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

(Stock Code: 2328)

COMPLETION OF THE ISSUE OF SUBORDINATED TERM DEBTS

Reference is made to the announcement dated 20 February 2014 and the circular (the "Circular") dated 25 February 2014 of PICC Property and Casualty Company Limited in relation to the proposed issue of subordinated term debts and the announcement of the Company dated 15 April 2014 in relation to the approval of the issue of subordinated term debts at the EGM. Capitalised terms used in this announcement shall have the same meanings as those defined in the Circular unless the context otherwise requires.

The Company obtained the approvals from the CIRC and other relevant governing authorities for the issue of the subordinated term debts. The Company has successfully issued the subordinated term debts to qualified investors. The principal amount of the issued subordinated term debts is RMB8 billion, with a maturity term of 10 years. The coupon rate is 5.75% per annum for the first five years. The Company has the option to redeem the subordinated term debts at the end of the fifth year. If the Company does not exercise the redemption right, the coupon rate will be 7.75% per annum for the remaining five years.

The successful issue of the subordinated term debts has raised the solvency margin of the Company.

By Order of the Board
Zhang Xiaoli
Secretary of the Board

Beijing, the PRC, 24 October 2014

On the date of this announcement, the Chairman of the Board is Mr. Wu Yan (executive director), the Vice Chairman is Mr. Guo Shengchen (executive director), the non-executive directors are Mr. Wang Yincheng, Mr. Zhou Shurui, Ms. Yu Xiaoping and Mr. Li Tao, Mr. Wang He is an executive director and the independent non-executive directors are Mr. Luk Kin Yu, Peter, Mr. Ding Ningning, Mr. Liao Li and Mr. Lin Hanchuan.