



Document of Regulations Governing Public Disclosure of Information

Material information bearing on the rights and interests of the consuming public

These information are adopted pursuant to Article 10, paragraph 1, subparagraph 7 of the Regulations Governing Public Disclosure of Information by Life Insurance Enterprises

Date of announcement: 2019/08/15

Maintenance department: Finance Department

Update frequency: Date of events within two days

SEQ_NO	1	Date of announcement	2019/08/15	Time of announcement	17:04
Spokesperson	Chao-Ting Lin	Spokesperson title	Managing Senior Executive Vice President	Spokesperson telephone number	02-27551399
Subject	CFH announces on behalf of Cathay Life Insurance Company's Board resolutions to issue common shares via private placement				
To which item it meets	Article 10 Paragraph 1 Subparagraph 7	Date of events	2019/08/15		

1. Date of the board of directors resolution: 2019/08/15

2. Types of the private placement: Common shares.

3. Buyers of the private placement and their relationships with the company: Cathay Financial Holdings Co., Ltd. which owns 100% of Cathay Life Insurance Co., Ltd.

4. Number of shares or bonds privately placed: 125,000,000 shares.

5. Total monetary amount of the private placement: NTD\$10,000,000,000.

6. The pricing basis of private placement and its reasonableness:

The reference price is the Book value per share on the latest financial audit report before pricing date. The proposed price, NT\$80 per share, is decided by the average closing price of Cathay Financial Holdings for the latest 30 trading dates divided by the Book value per share of Cathay Financial Holdings and times the Book value per share of Cathay Life on 30 June 2019. The final price cannot be lower than



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80% of the reference price.

7. Use of the funds raised in the private placement:

To strengthen capital structure and increase the Risk-Based Capital.

8. Reasons for conducting non-public offerings:

To maintain the shareholder structure.

9. Objections or qualified opinions from independent Board of Directors:

None.

10. Date of pricing: To be decided.

11. Recommended price: In accordance with the Book value per share on the latest financial audit report before pricing date.

12. Shares price, conversion or subscription price:

The Board of Directors will be authorized to decide the price according to pricing basis.

13. Rights and obligations of the new private placement shares:

Except for the limitation on the disposition of privately placed shares according to applicable law, all other rights and obligations shall be the same as those applicable to outstanding common shares already issued by Cathay Life.

14. The record date for share conversion, if conversion, exchange, or subscription rights are attached: NA

15. Possible dilution of equity, if conversion, exchange, or subscription rights are attached: NA

16. Possible influence of change in shareholding, if conversion or subscription rights are fully attached: NA

17. Countermeasures of the aforesaid estimate change in shareholding: NA

18. Any other matters that need to be specified: None