



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

Insurance Commission Ruling (ICR) No.:	2018-02
Date:	17 October 2018

MS. PATRICIA ECHAUZ-CHILIP

Chairperson of the Board of Directors
Standard Insurance Company, Inc.
28th Floor, Petron MegaPlaza Building,
358 Sen. Gil Puyat Avenue, Makati City

SUBJECT: Approval of 2013, 2014, 2015 and 2016 Synopses

Dear Ms. Echauz-Chilip:

This refers to the letters of your company's Chief Financial Officer ("CFO"), Ms. Sophia E. Chua, dated 12 September 2018; and counsel, Atty. Reynaldo G. Geronimo, dated 2 July 2018, as regards the subject. In said letters, your company's CFO and counsel respectively raised issues as regards the proper application and interpretation of this Commission's Circular Letters Nos. 2014-17, 2015-29, and 2016-65, particularly on the subject of the treatment of your company's Premiums Receivable amounting to Six Hundred Forty-Nine Million Five Hundred Fifty-Three Thousand Eight Hundred Fifty-Four Pesos and 22/100 (Php 649,553,854.22).

This Commission has found that the arguments of your company's CFO and counsel in their respective letters are misplaced, as will be discussed in the next succeeding paragraphs.

It should be emphasized at the onset that this Commission is in the best position to provide guidance on the proper application and implementation of rules and regulations issued by it, as it has the statutory power and function to do so under Section 437 (d) of Republic Act No. 10607, otherwise known as the Amended Insurance Code of the Philippines.

1. Circular Letter No. 2014-17 remains effective; and was not superseded by Circular Letter Nos. 2015-29 and 2016-65.

Circular Letter No. 2015-29 and Circular Letter No. 2016-65 deal with the "Financial Reporting Framework under Section 189 of the Amended Insurance Code (Republic Act No. 10607)"; while Circular Letter No. 2014-17 deals with "Admitted Assets under the Amended Insurance Code (Republic Act No. 10607)".