

ADVISORY ON DOMESTIC INVESTMENTS THAT DO NOT REQUIRE PRIOR APPROVAL

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Guidelines on Domestic Investments that
Do Not Require Prior Approval

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	<p>1.1.3. Real properties which are actually/currently used as a main place of business and/or branch offices provided that the subject property is free from any liens or encumbrances;</p>	<p>206 (b)(1)</p>
	<p>1.1.4. Bonds or other instruments of indebtedness, whether PHP or Foreign Currency-Denominated, of the Government of the Philippines or its political subdivisions;</p>	<p>206 (b)(2)</p>
	<p>1.1.5. Bonds or other instruments of indebtedness, whether PHP or Foreign Currency-Denominated, of government-owned or controlled corporations and entities including the BSP;</p>	<p>206 (b)(3)</p>
	<p>1.1.6. Equity securities issued by an institution included in the Philippine Stock Exchange Index;</p>	<p>206 (b)(5) and (b)(6)</p>
	<p>1.1.7. Equity securities not included under Sections 1.1.5 and 1.1.6, provided, however, that the issuer or the issue obtained a minimum credit rating of Baa by Philratings, BBB by the Credit Rating and Investor Services Philippines, Inc. (CRISP) or an equivalent from a local Credit rating agency accredited by the Securities and Exchange Commission (SEC);</p>	<p>206 (b)(5) and (b)(6)</p>
	<p>1.1.8. Listed Equity Securities of other Financial Institutions covered under Section 207 of the Amended Insurance Code, provided, however, that the subject institution obtained a minimum composite rating of "3" from the BSP's Supervisory Assessment Framework (SAFr);</p>	<p>207(1) 206 (b)(4)</p>
	<p>1.1.9. PHP-Denominated Corporate Debt Securities listed in the Philippine Dealing Exchange;</p>	<p>206 (b)(4)</p>
	<p>1.1.10. Debt securities not included under Section 1.1.9, provided, however, that the issuer or the issue obtained a minimum credit rating of Baa by Philratings, BBB by CRISP or an equivalent from a local Credit-rating agency accredited by the SEC;</p>	
	<p>1.1.11 . Debt Securities fully secured with</p> <p>a. First mortgage or deeds of trust of real estate, condominiums cultivated agricultural land;</p>	<p>204 (a),(b) and 205</p>

	b. Purchase money mortgages, lease purchase agreements;	204 (c)
	c. Bonds/instruments of indebtedness, whether PHP or Foreign Currency-Denominated, of Government of the Philippines or its political subdivisions;	204 (d)
	d. Obligations issued or guaranteed by commercial banks, universal banks, offshore banking units, investment houses or other financial intermediaries duly registered with the BSP;	204 (e)
	e. Pledges of shares of stocks, bonds or other instruments of indebtedness specified in Section 209;	204 (h)
	f. Chattel mortgages over equipment not more than three (3) Years old;	204 (i)
	1.1.12. Placements in Philippine Stock Exchange (PSE) listed Real Estate Investment Trust and PSE-listed Exchange Traded Fund (ETF) approved by their respective regulatory agencies, provided, however, that for ETF, only those linked with composite stock market indices and those managed by a fund manager with at least three (3) years of solid experience in fund management shall be allowed;	202(j)
	1.1.13. Investments in Mutual Funds duly registered with the SEC and local Unit Investment Trust Fund (UITF) approved by the BSP, provided, however, that the underlying securities are all PHP-denominated;	202(j)
	1.1.14. Investment Management Agreements (IMAs) with institutions duly licensed by the BSP with a satisfactory SAFr / Trust Rating of "3", provided, however, that the following provisions shall be incorporated in the IMA:	
	<i>a. All investments under the Agreement shall be registered in the name of the company;</i>	

	<p>b. <i>All investments shall be in accordance with the provisions of the Amended Insurance Code and applicable circulars and regulations issued by the Insurance Commission; and</i></p> <p>c. <i>Investment risk exposures should be clearly defined and measured in accordance with the Risk-Based Capital framework;</i></p>	206(b)(7)
	<p>1.1.15. Securities issued by registered enterprise as defined in Executive Order No. 226, otherwise known as the Omnibus Investment Code of 1987;</p>	206(b)(8)
	<p>1.1.16. Certificates, notes and other obligations issued by trustees or receivers of any institution;</p>	204(g)
	<p>1.1.17. Placements of monetary instruments such as cash deposits, time deposits, special savings accounts, deposit certificates, fixed income securities with maturity of 365 days or less or other similar instruments of financial intermediaries or other private institutions provided, however, that such institution obtained a minimum composite rating of 3 from the BSP'S SAFr or that such issue or issuer obtained a minimum credit rating of PRS 3 by Philratings, BI by CRISP or an equivalent from a local Creditrating agency accredited by the SEC;</p>	204
	<p>1.2 For Life Insurance Companies and MBAS:</p> <p>1.2.1 . Policy loans</p>	

Source:
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