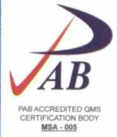




Republic of the Philippines  
Department of Finance  
**INSURANCE COMMISSION**  
1071 United Nations Avenue  
Manila



04 February 2022

**MGEN. RIZALDO B. LIMOSO PA (RET.)**  
President and CEO  
**Armed Forces & Police Mutual Benefit Association, Inc. (AFPMBAI)**  
AFPMBAI Building, Col. Bonny Serrano Avenue cor. EDSA  
Quezon City  
[mp.orcullo@afpmbai.com.ph](mailto:mp.orcullo@afpmbai.com.ph)

**SUBJECT: Verification of the 2020 Annual Statement**

Dear **MGen Limoso**:

This is to acknowledge receipt of the letter dated 28 January 2022, the contents of which have been duly noted.

With regard to the reinsurance account with the National Reinsurance Corporation of the Philippines, no amount was confirmed by the said company based on its 27 January 2022 letter to the Association.

In view thereof, the figures in the attached summary of accounts shall be the final balances of the Association's 2020 AS. Thus, we now consider the verification of the 2020 AS closed.

Thank you.

Very truly yours,

**DENNIS B. FUNA**  
Insurance Commissioner



**ARMED FORCES AND POLICE MUTUAL BENEFIT ASSOCIATION, INC. (AFPMBAI)**  
**FINAL BALANCE**  
**VERIFICATION AS OF 31 DECEMBER 2020**

**ADMITTED ASSETS**

Cash & Cash Equivalents	P	1,695,165,132.59
Financial Assets at Amortized Cost (FAAC) - Current		9,759,349,993.98
Financial Assets at Fair Value (FAFV) - Profit and Loss		18,877,055.95
Financial Assets at Fair Value (FAFV) - Other Comprehensive Income (OCI)		1,668,203,584.04
Unremitted Premiums		11,075,895.68
Accrued Income		110,712,217.81
Loans Receivable - Net		7,936,049,256.97
Investment In Property - Net		5,204,494,516.02
Property and Equipment - Net		29,343,633.97
Other Non-Current Assets		35,406,185.23
<b>TOTAL ADMITTED ASSETS</b>	<b>P</b>	<b><u><u>26,468,677,472.23</u></u></b>

**LIABILITIES**

Liability on Individual Equity Value	P	3,573,533,659.25
Basic Contingency Benefits Reserve		99,990,813.54
Optional Benefit Reserve		14,374,081,452.03
Claims Payable on Basic Contingent Benefit		126,892,585.33
Claims Payable on Optional Benefits		628,106,815.96
Other Benefits Payable on Optional Policies		430,217,960.00
Premiums Received in Advance		1,220,201.00
Unearned Income		152,584,715.80
Amount Due To Reinsurers		58,008.73
Accounts Payable		532,070,187.30
Accrued Expenses		60,086,404.77
Premiums Received in Advance - Non Current		441,968.92
Net Pension Liability		275,023,590.00
Other Long-Term Liabilities		1,749,703,938.03
<b>TOTAL LIABILITIES</b>	<b>P</b>	<b><u><u>22,004,012,300.66</u></u></b>

**FUND BALANCE**

Free and Unassigned Fund Balance	P	(2,088,028,605.55)
Assigned Fund Balance:		
Funds Assigned for Guaranty Fund		80,000,000.00
Funds Assigned for Member's Benefit		353,589,214.05
Funds Assigned for Community Development		130,000,000.00
Revaluation Increment (net of changes)		5,989,104,563.08
<b>TOTAL FUND BALANCE</b>		<b><u><u>4,464,665,171.58</u></u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>P</b>	<b><u><u>26,468,677,472.23</u></u></b>

**ADDITIONAL INFORMATION**

Risk-Based Capital Ratio, as prescribed under existing regulations 171%