

**Panel on Financial Affairs**

**Follow-up actions arising from the meeting on 2 December 2019**

**Agenda Item VI — The Government's initiatives to promote the development of the insurance industry in Hong Kong**

The Administration, in collaboration with the Insurance Authority ("IA"), is requested to provide information on:

- (a) the respective impacts on IA's financial position if the proposed additional funding of \$300 million to assist IA to tide over its projected cash shortfall is to be provided by the Government in the form of (i) an interest bearing loan; or (ii) a direct funding injection; and
- (b) IA's projected financial position after its levy rate reaches the target level of 0.1% in 2021, in particular, when IA is expected to break even in operation.