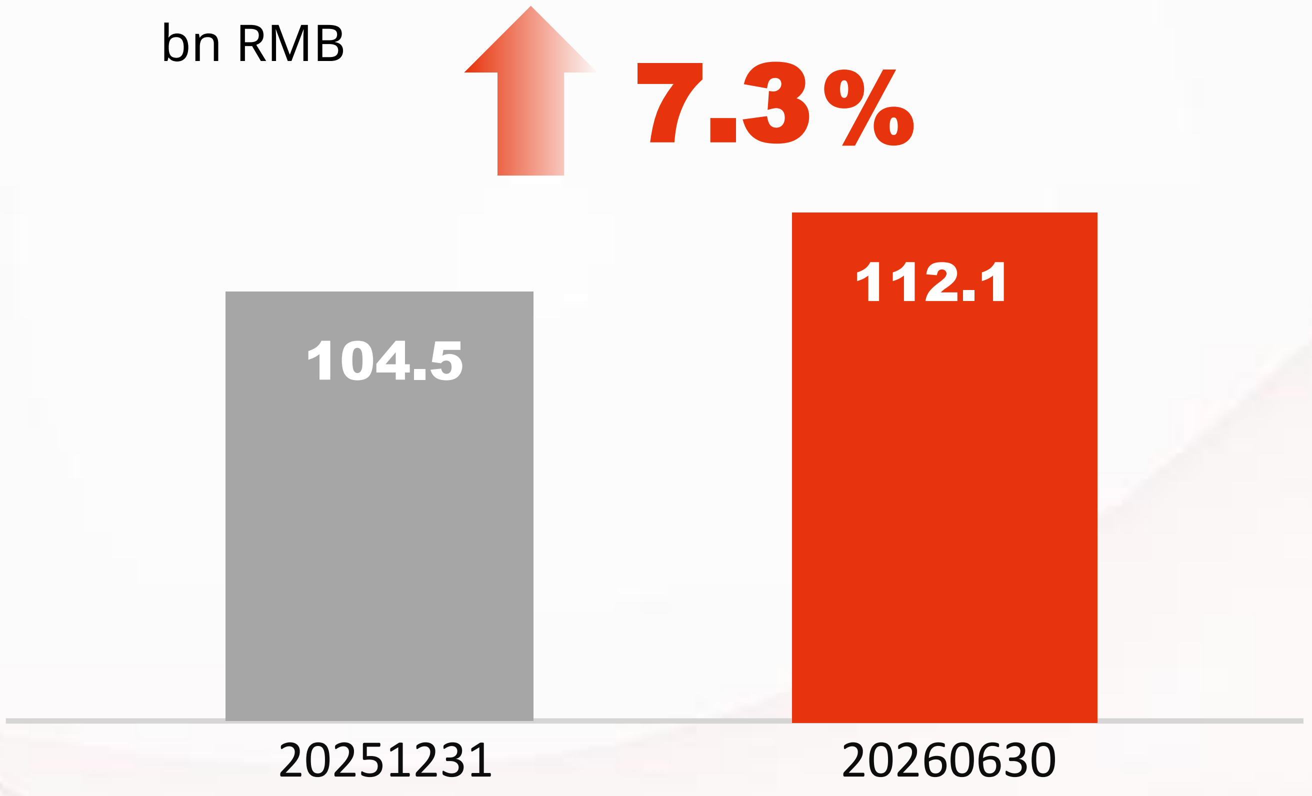
Net Assets



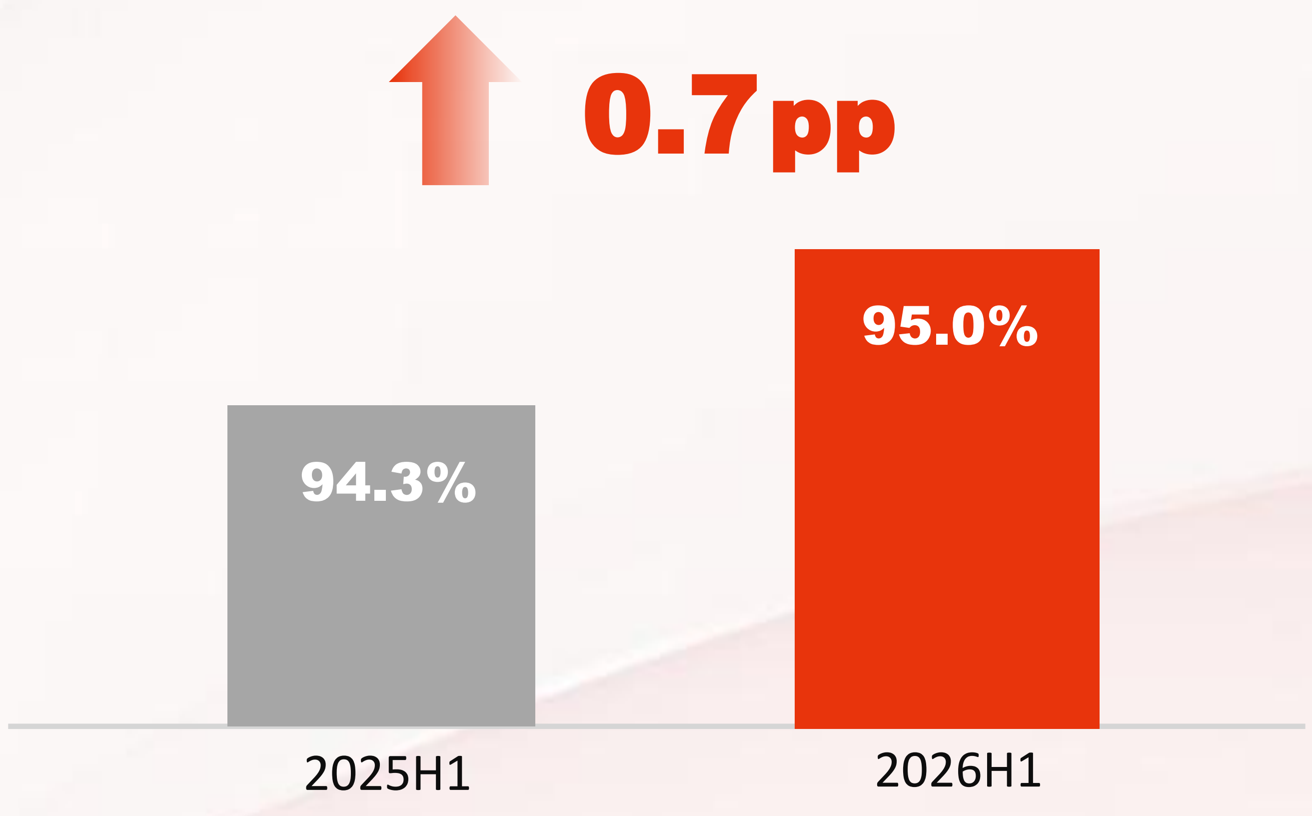
ROE



Contractual Service Margin



25-month Persistency Ratio of Premuims



2.2.1 Business development resilience has increased

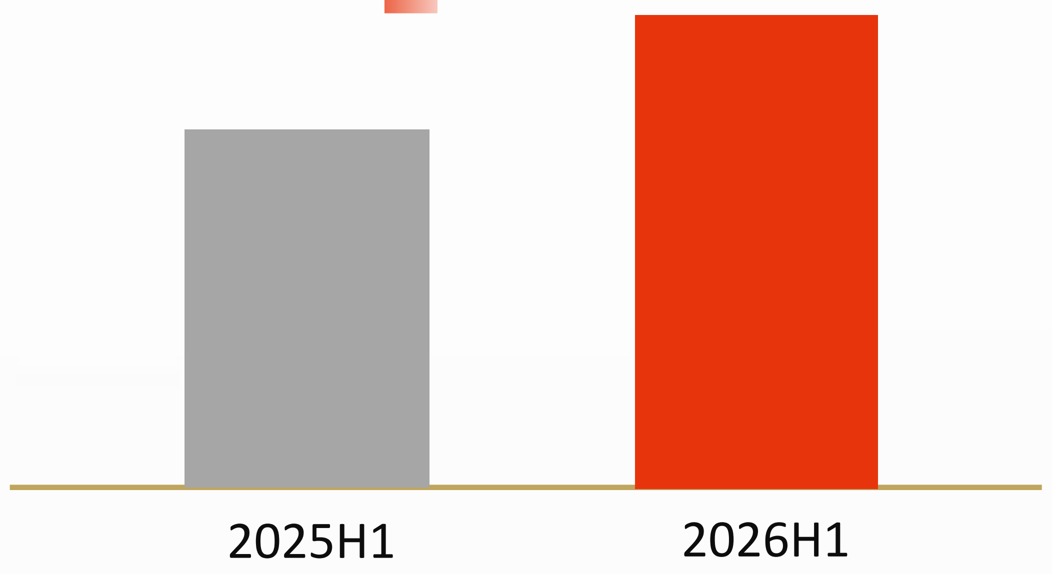
Regular Premiums Contribution **83.5%** ↑ **4.0pp**

First-year Regular Premiums of ten-year or more
1.88 bn RMB ↑ **95.4%**

Renewal Premiums of
53.7 bn RMB ↑ **9.0%**

NBV Margin

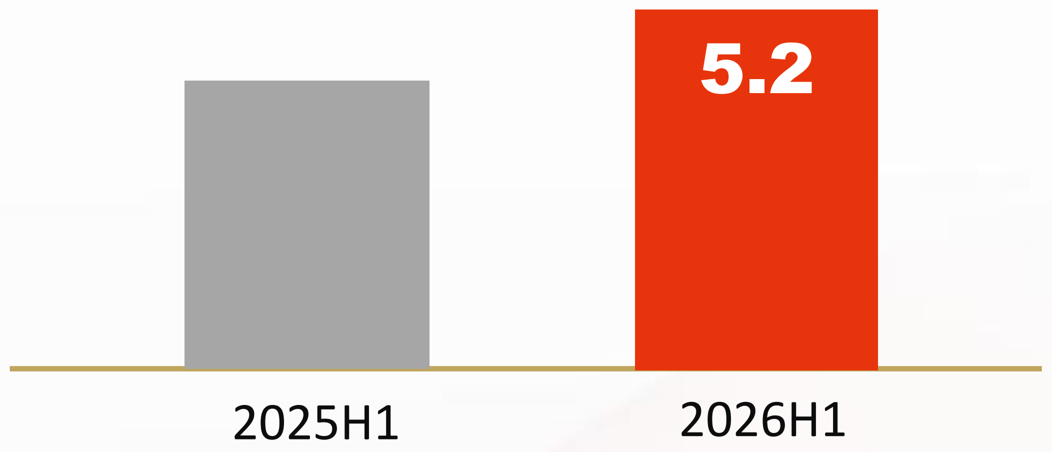
↑ **2.2pp**



Six-month NBV

bn RMB

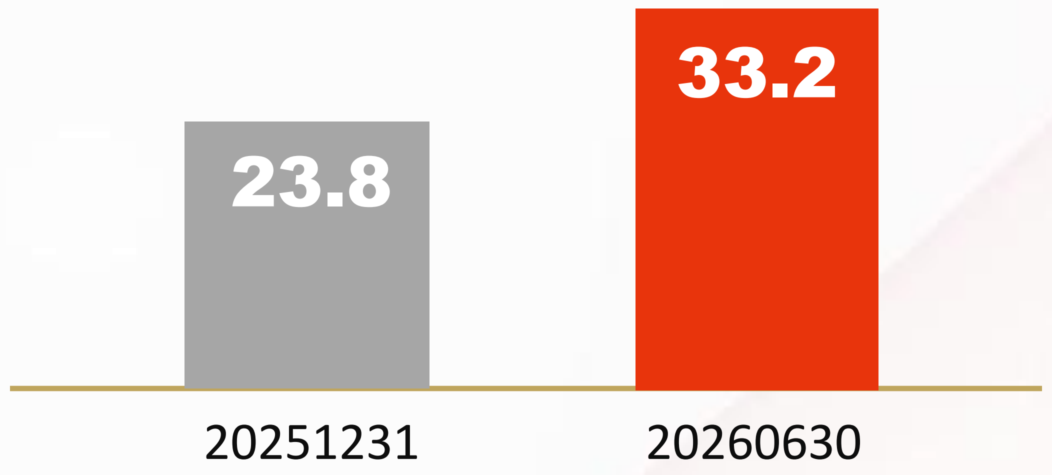
↑ **5.2%**



VIF

bn RMB

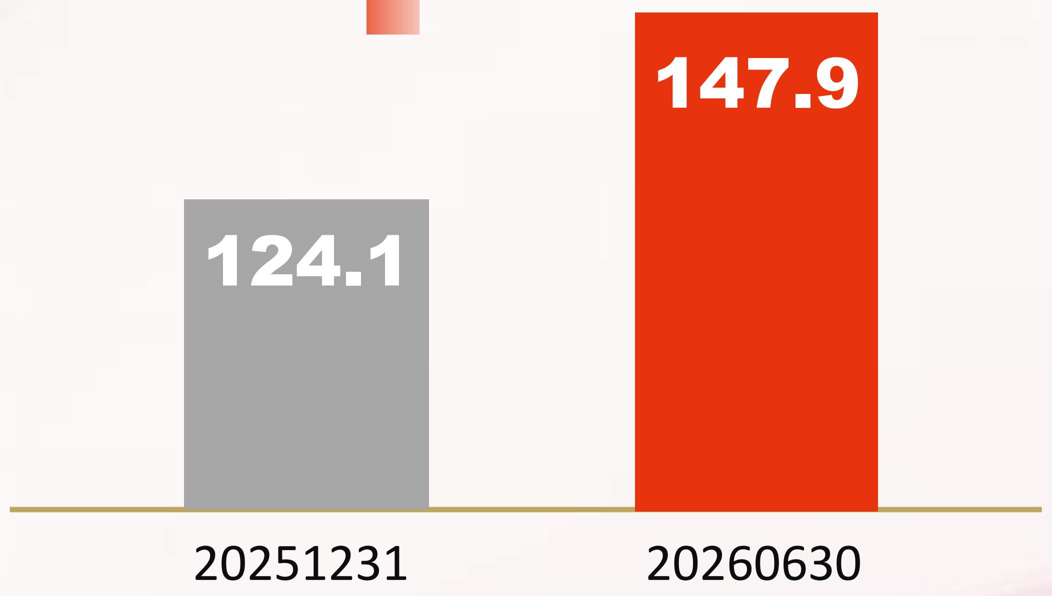
↑ **39.6%**



EV

bn RMB

↑ **19.2%**



Note: NBV margin and six-month NBV are on a comparable basis.

2.2.2 Channel Transformation Toward Innovation and Excellence

Personal insurance premiums

- Six-month NBV 2.5bn RMB ↑ 23.4%
- Average Monthly High-quality Headcount 8,958 ↑ 25.7%
- 10-year-and-above Regular Premiums is 1.75bn RMB ↑ 93.7%

  Including: Worksite-marketing for new agents ↑ 285.4%

Note: The growth rate of NBV in the personal insurance channel over six months is on a comparable basis

Group insurance channels

- Corporate clients with million-level premiums ↑ 6.4%
- Direct selling expense ratio ↓ 1.8pp

Bancassurance channels

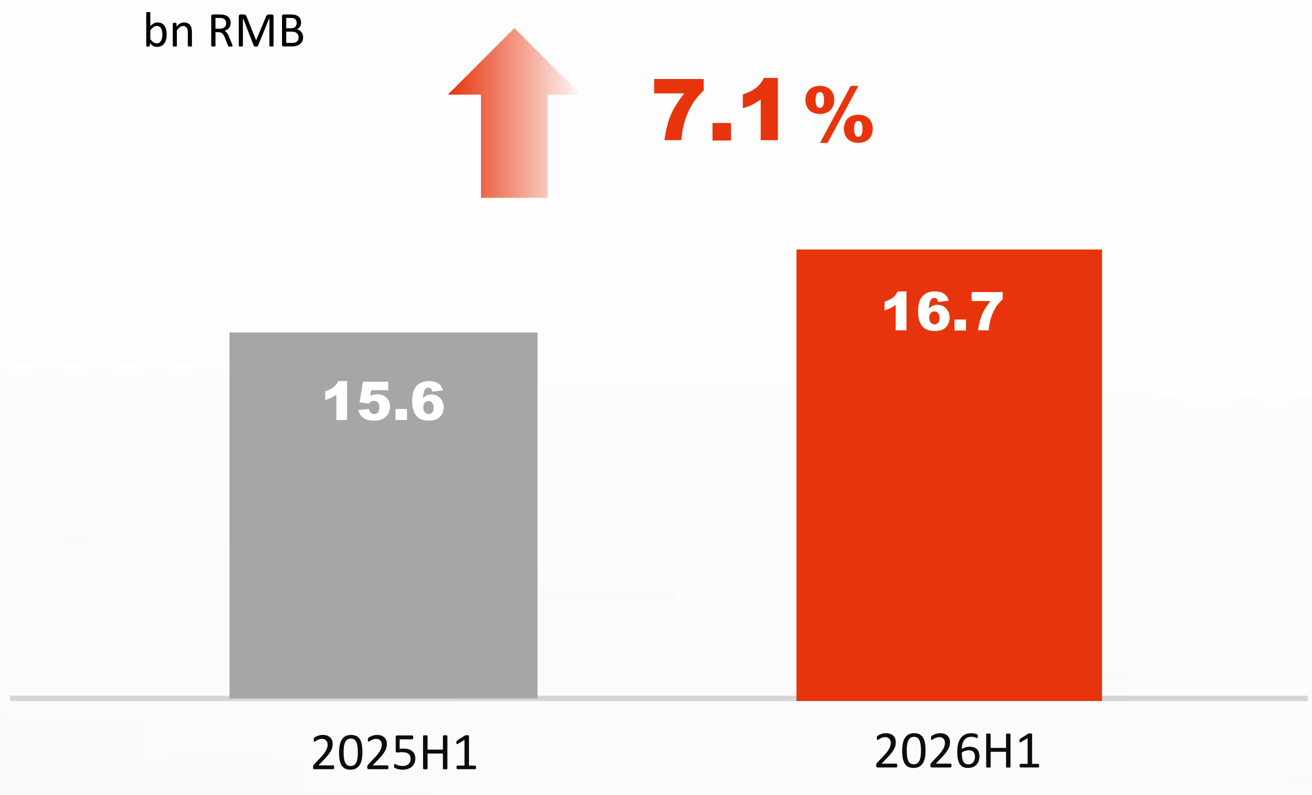
- Proportion of preimiums from four major state-owned banks is 54.1% ↑ 13.0 pp
- Total channel workforce is 9,918 ↑ 31.0%

E-commerce channels

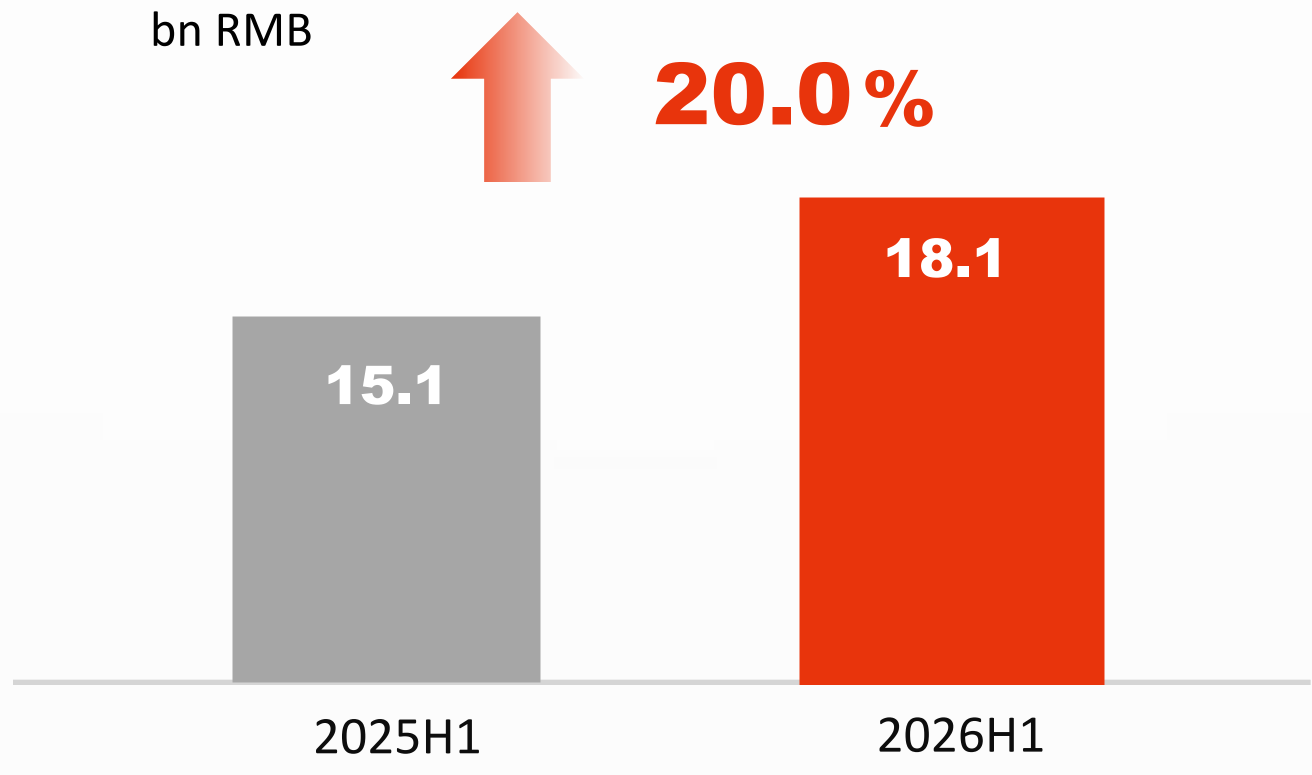
- First-year Premiums Income is 3.1 bn RMB ↑ 25.9%
- First-year Regular Premiums Income ↑ 225.2%
- 10-year-and-above First-year Regular Premiums Income ↑ 171.5%

Health: Results Highlights

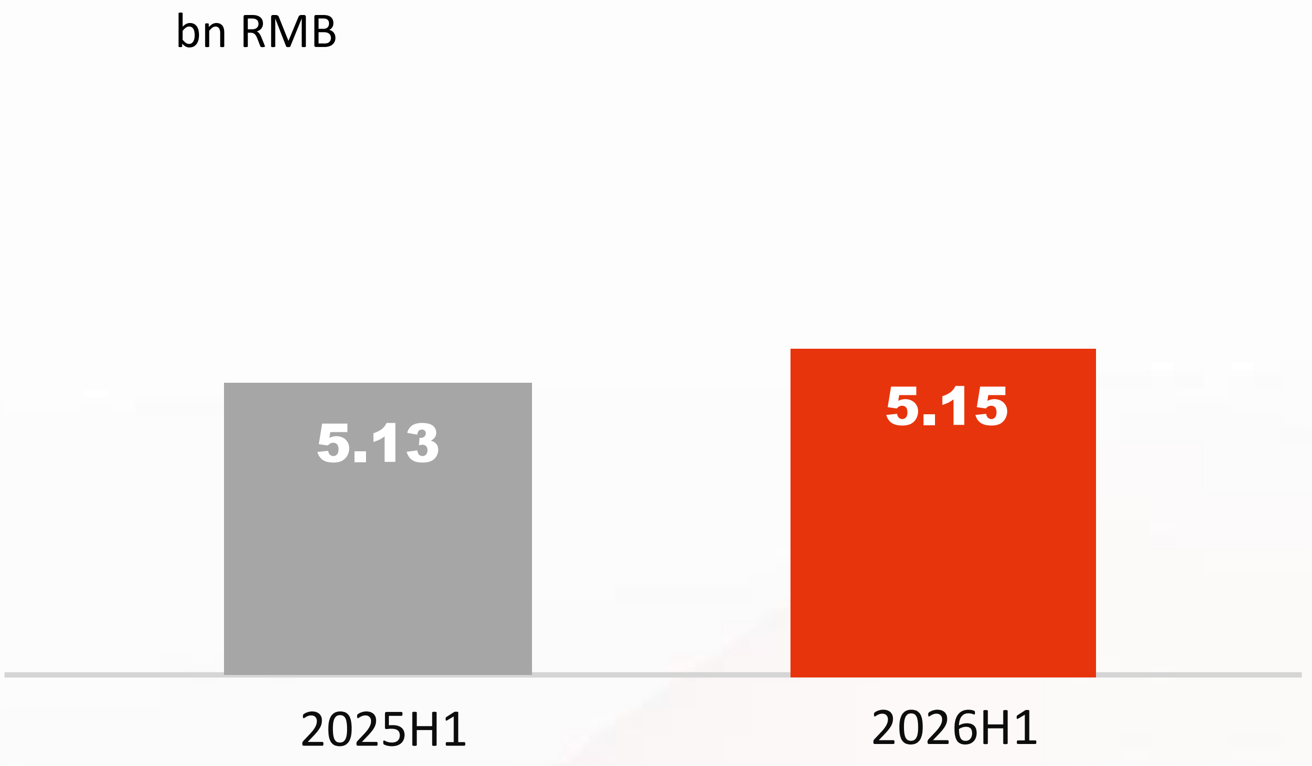
Insurance Revenue



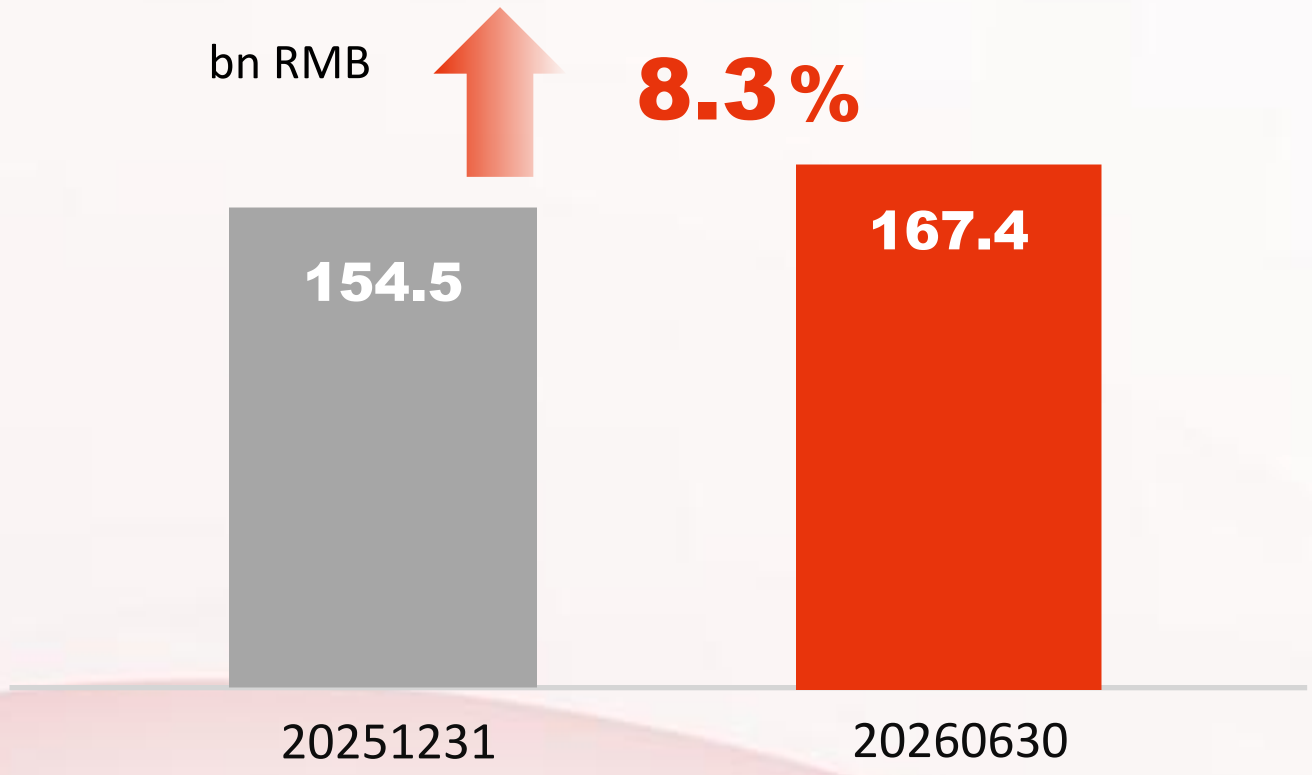
Regular Premiums Income



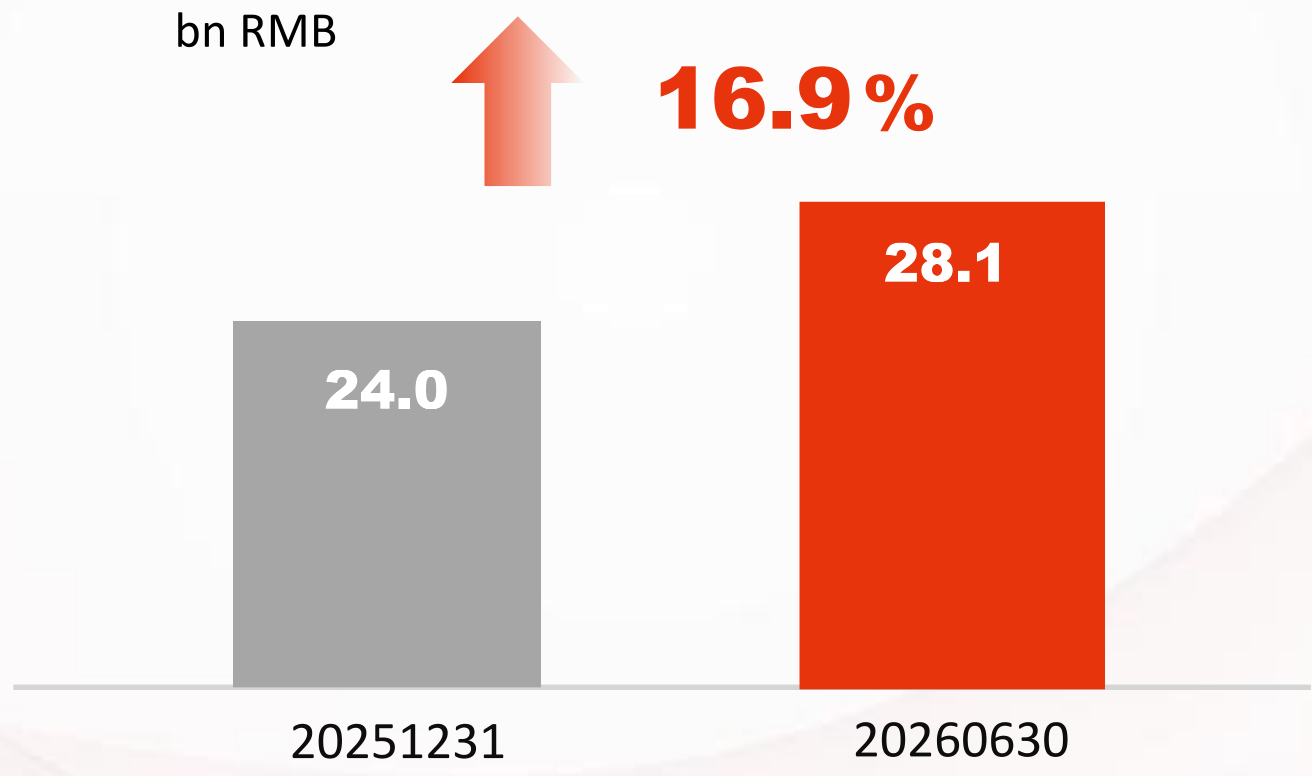
Net Profit



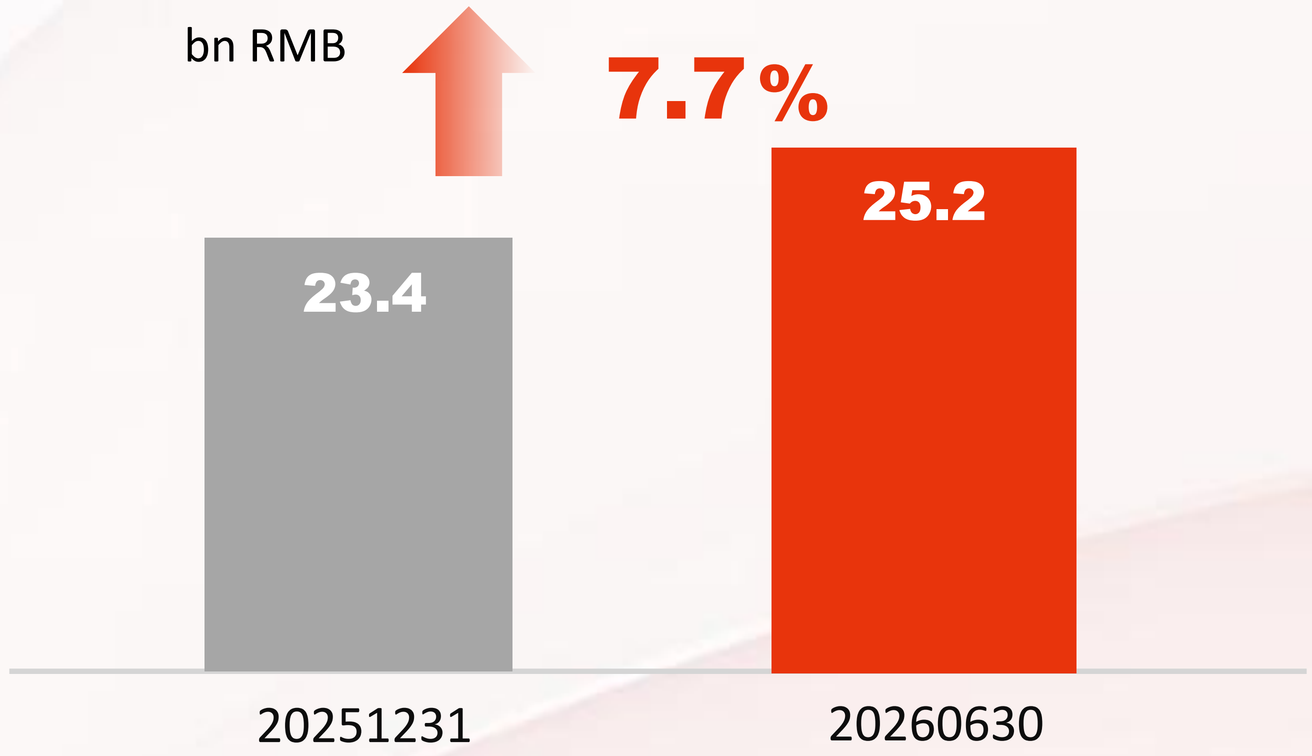
Total Assets



Net Assets



Contractual Service Margin



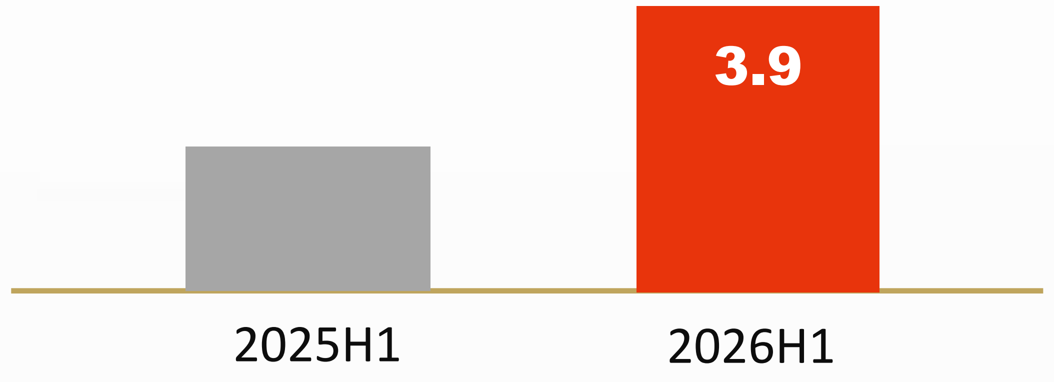
2.3.1 Sustainable Growth in Business Value

Premiums Income
45.6 bn RMB ↑ **12.0 %**

- First-year regular Premiums of **6.8** bn RMB ↑ **20.4 %**
- Renewal Premiums of **11.4** bn RMB ↑ **19.8 %**
- Regular Premiums Contribution **39.8 %** ↑ **2.6 pp**

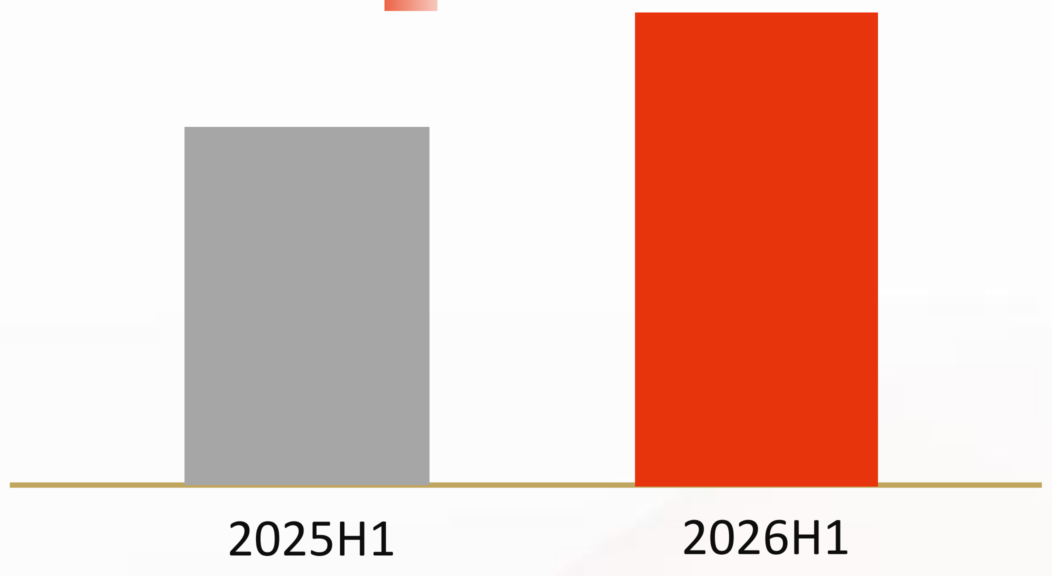
Six-month NBV
bn RMB

↑ **1.3 %**



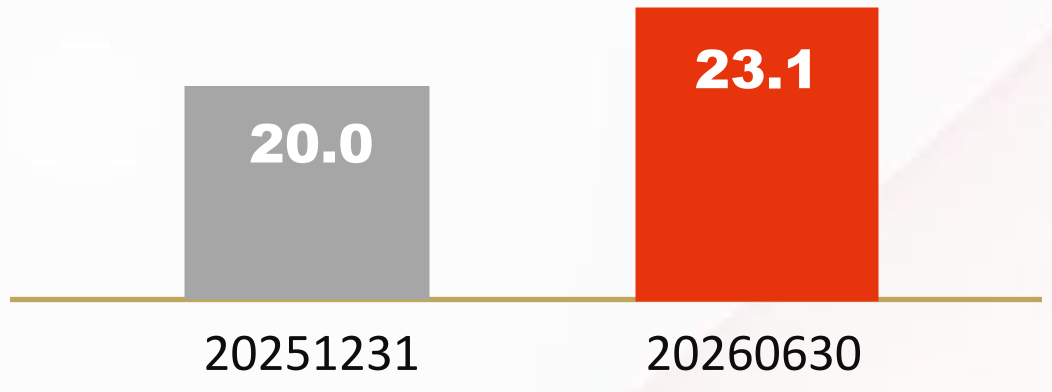
NBV Margin of Personal Insurance

↑ **0.5 pp**



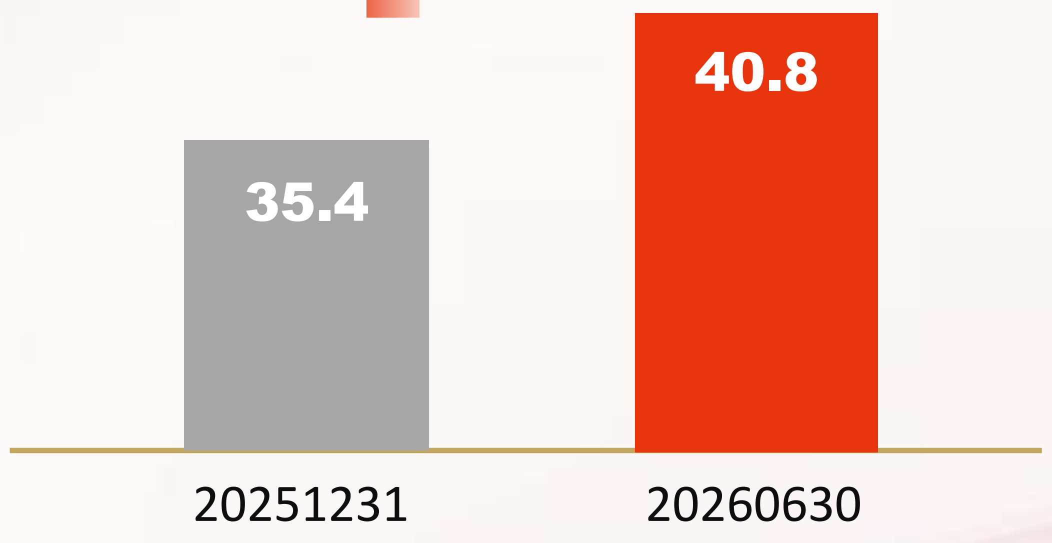
VIF
bn RMB

↑ **15.4 %**



EV
bn RMB

↑ **15.3 %**



Note: NBV margin and six-month NBV are on a comparable basis

2.3.2 Continuosly Strengthened Channel Ecosystem Development

Personal Insurance

- **Internet**

Premiums income 12.1bn RMB ↑ 18.4%

Accumulated customers 85mn ↑ 7.4%

Average number of health insurance policies per customer 1.7 sheets ↑ 3.4%

- **Bancassurance**

First-year Regular Premiums 2.9bn RMB ↑ 29.6%

Group insurance

- **Social Insurance**

Premiums income from innovative insurance businesses, such as long-term care, outpatient chronic and special diseases

3.5bn RMB ↑ 12.5%

- **Group Customers**

Premiums income from large-scale group insurance exceeding 1mn RMB

2.5bn RMB ↑ 4.6%

Health Management

- **All kinds of services to the Group**

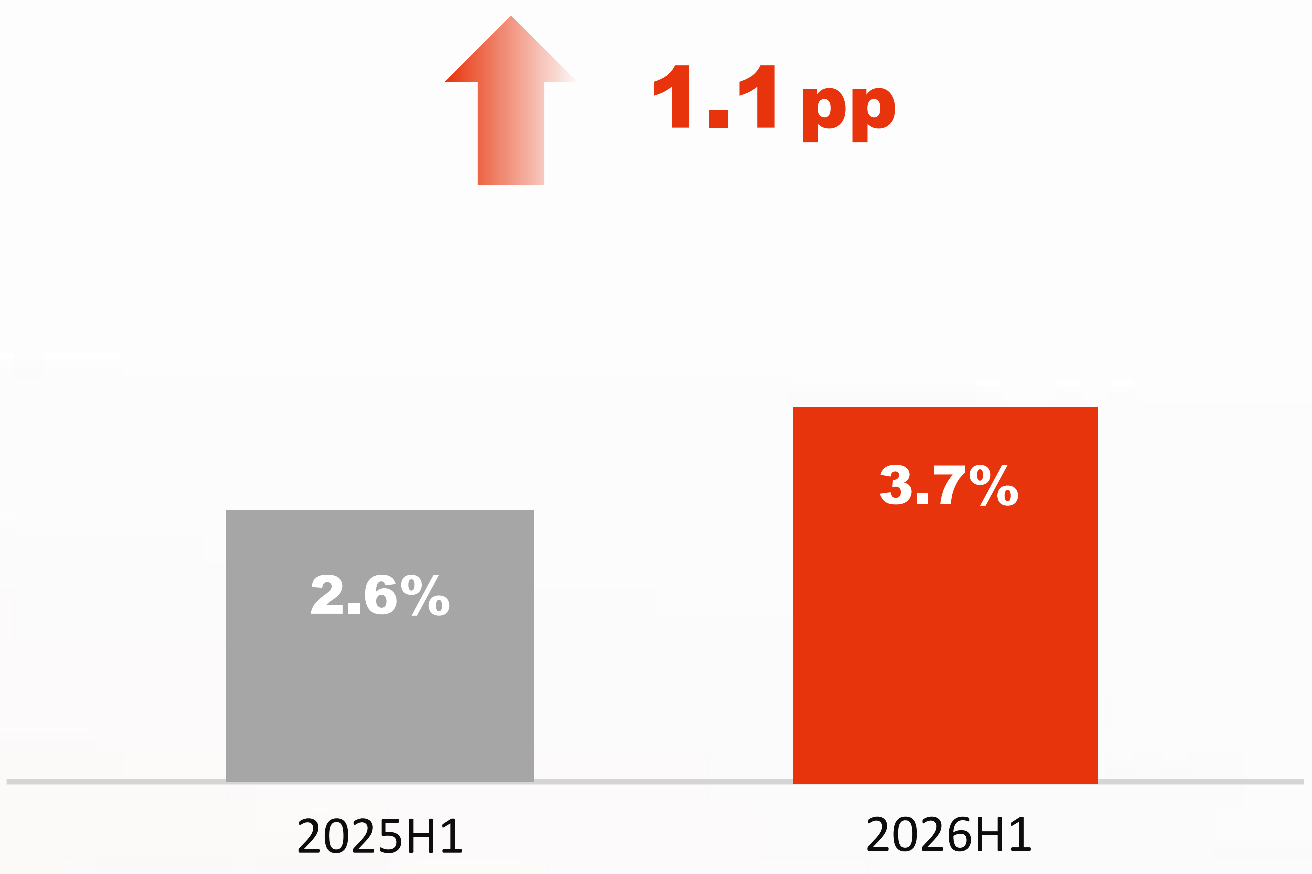
5.4mn personnel times ↑ 12.4%

- **Service Revenue**

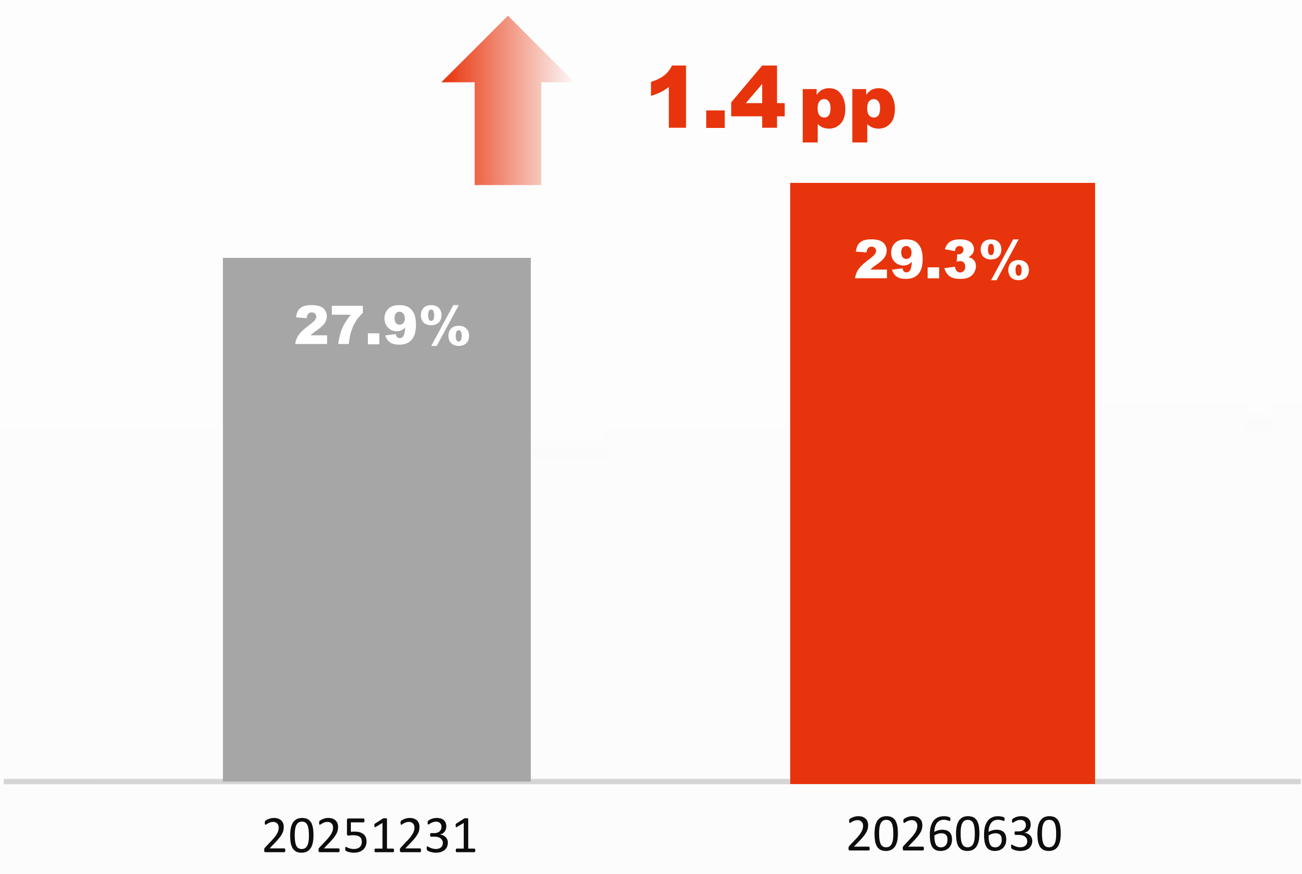
200mn RMB ↑ 17.4%

Asset Management: Results Highlights

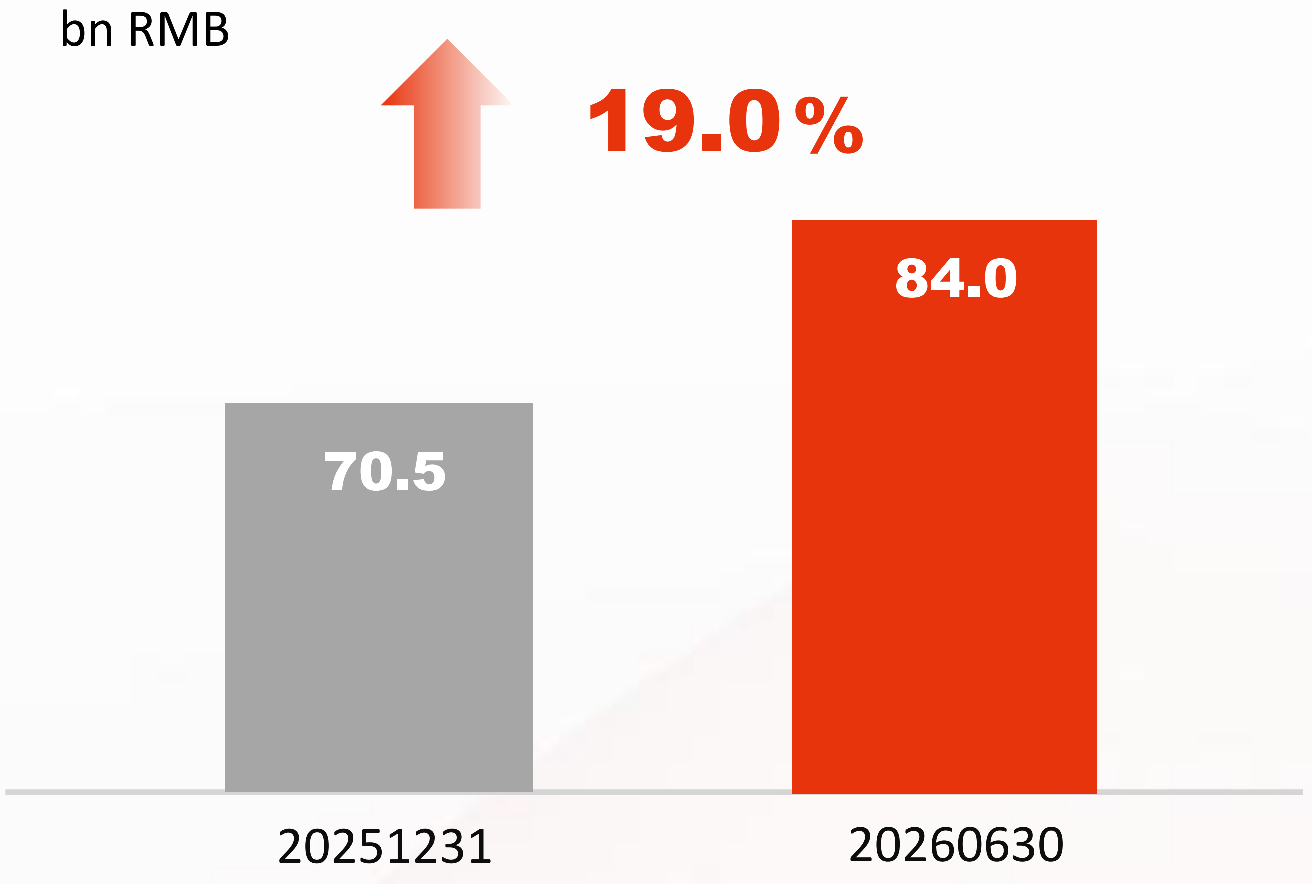
Total Investment Yield



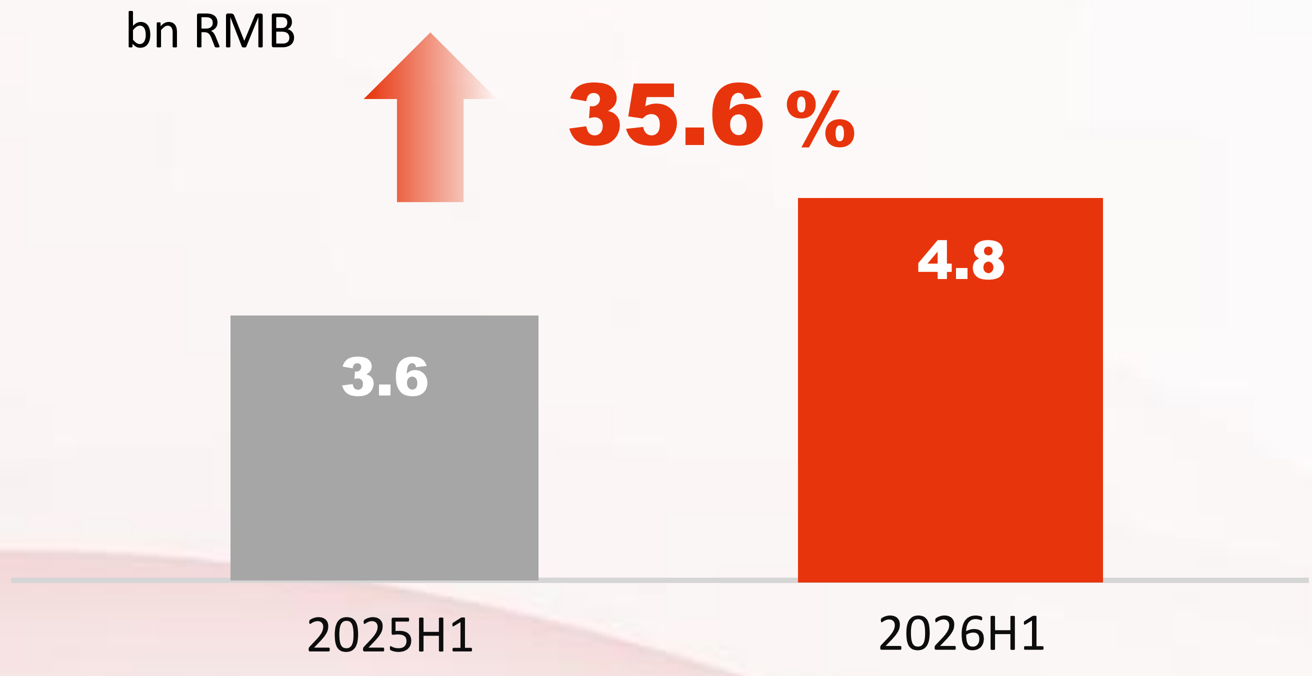
Allocation to Government and Treasury Bonds



OCI Equity

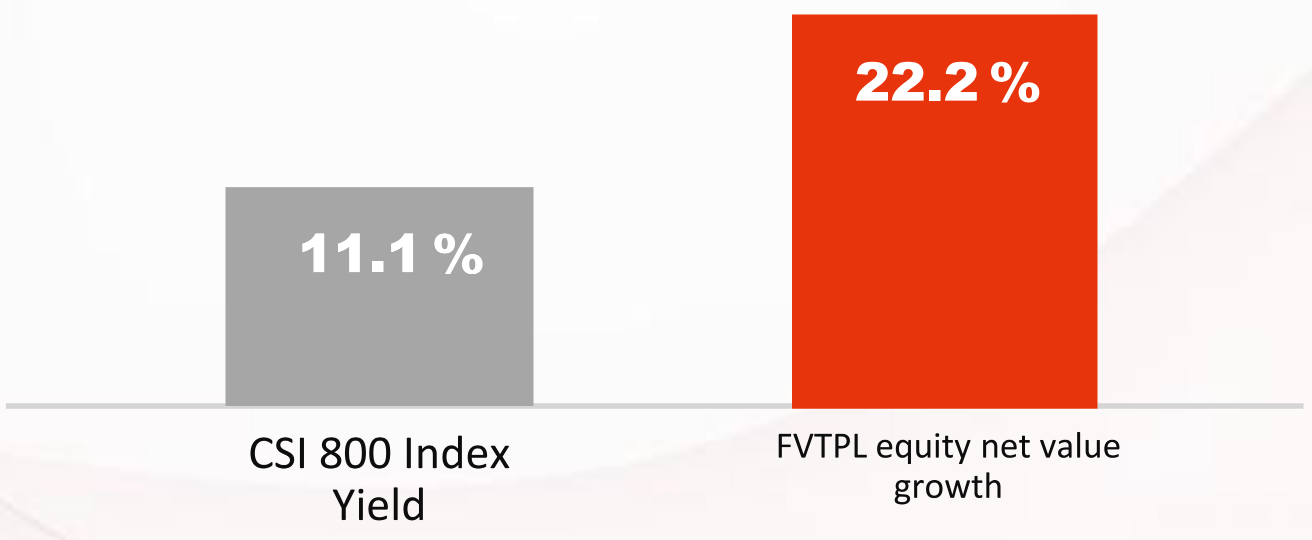


Equity Dividend Income

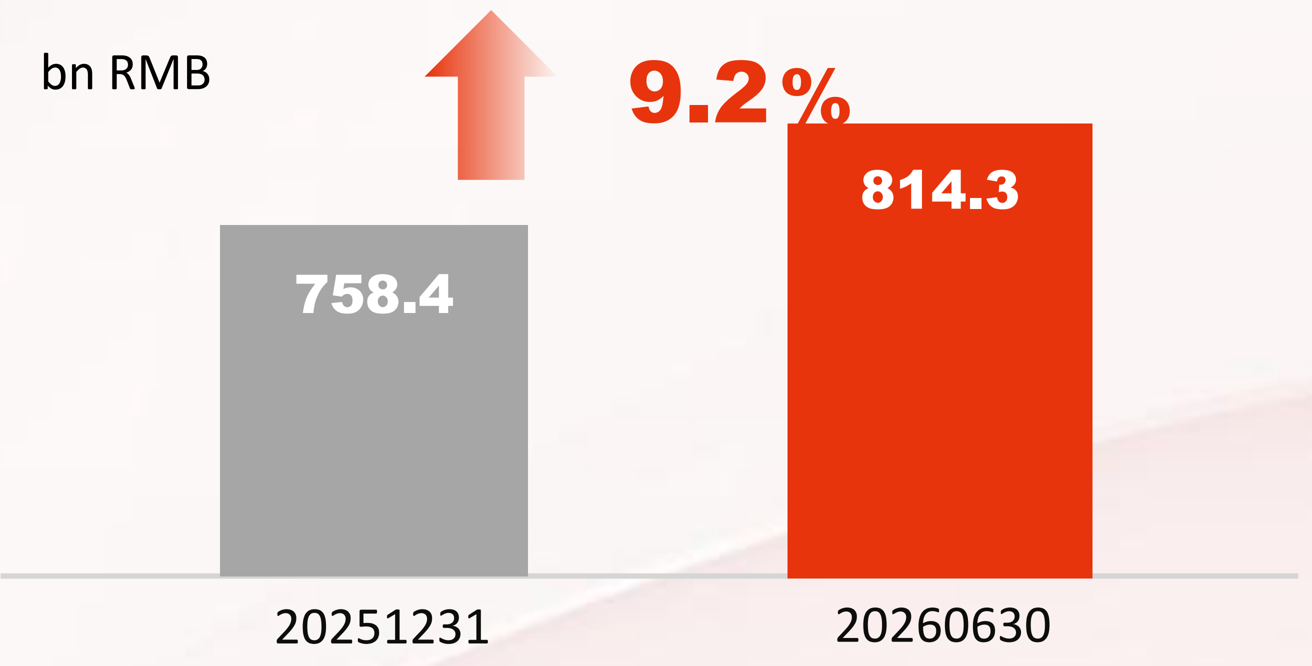


TPL Secondary Equity NAV Growth Rate

Outperformed the CSI 800 Index by 11.1 pp



Total AUM of the first, second, and third pillars



2.4.1 Continued Enhancement of Investment Capabilities

Asset-liability Matching

- Further improved the matrix management system of "segmented accounts + segmented asset classes"
- The Group's three-year average total investment yield reached **5.0%**, providing effective coverage of liability costs

Fixed-income investment

- Enhanced professional capabilities in fixed-income asset allocation, bond trading, credit risk management and sourcing of high-quality assets
- Strengthened interest rate trend analysis, capitalized on rate peaks to increase bond allocation, advanced investment innovation, and became an early participant in the expanded "Southbound Bond Connect" pilot program

Equity investment

- Enhanced return stability through optimized allocation between TPL and OCI, balancing return enhancement and risk control
- Strengthened active management capabilities through a research-led, fundamentals-based stock selection framework and the construction of equity portfolios resilient across market cycles

Alternative investment

- Advanced the transformation of alternative investments and steadily expanded exposure to innovative asset classes, including asset-backed securities and publicly traded REITs
- Enhanced equity investment capabilities through the development of a fund investment platform comprising the PICC Modern Industrial Fund, PICC Healthcare Fund, Shanghai Sci-Tech Innovation Fund, and Wuhan Sci-Tech Innovation Fund, while increasing allocations to priority sectors aligned with national strategies and supportive of insurance business development

2.4.2 Enhanced Service Quality and Effectiveness to Support Industry-Wide Priorities

Support the stability of the capital market

- Net increase in A-share equity holdings of approximately RMB**30**bn
- Completed deployment of the RMB**10**bn PICC Private Securities Investment Fund, which outperformed the CSI A500 Dividend Index over the same period

Promote technological self-reliance and self-strengthening

- Actively advanced investments aligned with the principles of “early-stage, small-scale, long-term, and hard-tech investing”
- Scale of Technology Finance Investment increased by **32.1**%

Support the revitalization of existing assets

- Established an integrated “issuance–investment–management” model; total investment in exchange-listed ABS and China Insurance Asset Registration and Trading System ABS reached RMB**35.2**bn by end of June
- Public REITs investments reached RMB**4.9**bn, maintaining an industry-leading position in both scale and performance

Support the multi-pillar pension system

- Sustained steady growth in first-pillar AUM
- AUM of the second and third pillars exceeded RMB**800**bn
- PICC Pension successfully launched China’s first city-level single-trustee annuity scheme for public-sector employees, the Changzhou Talent Annuity Project

1 Results Overview

2 Segment Overview

3 Key Work Focus for the second half of the year

Key Work Focus for Second Half of 2026

1 Greater Focus on Strengthening Core Functions

- Expand financial support for consumption, investment, enterprise development, employment stabilization, and other underserved areas
- Deliver targeted and effective financial solutions to support high-quality economic and social development

2 Greater Focus on Stable Development

- Insurance Segment: Accelerate growth momentum while enhancing profitability
- Investment Segment: Deliver stable investment performance and sustainable returns
- Operations Segment: Strengthen operational support for core business development

3 Greater Focus on Risk Prevention

- Advance "consistency between regulatory filings and actual underwriting" and reinforce the governance framework for non-motor insurance
- Improve insurance risk prevention by tightening premiums receivable management in P&C insurance and enhancing asset–liability management in life and health insurance
- Strengthen investment risk prevention, conduct in-depth risk assessments in critical areas, and proactively adapt to the new accounting standards

4 Greater Focus on Reform and Innovation

- Advance Technological Innovation
- Promote Business Model Innovation
- Drive Management Innovation

Q & A

Appendix: Differences between CAS and IFRS

(mn RMB)

Item	Net Profit Attributable to Equity Holder of the Company		Net Assets Attributable to Equity Holder of the Company	
	2026H1	2025H1	As of Jun 30, 2026	As of Dec 31, 2025
Under CAS	36,745	26,530	340,139	308,991
Items and adjustments under IFRS:				
Premiums Reserves	942	908	1,199	257
Equity dilution in associates	-	-540	-	-
Impact of such adjustments on deferred income tax	-236	-227	-301	-65
Under IFRS	37,451	26,671	341,037	309,183

Appendix: Key Financials of PICC Group (CAS)

(mn RMB, unless otherwise noted)	2026H1	2025H1	Change
Insurance revenue	286,873	280,250	2.4%
Of which: PICC P&C	254,617	249,040	2.2%
PICC Life	13,611	14,018	-2.9%
PICC Health	16,717	15,603	7.1%
Total profit	61,579	42,468	45.0%
Net profit attributable to equity holders	36,745	26,530	38.5%
EPS (RMB)	0.83	0.60	38.5%
Weighted average return on equity	11.2%	9.5%	Up by 1.7ppts
Total investment yield	3.7%	2.6%	Up by 1.1ppts
PICC P&C combined ratio	94.5%	95.3%	Down by 0.8ppts
New business value of PICC Life	5,177	4,921	5.2% (on a comparable basis)
New business value of PICC Health	3,857	3,807	1.3% (on a comparable basis)

(mn RMB, unless otherwise noted)	As of Jun 30, 2026	As of Dec 31, 2025	Change
Total assets	2,125,333	2,027,683	4.8%
Total liabilities	1,663,901	1,607,491	3.5%
Net assets attributable to equity holders	340,139	308,991	10.1%
Book value per share (RMB)	7.7	7.0	10.1%
Embedded value of PICC Life	147,937	124,149	19.2%
Embedded value of PICC Health	40,793	35,369	15.3%

Appendix: Key Financials of PICC Group (IFRS)

(mn RMB, unless otherwise noted)	2026H1	2025H1	Change
Insurance revenue	286,873	280,250	2.4%
Of which: PICC P&C	254,617	249,040	2.2%
PICC Life	13,611	14,018	-2.9%
PICC Health	16,717	15,603	7.1%
Total profit	62,945	43,064	46.2%
Net profit attributable to equity holders	37,451	26,671	40.4%
EPS (RMB)	0.85	0.60	40.4%
Weighted average return on equity	11.4%	9.5%	Up by 1.9ppts
Total investment yield	3.7%	2.6%	Up by 1.1ppts
PICC P&C combined ratio	94.0%	94.8%	Down by 0.8ppts
New business value of PICC Life	5,177	4,921	5.2% (on a comparable basis)
New business value of PICC Health	3,857	3,807	1.3% (on a comparable basis)

(mn RMB, unless otherwise noted)	As of Jun 30, 2026	As of Dec 31, 2025	Change
Total assets	2,124,901	2,027,592	4.8%
Total liabilities	1,662,168	1,607,126	3.4%
Net assets attributable to equity holders	341,037	309,183	10.3%
Book value per share (RMB)	7.7	7.0	10.3%
Embedded value of PICC Life	147,937	124,149	19.2%
Embedded value of PICC Health	40,793	35,369	15.3%