CIRCULAR LETTER

TO : ALL INSURANCE COMPANIES, PRE-NEED COMPANIES AND MUTUAL BENEFIT ASSOCIATIONS AUTHORIZED TO TRANSACT BUSINESS IN THE PHILIPPINES

SUBJECT : AMENDMENT TO CIRCULAR LETTER NO. 2017-42 RE: SALARY LOANS EXTENDED TO DEPARTMENT OF EDUCATION (DepEd) TEACHERS

In connection with the issuance of Circular Letter No. 2017-42 dated 22 August 2017 on Salary Loans Extended to Department of Education (DepEd) Teachers, Item No. 5 of the said circular is hereby amended to read as follows:

5. “The aggregate amount of loans shall be valued according to their unpaid balances but shall not exceed forty percent (40%) of the total assets for life insurance companies and MBAs and fifty percent (50%) of the net worth for non-life insurance companies as shown in the latest approved financial statements.”

This Circular Letter shall take effect immediately. Except as amended and supplemented hereby, all other provisions of Circular Letter No. 2017-42 shall remain effective. The unamended provisions of the said Circular and the amendments introduced herein shall be read and construed as a single Circular.

DENNIS B. FUNA
Insurance Commissioner