

CATHAY LIFE INSURANCE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	2024		2023	
	Amount	%	Amount	%
OPERATING REVENUE				
Retained earned premium				
Written premium	\$ 433,445,414	53	\$ 404,104,777	56
Reinsurance premium	88,010	-	121,264	-
Premium income	433,533,424	53	404,226,041	56
Less: Reinsurance expense	(2,861,395)	-	(2,996,677)	(1)
Net changes in unearned premium reserve	(1,737,399)	-	(1,111,785)	-
Total retained earned premium	428,934,630	53	400,117,579	55
Reinsurance commission income	317,717	-	423,762	-
Fee income	13,542,387	2	11,728,148	2
Net investment incomes (losses)				
Interest income	207,279,612	25	196,707,234	27
(Loss) gain on financial assets and liabilities at fair value through profit or loss	(116,346,251)	(14)	121,715,033	17
(Loss) gain on derecognition of financial assets measured at amortized cost	(504,299)	-	3,094,909	-
Realized gain on financial assets at fair value through other comprehensive income	7,163,409	1	5,464,665	1
Share of profit of associates and joint ventures accounted for using the equity method	2,777,077	-	2,092,756	-
Foreign exchange gain	210,956,678	26	2,134,639	-
Net changes in reserve for foreign exchange valuation	(6,741,061)	(1)	28,730,131	4
Gain on investment property	13,934,570	2	12,846,164	2
Expected credit loss on investments	(1,838,259)	-	(926,121)	-
Other net investment income (loss)	150,505	-	(39,308)	-
Loss on reclassification using overlay approach	(16,313,576)	(2)	(118,647,734)	(16)
Other operating revenue	1,550,323	-	1,468,049	-
Separate account insurance product income	67,116,912	8	56,586,267	8
Total operating revenue	811,980,374	100	723,496,173	100
OPERATING COSTS				
Retained claims payments				
Insurance claims payments	477,971,769	59	431,190,640	59
Less: Claims and payments recovered from reinsurers	(2,121,479)	(1)	(2,033,560)	-
Total retained claims payments	475,850,290	58	429,157,080	59

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	2024		2023	
	Amount	%	Amount	%
Net changes in other insurance liabilities				
Net changes in loss reserve	\$ 1,986,328	-	\$ 561,183	-
Net changes in policy reserve	110,025,897	14	147,151,444	20
Net changes in special reserve	16,441	-	4,806	-
Net changes in premium deficiency reserve	(1,127,489)	-	(1,369,807)	-
Net changes in other reserve	(15,859)	-	(11,000)	-
Total net changes in other insurance liabilities	110,885,318	14	146,336,626	20
Net changes in reserve for insurance contracts with the nature of financial products	2,105,199	-	1,657,847	-
Underwriting expenses	16,922,111	2	14,987,647	2
Commission expenses	21,615,323	3	18,712,495	3
Finance costs	7,417,917	1	4,802,433	1
Other operating costs	8,485,666	1	6,358,442	1
Separate account insurance product expenses	67,116,912	8	56,586,267	8
Total operating costs	710,398,736	87	678,598,837	94
OPERATING EXPENSES				
General expenses	15,765,020	2	12,689,517	2
Administrative expenses	16,378,587	2	15,227,163	2
Employee training expenses	75,236	-	75,855	-
Expected credit loss (reversal of expected credit loss) on non-investment	20,697	-	(12,003)	-
Total operating expenses	32,239,540	4	27,980,532	4
OPERATING INCOME	69,342,098	9	16,916,804	2
NON-OPERATING INCOME AND EXPENSES	2,538,391	-	2,755,031	-
PROFIT BEFORE INCOME TAX FROM CONTINUING OPERATIONS	71,880,489	9	19,671,835	2
INCOME TAX EXPENSE	(5,624,329)	(1)	(1,907,135)	-
NET PROFIT FROM CONTINUING OPERATIONS	66,256,160	8	17,764,700	2
PROFIT (LOSS) FROM DISCONTINUED OPERATIONS	1,023,944	-	(998,292)	-
NET PROFIT	67,280,104	8	16,766,408	2

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CATHAY LIFE INSURANCE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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	2024		2023	
	Amount	%	Amount	%
OTHER COMPREHENSIVE INCOME (LOSS)				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	\$ 3,011,253	-	\$ 437,004	-
Gain on equity instruments at fair value through other comprehensive income	22,322,896	3	23,421,093	3
Share of other comprehensive loss of associates and joint ventures accounted for using the equity method for items that will not be reclassified subsequently to profit or loss	(69,602)	-	(620,009)	-
Income tax relating to items that will not be reclassified subsequently to profit or loss	(703,549)	-	24,485	-
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	2,426,651	1	97,255	-
Loss on hedging instruments	(1,088,655)	-	(550,032)	-
(Loss) gain on debt instruments at fair value through other comprehensive income	(24,019,465)	(3)	14,093,761	2
Share of other comprehensive income of associates and joint ventures accounted for using the equity method for items that may be reclassified subsequently to profit or loss	1,363,974	-	171,649	-
Other comprehensive income reclassified using overlay approach	16,313,576	2	118,647,734	16
Income tax relating to items that may be reclassified subsequently to profit or loss	<u>1,860,255</u>	<u>-</u>	<u>(10,876,955)</u>	<u>(1)</u>
Total other comprehensive income, net of income tax	<u>21,417,334</u>	<u>3</u>	<u>144,845,985</u>	<u>20</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 88,697,438</u>	<u>11</u>	<u>\$ 161,612,393</u>	<u>22</u>
NET PROFIT ATTRIBUTABLE TO:				
Owners of the Company	\$ 66,883,309	8	\$ 16,343,087	2
Non-controlling interests	<u>396,795</u>	<u>-</u>	<u>423,321</u>	<u>-</u>
	<u>\$ 67,280,104</u>	<u>8</u>	<u>\$ 16,766,408</u>	<u>2</u>

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CATHAY LIFE INSURANCE CO., LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

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	<u>2024</u>		<u>2023</u>	
	<u>Amount</u>	<u>%</u>	<u>Amount</u>	<u>%</u>
TOTAL COMPREHENSIVE INCOME				
ATTRIBUTABLE TO:				
Owners of the Company	\$ 84,110,574	10	\$ 160,916,050	22
Non-controlling interests	<u>4,586,864</u>	<u>1</u>	<u>696,343</u>	<u>-</u>
	<u>\$ 88,697,438</u>	<u>11</u>	<u>\$ 161,612,393</u>	<u>22</u>
EARNINGS PER SHARE				
From continuing and discontinued operations				
Basic earnings per share	<u>\$ 10.53</u>		<u>\$ 2.57</u>	
From continuing operations				
Basic earnings per share	<u>\$ 10.38</u>		<u>\$ 2.77</u>	

The accompanying notes are an integral part of the consolidated financial statements.

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