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(Stock Code: 2328)

**RESULTS OF THE H SHARE RIGHTS ISSUE OF
345,598,000 H SHARES
ON THE BASIS OF 1 H RIGHTS SHARE FOR EVERY 10 EXISTING
H SHARES AT HK\$5.50 PER H RIGHTS SHARE
PAYABLE IN FULL ON ACCEPTANCE**

**RESULTS OF THE DOMESTIC SHARE RIGHTS ISSUE OF
768,582,000 DOMESTIC SHARES
ON THE BASIS OF 1 DOMESTIC RIGHTS SHARE
FOR EVERY 10 EXISTING DOMESTIC SHARES
AT RMB4.49 PER DOMESTIC RIGHTS SHARE
PAYABLE IN FULL ON ACCEPTANCE**

Sole Global Coordinator



Joint Lead Underwriters and Joint Lead Bookrunners



Co-Underwriter



RESULTS OF THE H SHARE RIGHTS ISSUE

The Board is pleased to announce that as at 4:00 p.m. on Friday, 23 December 2011, being the latest time for acceptance of and payment for the H Rights Shares and the application and payment for the excess H Rights Shares, (a) a total of 4,906 valid acceptances in respect of 333,225,710 H Rights Shares provisionally allotted under the H Share Rights Issue have been received, representing approximately 96.42% of the total number of H Rights Shares available under the H Share Rights Issue, and (b) a total of 3,825 valid applications for 3,243,445,129 excess H Rights Shares have been received in respect of the 12,372,290 unsubscribed H Rights Shares under the H Share Rights Issue. In aggregate, a total of 8,731 valid acceptances and applications in respect of 3,576,670,839 H Rights Shares, representing approximately 1,034.92% of the total number of H Rights Shares available under the H Share Rights Issue, have been received.

The H Share Rights Issue became unconditional at 6:00 p.m. on Thursday, 29 December 2011.

Based on the number of valid acceptances referred to above, 12,372,290 H Rights Shares were available for excess H Rights Shares being applied for by way of application under the Excess Application Forms. The Company has allotted the excess H Rights Shares on a fair and reasonable basis as set out below in this announcement.

Underwriting Agreement

As a result of the over-subscription of the H Rights Shares, the Underwriters' obligations under the Underwriting Agreement to acquire by direct issue or by procuring purchaser(s) for any H Rights Shares not taken up have ceased.

Despatch of Share Certificates for H Rights Shares and Refund Cheques

It is expected that the certificates for the fully-paid H Rights Shares and the refund cheques in respect of wholly or partially unsuccessful applications for excess H Rights Shares (without interest) will be despatched by ordinary post to the allottees and those entitled thereto at their own risk, to their registered addresses by the H Share Registrar on or about Tuesday, 3 January 2012.

Commencement of Dealings in the H Rights Shares

Dealings in the fully-paid H Rights Shares are expected to commence on the Hong Kong Stock Exchange at 9:00 a.m. on Thursday, 5 January 2012.

RESULTS OF THE DOMESTIC SHARE RIGHTS ISSUE

PICC Group, which held 7,685,820,000 Domestic Shares as at the close of business on the Domestic Share Record Date, representing approximately 69.0% of the total Shares in issue, has subscribed for all the Domestic Rights Shares to which it was entitled in accordance with the terms of the Domestic Share Rights Issue as at Friday, 23 December 2011, being the last day for acceptance of and payment for the Domestic Rights Shares. As a result, PICC Group will hold 8,454,402,000 Domestic Shares upon completion of the Rights Issue, representing approximately 69.0% of the total Shares in issue.

BACKGROUND

References are made to the announcement dated 29 November 2011 and the prospectus dated 9 December 2011 (the "**H Share Rights Issue Prospectus**") issued by PICC Property and Casualty Company Limited (the "**Company**") in relation to the H Share Rights Issue. Capitalised terms used

herein have the same meanings as those defined in the H Share Rights Issue Prospectus unless otherwise stated.

RESULTS OF THE H SHARE RIGHTS ISSUE

The Board is pleased to announce that as at 4:00 p.m. on Friday, 23 December 2011, being the latest time for acceptance of and payment for the H Rights Shares and the application and payment for the excess H Rights Shares, (a) a total of 4,906 valid acceptances in respect of 333,225,710 H Rights Shares provisionally allotted under the H Share Rights Issue have been received, representing approximately 96.42% of the total number of H Rights Shares available under the H Share Rights Issue, and (b) a total of 3,825 valid applications for 3,243,445,129 excess H Rights Shares have been received in respect of the 12,372,290 unsubscribed H Rights Shares under the H Share Rights Issue. In aggregate, a total of 8,731 valid acceptances and applications in respect of 3,576,670,839 H Rights Shares, representing approximately 1,034.92% of the total number of H Rights Shares available under the H Share Rights Issue, have been received.

The H Share Rights Issue became unconditional at 6:00 p.m. on Thursday, 29 December 2011.

Excess H Rights Shares

Based on the number of valid acceptances referred to above, 12,372,290 H Rights Shares were available for excess H Rights Shares being applied for by way of application under the Excess Application Forms.

Preference was given to those applications that would top up odd lots into whole board lots. The remaining excess H Rights Shares were allocated to Qualified H Shareholders who have applied for excess H Rights Shares on a pro rata basis with reference to the number of excess H Rights Shares applied for.

Details of the allocation are as follows:

Number of excess H Rights Shares applied for under each valid excess application	Number of valid excess applications	Total number of excess H Rights Shares applied for	Total number of excess H Rights Shares allotted	Approximate percentage of allocation based on the total number of excess H Rights Shares applied for
100 - 2,765,598,575	3,825	3,243,445,129	12,372,290	0.19% - 100%

The Board is of the view that the above basis of allotment is fair and reasonable to the Qualified H Shareholders who have applied for excess H Rights Shares under the Excess Application Forms.

Underwriting Agreement

As all the conditions precedent set out in the Underwriting Agreement have been fulfilled and the Underwriting Agreement was not terminated by the Underwriters at or before 6:00 p.m. on Thursday, 29 December 2011, the Underwriting Agreement became unconditional at 6:00 p.m. on Thursday, 29 December 2011.

As a result of the over-subscription of the H Rights Shares, the Underwriters' obligations under the Underwriting Agreement to acquire by direct issue or by procuring purchaser(s) for any H Rights Shares not taken up have ceased.

Despatch of Share Certificates for H Rights Shares and Refund Cheques

It is expected that the certificates for the fully-paid H Rights Shares and the refund cheques in respect of wholly or partially unsuccessful applications for excess H Rights Shares (without interest) will be despatched by ordinary post to the allottees and those entitled thereto at their own risk, to their registered addresses by the H Share Registrar on or about Tuesday, 3 January 2012.

Commencement of Dealings in the H Rights Shares

Dealings in the fully-paid H Rights Shares are expected to commence on the Hong Kong Stock Exchange at 9:00 a.m. on Thursday, 5 January 2012.

RESULTS OF THE DOMESTIC SHARE RIGHTS ISSUE

PICC Group, which held 7,685,820,000 Domestic Shares as at the close of business on the Domestic Share Record Date, representing approximately 69.0% of the total Shares in issue, has subscribed for all the Domestic Rights Shares to which it was entitled in accordance with the terms of the Domestic Share Rights Issue as at Friday, 23 December 2011, being the last day for acceptance of and payment for the Domestic Rights Shares. As a result, PICC Group will hold 8,454,402,000 Domestic Shares upon completion of the Rights Issue, representing approximately 69.0% of the total Shares in issue.

SHAREHOLDING STRUCTURE OF THE COMPANY

To the best knowledge of the Directors, the shareholding structure of the Company immediately before the commencement and immediately after the completion of the Rights Issue will be as follows:

	Shareholding structure immediately before commencement of the Rights Issue		Shareholding structure immediately after completion of the Rights Issue	
	<i>Number of Shares</i>	<i>Percentage of issued Shares</i>	<i>Number of Shares</i>	<i>Percentage of issued Shares</i>
H Shares	3,455,980,000	31.0%	3,801,578,000	31.0%
Domestic Shares	<u>7,685,820,000</u>	<u>69.0%</u>	<u>8,454,402,000</u>	<u>69.0%</u>
Total issued Shares	<u><u>11,141,800,000</u></u>	<u><u>100.0%</u></u>	<u><u>12,255,980,000</u></u>	<u><u>100.0%</u></u>

PUBLIC FLOAT

Upon completion of the Rights Issue, the Company will continue to satisfy the public float requirements under Rule 8.08(1) of the Hong Kong Listing Rules.

GENERAL

The Rights Issue, consisting of the Domestic Share Rights Issue and the H Share Rights Issue, raised gross proceeds in an aggregate amount of RMB4,994,184,013.55 (equivalent to approximately HK\$6,151,230,463.79). The expenses in connection with the H Share Rights Issue, including the underwriting commission, printing, registration, translation, legal and stamp duty, etc., amounted to RMB32,829,942.51 (equivalent to approximately HK\$40,435,943.48). The expenses in connection with the Domestic Share Rights Issue (being the stamp duty) amounted to RMB1,725,466.59 (equivalent to approximately HK\$2,125,220.58). All subscription moneys for the Rights Shares have been received by the Company as at the date of this announcement.

By order of the Board
PICC Property and Casualty Company Limited
Wu Yan
Chairman of the Board

30 December 2011

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), Mr. Guo Shengchen and Mr. Wang He are executive directors, the non-executive directors are Mr. Zhou Shurui, Ms. Yu Xiaoping, Mr. Li Tao and Mr. Tse Sze-Wing, Edmund, the independent non-executive directors are Mr. Luk Kin Yu, Peter, Mr. Ding Ningning and Mr. Liao Li.

Unless otherwise specified in this announcement, conversions of RMB into HK\$ are made in this announcement for illustration purpose only, at the rate of RMB0.8119 to HK\$1.00. No representation is made that any amounts in RMB or HK\$ could have been or could be converted at that rate or at any other rates or at all.