

(Stock Code: 2328)

## ANNOUNCEMENT IN RELATION TO PREMIUMS INCOME

PICC Property and Casualty Company Limited (the “Company”) is pleased to announce that the direct premiums income of the Company for the period from 1 January 2008 to 28 December 2008 had reached RMB100 billion. The above information is prepared pursuant to the PRC Accounting Standards for Business Enterprises and is unaudited and has not been reviewed by the Audit Committee of the Company.

Investors should exercise caution when dealing in the securities of the Company.

By Order of the Board  
**Liu Zhenghuan**  
*Secretary of the Board*

Beijing, the PRC, 29 December 2008

*On the date of this announcement, the Chairman of the Board is Mr. Wu Yan (executive director), the Vice Chairman is Mr. Wang Yincheng (executive director), Md. Liu Zhenghuan is an executive director, the non-executive directors are Mr. Tse Sze-Wing, Edmund, Mr. Zhou Shurui and Mr. Li Tao, the independent non-executive directors are Mr. Cheng Wai Chee, Christopher, Mr. Lu Zhengfei, Mr. Luk Kin Yu, Peter and Mr. Ding Ningning.*