

Rules Governing Vendor Corporate Social Responsibility

Date of Formulation: July 17th, 2015

Article 1 Purpose

China Life Insurance Co., Ltd. (hereafter referred to as the “Company”) is dedicated to the fulfillment of corporate social responsibility. Apart from stipulating the “Corporate Social Responsibility Best Practice Principles,” it specifically stipulated this “Rules Governing Supplier Corporate Social Responsibility” (hereafter referred to as the “Rules”) to fulfill relevant regulations for labor and human rights, employee health and safety, environmental protection, as well as regulations related to code of ethics to promote balanced and sustainable development of the economy, society, and environment.

Article 2 Applicable scope

The applicable scope of the Rules includes Company’s suppliers. Suppliers refer to companies with procurement relation with the Company following the Company’s “Rules Governing Property Procurement” and “Rules Governing Construction and Repair Work Management.”

Article 3 Implementation strategies

1. The Company values cooperation with suppliers. When necessary, the Company shall use interviews, questionnaires or educational trainings to ascertain suppliers’ understanding and execution of the Rules.
2. Taking into consideration the suppliers’ local regulations, industry characteristics, geological environment, operation status, employee structure, and organization scope, the Company encourages suppliers to implement the Rules together.
3. When signing contracts with major suppliers, the Company may include clauses that ask both parties to abide by each other’s corporate social responsibility policies, and that if the vendor violated such policies, and caused significant damage to the environment and society of the supply source community, the suppliers must propose an improvement plan, and the contract may be terminated or nulled when improvement is impossible or the circumstances too grave.

Article 4 Labor and human rights

The Company shall consider the following labor issues when selecting suppliers:

1. Relevant regulations shall be met when hiring child laborers.
2. Forced labor is prohibited.

3. Working hours and remuneration should abide by local regulations.
4. Any form of discrimination is prohibited.
5. Freedom of association and negotiation is respected.
6. Stipulation of health and safety related regulations.

Article 5 Employee health and safety

Suppliers shall promise to abide by relevant regulations like *Occupational Safety and Health Act*, and agree to unconditionally abide by relevant rules governing contractor safety, health, and environment control set forth by the Company.

Article 6 Environmental protection

1. The Company shall evaluate the impact of procurement on the environment and society of the supply source community, and encourage suppliers to fulfill corporate social responsibility together.
2. Suppliers shall dedicate to reducing or eliminating all forms of waste, including water and resources. Suppliers may use energy conserving measures in their equipment or in the process of maintenance and production. Or they may conserve energy through recycling, reusing, or adoption of alternative material.
3. Suppliers shall dedicate to reducing the emission of pollutant, toxin and waste, and dispose of waste properly. The disposal of waste shall meet relevant regulations to reduce the impact on natural environment.

Article 7 Ethical management and ethical regulations

1. The Company should abide by internal regulations like “Code of ethical management” and “Ethical management guidelines.” When selecting suppliers, their ethical regulations should be taken into consideration, including but not limited to honest operation, fair trade, information disclosure, avoidance of inappropriate income and dishonest advertisement, and compliance with regulations related to intellectual properties.
2. When signing contracts with suppliers, both parties should conduct transaction in an open and transparent manner based on ethical management principles. When one party is found with dishonest actions and the circumstances too grave that the contract cannot be performed, the other party may terminate or null the contract at any time.

Article 8

The Rules and its revisions are in effect following approval by the President.