



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



NOTICE TO THE PUBLIC

This Notice is issued in furtherance of the on-going final liquidation proceedings of **COVENANT ASSURANCE COMPANY INC. (CACI)**.

A Notice to the Public was published for three consecutive weeks in The Philippine Star and "Bandera" on 10, 17 and 24 November 2013 wherein claimants and creditors were given until 22 May 2014 to file their claims.

Considering the long duration of the liquidation proceedings for CACI and considering further that the claimants and creditors of the company have been given enough opportunities to file their claims, this Commission has decided that the liquidation proceedings of CACI be now formally CLOSED AND TERMINATED. Hence, settlement of claims against the said company shall now proceed.

Records of this Commission show that the available assets for distribution for payment of claims against CACI are way below the total liabilities to its claimants and policyholders. Its Total Liabilities amount to Php21,234,567.87; whereas its Total Available Assets for payment of claims amount to Php11,479,672.29. Hence, settlement of claims of both companies shall be on a pro-rata basis. As computed based on the above-cited figures, the liquidation ratio for payment of claims against CACI is **54.06%**.

Further, CACI still has existing corporate assets in the form of real estate properties. These assets are held in trust for the benefit of the claimants and policyholders of the company. The proceeds from the sale thereof shall be distributed as follows based on the approved Liquidation Plan:

- i. Reimbursement of funds withdrawn and to be withdrawn from the security deposit in accordance with CRL Memo No. 7-2008
- ii. To set up of additional contingency fund
- iii. Employees' Unpaid Salaries
- iv. Proportionate to:
 - a) Other corporate assets
 - b) Unsatisfied Claims Liabilities – *subject to adjustment for reimbursement of funds per Item (i)*

To distribute CACI's available assets to its policyholders, the Commission has designated Ms. Lorena C. Barrera, as Distribution Officer (DO) of the company. All the concerned claimants, policyholders, stockholders and other creditors of the company may reach the said designated DO at netbarrera25@gmail.com and contact number 09156142414 or through this Commission's Conservatorship, Receivership and Liquidation (CRL) Division at crl@insurance.gov.ph and contact numbers (02) 8523-8461 local 105, (02) 8354-0991, 09171160007 and 09999930637.

While the distribution of the said available assets of CACI is ongoing, the Commission through the CRLD, with the assistance of the DO or recommended real estate broker and legal consultant, if needed, may continue with its efforts to dispose of the real estate properties of CACI in accordance with IC's existing guidelines, procedures and rules and regulations.

The proceeds of the said sale of corporate assets shall be distributed by the DO during the subsequent tranche distribution to all policyholders, as included above, who were already

considered in the list of liabilities, until all proceeds of these assets are fully exhausted up to the extent of CACI's liabilities to its policyholders.

Claimants of CACI who timely filed and substantiated their claims within the deadline set based on previous publication may visit the Insurance Commission (IC) website: <https://www.insurance.gov.ph> to verify if their names appear in the lists posted therein.

Claimants in the said lists are required to submit to the CRLD of the IC at the Insurance Commission Building, 1071 United Nations Avenue, Ermita, Manila, the following documents (original and one (1) photocopy) for the processing of their respective checks corresponding to the liquidation value of their claims:

1. Two (2) valid government-issued identification documents bearing the claimant's photo and signature;
2. Original copy of the insurance contract (if available), which shall be surrendered; and
3. Release and Quitclaim (form to be provided upon claiming the check);

If the checks will be claimed by a representative, said representative must present, in addition to the foregoing, a duly notarized Special Power of Attorney and two (2) government-issued identification documents bearing the representative's photo and signature;

Upon submission of the above requirements, checks will be released on a given date. **However, since the distribution of the remaining assets of the company will be on a pro-rata basis, claimants are strongly advised to first verify** with the CRLD of the IC at telephone numbers 8523-8461 up to 70 Local 105 or at its email address: crl@insurance.gov.ph **the amount of their checks to assess the practicability of claiming the same personally at the IC office or avail of other options of claiming, i.e., thru registered mail or deposit the same to their personal bank accounts, upon prior written request.**

Within one (1) year from publication of this Notice, the policyholders of CACI must claim the liquidation value of their unpaid benefits under their existing insurance policies with the company. Otherwise, the same shall be considered as "*abandoned benefits*" and thereafter redistributed in accordance with IC Circular Letter No. 2022-31 dated 22 June 2022.

Further, the public is hereby advised that the responsibility of filing dissolution with the Securities and Exchange Commission (SEC) is now lodged with CACI after payment of all its debts and liabilities, and all concerns against it shall now be directly addressed by the concerned company or the designated DO.

For the information and guidance of everyone concerned.

SO ORDERED.

Manila, Philippines, 03 January 2023.



DENNIS B. FUNA
Insurance Commissioner