CIRCULAR LETTER

TO : ALL INSURANCE COMPANIES AUTHORIZED TO TRANSACT BUSINESS IN THE PHILIPPINES

SUBJECT : INTEREST INCOME DUE THE CONTRIBUTIONS TO THE SECURITY FUND LIFE AND NON-LIFE ACCOUNTS

I. The combined rates for the accrued interest income net of administrative expenses based on the approved COA-MBM-MOF Joint Circular No. 1-87 dated January 1, 1987 on the reassessed contributions to the Security Fund Accounts for the year 2009 and 2010 are as follows:

FOR LIFE INSURANCE COMPANIES 3.85689%
FOR NON-LIFE INSURANCE COMPANIES 2.72177%

II. The aforesaid accrued interest income shall be reflected in your financial statements as of December 31, 2010.

EMMANUEL F. DOOC
Insurance Commissioner