

NEW CHINA LIFE INSURANCE COMPANY LTD.

**Condensed Consolidated Statement of Financial Position
As at 30 June 2015
(All amounts in RMBmillion unless otherwise stated)**

	Notes	As at 30 June 2015	As at 31 December 2014
		Unaudited	
ASSETS			
Property, plant and equipment		5,952	5,917
Investment properties		1,815	1,665
Intangible assets		1,579	1,559
Investments in associates	7	9,636	10,150
Debt securities		327,523	345,518
- Held-to-maturity	8(1)	175,430	175,997
- Available-for-sale	8(2)	100,942	117,490
- At fair value through profit or loss	8(3)	3,373	6,286
- Loans and receivables	8(4)	47,778	45,745
Equity securities		111,049	60,403
- Available-for-sale	8(2)	104,320	58,012
- At fair value through profit or loss	8(3)	6,729	2,391
Term deposits	8(5)	143,748	167,297
Statutory deposits		716	716
Policy loans		18,174	14,903
Financial assets purchased under agreements to resell		654	1,584
Accrued investment income		9,718	10,644
Premiums receivable		2,543	1,543
Deferred tax assets	19	-	36
Reinsurance assets		3,217	3,020
Other assets		3,596	4,251
Cash and cash equivalents		19,920	14,503
Total assets		659,840	643,709

The notes on pages 8 to 51 form an integral part of the interim condensed consolidated financial statements.

NEW CHINA LIFE INSURANCE COMPANY LTD.

Condensed Consolidated Statement of Financial Position (Continued)

As at 30 June 2015

(All amounts in RMBmillion unless otherwise stated)

	Notes	As at 30 June 2015	As at 31 December 2014
		Unaudited	
LIABILITIES AND EQUITY			
Liabilities			
Insurance contracts			
Long-term insurance contract liabilities	9	513,291	478,406
Short-term insurance contract liabilities			
- Outstanding claims liabilities	9	503	562
- Unearned premiums liabilities	9	1,304	1,132
Investment contracts	10	26,889	28,213
Borrowings	11	19,000	19,000
Financial liabilities at fair value through profit or loss		53	-
Financial assets sold under agreements to repurchase	12	30,745	59,234
Benefits, claims and surrenders payable		1,301	1,301
Premiums received in advance		129	2,246
Reinsurance liabilities		165	67
Provisions	13	29	29
Other liabilities		7,844	5,090
Current income tax liabilities		652	48
Deferred tax liabilities	19	1,000	17
Total liabilities		<u>602,905</u>	<u>595,345</u>
Shareholders' equity			
Share capital	14	3,120	3,120
Reserves	15	32,773	30,300
Retained earnings		21,036	14,939
Equity attributable to owners of the parent		<u>56,929</u>	<u>48,359</u>
Non-controlling interests		<u>6</u>	<u>5</u>
Total equity		<u>56,935</u>	<u>48,364</u>
Total liabilities and equity		<u>659,840</u>	<u>643,709</u>

The notes on pages 8 to 51 form an integral part of the interim condensed consolidated financial statements.

NEW CHINA LIFE INSURANCE COMPANY LTD.

Condensed Consolidated Statement of Comprehensive Income
For the six months ended 30 June 2015
(All amounts in RMBmillion unless otherwise stated)

	Notes	For the six months ended 30 June	
		2015	2014
		Unaudited	Unaudited
REVENUES			
Gross written premiums and policy fees	16	72,738	66,927
Less: premiums ceded out		(333)	(213)
Net written premiums and policy fees		72,405	66,714
Net change in unearned premiums liabilities		(151)	(195)
Net premiums earned and policy fees		72,254	66,519
Investment income	17	31,226	13,506
Other income		244	179
Total revenues		103,724	80,204
BENEFITS, CLAIMS AND EXPENSES			
Insurance benefits and claims			
Claims and net change in outstanding claims liabilities		(484)	(508)
Life insurance death and other benefits		(51,797)	(26,421)
Increase in long-term insurance contract liabilities		(28,789)	(38,226)
Investment contract benefits		(706)	(510)
Commission and brokerage expenses		(5,170)	(4,140)
Administrative expenses	18	(5,750)	(5,181)
Other expenses		(1,140)	(92)
Total benefits, claims and expenses		(93,836)	(75,078)
Share of results of associates		255	269
Finance costs		(1,300)	(872)
Profit before income tax		8,843	4,523
Income tax expense	19	(2,090)	(774)
Net profit for the period		6,753	3,749
Net profit for the period attributable to:			
- Owners of the parent		6,752	3,748
- Non-controlling interests		1	1
Earnings per share (RMB)			
Basic and diluted	20	2.16	1.20

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NEW CHINA LIFE INSURANCE COMPANY LTD.

Condensed Consolidated Statement of Comprehensive Income(Continued)
For the six months ended 30 June 2015
(All amounts in RMBmillion unless otherwise stated)

	For the six months ended 30 June	
	2015	2014
	Unaudited	Unaudited
Net profit for the period	6,753	3,749
Other comprehensive income to be reclassified into profit or loss in subsequent periods		
Available-for-sale securities		
Gains arising from fair value changes	25,419	1,955
Gains transferred to profit or loss from other comprehensive income	(16,123)	(522)
Impairment transferred to profit or loss from other comprehensive income	21	754
Changes in liabilities for insurance and investment contracts arising from net unrealized gains	(6,019)	(1,266)
Currency translation differences	-	1
Share of other comprehensive income of associates under the equity method	-	5
Income tax relating to components of other comprehensive income	(825)	(230)
Total other comprehensive income, net of tax	<u>2,473</u>	<u>697</u>
Total comprehensive income	<u>9,226</u>	<u>4,446</u>
Total comprehensive income for the period attributable to:		
- Owners of the parent	9,225	4,445
- Non-controlling interests	<u>1</u>	<u>1</u>

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NEW CHINA LIFE INSURANCE COMPANY LTD.

Condensed Consolidated Statement of Changes in Equity
For the six months ended 30 June 2015
(All amounts in RMBmillion unless otherwise stated)

	For the six months ended 30 June 2014 (Unaudited)					
	Attributable to owners of the parent				Non-controlling Interests	Total equity
	Share capital	Reserves	Retained earnings	Total		
As at 1 January 2014	3,120	25,903	10,289	39,312	6	39,318
Net profit for the period	-	-	3,748	3,748	1	3,749
Other comprehensive income	-	697	-	697	-	697
Total comprehensive income	-	697	3,748	4,445	1	4,446
Effect on capital injection to subsidiary	-	2	-	2	(2)	-
Dividends paid	-	-	(468)	(468)	-	(468)
Total transactions with owners	-	-	(468)	(468)	-	(468)
As at 30 June 2014	<u>3,120</u>	<u>26,602</u>	<u>13,569</u>	<u>43,291</u>	<u>5</u>	<u>43,296</u>
	For the six months ended 30 June 2015 (Unaudited)					
	Attributable to owners of the parent				Non-controlling Interests	Total equity
	Share capital	Reserves	Retained earnings	Total		
As at 1 January 2015	3,120	30,300	14,939	48,359	5	48,364
Net profit for the period	-	-	6,752	6,752	1	6,753
Other comprehensive income	-	2,473	-	2,473	-	2,473
Total comprehensive income	-	2,473	6,752	9,225	1	9,226
Dividends paid	-	-	(655)	(655)	-	(655)
Total transactions with owners	-	-	(655)	(655)	-	(655)
As at 30 June 2015	<u>3,120</u>	<u>32,773</u>	<u>21,036</u>	<u>56,929</u>	<u>6</u>	<u>56,935</u>

The notes on pages 8 to 51 form an integral part of the interim condensed consolidated financial statements.

NEW CHINA LIFE INSURANCE COMPANY LTD.

**Condensed Consolidated Statement of Cash Flows
For the six months ended 30 June 2015
(All amounts in RMBmillion unless otherwise stated)**

	For the six months ended 30 June	
	2015	2014
	Unaudited	Unaudited
Operating activities		
Cash generated from operating activities	5,626	30,723
Tax paid	(2,193)	(1,497)
Net cash inflow from operating activities	3,433	29,226
Investing activities		
Cash received/(paid) for investing activities, net	16,529	(30,288)
Proceeds from disposal of property, plant and equipment, intangible assets and other assets	2	2
Purchases of property, plant and equipment, intangible assets and other assets	(591)	(520)
Interest received	15,257	13,154
Dividends received	945	457
Financial assets purchased under agreements to resell, net	1,022	1,064
Net cash inflow/(outflow) from investing activities	33,164	(16,131)
Financing activities		
Dividends paid	-	(4)
Financial assets sold under agreements to repurchase, net	(31,162)	(207)
Net cash outflow from financing activities	(31,162)	(211)
Effects of exchange rate changes on cash and cash equivalents	(18)	46
Cash and cash equivalents at beginning of period	14,503	18,570
Cash and cash equivalents at end of period	19,920	31,500
Analysis of balances of cash and cash equivalents		
Cash at banks and in hand	19,681	26,204
Short-term bank deposits	239	5,296
Cash and cash equivalents at end of period	19,920	31,500

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