

Target Insurance Company, Limited (In Liquidation)
Announcement relating to the notification from the Employees Compensation Insurer
Insolvency Bureau

Date: 15 December 2023

Target Insurance Company, Limited ("Target") was wound up by the order of the High Court of the Hong Kong Special Administrative Region ("Court") on 26 September 2022. Messrs. Lai Kar Yan (Derek) and Kam Chung Hang (Forrest), both of Deloitte Touche Tohmatsu, were appointed as the Joint and Several Liquidators ("Liquidators") of Target by the order of the Court on the same date.

Since the presentation of the petition to wind up Target on 15 July 2022, third party bodily injury and third party property damage claims arising from valid motor policies of Target have been handled by the Motor Insurers' Bureau of Hong Kong ("MIB") and employees' compensation claims arising from valid employees' compensation policies of Target have been handled by the Employees Compensation Insurer Insolvency Bureau ("ECIIB") pursuant to their respective insolvency fund agreements with the Government of the Hong Kong Special Administrative Region. Meanwhile, other types of claims have been handled by Target as permitted under the relevant laws.

Pursuant to a notification of the ECIIB, the insolvency fund scheme of the ECIIB will cease to assume responsibility for the liabilities of the in-force employees' compensation policies of Target from 1 January 2024. In other words, the ECIIB would only assume responsibility for valid employees' compensation claims which occurred prior to 1 January 2024 and with written notice submitted to the ECIIB by registered post on or before 30 January 2024. Other valid insurance claims, including employees' compensation claims which occurred on or after 1 January 2024, shall be handled by Target via its own financial resources.

All valid employees' compensation claims already reported to the ECIIB, either directly or via Target, would not be affected.

Potential claimants who wish to lodge a claim under the insolvency fund scheme of ECIIB are advised to report their claims promptly before 30 January 2024. Policyholders are also advised to report any potential claims promptly to Target in accordance with the terms and conditions of their respective policy. In any event, policyholders and/or claimants may continue to report their claims to Target via the existing channels. Target will arrange to transfer the claim requests to relevant organizations, including the ECIIB, for processing as appropriate.

Furthermore, the Liquidators are also taking steps to effect a proposed transfer of certain unexpired policies of Target (including certain employees' compensation and contractors' all risk policies) to the Hong Kong Branch of Swiss Re International SE. An order sanctioning the proposed transfer has been granted by the Court. The proposed transfer is subject to the Insurance Authority's approval under the Insurance Ordinance (Cap. 41). Further particulars and development regarding the proposed transfer shall be released in due course.

For enquiries, please refer to the below hotlines and contact the relevant organization(s):

Telephone Hotlines for Important Matters

Important Matters	Organization to Contact	Contact Details	Operating Hours
Enquiries in relation to policies and claims	Target	2926 2926	Mondays to Fridays, (excluding public holidays) from 9am to 12noon and 2pm to 5:30pm
Enquiries in relation to the Liquidation	The Liquidators' team	2238 7826	
Enquiries about employees' compensation policies	ECIIB	2949 3926	

In case of any discrepancy or inconsistency between the Chinese and English version, the English version shall prevail.

Yours faithfully,

For and on behalf of

Target Insurance Company, Limited

(In Liquidation)

Lai Kar Yan (Derek)

Kam Chung Hang (Forrest)

Joint and Several Liquidators