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中国人民财产保险股份有限公司

PICC PROPERTY AND CASUALTY COMPANY LIMITED

(a joint stock limited Company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2328)

CONTINUING CONNECTED TRANSACTION BUSINESS COOPERATION AGREEMENT WITH PIB

Reference is made to the announcement of the Company dated 15 June 2022 regarding the former Insurance Brokerage Business Cooperation Agreement entered into between the Company and PIB on 15 June 2022. The Former Agreement entered into between the Company and PIB will expire on 16 June 2025. On 16 June 2025, the Company entered into the Business Cooperation Agreement with PIB. Pursuant to the Agreement, the Company continues to cooperate with PIB in insurance business. PIB provides insurance brokerage services for the insurance contracts entered into between the insurance purchasers and the Company, and the Company pays brokerage commissions to PIB.

In accordance with the relevant provisions of the Listing Rules, PIB is a connected person of the Company, therefore, the Business Cooperation Agreement with PIB constitutes a continuing connected transaction of the Company. As the highest applicable percentage ratio for the estimated annual caps of the brokerage commissions to be paid by the Company to PIB under the Agreement is more than 0.1% but less than 5%, the Transaction is only subject to the reporting, annual review and announcement requirements and is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

INTRODUCTION

On 16 June 2025, the Company entered into the Business Cooperation Agreement with PIB, commencing on 17 June 2025 and expiring on 16 June 2028. Pursuant to the Agreement, PIB will provide insurance brokerage services to the Company, and the Company will pay brokerage commissions to PIB.

Business Cooperation Agreement

1. Date of Signing

16 June 2025

2. Parties

- (1) the Company
- (2) PIB

3. Term

Commencing on 17 June 2025 and expiring on 16 June 2028.

4. Cooperative matters

Pursuant to the Agreement, the Company continues to cooperate with PIB in insurance business.

PIB provides insurance brokerage services for the insurance contracts entered into between the insurance purchasers and the Company, and the Company pays brokerage commissions to PIB.

5. Brokerage Commissions and Payment Methods

Pursuant to the Agreement, the Company and PIB will enter into agreements for the cooperation under specific projects. The cooperation under specific projects will be carried out at fair and reasonable prices and based on normal commercial terms. The brokerage commissions will be calculated according to the net insurance premiums written by the Company from the relevant insurance products under the agreements and the agreed commission rates. The commission rates will not exceed the ceiling limit determined in the specific cooperation agreements, and will include factors such as the product type, business scale, business quality, regional markets, etc. The commission rates shall comply with the related regulatory requirements and the commission management requirements of the Company and shall not deviate from the prices or commission standards adopted by the independent third parties in the market.

The brokerage commissions will be paid in cash (bank account transfer) based on the payment terms no favorable than that available to independent third parties.

ANNUAL CAPS

The annual caps of the brokerage commissions to be paid by the Company to PIB during the term of the Agreement are estimated to be as follows:

Period	Estimated Annual Caps <i>RMB million</i>
For the year ending 31 December 2025	600
For the year ending 31 December 2026	600
For the year ending 31 December 2027	600
For the period from 1 January 2028 to 16 June 2028	600

The Company determined the above estimated annual caps primarily with reference to several factors such as the business cooperation between the Company and PIB in recent years, the amount of brokerage commissions paid, current and future business cooperation in terms of areas and types of insurance products, situation of business cooperation development as well as market commissions, etc. In September 2022, PIB underwent an equity change and became a wholly-owned subsidiary of PICC Financial Services, which is a subsidiary of the Company's controlling shareholder PICC Group. As PICC Group's specialized platform in internet finance, PIB innovates insurtech development models based on core responsibilities and principal businesses of the Company to actively implement PICC Group's internet finance strategy. PIB has successfully cooperated with the Company on multiple digital projects including tourist attraction insurance, electric motorcycle insurance, and student and child accident insurance. Meanwhile, PIB plans to actively respond to policy requirements for promoting cultural and tourism consumption and high-quality development, and deepen cooperation with tourist attractions and local institutions to further expand coverage of cultural and tourism insurance. Therefore, although the brokerage commissions paid by the Company to PIB from the year 2022 to the year 2024 decreased due to the equity change and external market adjustments, the Company expects business cooperation with PIB during the period of the Agreement will maintain growth, and thus keeps the annual caps unchanged from the Former Agreement.

HISTORICAL AMOUNT

The brokerage commissions paid by the Company to PIB for the years ended 31 December 2022,

31 December 2023, 31 December 2024 and for the period from 1 January 2025 to 31 May 2025 were RMB287 million, RMB179 million, RMB169 million and RMB74 million, respectively.

Note: The amount for the period from 1 January 2025 to 31 May 2025 was extracted from the business system and has not been audited.

PRICING PRINCIPLES

Price shall be determined after fair negotiation in accordance with market-based principles and with reference to factors such as products, subject matter and geographies, to ensure that the price of the transaction is fair and reasonable and in the interests of the Company and its shareholders as a whole.

The specific pricing arrangements are as follows: when conducting insurance brokerage business cooperation with PIB, all businesses involved in specific cooperation projects shall comply with insurance regulatory requirements and the Company's business management requirements. The operational units implementing the business and the branch companies shall be responsible for reviewing relevant service fees, with the operational units responsible for regulatory compliance review. Prior to specific project cooperation, the operational units and branch companies will evaluate the transaction pricing by comparing it with similar market participants' price levels to ensure that the pricing does not deviate from price levels for similar business conducted with independent third parties in the market and to guarantee fair transaction pricing.

INTERNAL CONTROL MEASURES

The Company has formulated management regulations and operational guidelines on related party transactions, which set out requirements and rules on the management body, reporting and disclosure, management procedures, monitoring of related party transactions, etc. The Company manages and monitors each related party transaction in accordance with the above-mentioned regulations. The Company regularly records and reports on the occurrence and implementation of related party transactions, monitors the implementation of the transactions and earnestly performs its internal control obligations. The Company has established an early warning mechanism for the annual caps of transactions. When the actual transaction amount reaches the early warning line of the set annual cap (i.e. 80% of the annual cap of the transaction amount) during the implementation of the agreement, the relevant functional department will pay close attention to it, reset the annual cap in a timely manner and go through the corresponding procedures. In addition, the Company conducts annual internal special audits for related party transactions and reports the audit results to the Board and the supervisory committee of the Company. The Independent Directors and external auditors of the Company review and give their opinions on the continuing connected transactions on an annual basis.

GENERAL INFORMATION

Information of the Company

The Company is a joint stock limited liability company incorporated in the PRC, whose H shares are listed on the Hong Kong Stock Exchange. The Company is principally engaged in motor vehicle insurance, commercial property insurance, cargo insurance, liability insurance, accidental injury insurance, short-term health insurance, agriculture insurance, credit insurance, surety insurance, homeowners insurance, marine hull insurance and other insurance business, which are denominated in RMB and foreign currencies, and the related reinsurance business as well as investment and funds application business permitted under the relevant laws and regulations of the PRC. As at the date of this announcement, PICC Group is the controlling shareholder of the Company, holding approximately 68.98% of the total share capital of the Company.

Information of PICC Group

PICC Group is a joint stock limited company incorporated in the PRC with limited liability, whose shares are listed on the Hong Kong Stock Exchange (stock code: 01339) and the Shanghai Stock Exchange (stock code: 601319), respectively. PICC Group mainly invests in and holds shares in listed companies, insurance agencies and other financial institutions, supervises and manages various domestic and international businesses of its invested companies and policy-oriented insurance businesses authorised or entrusted by the government, etc. As at the date of this announcement, the Ministry of Finance is the controlling shareholder of PICC Group, holding approximately 60.84% of the total share capital of PICC Group.

Information of PIB

PIB is a limited liability company incorporated in the PRC. As a nationwide comprehensive insurance brokerage institution, it currently holds national internet insurance operating qualifications. It mainly engages in property insurance, life insurance, and reinsurance brokerage business. As of the date of this announcement, PIB is a wholly-owned subsidiary of PICC Financial Services.

PICC Financial Services is a limited liability company incorporated in the PRC. PICC Financial Services is principally engaged in internet information services, value-added telecommunication businesses, auction businesses, artificial intelligence public services, technical services, technology developments, technical consulting and other businesses. As at the date of this announcement, PICC Group, the Company and PICC Life respectively hold approximately 70.6781%, 17.5932% and 11.7288% of the registered capital in PICC Financial Services. Among which, PICC Life is a joint stock limited company incorporated in the PRC and is principally engaged in life insurance, health insurance and accidental injury insurance and the related re-insurance business as well as insurance funds application business in the PRC. As at the date of this announcement, PICC Group, the controlling shareholder of PICC Life, directly holds approximately 71.08% of the total share capital of PICC Life, the Company holds approximately 8.62% of the total share capital of PICC Life, and PICC AMC, a wholly-owned subsidiary of PICC Group, holds approximately 0.3% of the total share capital of PICC Life. Information of shareholders of PICC Life holding 10% or more of the remaining equity interest in PICC Life is as below: Sumitomo Life Insurance Company* (日本住友生命保險公司), which holds 10% of the total share capital of PICC Life, is a mutual insurance company incorporated in Japan principally engaged in life insurance business, investments and other insurance businesses. It is ultimately and beneficially owned and controlled by the policy holders and has no shareholder(s) thereto in accordance with applicable laws and regulations in Japan.

REASONS FOR AND BENEFITS OF ENTERING INTO THE AGREEMENT

Insurance brokerage is one of the sales channels of the Company. The Company is in multiple business cooperation relationships with many insurance brokers companies, and PIB is one of the insurance brokers companies cooperating with the Company. The Company entered into the Business Cooperation Agreement with PIB for the benefit of the resource integration and business synergy with PIB, and it is also beneficial for the construction of sales channels of the Company and promotion of the development ability of the Company in the brokerage business market. The Agreement entered into between the Company and PIB shall not affect the cooperation between the Company and other insurance brokers companies.

The Board, including the Independent Directors, is of the view that the Business Cooperation Agreement is entered into in the ordinary and usual course of business of the Company and on normal commercial terms, and the terms and proposed annual caps under the Business Cooperation Agreement are fair and reasonable and in the interests of the Company and its shareholders as a

whole.

LISTING RULES IMPLICATIONS

As of the date of this announcement, PICC Group holds approximately 68.98% of the Company's issued share capital and is the controlling shareholder of the Company. PIB is wholly-owned by PICC Financial Services, a subsidiary of PICC Group, the controlling shareholder of the Company. Pursuant to the relevant provisions of Listing Rules, PIB is a connected person of the Company, therefore, the Agreement constitutes a continuing connected transaction of the Company. As Ms. Ding Xiangqun and Mr. Yu Ze, Directors of the Company, hold positions in PICC Group, they both abstained from voting on the Board resolution for considering and approving the Agreement. Save as disclosed above, no other Director was required to abstain from voting on the Board's resolution for considering and approving the Agreement or is regarded as having a material interest in the Agreement.

As the highest applicable percentage ratio for the estimated annual caps of the brokerage commissions to be paid by the Company to PIB under the Agreement is more than 0.1% but less than 5%, the Transaction is only subject to the reporting, annual review and announcement requirements and is exempt from the independent shareholders' approval requirement under Chapter 14A of the Listing Rules.

DEFINITIONS

In this announcement, the following expressions shall have the following meanings unless the context otherwise requires:

“Agreement” or “Business Cooperation Agreement”	the Business Cooperation Agreement entered into between the Company and PIB on 16 June 2025
“Board”	the board of directors of the Company
“Company”	PICC Property and Casualty Company Limited
“connected person”	has the meaning as defined in the Listing Rules
“Director(s)”	director(s) of the Company
“Former Agreement”	the former Insurance Brokerage Business Cooperation Agreement entered into between the Company and PIB on 15 June 2022
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited
“Independent Director(s)”	independent non-executive director(s) of the Company
“Independent Third Party(ies)”	has the meaning as defined in the Listing Rules
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“Ministry of Finance”	The Ministry of Finance of the PRC

“PIB”		Prime Insurance Brokers Company Limited
“PICC Asset”		PICC Asset Management Company Limited, a limited liability company incorporated in the PRC
“PICC Services”	Financial	PICC Financial Services Company Limited
“PICC Group”		The People’s Insurance Company (Group) of China Limited
“PICC Life”		PICC Life Insurance Company Limited
“PRC”		the People’s Republic of China
“RMB”		Renminbi, the lawful currency of the PRC
“Transaction”		Under the Agreement, PIB provides insurance brokerage services for the insurance contracts entered into between the insurance purchasers and the Company, and the Company pays brokerage commissions to PIB
“%”		percentage

By Order of the Board
PICC Property and Casualty Company Limited
Bi Xin
Secretary of the Board

Beijing, the PRC, 16 June 2025

As at the date of this announcement, the Chairperson of the Board of the Company is Ms. Ding Xiangqun (non-executive director), the Vice Chairperson of the Board is Mr. Yu Ze (executive director), Mr. Jiang Caishi, Mr. Zhang Daoming and Mr. Hu Wei are executive directors, and the independent directors are Mr. Cheng Fengchao, Mr. Wei Chenyang, Mr. Li Weibin, Mr. Qu Xiaobo and Ms. Xue Shuang.