



IN THE MATTER OF THE LIQUIDATION  
PROCEEDINGS OF RHINE PLANS  
CORPORATION

CRL Ref. No. 2024-001

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**DIRECTIVE**  
**29 JANUARY 2024**

This *Directive* is issued pursuant to Section 6 (k) in relation to Sections 50 and 52 (c) of Republic Act No. 9829, otherwise known as "*The Pre-Need Code of the Philippines*", and in the interest of facilitating the **closure and termination of the liquidation proceedings of Rhine Plans Corporation. (RPC).**

By virtue of the effectivity of the *Pre-Need Code of the Philippines* on 02 January 2010, the primary and exclusive supervision and regulation of pre-need companies, including RPC, were transferred from SEC to this Commission.

After the verification made by this Commission on the Audited Financial Statements as of 30 June 2009 of RPC, the company's paid-up capital stock was found to be deficient by Php 25 Million and impaired to the extent of Php 87.32 Million. Moreover, the company's Trust Fund was impaired by Php 42.21 Million.

On December 29, 2010, in line with the aforementioned capital impairment and trust fund deficiency, this Commission issued a Cease and Desist Order against RPC and accordingly, placed the company under conservatorship pursuant to Section 49, Chapter XIII of the *Pre-Need Code*.

After determination that the company is insolvent as defined under Section 50 of the *Pre-Need Code*, **this Commission placed RPC under liquidation effective 17 November 2011.**

The Insurance Commission had previously caused the publication of Notice to the Public requiring all parties having claims against RPC to file their claims under oath **not later than 22 May 2014**. Despite this, a Final Notice of Liquidation was published in the 17, 24 and 31 August 2023 issues of the *The Philippine Star*, advising parties having claims against RPC to file their claims under oath with the Insurance Commission and those who already filed their claims with the former liquidator of the company to submit proof of filing made with the said liquidator **not later than 30 September 2023**.

After the deadline of filing claims and based on the available records of this Commission, the remaining liabilities of the company from its issued pre-need plans is in the aggregate amount of **Php 169,026,860.76**.

On the other hand, the remaining available and distributable trust fund assets of RPC amounting to **Php 17,837,862.34** is not sufficient to settle in full each and every claim against the company. A contingent fund amounting to five percent (5%) of the company's remaining available and distributable trust fund assets has been earmarked for contingent liabilities or other expenses that may incur during the distribution phase.

Hence, distribution thereof shall be on a pro-rata basis. The **liquidation ratio was computed at 10%**. Thus, liquidation value of claims shall be computed at full amount of the claim multiplied by the liquidation ratio of 10%.

Considering that the liquidation proceedings of RPC has been dormant and the deadline set for the filing of claims per previous publications already lapsed, **this Commission hereby orders the liquidation proceedings of the company, CLOSED and TERMINATED.** Hence, pro-rata settlement of claims against the company shall commence immediately.

This Commission shall appoint a Distribution Officer (DO) in accordance with IC Circular Letter No. 2022-31, dated 22 June 2022, to distribute RPI's remaining available and distributable trust fund assets to its claimants/planholders with liquidation values equivalent to **10%** of their total claims. The designated DO shall likewise cause the publication in a newspaper of general circulation of a Notice informing the public of the closure and termination of the liquidation proceedings of RPC.

Within one (1) year from the publication of the aforesaid Notice, the claimants/planholders of RPC must claim the liquidation values of their benefits; otherwise, the same **shall be deemed waived and forfeited and thereafter re-distributed to the remaining unsatisfied portion of the claims.** Hence, all concerned claimants are hereby advised to visit the official website of this Commission for the list of the remaining claimants of the company, and to submit claims documents for further verification by the DO

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

**SO ORDERED.**

Manila, Philippines, 29 JANUARY 2024

  
**REYNALDO A. REGALADO**  
Insurance Commissioner

