



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



PRESS RELEASE

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IC doubles third-party liability insurance coverage

The Insurance Commission has doubled the benefits that may be claimed by third parties under the compulsory motor vehicle liability insurance (CMVLI).

Under Insurance Memorandum Circular (IMC) 2024-01, the limit for third-party liability that may be claimed under CMVLI was increased to Php200,000.00 from the previous limit of Php100,000.00.

Likewise, death indemnity, including burial and funeral expense indemnity, was also increased to Php200,000.00 from the previous indemnity amount of Php70,000.00 and burial and funeral expense indemnity of Php30,000.00.

No-fault indemnity also doubled from Php15,000.00 to Php30,000.00 for any claim of death or bodily injury sustained by a passenger without necessity of proving fault or negligence.

Other incidental expenses not provided under the indemnities for bodily injury and/or death shall be covered by the insurer subject to a maximum amount of Php10,000.00.

Under IMC 2024-01, there would be no increases in the premiums to be paid for CMVLI, as the premium rates prescribed under the previous IMC 4-2006 issued in 2006 shall remain in force and effect. The Insurance Commission, however, said that premium adjustments arising from the above-mentioned increase in indemnities shall be subject to further study.

The CMVLI policy is a requirement under the law for the registration of a motor vehicle. The purpose of this insurance is to ensure that the owners or operators of motor vehicles can indemnify third parties or passengers for accidents resulting in death or bodily injury. [END]