



Republic of the Philippines  
Department of Finance  
**INSURANCE COMMISSION**  
1071 United Nations Avenue  
Manila



Circular Letter (CL) No.:	2019-52
Date:	20 September 2019
Amends:	IC CL No. 2017-57

## CIRCULAR LETTER

**TO : ALL REGULATED ENTITIES OF THE INSURANCE COMMISSION**

**SUBJECT : AMENDMENTS ON THE GUIDELINES ON GROUP INSURANCE OF BOTH LIFE AND NON-LIFE INSURANCE COMPANIES**

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Pursuant to the authority of the Insurance Commissioner under Section 437 of the Amended Insurance Code (Republic Act No. 10607), the following provisions under Circular Letter No. 2017-57 dated 12 December 2017 otherwise known as "Guidelines on Group Insurance of Both Life and Non-life Insurance Companies" are hereby amended to read as follows:

*Section 1.6. Coverage of the **group insurance** may be extended to dependents of the insured member, which include the member's spouse, children, siblings and parents.*

*Section 2.3. Notwithstanding Section 2.2, insurance companies may act as the policyholder for its employees or agents, subject to the following conditions:*

- a. Insurance products must be specifically approved by the Insurance Commission for this purpose;*
- b. Submitted insurance product will not be subjected to any expeditious approval process;*
- c. Insurance companies must submit to the Insurance Commission a group policy protection framework in favor of its employees; and,*
- d. The group policy contract must contain a stipulation pour autrui or a stipulation in favor of the members that reads as:*

***"This Group Policy Contract is being issued in favor of the covered employee who shall have all the rights to bring any direct action against***

***the Insurance Company for any damage suffered by him/her."***

Any provisions of IC Circular Letter No. 2017-57 not amended by this Circular shall remain effective.

This Circular Letter shall take effect immediately.



**DENNIS B. FUNA**  
Insurance Commissioner

