PARTICIPATING LIFE INSURANCE FUND UPDATE 2025

Thank you for your continuous support and placing your trust in China Taiping Insurance (Singapore) Pte. Ltd. ("CTPIS").

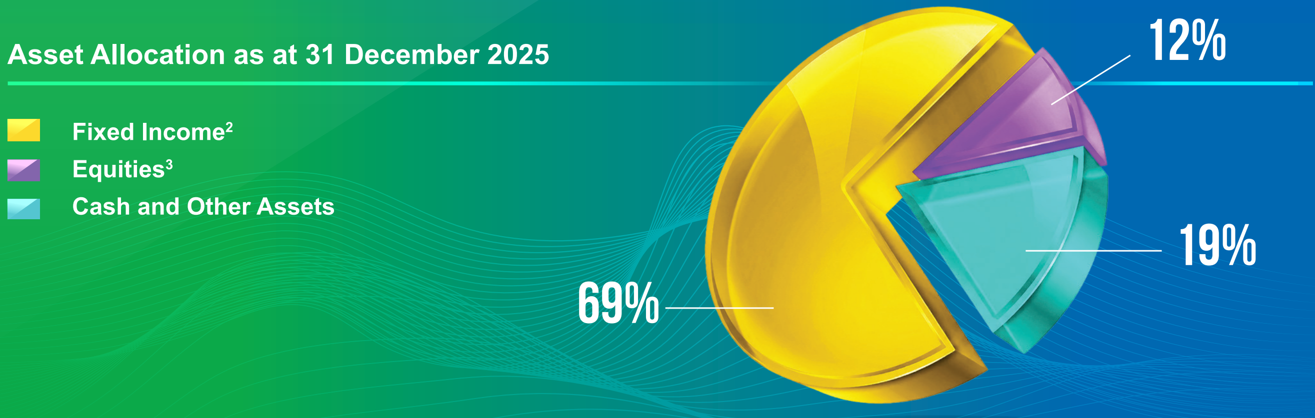
We would like to provide you with the Participating Life Insurance Fund ("Par Fund") Update for the year ended 31 December 2025.

We are pleased to share that we have maintained the reversionary bonus rates for your Par Fund policy(ies). While we have positive returns in 2025, the investment outlook is less optimistic given the high uncertainty in global markets currently. As a result, some policies will experience a reduction in terminal bonus and/or cash bonus rates. These adjustments were made after careful consideration to ensure long-term sustainability of the Par Fund. We remain committed to prudent management of the Par Fund and to providing stable returns to you.

ABOUT THE FUND

As at 31 December 2025, the Par Fund held Total Assets[1] at market value amounting to approximately S$728 million, a 23% increase from past year's S$593 million. This is largely attributed to the increase in insurance premium flows from both renewal and new business as well as increase in the market value of investments. The investment mix of the Par Fund as at 31 December 2025 is as follows:

Asset Allocation as at 31 December 2025



A REVIEW OF 2025

Investment Factors

The stock market slipped after Liberation Day in April but showed resilience thereafter, as major indices recovered much of their early-month losses following sharp tariff-related swings. The bond market performed well in 2025, supported by a trend of declining yields. However, USD-SGD hedging cost remained elevated throughout the year and at one point approached 3% due to higher interest rate differentials between USD and SGD.

Amid challenges in the financial markets, the Par Fund had achieved a net investment return of 6.7% in 2025, largely attributed to a more balanced and diversified portfolio and proactive investment strategy.

Investment Returns[4]				
Year	**Par SGD Group 1[5]**	**Par SGD Group 2[6]**	**Par USD[7]**	**Overall**
2023	4.2%	4.2%	4.6%	4.2%
2024	5.5%	4.2%	4.9%	5.2%
2025	7.0%	6.2%	9.2%	6.7%
Average over the last 3 years	5.6%	4.9%	6.2%	5.4%
Average over the last 5 years	0.3%	0.0%	N/A	0.2%
Average over the last 10 years	N/A	N/A	N/A	N/A

Non-Investment Factors

Benefit payout from insurance claims, surrendered policies and operating expenses are key non-investment factors that can affect the level of bonuses. For 2025, insurance claims and expense levels were largely in line with expectations and had an insignificant impact on bonuses. However, surrender experience were less favourable than expected resulting in a slight negative impact on bonuses. We do not expect short-term fluctuations in these non-investment factors to significantly affect current and future bonuses.

Key Non-Investment Factors	Impact on Bonus
Insurance claims were in line with expectation	Neutral
Surrenders were lower than expectation	Slightly Negative
Expenses were in line with expectation	Neutral

Total Expense Ratio

The Total Expense Ratio (“TER”) is the proportion of total expenses incurred by the Par Fund to the assets of the Par Fund. These expenses include costs such as investment, management, distribution, taxation and other expenses. An expected level of expenses to be incurred by the Par Fund has been allowed for in the premiums payable for your policy and is not an additional cost to you. If the actual level of expenses varies significantly from the expected level of expenses, it may affect the non-guaranteed benefits you receive. For our Par Fund, the past TER are shown in the table below:

Year	Total Expense Ratio[8]
2023	5.8%
2024	3.7%
2025	3.3%
Average over the last 3 years	4.1%
Average over the last 5 years	5.1%
Average over the last 10 years	N/A[9]

Please note that past expense ratios may not be indicative of actual expenses that may be incurred in the future.

FUTURE OUTLOOK

For 2026, uncertainties around global tariff policies and rising geopolitical tensions are likely to keep market volatility elevated. Inflation may remain sticky, limiting the room for meaningful rate cuts and complicating the policy outlook. In this environment, we will stay cautious and avoid excessive directional bets.

At the same time, equity markets could face risks of an AI-driven bubble as valuations stretch beyond fundamentals. The US dollar may remain under pressure amid fiscal concerns and shifting capital flows. Given these uncertainties, we will maintain a diversified portfolio and focus on disciplined risk management to deliver stable long-term returns.

FREQUENTLY ASKED QUESTIONS

1. What is a participating policy and how does it work?

A participating policy is a life insurance policy that participates in the profits of the insurer's participating fund. It provides guaranteed benefits and non-guaranteed bonuses. Premiums of participating insurance policies are pooled together to form the Par Fund. This fund invests in a range of assets, which are used to pay benefits to participating policyholders and to meet the expenses incurred in managing the fund.

2. How are bonuses declared?

Bonus are declared yearly, and you will be notified each year of any bonuses or dividends that may be added to your participating policies. When declaring bonuses, CTPIS smoothens the bonus allocations over a period of time to minimise short-term fluctuations that can occur from market conditions. The bonuses declared are approved by the Board of Directors and are consistent with the written recommendation by the Appointed Actuary.

3. When will the bonus be allocated to my policy?

Reversionary bonus declared will be vested on the declaration date or on your policy anniversary in Year 2026, whichever is later. Dividends (also known as cash bonus) will be payable when they are due according to your policy contract. You may refer to your product summary for the types of bonuses under your policy.

4. What is my bonus this year?

There are different types of bonuses that may apply to your policy:

- **Reversionary bonuses** are declared annually and once vested become guaranteed and form part of your policy benefits.
- **Cash bonuses** are regular non-guaranteed benefits payable over the term of your policy according to your policy contract.
- **Terminal bonuses** are non-guaranteed benefits payable at the termination of a policy (for example upon maturity or surrender) according to your policy contract.

We are pleased to inform you that reversionary bonus rates are being maintained for all policies. However, some policies will experience a reduction in their cash bonus and/or terminal bonus rates. If your policy has reversionary bonuses, or is affected by the reduction in cash bonus and terminal bonus rates, further details can be found in the Participating Plan Annual Statement.

For any enquiries on your Participating Plan Annual Statement, please contact your Financial Adviser Representative, email us at customer.service@sg.cntaiping.com or call us at 6389 6111. A full Policy Illustration is available upon request.

About China Taiping Singapore

China Taiping Insurance (Singapore) Pte. Ltd. ("CTPIS") is a leading insurer offering both life and general insurance solutions. CTPIS provides one-stop financial services for personal and business needs, assuring its customers with financial peace of mind for over 88 years.

Long heritage in Singapore since 1938

Financial Strength: S&P: A- | AM Best: A

88 YEARS
In Singapore since 1938

About China Taiping Insurance Group

CTPIS is wholly owned by China Taiping Insurance Holdings Company Limited, which has been llisted on the Hong Kong Stock Exchange since 2000, making it the first Chinese-funded insurer to be listed overseas. China Taiping Insurance Group Limited is a large transnational financial and insurance group with more than 500,000 employees globally and total assets of RMB 1,800 billion (as of December 2025). The "China Taiping" brand has gained increasing international recognition.

Established in Shanghai since 1929

Global footprint of 24 subsidiaries – Mainland China, Hong Kong, Macau, Europe, Oceania, East and Southeast Asia

Footnotes:

1 Refers to assets backing policy liabilities.

2 Includes mainly fixed income securities, fixed income futures, FX forwards for hedging and private credit.

3 Includes equities, equity futures and private equity.

4 Derived from the net investment income (before tax) after deducting investment expenses and divided by the average market value of Par Fund's Total Assets, as computed in accordance with the industry standards issued by the Life Insurance Association Singapore ("LIA"). Past performance is not necessarily indicative of future performance.

5 Consists of the following products: i-Cash, i-Cash (II), i-Cash Plus, i-Cash Plus (II), Infinite Harvest, Infinite Harvest (II), Infinite Legacy, i-Secure and i-Wealth Builder.

6 Consists of the following products: DIRECT - Whole Life (III), i-Cash (III), i-Cash Plus (III), i-CashLife, Infinite Harvest (III), Infinite Harvest Plus, Infinite Harvest Plus (II), Infinite Legacy (II), i-Retire, i-Retire (II), i-Saver8, i-Secure (II), i-Secure Legacy, i-Secure Legacy (II) and i-WealthSaver. Par SGD Group 2 was set up in 2021. Hence, there are no historical investment rates of return available prior to 2021.

7 Consists of the following products: Infinite Elite Harvest (USD) and Infinite Elite Legacy (USD). Par USD was set up in November 2021 and investment activities only took place from January 2022 onwards. Hence, there are no historical investment rates of return available prior to 2022.

8 The TER is the ratio of the total expenses incurred by the Par Fund including investment, management, distribution, taxation, and other expenses, to the assets of the Par Fund, as computed in accordance with the industry standards issued by the LIA.

9 The Par Fund was set up in December 2018. Typically, the TER for the initial three years of a new Par Fund is not reflective of its expected long-term TER. This is because significant expenses are incurred in the initial set-up of a Par Fund and its asset bases are still being built up. Hence, the TERs for 2018 to 2020 of the Par Fund are not shown or included in the historical averages.

Important Notes:

This commentary is for general information only and have no regard to specific investment objectives, financial situation, and particular needs of any persons. Any opinions, predictions, forecasts or forward-looking statements made are not indicative of future performances.

The policies mentioned in this commentary are protected under the Policy Owners' Protection Scheme which is administered by the Singapore Deposit Insurance Corporation (SDIC). Coverage for your policy is automatic and no further action is required from you. For more information on the types of benefits that are covered under the scheme as well as the limits of the coverage, where applicable, please contact China Taiping Insurance (Singapore) Pte. Ltd. or visit the Life Insurance Association Singapore or SDIC websites (www.lia.org.sg or www.sdic.org.sg). Information is accurate as of 15 June 2026.