

Target Insurance Company, Limited  
(Managers appointed under the Insurance Ordinance)  
Presentation of Winding-up Petition

Date: 15 July 2022

On 7 January 2022, the Insurance Authority invoked powers under Section 35(2)(b) of the Insurance Ordinance (Cap.41) ("IO") to appoint Messrs. Lai Kar Yan (Derek) and Kam Chung Hang (Forrest) of Deloitte Touche Tohmatsu as the Joint and Several Managers ("Managers") to take full control of the affairs and property of Target Insurance Company, Limited ("Target").

On 15 July 2022, the Managers exercised their powers under Schedule 7 to the IO to present a winding-up petition against Target, and declared that Target cannot by reason of its liabilities continue its business for the purpose of activating the insolvency fund schemes managed by the Motor Insurers' Bureau of Hong Kong ("MIB") and the Employees Compensation Insurer Insolvency Bureau ("ECIIB"). Under the Companies (Winding Up and Miscellaneous Provisions) Ordinance (Cap.32), Target is insolvent. Under the IO, Target is also deemed insolvent.

Despite a winding-up petition has been presented against Target by the Managers, unexpired insurance policies would remain in-force until such policies are terminated or expired according to the relevant terms.

Meanwhile, policyholders may continue to report their claims to Target via the existing channels. Target will arrange to transfer the claim requests to relevant organizations for processing as appropriate. Third party bodily injury and third party property damage claims arising from valid motor policies will be handled by the MIB; employees' compensation claims arising from valid employees' compensation policies will be handled by the ECIIB; other types of claims will continue to be handled by Target as permitted under the relevant laws.

In the event that the policyholders request cancellation of their policies, the premium refund amount will be calculated in accordance with the policy terms and conditions in respect of early termination of policy. However, as a winding-up petition has been presented against Target, refund would not be immediately made due to the relevant restrictions in the law. If Target is eventually wound up by an order of the Court, the refund will become an unsecured debt of Target. In accordance with the law, liquidators of Target shall notify the relevant creditors to submit proof of debt and arrange distribution of dividend after the realization of Target's assets.

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	Target	2926 2926	Mondays to Fridays, (excluding public holidays) from 9am to 12noon and 2pm to 5:30pm
Enquiries in relation to the Managers	The Manager's team	2238 7826	
Transfer of taxi and public light bus insurance policies	The Insurance Authority	3899 9846 (email: <a href="mailto:general@ia.org.hk">general@ia.org.hk</a> )	Mondays to Fridays, (excluding public holidays) from 8:45am to 12:45pm and 1:45pm to 6:00pm
Transfer of other insurance policies	Please refer to the website of the Hong Kong Federation of Insurers ( <a href="https://www.hkfi.org.hk/#!/about-the-hkfi/member-list">https://www.hkfi.org.hk/#!/about-the-hkfi/member-list</a> ) to contact other insurance companies for transfer of insurance policies.		

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

Yours faithfully,

For and on behalf of

Target Insurance Company, Limited

(Managers appointed under the Insurance Ordinance)

Lai Kar Yan (Derek)

Kam Chung Hang (Forrest)

Joint and Several Managers