

Disclosure Statement at 31 December 2024

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules and the draft Insurance (Public Disclosure) Rules.

1 Company profile

(a) Authorized insurer's name

Hannover Rück SE

2 Financial position

(a) Balance sheet determined under the Insurance (Valuation and Capital) Rules

(Unit: in HKD thousands)	As at 31 December 2024				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Total assets	6,811,612	5,702,523	-	1,091,601	17,488
Cash and deposits	253,906	213,121	-	39,900	885
Debt securities	4,248,263	3,656,921	-	591,342	-
Equities (including portfolio investments)	-	-	-	-	-
Derivative financial instruments	40,836	40,836	-	-	-
Properties	-	-	-	-	-
Loans and advances	-	-	-	-	-
Reverse repurchase agreement	-	-	-	-	-
Other financial assets	903,548	703,959	-	199,589	-
Policyholder's account assets in respect of unit linked products or retirement scheme	-	-	-	-	-

(Unit: in HKD thousands)	As at 31 December 2024				
	Total	Long term business	Of which belongs to: long term business – participating business	General business	Shareholders' fund (if applicable)
Reinsurance assets	1,340,051	1,087,686	-	252,365	-
Tax assets	-	-	-	-	-
Other assets	25,008	-	-	8,405	16,603
Total liabilities	4,257,615	3,837,652	-	256,922	163,041
Insurance liabilities	3,285,631	2,723,968	-	561,663	-
Reinsurance liabilities	-	-	-	-	-
Repurchase agreement	-	-	-	-	-
Derivative financial instruments	191,721	190,402	-	1,319	-
Other financial liabilities	725,579	444,766	-	280,813	-
Tax liabilities	3,002	-	-	-	3,002
Other liabilities	51,682	478,516	-	(586,873)	160,039
Net assets	2,553,997	1,864,871	-	834,679	(145,553)

3 Insurance liabilities

(a) Total insurance liabilities determined under the Insurance (Valuation and Capital) Rules

Insurance Liabilities of Long Term Business

(Unit: in HKD thousands)	As at 31 December 2024						
	Hong Kong branches of non-HK insurers: all long term business of Hong Kong branches, other than fund of reinsurance business with offshore risk if established*					Applicable to Hong Kong branches of non-HK insurers: reinsurance business with offshore risk if fund of insurance business with offshore risk is established	Total long term business
	Participating business	Linked long term (Class C)	Retirement scheme category I (Class G)	Retirement scheme category II (Class H)	Other long term business		
Total insurance liabilities (gross of reinsurance)	-	-	-	-	1,100,993	1,622,975	2,723,968
Of which: long term insurance liabilities	-	-	-	-	1,100,993	1,622,975	2,723,968
Outstanding claims	-	-	-	-	601,643	551,867	1,153,510
Current estimate ¹	-	-	-	-	160,744	687,950	848,694
Margin over current estimate	-	-	-	-	338,606	383,158	721,764
Prepaid premiums	-	-	-	-	-	-	-
Other long term insurance liabilities	-	-	-	-	-	-	-
Of which: general insurance liabilities	-	-	-	-	-	-	-
Reinsurance assets	-	-	-	-	408,004	679,682	1,087,686
Reinsurance liabilities	-	-	-	-	-	-	-

¹ Excludes outstanding claims, prepaid premiums and other long term insurance liabilities which are disclosed separately.

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at 31 December 2024									
	Direct insurance							Reinsurance		Total general business
	Accident and health	Motor vehicle	Marine, aviation, and transport	Property damage	Employees' compensation	General liability	Pecuniary loss	Proportional	Non-proportional	
Total general insurance liabilities (gross of reinsurance)	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	561,663
Total general insurance liabilities excluding other general insurance liabilities (gross of reinsurance)	-	-	-	-	-	-	-	561,652	11	561,663
Outstanding claims liabilities	-	-	-	-	-	-	-	<i>390,896</i>	-	<i>390,896</i>
Premium liabilities	-	-	-	-	-	-	-	<i>119,284</i>	<i>10</i>	<i>119,294</i>
Margin over current estimate for outstanding claims liabilities	-	-	-	-	-	-	-	<i>39,709</i>	-	<i>39,709</i>
Margin over current estimate for premium liabilities	-	-	-	-	-	-	-	<i>11,763</i>	<i>1</i>	<i>11,764</i>
Total general insurance liabilities excluding other general insurance liabilities (net of reinsurance)	-	-	-	-	-	-	-	309,290	6	309,296

4 Capital adequacy

- (a) Prescribed capital amount at total level and risk capital amount (“RCA”) by sub-risk, determined in accordance with the Insurance (Valuation and Capital) Rules (without applying the transitional arrangement under Part 7 of the Insurance (Valuation and Capital) Rules)

Prescribed Capital Amount

(Unit: in HKD thousands)	As at 31 December 2024
Market risk (diversified RCA)	229,076
Interest rate risk RCA	217,607
Credit spread risk RCA	6,762
Equity risk RCA	-
Property risk RCA	-
Currency risk RCA	34,592
Diversification benefits within market risk	(29,885)
Life Insurance Risk (diversified RCA)	1,442,420
Mortality risk RCA	476,598
Longevity risk RCA	2,564
Life catastrophe risk RCA	312,127
Morbidity risk RCA	904,216
Expense risk RCA	231,932
Lapse risk RCA	241,993
Diversification benefits within life insurance risk	(727,010)
General Insurance Risk (diversified RCA)	28,226
Reserve and premium risk RCA	28,226
Natural catastrophe risk RCA	-
Man-made non-systemic catastrophe risk RCA	-
Man-made systemic catastrophe risk RCA	-
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	-
Counterparty default and other risk RCA	139,926
Diversification benefits among risk modules	(277,346)
Operational risk RCA	46,789
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	(88,500)
Any other items which the IA may specify to adjust	-
Prescribed capital amount	1,520,591

- (b) Composition of capital base determined in accordance with the Insurance (Valuation and Capital) Rules

Capital Base

(Unit: in HKD thousands)	As at 31 December 2024
Unlimited Tier 1 capital	2,553,996
Limited Tier 1 capital	-
Tier 2 capital	-
Capital base	2,553,996

(c) Ratio of capital base to prescribed capital amount

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	168.0%

5 Statement of Compliance

- (i) I am satisfied with the completeness, accuracy and consistency of the information disclosed in this disclosure statement in respect of **Hannover Rück SE**;
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules and the draft Insurance (Public Disclosure) Rules (subject to any applicable variation or relaxation);
- (iii) The information disclosed in this disclosure statement can be reconciled with the audited specified annual forms of **Hannover Rück SE**'s annual returns for the financial year to which this disclosure statement relates, as submitted under rule 4 of the Insurance (Submission of Statements, Reports and Information) Rules; and
- (iv) I am satisfied that **Hannover Rück SE** has complied with all capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Marian Leung
Position:	Chief Executive
Company Name:	Hannover Rück SE