



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



25 September 2025

MARIO A. NOCHE
President and CEO
COMMONWEALTH INSURANCE COMPANY
35th Floor, Tower 1, The Enterprise Center
6776 Ayala Avenue cor. Paseo de Roxas
Legaspi Village, Makati City
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SUBJECT: Approval of the 2024 Annual Statement (AS)

Dear President and CEO Noche:

This refers to your letter dated 18 August 2025 on the Company's request for reconsideration of various accounts as admitted assets, response to the other audit findings, and submission of proof of payment for the imposed penalty.

Upon evaluation, the Company's net worth increased from ₱3,352,567,662.81 to ₱3,368,746,037.97 while the RBC2 ratio remains the same, after reconsidering the following accounts as admitted assets:

| <u>Accounts</u> | <u>Amount</u> |
|-----------------------------------|------------------------|
| Time Deposits | ₱ 15,356,265.05 |
| Investment Property | 805,555.56 |
| Investment income Due and Accrued | 16,554.55 |
| Total Amount Reconsidered | ₱ 16,178,375.16 |

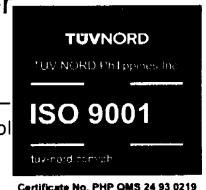
In view of the Company's compliance with the minimum net worth and RBC2 ratio requirements, as well as the directives of the Commission, the 2024 AS is **APPROVED** subject to the Commission's further evaluation of the findings related to the issuance of a product not included in the IC-approved product list. For reference, attached is the synopsis of said AS.

We refer you to the pertinent provisions of the Amended Insurance Code of the Philippines and Circular Letter No. 2016-34 for the publication requirement of the synopsis.

Thank you.

Very truly yours,

REYNALDO A. REGALADO
Insurance Commissioner



COMMONWEALTH INSURANCE COMPANY
SYNOPSIS OF ANNUAL STATEMENT
December 31, 2024

ADMITTED ASSETS

| | |
|---|----------------------------------|
| Cash on Hand | P 15,106,000.00 |
| Cash in Banks | 172,385,562.06 |
| Time Deposits | 1,612,994,892.03 |
| Premiums Receivable | 605,177,047.87 |
| Due from Ceding Companies | 4,732,701.73 |
| Loss Reserve Withheld by Ceding Companies | 9,813,179.06 |
| Amounts Recoverable from Reinsurers | 20,070,763.53 |
| Held-to-Maturity (HTM) Investments | 1,233,291,864.35 |
| Available-for-Sale (AFS) Financial Assets | 86,577.36 |
| Investment Income Due and Accrued | 14,004,288.32 |
| Property and Equipment | 638,799,736.55 |
| Investment Property | 407,957,764.51 |
| Security Fund Contribution | 64,683.00 |
| Deferred Acquisition Costs | 158,108,654.09 |
| Deferred Reinsurance Premiums | 31,665,230.17 |
| TOTAL ADMITTED ASSETS | P <u>4,924,258,944.63</u> |

LIABILITIES

| | |
|----------------------------------|----------------------------------|
| Claims Liabilities | P 251,924,089.15 |
| Premium Liabilities | 813,715,148.79 |
| Due to Reinsurers | 513,633.90 |
| Commissions Payable | 25,607,645.90 |
| Deferred Reinsurance Commissions | 8,632,032.20 |
| Taxes Payable | 304,007,131.95 |
| Accounts Payable | 33,795,369.69 |
| Pension Obligation | 106,746,649.00 |
| Accrued Expenses | 10,571,206.08 |
| TOTAL LIABILITIES | P <u>1,555,512,906.66</u> |

NET WORTH

| | |
|---|----------------------------------|
| Capital Stock | P 1,300,000,000.00 |
| Contributed Surplus | 500,000.00 |
| Capital Paid In Excess of Par | 91,250,000.00 |
| Retained Earnings / Home Office Account | 1,950,492,168.29 |
| Reserve Accounts: | |
| Reserve for AFS Securities | 121,905.06 |
| Reserve for Appraisal Increment - Property and Equipment | 46,935,257.12 |
| Remeasurement Gains (Losses) on Retirement Pension Asset (Obligation) | (20,553,292.50) |
| TOTAL NET WORTH | P <u>3,368,746,037.97</u> |
| TOTAL LIABILITIES AND NET WORTH | P <u>4,924,258,944.63</u> |

ADDITIONAL TRANSMITTAL

| | |
|--|-------------|
| Capital Adequacy Ratio, as prescribed under existing regulations | <u>951%</u> |
|--|-------------|

* Net of assets not considered for solvency purposes amounting to P180,150,575.98.

This synopsis, prepared from the 2024 Annual Statement, approved by the Insurance Commissioner is published pursuant to Section 231 of the Amended Insurance Code (RA 10607).