



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



Circular Letter (CL) No. :	2020-111
Date:	7 December 2020
Supersedes:	CL No. 2014-07

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

SUBJECT : APPROVAL OF FACULTATIVE REINSURANCE PLACEMENTS ABROAD

In order to ensure the timely submission and expedite the approval of facultative reinsurance placements abroad by life and non-life insurance companies, the following rules and regulations are hereby promulgated to implement Sections 222,223,224 and 225 of Republic Act 10607 otherwise known as the Amended Insurance Code pursuant to the powers vested in the Insurance Commissioner by the provisions of Section 437 thereof:

1. Any application for the approval of facultative reinsurance placements abroad must contain all the required documents as provided in the Checklist, accompanied by the cover letter addressed to the Insurance Commissioner, a duly accomplished Particulars of Application and Consolidated List of Facultative Reinsurance Placements Abroad.

A copy of the Checklist, Particulars of Application and Consolidated List of Facultative Reinsurance Placements Abroad are hereto attached as Annexes A, B-1 and B-2, respectively, for non-life companies, and Annexes C, D-1 and D-2, respectively, for life companies. No item must be left unanswered except when it is not applicable, in which case "N.A." should be indicated with a corresponding brief explanation thereof.

2. The submission must also be accompanied by a duly notarized Deed of Undertaking executed by the President or by any authorized senior officer of the company with a rank of at least Vice President. Such Deed of Undertaking shall state, in the form prescribed in Annex E, the following:
 - a. That all the entries in the Checklist, Particulars of Application and Consolidated List of Facultative Reinsurance Placements Abroad are true and correct; and
 - b. That the company shall be responsible for any willful misrepresentation and/or any willful violation committed by any of its officers and/or