

ANNUAL GENERAL MEETING (AGM) TO BE HELD ON 23 APRIL 2021

Responses to shareholders' questions

19 APRIL 2021 – United Overseas Insurance Limited (UOI or the Company) refers to the Notice of Annual General Meeting of 1 April 2021, in particular, the invitation to shareholders to submit questions in advance of the AGM.

The Company thanks shareholders for the questions received. Set out below are the Company's response to the questions received.

Responses to shareholders' substantial and relevant questions		
Category	Questions	Answers
CAPITAL ADEQUACY RATIO	<p>Please comment as to why the level of capitalization of UOI appears to be high?</p> <p>Would Management consider liquidating some of their investments so as to return these excess capital to shareholders?</p>	<p>The Company's share capital and reserves are necessary to support its insurance operation, demonstrate financial strength, provide greater financial stability in the midst of a volatile environment and fund new value creation initiatives. This prudent capital management and constant calibration of our investment funds are necessary for us to achieve sustainable growth and earnings.</p>
BALANCE SHEET	<p>It is noted that the net technical balance had a continuous reduction, please explain the rationale for this reduction?</p>	<p>The Net Technical Balance is the sum of the Net Unexpired Risk Reserve and Net Claims Reserve.</p> <p>A continuous reduction in the net technical balance is a positive sign as it means that the quality of the portfolio of risks is improving.</p> <p>When an insurance company's net technical balance increases, it means that the insurance risk in its portfolio has deteriorated.</p> <p>Our Company's net technical balance has been reducing continuously due to our careful selection and retention of risk.</p>

By Order of the Board,

Vivien Chan
Company Secretary