



Blue Cross 藍十字

Member of BEA Group 東亞銀行集團成員

Dividend Statement

A “participating” (or with-profit) policy is a policy that pays non-guaranteed dividends or bonuses (including cash bonus and reversionary bonus) to the policyholder. Dividends/bonuses are generated from profits of the insurer that sold the policy and are typically paid out on an annual basis over the life of the policy. Some policies also include final or terminal payments that are paid out upon maturity or termination of contract.

Participating policyholders of Blue Cross (Asia-Pacific) Insurance Limited (the "Company") who are eligible to policyholder dividends, will receive the amounts declared from time to time by the Board of Directors of the Company at the Board’s sole discretion with a written declaration by the Chairman of the Board, an Independent Non-Executive Director, and the Appointed Actuary.

Generally speaking, the amounts of dividends reflect the performance of the participating business over time. The allocation of such benefits will take into account a number of factors, including but not limited to, the Company’s investment return, claim experience, business persistency rate, policy expenses, future business growth and retention of earnings in support of the life insurance business, together with interests of the shareholders and the policyholders.

The dividend allocation process as adopted by the Company is based on the contributions made by the respective participating policies to the participating business. While the contribution of each participating policy is different, the dividend review process seeks to achieve a reasonable and fair allocation amongst classes and generations of all participating policies, taking into account factors such as availability of policy-related information, investment return, claim and administrative expenses, etc.