

MSIG Insurance (Hong Kong) Limited

Public Disclosure

For the financial year ended
31 December 2024



PROTECTING
GOALS
POWERING
FUTURES

A Member of **MS&AD** INSURANCE GROUP

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

MSIG Insurance (Hong Kong) Limited

2 Financial position

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

(Unit: in HKD thousands)	As at 31 December 2024
	Total
Total assets	2,582,840
Cash and deposits	412,447
Debt securities	1,338,446
Equities (including portfolio investments)	314,125
Reinsurance assets	311,175
Tax assets	6
Other assets, not elsewhere shown	206,641
Total liabilities	1,477,668
General insurance liabilities	1,221,502
Reinsurance liabilities	100,817
Other financial liabilities	26,851
Tax liabilities	18,421
Other liabilities, not elsewhere shown	110,078
Net assets	1,105,171

3 Insurance liabilities

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 (<u>gross</u> of reinsurance)	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	1,221,502
Total general insurance liabilities excluding other general insurance liabilities (<u>gross</u> of reinsurance)	91,002	181,902	35,591	246,779	418,541	177,864	15,275	54,548	-	1,221,502
Outstanding claims liabilities	33,013	129,577	26,886	175,294	332,219	151,409	6,094	45,086	-	899,577
Premium liabilities	50,010	38,122	5,217	63,567	59,610	17,754	8,928	6,987	-	250,196
Margin over current estimate for outstanding claims liabilities	2,448	9,598	2,705	4,580	20,735	7,315	113	1,706	-	49,201
Margin over current estimate for premium liabilities	5,530	4,605	783	3,338	5,977	1,386	140	769	-	22,527
Total general insurance liabilities excluding other general insurance liabilities (<u>net</u> of reinsurance)	90,633	177,429	30,194	84,494	402,122	93,249	2,392	29,815	-	910,327

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)	161,891
Interest rate risk RCA	131,546
Credit spread risk RCA	89,927
Currency risk RCA	6,945
Diversification benefits within market risk	(66,528)
General Insurance Risk (diversified RCA)	302,116
Reserve and premium risk RCA	204,759
Natural catastrophe risk RCA	120,885
Man-made non-systemic catastrophe risk RCA	128,982
Man-made systemic catastrophe risk RCA	127
Diversification benefits within general insurance risk	(152,637)
Counterparty default and other risk RCA	19,980
Diversification benefits among risk modules	(100,617)
Operational risk RCA	33,090
Adjustment for tax effect	(52,610)
Prescribed capital amount	363,850

- (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	1,104,445
Capital base	1,104,445

- (c) Ratio of capital base to prescribed capital amount

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	303.5%

- (d) According Insurance (Valuation and Capital) Rules, an insurer must ensure, at all times, that its capital base be at least equal to the greater of the Prescribed capital Amount and HKD 20 million to satisfy the minimum capital adequacy requirement.

The Company has complied with the solvency requirements for the financial year ended 31 December 2024

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 MSIG Insurance (Hong Kong) Limited;
- (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 MSIG Insurance (Hong Kong) Limited'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 MSIG Insurance (Hong Kong) Limited 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:	Philip Graham Kent
Position:	Chief Executive Officer
Company Name:	MSIG Insurance (Hong Kong) Limited