

中国平安保险(集团)股份有限公司

PING AN INSURANCE (GROUP) COMPANY OF CHINA, LTD.

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 2318)

Announcement

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited. The Company will issue the following announcement in designated newspapers in the People's Republic of China on January 20, 2009:

**Ping An Insurance (Group) Company of China, Ltd.
Announcement regarding the Disclosure of
Unaudited Financial Statements of 2008 of
Ping An Securities Company, Ltd
on the website of China Money**

Special Notice:

The board of directors of Ping An Insurance (Group) Company of China, Ltd. (hereinafter referred to as the “Company”) and all members of the board of directors confirm there are no false representations, misleading statements or material omissions contained herein, and individually and jointly accept responsibility for the truthfulness, accuracy and completeness of the contents of this announcement.

Pursuant to the requirements of the “Notice in Relation to the Disclosure of 2008 Unaudited Financial Statements by Members of the Interbank Lending Market such as Securities Companies, Financial Companies and Trust Investment Companies etc” of Zhong Hui Jiao Fa 2008 No. 337, the unaudited financial statements of 2008 of Ping An Securities Company, Ltd. (“Ping An Securities”), a subsidiary of the Company, will be disclosed on the website of China Money (www.chinamoney.com.cn).

Please refer to the attached unaudited financial statement of 2008 of Ping An Securities.

The Board of Directors of Ping An Insurance (Group) Company of China, Ltd.

January 19, 2009

Ping An Securities Company, Ltd.
Balance Sheet
December 31, 2008

Reporting Unit: Ping An Securities Company, Ltd.

Unit: Yuan

Asset	No.	Balance at the end of the period	Balance at the beginning of the year	Equity and liabilities	No.	Balance at the end of the period	Balance at the beginning of the year
Asset:	1			Liabilities:			
Monetary assets	2	7,795,721,341.11	17,451,940,990.00	Short term loans	51	0.00	0.00
of which: customer cash deposits	3	6,492,657,030.26	17,150,295,200.00	of which: pledged loans	52	0.00	0.00
Customer cash deposits on credit	4			Placements from banks and other financial institutions	53	0.00	0.00
Self-owned cash deposits on credit	5			Held-for-trading financial liabilities	54	0.00	0.00
Balances with clearing companies	6	1,150,414,760.93	2,008,330,710.00	Derivative financial liabilities	55	0.00	99,104,000.00
of which: balances with clients	7	1,099,315,724.42	1,340,201,984.00	Financial assets sold under agreements to repurchase	56	2,066,200,000.00	0.00
balances on credit	8			Customer brokerage deposits	57	7,639,612,679.01	18,627,615,485.00
Placements with banks and other financial institutions	9	0.00	0.00	Customer brokerage deposits of transactions on credit	58		
Funds raised	10			Underwriting proceeds payables	59	0.00	0.00
Realized securities	11			Staff remuneration payable	60	158,633,384.61	432,076,342.00
Held-for-trading financial assets	12	3,398,489,544.27	2,078,454,463.00	Taxes payable	61	58,349,481.57	102,400,050.00
of which: Pledged securities	13	0.00		Interest payable	62	928,173.38	0.00
Derivative financial assets	14	0.00	0.00	Estimated liabilities	63	3,055,156.28	0.00
Financial assets purchased under agreement for resell	15	758,036,160.82	261,738,399.00	Long-term borrowings	64	0.00	0.00
Interest receivables	16	1,020,780.08	449,688.00	Bonds payables	65		0.00
Deposits with stock and futures exchanges	17	58,098,309.69	844,428,646.00	Deferred tax liabilities	66	22,413,075.02	76,479,238.00
of which: Trading deposits	18	54,098,309.69	157,153,646.00	Other liabilities	67	100,232,840.40	370,474,012.00
Performance deposits	19	4,000,000.00	68,727,500.00	of which: accounts payable	68	99,501,703.18	369,742,875.00
Available-for-sale financial assets	20	7,701,000.00	429,263,784.00	Dividends payable	69	0.00	0.00
Held-to-maturity investments	21	0.00	0.00	Amounts of securities negotiating brokerage	70	731,137.22	731,137.00
Long-term equity investments	22	393,961,468.46	93,961,468.00				
Investment properties	23	9,611,727.83	10,457,703.00				
Fixed assets	24	147,162,674.19	105,529,618.00				
of which: construction in progress	25	135,458.10	3,136,261.77	Total liabilities	75	10,049,424,790.27	19,708,149,127.00
Intangible assets	26	35,028,850.47	25,680,195.00				
of which: membership fees	27	9,163,598.24	14,507,661.42	Equity:			
Goodwill	28			Paid-up capital	80	1,800,000,000.00	1,800,000,000.00
Deferred tax assets	29	17,600,302.97	20,430,949.00	Capital reserves	81	0.00	165,309,728.00
Other assets	30	93,798,058.04	79,239,190.00	Less: treasury shares	82		
of which: Amounts due from clients of commercial papers	31			Surplus reserves	83	171,618,465.03	171,618,465.00
Accounts receivable	32	35,334,706.47	68,942,607.00	General risk provision	84	173,861,217.43	173,861,217.00
Dividends receivable	33			Trading risk provision	85	148,919,823.43	148,919,823.00
Debt assets	34			Unallocated profit	86	1,522,820,682.70	1,242,047,443.00
Securities negotiating brokerage	35			Foreign currency translation differences	87	0.00	0.00
				Total equity	88	3,817,220,188.59	3,701,756,676.00
Total assets	40	13,866,644,978.86	23,409,905,803.00	Total equity and liabilities	91	13,866,644,978.86	23,409,905,803.00
Supplemental information:							
Bank deposits – client deposits under management	41	95,496,719.68	620,381.74	Trusted funds	92	810,834,972.62	921,825,828.00
Balances with clearing companies – balances with clients (clients under management)	42	26,197,606.99	456,114,525.46	Amounts payable	93	238,423.26	323,542.90
Customers' deposited and trusted capital	43						
Amounts receivables	44	1,462,883.39	0.00				
Trusted investments	45	687,916,185.82	465,414,463.70				
of which: investment costs	46	312,543,681.12	483,260,118.76				
Unsettled losses and gains	47	375,372,504.70	-17,845,655.06				
Total trusted assets	48	811,073,395.88	922,149,370.90	Total trusted liabilities	96	811,073,395.88	922,149,370.90
Collateral	49			Contingent liabilities	97		
				of which: Total external guarantees	98		

Ping An Securities Company, Ltd.
Income Statement
December 2008

Reporting Unit: Ping An Securities Company, Ltd.

Unit: Yuan

No.	Code	Category	RMB equivalent	
			Current period	Current year
I. Operating Income			139,059,512.78	1,453,804,338.44
20		Handling charges and commission income, net	102,008,033.14	1,222,500,685.39
30		of which: Net operating income from securities trading agency services	61,863,593.06	693,587,920.06
40		Net operating income from securities underwriting business	41,780,312.57	514,617,513.08
50		Net operating income from asset management business	-1,635,872.49	14,295,252.25
60		Net interest income	8,864,050.51	85,115,300.92
70		Investment gains/(losses)	25,050,619.97	277,050,709.32
80		of which: Gains attributable to investment in associates and joint ventures		
90		Gains/(losses) attributable to changes in fair value	2,520,519.54	-132,469,915.64
100		Exchange gains/(losses)	-3,506.42	-4,623,618.38
110		Other operating income	619,796.04	6,231,176.82
II. Operating expenses			92,283,627.53	762,880,610.64
130		Operating tax and surcharges	4,473,817.36	81,150,187.45
140		General and administrative expenses	80,629,962.36	672,326,552.01
150		Asset depreciation losses	7,132,996.66	9,051,255.90
160		Other operating cost	46,851.15	352,615.29
III. Operating profit			46,775,885.24	690,923,727.79
180		Add: Non-operating income	153,595.91	2,927,361.72
190		Less: Non-operating expenses	1,224,774.87	8,511,556.50
IV. Profit before tax			45,704,706.29	685,339,533.02
210		Less: Income tax expenses	13,090,144.27	135,671,583.10
V. Net profit			32,614,562.02	549,667,949.92
VI. Earnings per share				
240	(I)	Basic		0.31
250	(II)	Diluted		

Net Capital Calculation Sheet for Securities Company

Reporting Unit: Ping An Securities Company, Ltd.

December 2008

Unit: Yuan

Items	No.	Balances at beginning of the period	Balances at end of the period	Deduction rate	Amount for calculation	
					Balances at beginning of the period	Balances at the end of the period
Net assets	1	3,778,557,621.52	3,817,220,188.59		3,778,557,621.52	3,817,220,188.59
Less: adjustments in respect of the risks of financial assets	2	4,346,507,058.27	3,398,489,544.27		263,204,779.83	201,140,862.14
1. Shares ^{note 1}	3	29,014,518.00	22,846,000.00		3,236,885.70	2,284,600.00
of which: Shanghai 180 Index, Shenzhen 100 Index, Shanghai and Shenzhen 300 Index Component Shares	4	22,308,000.00	22,846,000.00	10%	2,230,800.00	2,284,600.00
Ordinary listed shares	5	6,704,358.00		15%	1,005,653.70	
Unlisted listed shares	6	2,160.00		20%	432.00	
Restricted shares	7			20%		
Shares held the market value of which exceeds 5% of the total market value of such shares	8			40%		
ST shares	9			50%		
*ST shares	10			60%		
Delisted shares that are tradable at share registrars	11			80%		
Delisted shares that are not tradable at share registrars	12			100%		
2. Monetary market funds	13	34,545,115.48	50,000,000.00	1%	345,451.15	500,000.00
3. Short-term commercial papers	14	1,587,239,365.00	1,351,834,345.00		95,234,361.90	81,110,060.70
of which: secured	15			3%		
unsecured	16	1,587,239,365.00	1,351,834,345.00	6%	95,234,361.90	81,110,060.70
4. Government bonds	17	1,014,495,345.00	649,235,240.00	1%	10,144,953.45	6,492,352.40
5. Central bank notes	18	19,946,260.00	19,993,100.00	1%	199,462.60	199,931.00
6. Special financial bonds	19			1%		
7. Securities investment funds (excluding monetary market funds)	20	30,089,194.40	41,593,361.06	2%	601,783.89	831,867.22
8. Convertible bonds	21	10,488,778.00	10,784,299.60	5%	524,438.90	539,214.98
9. Corporate bonds (including company bonds)	22	1,620,688,482.39	1,252,203,198.61		152,917,442.24	109,182,835.84
of which: secured	23	183,028,120.00	320,749,680.42	5%	9,151,406.00	16,037,484.02
unsecured	24	1,437,660,362.39	931,453,518.19	10%	143,766,036.24	93,145,351.82
10. Trust products investments	25			80%		
11. Investment in collective asset management programs	26			10%		
12. Other financial products investments	27					
Less: adjustments in respect of the risks of derivative financial assets	28					
1. Warrants investment	29			20%		
2. Stock index and futures investment	30					
3. Other derivative financial assets	31					
Less: adjustments in respect of the risks of other assets	32	726,128,108.46	756,282,171.74		617,464,954.09	669,125,555.72
1. Placements with banks and other financial institutions (within the term of contract)	33			0%		
2. Funds raised	34			5%		
3. Realized securities	35			5%		
4. Financial assets purchased under agreements to resell (unexpired)	36	39,771,520.00	758,036,160.82	0%		
5. Interest receivables	37	26,642,154.79	1,020,780.08	0%		
6. Deposits with stock and futures exchanges	38	56,566,955.49	58,098,309.69		400,000.00	400,000.00
of which: Trading deposits	39	52,566,955.49	54,098,309.69	0%		
Performance deposits	40	4,000,000.00	4,000,000.00	10%	400,000.00	400,000.00
Futures deposits	41					
Other deposits with stock and futures exchanges	42					
7. Long term equity investments excluding investment in equity of listed companies	43	393,961,468.46	393,961,468.46		393,961,468.46	393,961,468.46
of which: Investment in equity of subsidiaries in securities business	44			100%		
Investment in equity of subsidiaries engaging in other financial business (including fund, futures, etc.)	45	93,961,468.46	93,961,468.46	100%	93,961,468.46	93,961,468.46
Investment in equity of subsidiaries engaging in other businesses	46	300,000,000.00	300,000,000.00	100%	300,000,000.00	300,000,000.00
Investment in equity of foreign subsidiaries	47			100%		
Strategic equity investment	48			100%		
Other equity investments	49			100%		
8. Investment properties	50	9,637,578.98	9,611,727.83	100%	9,637,578.98	9,611,727.83
9. Fixed assets	51	146,922,919.63	147,162,674.19		146,922,919.63	147,162,674.19
of which: Properties with clear ownership	52	29,982,381.84	29,909,003.20	100%	29,982,381.84	29,909,003.20
Other fixed assets	53	116,940,537.79	117,253,670.99	100%	116,940,537.79	117,253,670.99
10. Intangible assets	54	22,319,390.65	35,028,850.47		17,534,374.38	30,447,051.35
of which: Membership fees	55	9,570,032.55	9,163,598.24	50%	4,785,016.28	4,581,799.12
Other intangible assets	56	12,749,358.10	25,865,252.23	100%	12,749,358.10	25,865,252.23
11. Goodwill	57			100%		
12. Deferred tax assets	58	16,835,605.66	17,600,302.97	100%	16,835,605.66	17,600,302.97
13. Dividend receivables	59			0%		
14. Amounts due from clients of commercial papers	60			100%		

Items	No.	Balances at beginning of the period	Balances at end of the period	Deduction rate	Amount for calculation	
					Balances at beginning of the period	Balances at the end of the period
15. Amounts receivables	61	31,748,534.10	28,451,911.42		10,679,506.29	4,596,184.29
of which: aged within one year (including one year)	62	21,984,810.35	25,081,142.92	10%	2,198,481.04	2,508,114.29
aged between one to two years (including two years)	63	2,565,397.00	2,565,397.00	50%	1,282,698.50	1,282,698.50
aged over two years	64	327,815.00	327,815.00	100%	327,815.00	327,815.00
amounts due from shareholders and their connected companies	65	6,870,511.75	477,556.50	100%	6,870,511.75	477,556.50
16. Securities underwriting brokerage	66			0%		
17. Bonds redemption brokerage	67			0%		
18. Underwriting fees brought forward	68			100%		
19. Debt assets	69			100%		
20. Long-term deferred expenses	70	18,820,080.37	62,133,808.78	100%	18,820,080.37	62,133,808.78
21. Others	71	2,673,420.33	3,212,337.85	100%	2,673,420.33	3,212,337.85
Less: Interest in the self-owned capital in collective asset programs (net)	72	7,564,500.00	7,701,000.00	50%	3,782,250.00	3,850,500.00
Less: adjustment in respect of risks of contingent liabilities	73					
1. External guarantees (excluding counter-guarantee provided by the Company for itself)	74			100%		
2. Guarantees and undertakings for the subsidiaries engaging in securities business	75			100%		
3. Other contingent liabilities	76					
Less: other adjustment items recognized by the CSRC	77					
1. Unrealizable assets including assets the ownership of which is restricted (such as being frozen)	78			100%		
2. Other items	79					
Add: other items as approved by the CSRC	80					
1. Subordinated debts	81					
2. Guarantees and undertakings provided by the parent company	82					
Net capital amount	83				2,894,105,637.60	2,943,103,270.73
Annex 1: Contingent events at the end of the period						
During the period, there are a total of four pending litigation, arbitration and other contingent matters involving a total amount of RMB1,731,774.59 Yuan.						
Annex 2: Other matters that require further illustrations						

By order of the Board
Ping An Insurance (Group) Company of China, Ltd.
Yao Jun
Company Secretary

Shenzhen, PRC, January 19, 2009

As at the date of this announcement, the Executive Directors of the Company are Ma Mingzhe, Sun Jianyi and Cheung Chi Yan Louis, the Non-executive Directors are Lin Yu Fen, Cheung Lee Wah, Clive Bannister, Fan Gang, Lin Lijun, Hu Aimin, Chen Hongbo, Wong Tung Shun Peter and Ng Sing Yip, the Independent Non-executive Directors are Bao Youde, Kwong Che Keung Gordon, Cheung Wing Yui, Chow Wing Kin Anthony, Zhang Hongyi, Chen Su and Xia Liping.