



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



27 July 2023

MR. MARIO A. NOCHE
President
COMMONWEALTH INSURANCE COMPANY
10th Floor, BDO Plaza
8737 Paseo de Roxas
Makati City
mnoche@cic.com.ph
eden.caday@cic.com.ph

SUBJECT: **Approval of the 2022 Annual Statement**

Dear **Mr. Noche**:

This refers to your letter dated 19 July 2023, informing the Commission of the Company's concurrence on the results of its 2022 Annual Statement ("AS") verification.

In view of the Company's compliance with the minimum Net Worth and Risk-Based Capital ("RBC2") ratio requirements, the 2022 AS of the **COMMONWEALTH INSURANCE COMPANY**, adjusted in accordance with the verification made by this Commission, is hereby **APPROVED**.

Enclosed is the synopsis of the Company's 2022 AS for publication in a newspaper of general circulation in compliance with the provision of Section 231 of the Amended Insurance Code. Please make the publication in accordance with IC Circular Letter No. 2016-34 within thirty (30) days from receipt hereof and furnish this Commission with pertinent newspaper clipping within five (5) days after publication.

Thank you.

Very truly yours,


REYNALDO A. REGALADO
Insurance Commissioner



**COMMONWEALTH INSURANCE COMPANY
SYNOPSIS OF THE ANNUAL STATEMENT
AS OF 31 DECEMBER 2022**

ADMITTED ASSETS

Cash and Cash Items	P 1,637,521,846.17
Premiums Receivable	1,027,069,876.43
Due from Ceding Companies	3,333,223.11
Loss Reserve Withheld by Ceding Companies	8,211,913.53
Amounts Recoverable from Reinsurers	38,577,041.94
Held-to-Maturity (HTM) Investments	1,207,540,991.11
Available-for-Sale (AFS) Financial Assets	182,030.80
Investment Income Due and Accrued	5,499,401.22
Property and Equipment	349,891,112.66
Investment Property	80,854,000.00
Security Fund Contribution	64,683.00
Deferred Acquisition Costs	195,851,015.74
Deferred Reinsurance Premiums	38,400,819.74
TOTAL ASSETS	P <u>4,592,997,955.45</u>

LIABILITIES

Claims Liabilities	P 314,327,152.78
Premium Liabilities	1,044,640,589.89
Due to Reinsurers	23,290,502.69
Commissions Payable	85,035,646.60
Deferred Reinsurance Commissions	10,978,106.15
Taxes Payable	417,411,334.68
Accounts Payable	40,705,168.15
Pension Obligation	109,178,843.00
Accrued Expenses	34,273,980.50
TOTAL LIABILITIES	P <u>2,079,841,324.44</u>

NET WORTH

Capital Stock	P 843,750,000.00
Contributed Surplus	500,000.00
Reserve for AFS Securities	116,260.80
Reserve for Appraisal Increment - Property and Equipment	48,718,088.26
Remeasurement Gains (Losses) on Retirement Pension Asset (Obligation)	(27,160,562.25)
Retained Earnings	1,647,232,844.20
TOTAL NET WORTH	P <u>2,513,156,631.01</u>
TOTAL LIABILITIES AND NET WORTH	P <u>4,592,997,955.45</u>

ADDITIONAL INFORMATION

Capital Adequacy Ratio, as prescribed under existing regulations	<u><u>1079%</u></u>
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This synopsis, prepared from the 2022 Annual Statement approved by the Insurance Commissioner, is published pursuant to Section 231 of the Amended Insurance Code (RA 10607).