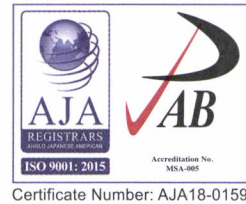




Republic of the Philippines  
Department of Finance  
**INSURANCE COMMISSION**  
1071 United Nations Avenue  
Manila



Circular Letter (CL) No.	2019-55
Date:	25 October 2019

### CIRCULAR LETTER

**TO : ALL NEW AND EXISTING INSURANCE COMPANIES  
AUTHORIZED TO TRANSACT BUSINESS IN THE  
PHILIPPINES**

**SUBJECT : REVOCATION OF CIRCULAR LETTER NO. 2018-45**

**WHEREAS**, pursuant to the power of the Insurance Commissioner as provided under Section 437 of the Insurance Code, as amended by Republic Act No. 10607, Circular Letter No. 2018-45 entitled “*Guideline on the Minimum Capitalization and Net Worth Requirements for Composite Insurance Companies Under The Amended Insurance Code*” dated 05 September 2018 was issued;

**WHEREAS**, in view of the legal issues raised, substantial arguments, and valid concerns by concerned stakeholders and the far-reaching implications to the insurance industry, there is a need to review and revisit the provisions of the Circular Letter No. 2018-45 vis-à-vis the provisions of the Insurance Code of the Philippines, as amended by Republic Act No. 10607 and the existing Circular Letters of this Commission;

**WHEREAS**, there is an apparent need for a clear basis to seek and wait for the appropriate legislation that will provide greater clarity on the minimum capitalization and net worth requirements for composite insurance companies, to avoid confusion and forestall legal challenge, and therefore provide stability in regulation;

**NOW THEREFORE**, by virtue of the powers vested in me by Section 437 of the Insurance Code, as amended by Republic Act No. 10607, Circular Letter No. 2018-45 is hereby revoked.

This Circular Letter shall take effect immediately.

**DENNIS B. FUNA**  
Insurance Commissioner

