

# Cathay Century Insurance Underwriting Policy for Coal and Unconventional Oil & Gas

May 14, 2025

1. By 2030, Cathay Century will no longer provide insurance coverage for new projects related to coal mining, coal power, and coal infrastructure.
2. By 2040, Cathay Century will no longer provide insurance coverage for new projects related to unconventional oil and gas.
3. Phased Targets:

No longer provide insurance coverage for new projects:	2025	2030	2040
Coal mining, coal power, and coal infrastructure	More than 30% of client revenues	More than 5% of client revenues	More than 5% of client revenues
The production of liquefied natural gas (LNG) from the following unconventional oil and gas	More than 50% of client revenues	More than 30% of client revenues	More than 5% of client revenues
Extraction of tar sands	More than 50% of client revenues	More than 30% of client revenues	More than 5% of client revenues
Extraction of shale oil & gas	More than 50% of client revenues	More than 30% of client revenues	More than 5% of client revenues
Extraction of arctic oil & gas	Cease underwriting arctic oil & gas extraction projects. (No coverage for such projects as of May 14, 2025)		
Extraction of ultra-deep-water oil and gas	Cease underwriting ultra-deep-water oil and gas extraction projects. (No coverage for such projects as of May 14, 2025)		

Note 1: Clients are considered relevant if the business accounts for more than 5% of their annual revenue. Phased withdrawal is implemented according to the timeline.

- Note 2: The new projects include expansions of existing business. Cathay Century Insurance will also cease to provide insurance coverage for the expansion of projects related to coal and unconventional oil/gas for existing clients.
- Note 3: If a company has publicly committed to a 2050 net-zero transition and its carbon reduction actions have been verified by a third party, or if the project is aimed at promoting renewable energy or low-carbon transition, it will not be subject to the above restrictions.
- Note 4: The management policy is applicable to operations related to reinsurance and treaty reinsurance.