



20 January 2025

MR. LEANDRO M. ESTRERA
President and CEO
SGI PHILIPPINES GENERAL INSURANCE CO., INC.
15th Floor, BDO Towers Valero
Paseo de Roxas, Makati City
lmestrera@sgiphils.com.ph

SUBJECT: 2023 Annual Statement (AS) Approval

Dear **Mr. Estrera**:

This refers to your letters dated 21 and 23 November 2024 on the following:

1. Request to reconsider the IC-approved appraised value of the Real Estate Property amounting to ₱60,551,756.20;
2. Explanation on the discrepancy in Premiums Receivable and Taxes Payable accounts; and
3. Submission of proof of payment for the imposed penalty.

Upon evaluation, the Company's ₱15,869,020.25 net worth deficiency was covered in full after reconsideration of the IC-approved appraisal value of the Property and Equipment–Real Estate amounting to ₱54,083,000.51.¹ Thus, the Company's net worth increased from ₱1,259,371,193.83 to ₱1,313,454,194.33, while the Risk-Based Capital (RBC2) ratio decreased from 896% to 830%.

In view of the Company's compliance with the minimum net worth and RBC2 ratio requirements, and directives of the Commission, its 2023 AS is **APPROVED**. For reference, attached is the synopsis of said AS.

Nonetheless, we reiterate the Commission's continuous monitoring of the accounts in the succeeding AS examination/verification.

We refer you to the pertinent provisions of the Amended Insurance Code of the Philippines and Circular Letter No. 2016-34 for the publication requirement of the synopsis.

Thank you.

Very truly yours,


REYNALDO A. REGALADO
Insurance Commissioner



¹ The difference between the Company's request and the amount reconsidered pertains to the depreciation of the real estate property from appraisal date of 4 April 2022 to 31 December 2023.

SGI PHILIPPINES GENERAL INSURANCE COMPANY, INC.
SYNOPSIS OF ANNUAL STATEMENT
December 31, 2023

ADMITTED ASSETS

Cash and Cash Items	₱ 99,655,407.74
Premiums Receivable	53,761,269.12
Due from Ceding Companies	37,597,395.82
Funds Held by Ceding Companies	6,413,268.44
Amounts Recoverable from Reinsurers	143,470,750.31
Financial Assets at Fair Value Through Profit or Loss	871,094,070.35
Held-to-Maturity (HTM) Investments	328,749,096.94
Available-for-Sale (AFS) Financial Assets	644,488.87
Investments Income Due and Accrued	14,960,430.93
Property and Equipment	82,581,615.11
Security Fund Contribution	48,439.00
Deferred Acquisition Costs	36,719,749.50
Deferred Reinsurance Premiums	60,682,350.89
Other Assets	1,099,633.75
TOTAL ASSETS	₱ <u><u>1,737,477,966.77</u></u>

LIABILITIES

Claims Liabilities	₱ 101,033,892.85
Premium Liabilities	138,505,850.00
Due to Reinsurers	96,207,309.51
Funds Held for Reinsurers	819,056.25
Deferred Reinsurance Commissions	9,537,106.57
Taxes Payable	21,231,072.19
Accounts Payable	41,794,974.17
Accrual for Long-Term Employee Benefits	6,034,781.00
Deferred Tax Liability	6,795,660.73
Accrued Expenses	2,064,069.16
TOTAL LIABILITIES	₱ <u><u>424,023,772.43</u></u>

NET WORTH

Capital Stock	₱ 1,330,457,200.00
Capital Paid In Excess of Par	14,912,155.29
Treasury Stock	(457,200.00)
Retained Earnings	(95,028,549.43)
Reserve Accounts:	
Reserve for AFS Securities	(929,069.99)
Reserve For Appraisal Increment - Property and Equipment	62,120,145.01
Remeasurement Gains (Losses) on Retirement Pension Asset (Obligation)	2,379,513.46
TOTAL NET WORTH	₱ <u><u>1,313,454,194.34</u></u>
TOTAL LIABILITIES AND NET WORTH	₱ <u><u>1,737,477,966.77</u></u>

ADDITIONAL INFORMATION

Capital Adequacy Ratio, as prescribed under existing regulations **830%**

This synopsis, prepared from the 2023 Annual Statement, approved by the Insurance Commissioner is published pursuant to Section 231 of the Amended Insurance Code (RA 10607).