



<b>Circular Letter No.:</b>	<b>2022-50</b>
<b>Date:</b>	<b>22 November 2022</b>
<b>Amends:</b>	<b>Circular Letter No. 2021-72</b>

## CIRCULAR LETTER

**TO : ALL INSURANCE COMPANIES AUTHORIZED TO DO BUSINESS IN THE PHILIPPINES**

**SUBJECT : AMENDMENT TO CIRCULAR LETTER NO. 2021-72**

**WHEREAS**, this Commission issued Circular Letter No. 2021-72 (Deposit of Securities for Companies Currently in the Process of Complying with Section 209 of the Amended Insurance Code) allowing an insurance company, that is compliant with the existing minimum paid-up capital, net worth and risk-based capital requirements, and currently not compliant in the amount and in form of the required Security Deposit, to invest in government securities monthly for a period until June 30, 2022;

**WHEREAS**, the said regulatory relief was recommended by the Deputy Commissioners for Financial Examination Group and Legal Services Group for a period of one-year within which an insurance company may complete its compliance with the security deposit requirements;

**WHEREAS**, despite the six-month period provided under Circular Letter No. 2021-72, there are insurance companies that are currently in the process of complying with the amount and form of security deposit;

**NOW, THEREFORE**, in view of the foregoing and in accordance with the undersigned's powers under Section 437 of the Insurance Code, as amended by Republic Act No. 10607, the following amendment to Circular Letter No. 2021-72 is hereby adopted and promulgated:

**SECTION 1.** Section 1 of Circular Letter No. 2021-71 is hereby amended to read as follows:

*"Section 1. DEPOSIT OF SECURITIES*

*Every insurance company that is compliant with the existing minimum paid-up capital, Net Worth and Risk-Based Capital requirements, and are currently not compliant in amount and in form of the required Security Deposit, shall be allowed to invest in government securities monthly for a period of until **December 22, 2022, with no further extension.** **Concerned companies shall submit proof of compliance with the***

**required Security Deposit to this Commission, through the Investment Services Division, not later than December 22, 2022.** In relation thereto, the company shall submit a sworn undertaking which shall be duly signed by the company's President and Chairman supported with a board resolution clearly stating the action taken and authorizing the said signatories."

**SECTION 2.** Except as expressly amended by this Circular Letter, all other provisions of Circular Letter No. 2021-72 shall remain effective.

**SECTION 3.** This Circular Letter shall take effect immediately.

  
**DENNIS B. FUNA**  
Insurance Commissioner

