



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

Circular Letter (CL) No.:	2016 - 20
Date:	04 April 2016
Supplements:	CL No. 2015-32

**CIRCULAR LETTER**

**TO : ALL NON-LIFE INSURANCE COMPANIES AND PROFESSIONAL REINSURANCE COMPANIES DOING BUSINESS IN THE PHILIPPINES**

**SUBJECT : DISCOUNT RATES FOR NON-LIFE INSURANCE POLICY RESERVES AS OF 31 MARCH 2016**

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Pursuant to Item 10 of IC Circular Letter No. 2015-32 entitled *Valuation Standards for Non-Life Insurance Policy Reserves*, attached hereto are the schedules of **Peso and Dollar Spot and Forward rates as of 31 March 2016** which will be used in discounting the cash flows in the calculation of policy reserves as of 31 March 2016.

The Peso spot and forward rates derived from the PDST-R2 rates and the Dollar spot and forward rates derived from the International Yield Curve from Bloomberg, shall be used for Peso-denominated and US Dollar-denominated policies, respectively.

Please be guided accordingly.

  
**EMMANUEL F. DOOC**  
Insurance Commissioner

**Annex A**

<b>Peso Spot and Forward Rates as of 31 March 2016</b>					
<b>Tenor/Term (in years)</b>	<b>Spot Rate</b>	<b>Forward Rate</b>	<b>Tenor/Term (in years)</b>	<b>Spot Rate</b>	<b>Forward Rate</b>
1	1.7388%	1.7388%	51	5.4378%	5.3001%
2	3.5315%	5.3557%	52	5.4351%	5.3001%
3	3.7549%	4.2032%	53	5.4326%	5.3001%
4	3.2562%	1.7743%	54	5.4301%	5.3001%
5	3.5021%	4.4916%	55	5.4278%	5.3001%
6	3.9339%	6.1201%	56	5.4255%	5.3001%
7	4.3800%	7.0970%	57	5.4233%	5.3001%
8	4.5555%	5.7924%	58	5.4212%	5.3001%
9	4.7372%	6.2024%	59	5.4191%	5.3001%
10	4.9256%	6.6362%	60	5.4171%	5.3001%
11	4.9833%	5.5620%	61	5.4152%	5.3001%
12	5.0445%	5.7199%	62	5.4134%	5.3001%
13	5.1089%	5.8852%	63	5.4116%	5.3001%
14	5.1765%	6.0588%	64	5.4098%	5.3001%
15	5.2471%	6.2417%	65	5.4081%	5.3001%
16	5.3210%	6.4352%	66	5.4065%	5.3001%
17	5.3982%	6.6404%	67	5.4049%	5.3001%
18	5.4788%	6.8592%	68	5.4034%	5.3001%
19	5.5632%	7.0932%	69	5.4019%	5.3001%
20	5.6515%	7.3447%	70	5.4004%	5.3001%
21	5.6348%	5.3001%	71	5.3990%	5.3001%
22	5.6195%	5.3001%	72	5.3976%	5.3001%
23	5.6056%	5.3001%	73	5.3963%	5.3001%
24	5.5929%	5.3001%	74	5.3950%	5.3001%
25	5.5812%	5.3001%	75	5.3937%	5.3001%
26	5.5703%	5.3001%	76	5.3925%	5.3001%
27	5.5603%	5.3001%	77	5.3913%	5.3001%
28	5.5510%	5.3001%	78	5.3901%	5.3001%
29	5.5424%	5.3001%	79	5.3890%	5.3001%
30	5.5343%	5.3001%	80	5.3879%	5.3001%
31	5.5267%	5.3001%	81	5.3868%	5.3001%
32	5.5196%	5.3001%	82	5.3857%	5.3001%
33	5.5130%	5.3001%	83	5.3847%	5.3001%
34	5.5067%	5.3001%	84	5.3837%	5.3001%
35	5.5008%	5.3001%	85	5.3827%	5.3001%
36	5.4952%	5.3001%	86	5.3817%	5.3001%
37	5.4899%	5.3001%	87	5.3808%	5.3001%
38	5.4849%	5.3001%	88	5.3799%	5.3001%
39	5.4802%	5.3001%	89	5.3790%	5.3001%
40	5.4757%	5.3001%	90	5.3781%	5.3001%
41	5.4714%	5.3001%	91	5.3773%	5.3001%
42	5.4673%	5.3001%	92	5.3764%	5.3001%
43	5.4634%	5.3001%	93	5.3756%	5.3001%
44	5.4597%	5.3001%	94	5.3748%	5.3001%
45	5.4562%	5.3001%	95	5.3740%	5.3001%
46	5.4528%	5.3001%	96	5.3732%	5.3001%
47	5.4495%	5.3001%	97	5.3725%	5.3001%
48	5.4464%	5.3001%	98	5.3717%	5.3001%
49	5.4434%	5.3001%	99	5.3710%	5.3001%
50	5.4405%	5.3001%	100	5.3703%	5.3001%

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**Annex B**

Dollar Spot and Forward Rates as of 31 March 2016					
Tenor/Term (in years)	Spot Rate	Forward Rate	Tenor/Term (in years)	Spot Rate	Forward Rate
1	0.7323%	0.7323%	51	3.4494%	3.3760%
2	1.0307%	1.3299%	52	3.4480%	3.3760%
3	1.3317%	1.9364%	53	3.4467%	3.3760%
4	1.5984%	2.4027%	54	3.4454%	3.3760%
5	1.8202%	2.7123%	55	3.4441%	3.3760%
6	2.0600%	3.2674%	56	3.4429%	3.3760%
7	2.3042%	3.7822%	57	3.4417%	3.3760%
8	2.5538%	4.3179%	58	3.4406%	3.3760%
9	2.8096%	4.8794%	59	3.4395%	3.3760%
10	2.6930%	1.6494%	60	3.4384%	3.3760%
11	2.8386%	4.3054%	61	3.4374%	3.3760%
12	2.9876%	4.6411%	62	3.4364%	3.3760%
13	3.1405%	4.9934%	63	3.4354%	3.3760%
14	3.2978%	5.3650%	64	3.4345%	3.3760%
15	3.4601%	5.7593%	65	3.4336%	3.3760%
16	3.4774%	3.7361%	66	3.4327%	3.3760%
17	3.4961%	3.7961%	67	3.4319%	3.3760%
18	3.5162%	3.8580%	68	3.4311%	3.3760%
19	3.5375%	3.9218%	69	3.4303%	3.3760%
20	3.5599%	3.9877%	70	3.4295%	3.3760%
21	3.5517%	3.3870%	71	3.4288%	3.3760%
22	3.5443%	3.3883%	72	3.4280%	3.3760%
23	3.5375%	3.3896%	73	3.4273%	3.3760%
24	3.5314%	3.3909%	74	3.4266%	3.3760%
25	3.5258%	3.3922%	75	3.4259%	3.3760%
26	3.5201%	3.3760%	76	3.4253%	3.3760%
27	3.5147%	3.3760%	77	3.4246%	3.3760%
28	3.5098%	3.3760%	78	3.4240%	3.3760%
29	3.5052%	3.3760%	79	3.4234%	3.3760%
30	3.5009%	3.3760%	80	3.4228%	3.3760%
31	3.4968%	3.3760%	81	3.4222%	3.3760%
32	3.4931%	3.3760%	82	3.4217%	3.3760%
33	3.4895%	3.3760%	83	3.4211%	3.3760%
34	3.4862%	3.3760%	84	3.4206%	3.3760%
35	3.4830%	3.3760%	85	3.4201%	3.3760%
36	3.4800%	3.3760%	86	3.4196%	3.3760%
37	3.4772%	3.3760%	87	3.4191%	3.3760%
38	3.4746%	3.3760%	88	3.4186%	3.3760%
39	3.4720%	3.3760%	89	3.4181%	3.3760%
40	3.4696%	3.3760%	90	3.4176%	3.3760%
41	3.4673%	3.3760%	91	3.4172%	3.3760%
42	3.4652%	3.3760%	92	3.4167%	3.3760%
43	3.4631%	3.3760%	93	3.4163%	3.3760%
44	3.4611%	3.3760%	94	3.4158%	3.3760%
45	3.4592%	3.3760%	95	3.4154%	3.3760%
46	3.4574%	3.3760%	96	3.4150%	3.3760%
47	3.4557%	3.3760%	97	3.4146%	3.3760%
48	3.4540%	3.3760%	98	3.4142%	3.3760%
49	3.4524%	3.3760%	99	3.4138%	3.3760%
50	3.4509%	3.3760%	100	3.4135%	3.3760%

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