

Our forecast net profit attributable to equity holders of the Company for the year ending 31 December 2009 is set forth in the section headed “Financial Information — Profit Forecast”.

A. BASES

Our Directors have prepared the forecast net profit attributable to equity holders of the Company for the year ending 31 December 2009, based on the audited consolidated results of the Group for the six months ended 30 June 2009, the unaudited consolidated results of the Group for the three months ended 30 September 2009 and a forecast of the consolidated results of the Group for the remaining three months ending 31 December 2009. The forecast has been prepared on a basis consistent in all material respects with the accounting policies currently adopted by us as summarized in Appendix I to this prospectus and on the following principal assumptions:

- (i) there will be no material change in existing political, legal, fiscal, market or economic conditions in the PRC or any other country or territory where the Group carries out business;
- (ii) there will be no change in legislation, regulations or rules (including accounting standards relevant to the Group) in the PRC or any other country or territory where the Group carries out business or with which the Group has arrangements or agreements, which may have a material adverse effect on the Group’s business;
- (iii) there will be no material change in the bases or rates of taxation or duties in the PRC or any other country or territory where the Group carries out business, except as otherwise disclosed in this prospectus; and
- (iv) there will be no material change in the PRC’s capital markets, interest rates or foreign currency exchange rates from those prevailing as of 30 September 2009.

However, our reported net profits for the year ending 31 December 2009 to be included in our annual report for the year ending 31 December 2009 may differ materially from the profit forecast if Interpretation No. 2 and the CIRC Notice are implemented. See “Risk Factors — Risks Relating to Our Company — New PRC accounting pronouncements may significantly affect our financial statements for the year ending 31 December 2009 and future years, and may materially and adversely affect our reported net profits and shareholders’ equity, among other things”.

To the extent detailed guidance for the implementation of Interpretation No. 2 and the CIRC Notice is issued and applicable to our financial statements for the year ending 31 December 2009, we will disclose in our annual report for the year ending 31 December 2009: (i) our net profit for the year ending 31 December 2009, derived using the same accounting policies as those under which our consolidated financial statements included in the Accountants’ Report set forth in Appendix I to this prospectus are prepared; and (ii) a reconciliation of such net profit to our reported net profit for the year ending 31 December 2009 derived using the accounting policies that reflect the implementation of Interpretation No. 2 and the CIRC Notice, in each case of (i) and (ii) with such financial information audited or reviewed by our auditors.

B. LETTERS

Set out below are texts of letters received by our Directors, from Ernst & Young and from the Joint Sponsors in connection with the profit forecast of us for the year ending 31 December 2009.



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10 December 2009

The Directors
China Pacific Insurance (Group) Co., Ltd.

UBS AG, Hong Kong Branch
Credit Suisse (Hong Kong) Limited
China International Capital Corporation Hong Kong Securities Limited
Goldman Sachs (Asia) L.L.C.
As joint sponsors

Dear Sirs,

Profit Forecast

China Pacific Insurance (Group) Co., Ltd. (the "Company" and, together with its subsidiaries, the "Group")

We have reviewed the accounting policies and calculations adopted in arriving at the forecast of the Group's consolidated net profit attributable to the equity holders of the Company for the year ending 31 December 2009 (the "Profit Forecast"), as set out in the subsection headed "Profit Forecast" under the section headed "Financial Information" in the prospectus of the Company dated 10 December 2009 (the "Prospectus"), for which the Directors of the Company are solely responsible.

We conducted our work with reference to Auditing Guideline 3.341 "Accountants' Report on Profit Forecasts" issued by the Hong Kong Institute of Certified Public Accountants.

The Profit Forecast has been prepared by the Directors of the Company based on the audited consolidated results of the Group for the six months ended 30 June 2009, the unaudited consolidated results of the Group for the three months ended 30 September 2009 and a forecast of the consolidated results of the Group for the remaining three months ending 31 December 2009.

In our opinion, so far as the Group's current accounting policies and calculations are concerned, the Profit Forecast has been properly compiled in accordance with the bases and assumptions made by the Directors of the Company as set out in Part A of Appendix III to the Prospectus, and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group as set out in our Accountants' Report dated 10 December 2009, the text of which is set out in Appendix I to the Prospectus.

Yours faithfully,

Ernst & Young
Certified Public Accountants
Hong Kong



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68th Floor
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2 Queen's Road
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Hong Kong

10 December 2009

The Directors
China Pacific Insurance (Group) Co., Ltd.

Dear Sirs,

We refer to the forecast of the consolidated net profit attributable to the equity holders of China Pacific Insurance (Group) Co., Ltd. (the **"Company"**) for the year ending 31 December 2009 (the **"Profit Forecast"**) as set out in the prospectus issued by the Company dated 10 December 2009.

We understand that the Profit Forecast has been prepared by the Directors of the Company based on the audited consolidated results of the Company and its subsidiaries (hereinafter collectively referred to as the **"Group"**) for the six months ended 30 June 2009, the unaudited consolidated results of the Group for the three months ended 30 September 2009 and a forecast of the consolidated results of the Group for the remaining three months ending 31 December 2009.

We have discussed with you the bases and assumptions made by the Directors of the Company as set out in Appendix III to the prospectus upon which the Profit Forecast has been made. We have also considered the letter dated 10 December 2009 addressed to yourselves and ourselves from Ernst & Young, Certified Public Accountants, Hong Kong, regarding the accounting policies and calculations upon which the Profit Forecast has been made.

On the basis of the information comprising the Profit Forecast and on the basis of the accounting policies and calculations adopted by you and reviewed by Ernst & Young, Certified Public Accountants, Hong Kong, we are of the opinion that the Profit Forecast, for which you as Directors of the Company are solely responsible, has been made after due and careful enquiry.

Yours faithfully,

For and on behalf of
UBS AG, Hong Kong Branch

Ren Wang
Managing Director

Tim Cen
Executive Director

For and on behalf of
**China International Capital Corporation
Hong Kong Securities Limited**

Huang Zhaohui
Managing Director

For and on behalf of
Credit Suisse (Hong Kong) Limited

Hu Zhizhi
Managing Director

For and on behalf of
Goldman Sachs (Asia) L.L.C.

Douglas Lehman Feagin
Managing Director

Wong Hong Kit, Kenneth
Managing Director