

Disclosure Statement at 31 December 2024
by Gard Marine & Energy Limited (registered non-Hong Kong company with
Business Registration Number 39543231) (the “Company”)

This disclosure statement is prepared in accordance with the requirements under the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August 2025.

On 19 September 2025, pursuant to section 130(1) of the Insurance Ordinance (Cap. 41), the Insurance Authority (“IA”) granted a relaxation of Rule 69(2) of the Insurance (Valuation and Capital) Rules (Cap. 41R) (the “Rules”) in its application to the Company, such that in determining its risk capital amount for man-made non-systemic catastrophe risk, the Company is not obliged to follow the calculation methods as prescribed in Rule 69(2)(a)(i) to (iv) and 69(2)(b). This approval is effective for the financial year ended 31 December 2024.

1 Company profile

(a) Authorized insurer’s name

Gard Marine & Energy Limited (Hong Kong Branch)

2 Financial position

(a) Balance sheet determined under the Insurance (Valuation and Capital) Rules

(Unit: in HKD thousands)	As at 31 December 2024
	General Business Total
Total assets	329,861
Cash and deposits	13,479
Debt securities	155,744
Equities (including portfolio investments)	16,524
Derivative financial instruments	-
Properties	-
Loans and advances	-
Reverse repurchase agreement	-
Other financial assets	80,937
Policyholder’s account assets in respect of unit linked products or retirement scheme	-
Reinsurance assets	63,138
Tax assets	-
Other assets	39
Total liabilities	171,535
Insurance liabilities	137,614
Reinsurance liabilities	-
Repurchase agreement	-
Derivative financial instruments	-
Other financial liabilities	17,326
Tax liabilities	-
Other liabilities	16,595
Net assets	158,326

3 Insurance liabilities

(a) Total insurance liabilities determined under the Insurance (Valuation and Capital) Rules

Insurance Liabilities of General Business

(Unit: in HKD thousands)	As at 31 December 2024									
	Direct insurance							Reinsurance		Total general business
	Accident and health	Motor vehicle	Marine, aviation, and transport	Property damage	Employees' compensation	General liability	Pecuniary loss	Proportional	Non-proportional	
Total general insurance liabilities (<u>gross</u> of reinsurance)	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	137,614
Total general insurance liabilities excluding other general insurance liabilities (<u>gross</u> of reinsurance)	-	-	90,350	-	-	-	-	47,264	-	137,614
Outstanding claims liabilities	-	-	72,731	-	-	-	-	36,325	-	109,056
Premium liabilities	-	-	13,464	-	-	-	-	8,726	-	22,190
Margin over current estimate for outstanding claims liabilities	-	-	3,210	-	-	-	-	1,541	-	4,751
Margin over current estimate for premium liabilities	-	-	945	-	-	-	-	672	-	1,617
Total general insurance liabilities excluding other general insurance liabilities (<u>net</u> of reinsurance)	-	-	49,273	-	-	-	-	25,203	-	74,476

4 Capital adequacy

- (a) Prescribed capital amount at total level and risk capital amount (“RCA”) by sub-risk, determined in accordance with the Insurance (Valuation and Capital) Rules (without applying the transitional arrangement under Part 7 of the Insurance (Valuation and Capital) Rules)

Prescribed Capital Amount

(Unit: in HKD thousands)	As at 31 December 2024
Market risk (diversified RCA)	11,617
Interest rate risk RCA	10,872
Credit spread risk RCA	-
Equity risk RCA	-
Property risk RCA	-
Currency risk RCA	2,195
Diversification benefits within market risk	(1,450)
Life Insurance Risk (diversified RCA)	-
Mortality risk RCA	-
Longevity risk RCA	-
Life catastrophe risk RCA	-
Morbidity risk RCA	-
Expense risk RCA	-
Lapse risk RCA	-
Diversification benefits within life insurance risk	-
General Insurance Risk (diversified RCA)	32,326
Reserve and premium risk RCA	32,326
Natural catastrophe risk RCA	-
Man-made non-systemic catastrophe risk RCA*	-
Man-made systemic catastrophe risk RCA	-
Mortgage insurance risk RCA	-
Diversification benefits within general insurance risk	-
Counterparty default and other risk RCA	4,183
Diversification benefits among risk modules	(9,693)
Operational risk RCA	3,609
Adjustment for loss absorbing capacity cap	-
Adjustment for tax effect	-
Any other items which the IA may specify to adjust	-
Prescribed capital amount	42,042

*On 19 September 2025, the IA granted the Company a relaxation of Rule 69(2) of the Rules such that the Company is not obliged to follow the calculation methods as prescribed in Rule 69(2)(a)(i) to (iv) and 69(2)(b) in determining its risk capital amount for man-made non-systemic catastrophe risk. This approval is effective for the financial year ended 31 December 2024.

- (b) Composition of capital base determined in accordance with the Insurance (Valuation and Capital) Rules

Capital Base

(Unit: in HKD thousands)	As at 31 December 2024
Unlimited Tier 1 capital	158,326
Limited Tier 1 capital	-
Tier 2 capital	-
Capital base	158,326

- (c) Ratio of capital base to prescribed capital amount

	As at 31 December 2024
Ratio of capital base to prescribed capital amount	377%

5 Statement of Compliance

- (i) I am satisfied with the completeness, accuracy and consistency of the information disclosed in this disclosure statement in respect of Gard Marine & Energy Limited (Hong Kong Branch);
- (ii) I am satisfied that the information in this disclosure statement is prepared in accordance with the Insurance (Valuation and Capital) Rules and the Circular on Public Disclosure Requirements for the First Financial Year Adopting Risk-based Capital Regime dated 8 August 2025 (subject to any applicable variation or relaxation);
- (iii) The information disclosed in this disclosure statement can be reconciled with the audited specified annual forms of Gard Marine & Energy Limited (Hong Kong Branch)'s annual returns for the financial year to which this disclosure statement relates, as submitted under rule 4 of the Insurance (Submission of Statements, Reports and Information) Rules; and
- (iv) I am satisfied that Gard Marine & Energy Limited (Hong Kong Branch) has complied with the capital requirements that apply to it under the Insurance (Valuation and Capital) Rules, during the financial year to which this disclosure statement relates.

Name:	Andre Werner Kroneberg
Position:	Chief Executive
Company Name:	Gard Marine & Energy Limited (Hong Kong Branch)