



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

Circular Letter (CL) No.:	2016 - 02
Date:	07 January 2016
Supplements:	CL No. 2014-42-A

**CIRCULAR LETTER**

**TO : ALL LIFE INSURANCE COMPANIES AND MUTUAL BENEFIT ASSOCIATIONS DOING BUSINESS IN THE PHILIPPINES**

**SUBJECT : DISCOUNT RATES FOR LIFE INSURANCE POLICY RESERVES AS OF 31 DECEMBER 2015**

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Pursuant to Item IV(1) of IC Circular Letter No. 2014-42-A entitled *Valuation Standards for Life Insurance Policy Reserves*, attached hereto are the schedules of **Peso and Dollar Spot and Forward rates as of 29 December 2015** which will be used for discounting the cash flows in the calculation of policy reserves as of 31 December 2015.

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**

Peso Spot and Forward Rates as of December 29, 2015					
Tenor/Term (in years)	Spot Rate	Forward Rate	Tenor/Term (in years)	Spot Rate	Forward Rate
1	2.3851%	2.3851%	51	4.9290%	4.9514%
2	4.0579%	5.7581%	52	4.9294%	4.9514%
3	3.7041%	3.0001%	53	4.9298%	4.9514%
4	3.9321%	4.6191%	54	4.9302%	4.9514%
5	3.9836%	4.1899%	55	4.9306%	4.9514%
6	4.3577%	6.2484%	56	4.9310%	4.9514%
7	4.7435%	7.0887%	57	4.9313%	4.9514%
8	4.5321%	3.0638%	58	4.9317%	4.9514%
9	4.3260%	2.6920%	59	4.9320%	4.9514%
10	4.1238%	2.3217%	60	4.9323%	4.9514%
11	4.3055%	6.1391%	61	4.9327%	4.9514%
12	4.4917%	6.5620%	62	4.9330%	4.9514%
13	4.6835%	7.0139%	63	4.9332%	4.9514%
14	4.8823%	7.5002%	64	4.9335%	4.9514%
15	5.0891%	8.0280%	65	4.9338%	4.9514%
16	5.3055%	8.6060%	66	4.9341%	4.9514%
17	5.5333%	9.2458%	67	4.9343%	4.9514%
18	5.7746%	9.9622%	68	4.9346%	4.9514%
19	6.0321%	10.7751%	69	4.9348%	4.9514%
20	6.3091%	11.7118%	70	4.9351%	4.9514%
21	5.9960%	-0.0763%	71	4.9353%	4.9514%
22	5.7007%	-0.3139%	72	4.9355%	4.9514%
23	5.4215%	-0.5379%	73	4.9357%	4.9514%
24	5.1569%	-0.7489%	74	4.9360%	4.9514%
25	4.9056%	-0.9472%	75	4.9362%	4.9514%
26	4.9074%	4.9514%	76	4.9364%	4.9514%
27	4.9090%	4.9514%	77	4.9366%	4.9514%
28	4.9105%	4.9514%	78	4.9367%	4.9514%
29	4.9120%	4.9514%	79	4.9369%	4.9514%
30	4.9133%	4.9514%	80	4.9371%	4.9514%
31	4.9145%	4.9514%	81	4.9373%	4.9514%
32	4.9157%	4.9514%	82	4.9375%	4.9514%
33	4.9167%	4.9514%	83	4.9376%	4.9514%
34	4.9178%	4.9514%	84	4.9378%	4.9514%
35	4.9187%	4.9514%	85	4.9380%	4.9514%
36	4.9196%	4.9514%	86	4.9381%	4.9514%
37	4.9205%	4.9514%	87	4.9383%	4.9514%
38	4.9213%	4.9514%	88	4.9384%	4.9514%
39	4.9221%	4.9514%	89	4.9386%	4.9514%
40	4.9228%	4.9514%	90	4.9387%	4.9514%
41	4.9235%	4.9514%	91	4.9388%	4.9514%
42	4.9242%	4.9514%	92	4.9390%	4.9514%
43	4.9248%	4.9514%	93	4.9391%	4.9514%
44	4.9254%	4.9514%	94	4.9392%	4.9514%
45	4.9260%	4.9514%	95	4.9394%	4.9514%
46	4.9265%	4.9514%	96	4.9395%	4.9514%
47	4.9271%	4.9514%	97	4.9396%	4.9514%
48	4.9276%	4.9514%	98	4.9397%	4.9514%
49	4.9281%	4.9514%	99	4.9399%	4.9514%
50	4.9285%	4.9514%	100	4.9400%	4.9514%

**Annex B**

<b>Dollar Spot and Forward Rates as of December 29, 2015</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	0.5678%	0.5678%	51	3.9306%	3.8911%
2	1.1227%	1.6807%	52	3.9299%	3.8911%
3	1.6855%	2.8204%	53	3.9291%	3.8911%
4	2.0940%	3.3294%	54	3.9284%	3.8911%
5	2.2053%	2.6519%	55	3.9277%	3.8911%
6	2.4594%	3.7391%	56	3.9271%	3.8911%
7	2.7188%	4.2891%	57	3.9265%	3.8911%
8	2.9845%	4.8641%	58	3.9258%	3.8911%
9	3.2577%	5.4696%	59	3.9253%	3.8911%
10	3.5063%	5.7706%	60	3.9247%	3.8911%
11	3.6795%	5.4273%	61	3.9241%	3.8911%
12	3.8584%	5.8474%	62	3.9236%	3.8911%
13	4.0438%	6.2942%	63	3.9231%	3.8911%
14	4.2364%	6.7729%	64	3.9226%	3.8911%
15	4.4372%	7.2897%	65	3.9221%	3.8911%
16	4.4001%	3.8451%	66	3.9216%	3.8911%
17	4.3656%	3.8140%	67	3.9212%	3.8911%
18	4.3331%	3.7823%	68	3.9207%	3.8911%
19	4.3023%	3.7499%	69	3.9203%	3.8911%
20	4.2729%	3.7168%	70	3.9199%	3.8911%
21	4.2103%	2.9651%	71	3.9195%	3.8911%
22	4.1490%	2.8709%	72	3.9191%	3.8911%
23	4.0890%	2.7760%	73	3.9187%	3.8911%
24	4.0299%	2.6805%	74	3.9183%	3.8911%
25	3.9717%	2.5846%	75	3.9180%	3.8911%
26	3.9686%	3.8911%	76	3.9176%	3.8911%
27	3.9657%	3.8911%	77	3.9173%	3.8911%
28	3.9630%	3.8911%	78	3.9169%	3.8911%
29	3.9606%	3.8911%	79	3.9166%	3.8911%
30	3.9583%	3.8911%	80	3.9163%	3.8911%
31	3.9561%	3.8911%	81	3.9160%	3.8911%
32	3.9541%	3.8911%	82	3.9157%	3.8911%
33	3.9521%	3.8911%	83	3.9154%	3.8911%
34	3.9504%	3.8911%	84	3.9151%	3.8911%
35	3.9487%	3.8911%	85	3.9148%	3.8911%
36	3.9471%	3.8911%	86	3.9145%	3.8911%
37	3.9456%	3.8911%	87	3.9143%	3.8911%
38	3.9441%	3.8911%	88	3.9140%	3.8911%
39	3.9428%	3.8911%	89	3.9138%	3.8911%
40	3.9415%	3.8911%	90	3.9135%	3.8911%
41	3.9402%	3.8911%	91	3.9133%	3.8911%
42	3.9391%	3.8911%	92	3.9130%	3.8911%
43	3.9380%	3.8911%	93	3.9128%	3.8911%
44	3.9369%	3.8911%	94	3.9125%	3.8911%
45	3.9359%	3.8911%	95	3.9123%	3.8911%
46	3.9349%	3.8911%	96	3.9121%	3.8911%
47	3.9340%	3.8911%	97	3.9119%	3.8911%
48	3.9331%	3.8911%	98	3.9117%	3.8911%
49	3.9322%	3.8911%	99	3.9115%	3.8911%
50	3.9314%	3.8911%	100	3.9113%	3.8911%

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