



ADVISORY No. 22-2020

TO : ALL REGULATED ENTITIES AND ACCREDITED EXTERNAL AUDITORS OF THE INSURANCE COMMISSION (IC)

SUBJECT : INSURANCE COMMISSION RULING ON IC CIRCULAR LETTER (CL) NO. 2020-61 REPORTORIAL REQUIREMENT DEADLINES AND THEIR APPLICABILITY

DATE : 14 July 2020

The Insurance Commission issued CL No. 2019-39 dated 08 August 2019 to align the framework on the selection of External Auditors (EAs) with the Securities and Exchange Commission, which is the designated agency to receive and process applications for the accreditation of EAs starting 01 January 2020.

Furthermore, CL No. 2020-61 dated 15 May 2020 was issued to supplement CL No. 2019-39 and to emphasize that the submission of reports and monitoring of compliance of EAs will be assigned to the Financial Examination Group (FEG).

Relative thereto, External Auditors seek the clarification of the IC on the following areas:

- a. Whether all reportorial requirements as required in Section 4 of CL No. 2019-39 shall be submitted to the IC's Financial Examination Group on or before 31 January of the following year as stated in Section 2.1 of IC CL No. 2020-61;
- b. Whether Sec 2.1 of CL No. 2020-61 amends the fifteen (15) days deadline stated in Section 4 of CL No. 2019-39 covering either the submissions of report on the discovery of material misstatements or if there is none to report; and
- c. Whether the deadline mentioned in CL No. 2020-61 is already applicable for the reportorial requirements for the year ended 31 December 2019 or will only be applicable starting the year ending 31 December 2020.

Upon review of the applicable IC CLs relevant to the areas raised above, the following are the responses to the queries:

- a. **All reportorial requirements shall be submitted to the IC on or before 31 January of the following year, except for item (c)**

Section 2.2. of CL No. 2020-61 provided for items or reports needed to be submitted to the IC on or before 31 January of the following year. These items cover (a) list