

香港聯合交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

THE STOCK EXCHANGE OF HONG KONG LIMITED

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

香港聯合交易所有限公司竭力確保其提供之資料準確可靠，惟不保證該等資料絕對正確，亦不對由於任何資料不確或遺漏所引之損失或損害負上責任（不論是民事侵權行為責任或合約責任或其他）。

The Stock Exchange of Hong Kong Limited endeavours to ensure the accuracy and reliability of the information provided, but does not guarantee its accuracy and accepts no liability (whether in tort or contract or otherwise) for any loss or damage arising from any inaccuracies or omissions.

FOR REFERENCE ONLY

Subject : Display of Adjusted Previous Closing Price of PICC Property and Casualty Company Limited (stock code 2328) on OTP-C for its cash dividend of HK\$0.411526 per H share ("Cash Dividend") and issue of 5 new H shares for every 10 H shares by way of capitalisation of capital reserve ("Capitalisation Issue") on Ex-All Date, 27 June 2018

Enquiry Tel : Ms. Grace Leung (Tel: 2840 3797) or Ms. Cynthia Chiu (Tel: 2840 3076)

Pursuant to the timetable issued by PICC Property and Casualty Company Limited ("PICC Property and Casualty") for the Cash Dividend and Capitalisation Issue, PICC Property and Casualty's H shares (stock code: 2328) will be marked "ex-all" on 27 June 2018, the Ex-All Date. Shareholders, investors and market participants should read the PICC Property and Casualty's regulatory announcements and circulars in full including the terms and conditions of the Cash Dividend and Capitalisation Issue in dealing with PICC Property and Casualty's H shares. If they are in doubt, they should consult their professional adviser(s).

As an OTP-C standard practice for ex-dividend and ex-bonus issue ("Ex-All") and for reference only, an Adjusted Previous Closing Price will be displayed in the "PRV CLOSE" field of PICC Property and Casualty's OTP-C stock page on 27 June 2018, the Ex-All Date. The unadjusted previous closing price will instead be displayed in the free text field. Calculation of the Adjusted Previous Closing Price will be based on PICC Property and Casualty's closing price on 26 June 2018 (i.e. last cum-all trading day) and by using the following standard adjustment formula for dividend and bonus issue generally.

Adjustment Formula:

Adjusted Previous Closing Price

$$= [(Closing Price on the last cum-all trading day - D) \times Y] \div (X + Y)$$

where:

D = Cash Dividend per H share, i.e. HK\$0.411526

X = Number of new H shares a shareholder is expected to receive when he/she holds Y existing H shares on the record date, i.e. 5 new H shares

Y = Number of existing H shares a shareholder has to hold on the record date for entitling him/herself to X new H shares, i.e. 10 H shares

.../2

For illustration purpose, depending on PICC Property and Casualty's closing price on 26 June 2018, the Exchange shall base on the above standard formula for dividend and bonus issue generally to calculate and display the Adjusted Previous Closing Price on PICC Property and Casualty's OTP-C stock page on 27 June 2018 as follows:-

<u>CUM-ALL</u>	<u>EX-ALL</u>
	<u>Adjusted</u>
<u>Unadjusted Closing Price</u>	<u>Previous Closing Price</u>
<u>on 26 June 2018</u>	<u>on 27 June 2018</u>
(HK\$)	(HK\$)
13.146526	8.490
13.161526	8.500
13.176526	8.510
13.191526	8.520
13.206526	8.530
13.221526	8.540
13.236526	8.550
13.251526	8.560
13.266526	8.570
13.281526	8.580
13.296526	8.590
13.311526	8.600
13.326526	8.610
13.341526	8.620
13.356526	8.630
13.371526	8.640
13.386526	8.650
13.401526	8.660
13.416526	8.670
13.431526	8.680
13.446526	8.690
13.461526	8.700
13.476526	8.710
13.491526	8.720
13.506526	8.730
13.521526	8.740
13.536526	8.750
13.551526	8.760
13.566526	8.770
13.581526	8.780

Charles Woo
Vice President
Listing Department