



General Reinsurance AG Shanghai Branch

Disclosure of Significant Related Party Transaction regarding Capital Increase

In accordance with the *Measures for the Administration of Related Party Transactions of Insurance Companies*, the related party transaction regarding capital increase between General Reinsurance AG Shanghai Branch (the “Company”) and General Reinsurance AG is hereby disclosed as follows:

I. Overview of Transaction and Basic Information on Subject Matter

i. Overview of transaction

General Reinsurance AG held a board meeting on July 18, 2018 and reviewed and adopted a board resolution to increase the registered capital of General Reinsurance AG Shanghai Branch by USD20,000,000.

ii. Basic information on subject matter

This capital increase will raise the Company’s registered capital from RMB300,000,000 to RMB438,714,000, pending regulatory approval.

II. Relationship between the Parties to Transaction and Basic Profile of Related Party

i. Relationship between the parties to transaction

The Company is a Chinese mainland-based branch of General Reinsurance AG, which is the headquarters of the Company. The proportion of capital contribution by General Reinsurance AG will remain unchanged after the capital increase. General Reinsurance AG will still hold a 100% interest in the Company.

ii. Basic profile of related party

Name of related legal person	General Reinsurance AG Chinese translation: 德国通用再保险股份有限公司
Type of organization	Joint-stock company
Scope of business	According to the <i>Insurance Supervision Act</i> of German, General Reinsurance AG can operate both life and non-life reinsurance business in all countries.
Registered capital	EUR55,000,000
Relationship with the Company	The Company is a Chinese mainland-based branch of General Reinsurance AG
Credibility Code	N/A



III. Main Elements of Transaction and Pricing policy

i . Main elements of transaction

General Reinsurance AG held a board meeting on July 18, 2018 and reviewed and adopted a board resolution to increase the registered capital of General Reinsurance AG Shanghai Branch by USD20,000,000. The capital verification for the capital increase was completed on December 29, 2018.

ii. Pricing policy

In this capital increase, General Reinsurance AG will add USD20,000,000 to the Company's registered capital. After the capital increase, the Company's registered capital will rise from RMB300,000,000 to RMB438,714,000.

IV. Aggregate Amount of Related Party Transactions with the Related Party This Year

As at July 30, 2019, the aggregate amount of related party transactions conducted this year between General Reinsurance AG and the Company stood at RMB189,319,566 (including this capital increase).

V. Decision Making and Review of Transaction

After deliberation and voting at the board meeting held by General Reinsurance AG on July 18, 2018, all directors present voted for and adopted the resolution that General Reinsurance AG would increase the registered capital of the Company by USD20,000,000.

VI. Other Information that Should be Disclosed

N/A.

The Company undertakes that it is fully aware of the responsibility for and the risks in the transaction, guarantees the authenticity, accuracy, completeness and compliance of information disclosed in this announcement and is willing to accept supervision by all stakeholders. Anyone who disagrees with the information disclosed in this announcement can report it to the China Banking and Insurance Regulatory Commission within 10 working days following this announcement.

It is hereby reported.

General Reinsurance AG Shanghai Branch

23 September 2019