



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



20 March 2024

BGEN. BIENVENIDO Y. REGONDOLA JR.
President
**ARMED FORCES & POLICE MUTUAL BENEFIT
ASSOCIATION, INC.**
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SUBJECT: Verification of the 2022 Annual Statement

Dear **Mr. Regondola**:

This refers to your letter dated 15 January 2024 and electronic mails dated 24 January 2024 and 11 March 2024, transmitting the Association's concurrence and compliance with the verification findings of this Commission and requesting for reconsideration of various accounts amounting to **₱2,607,679,486.77**.

Upon our evaluation of the documents submitted, the Association's fund balance increased to **₱6,994,822,640.83** from **₱6,818,875,831.93** and the Risk-Based Capital ("RBC") ratio increased to **194%** from **190%** after reconsideration of the following accounts:

<i>As Admitted Assets:</i>		Amount
Financial Asset at Fair Value (FAFV) – Other Comprehensive Income (OCI)	₱	3,620,764.26
Investment Property		143,738,000.01
Policy Loan		28,588,044.63
Total Amount Reconsidered	₱	175,946,808.90

In view of the foregoing, please be informed that the figures in the attached summary of accounts shall be the final balances of the 2022 Annual Statement ("AS"). As such, we now consider the verification of the 2022 AS **CLOSED**.

Thank you.

Very truly yours,


REYNALDO A. REGALADO
Insurance Commissioner



ARMED FORCES AND POLICE MUTUAL BENEFIT ASSOCIATION, INCORPORATED
 FINAL BALANCE OF THE ANNUAL STATEMENT
 VERIFICATION AS OF 31 DECEMBER 2022

ADMITTED ASSETS

Cash & Cash Equivalents	P	1,470,476,407.29
Financial Assets at Amortized Cost (FAAC) - current		13,046,738,885.50
Financial Assets at Fair Value (FAFV) - P&L		14,875,162.36
Financial Assets at Fair Value (FAFV) - Other Comprehensive Income (OCI)		1,759,314,937.60
Unremitted Member's Contributions, Dues and Fees		11,270,128.91
Accrued Income		129,057,828.82
Short-term Financial Assets		1,435,501,629.88
Loans Receivable - net		7,799,262,301.51
Investment In Property- NET		6,573,723,070.90
Property and Equipment- net		533,166,501.74
Other Non-Current Assets		530,000,000.00
TOTAL ADMITTED ASSETS	P	<u><u>33,303,386,854.52</u></u>

LIABILITIES

Liability on Individual Equity Value	P	4,933,718,459.38
Basic Contingency Benefits Reserve		95,231,062.26
Optional Benefit Reserve		17,604,155,418.75
Claims Payable on Basic Contingent Benefit		175,902,979.04
Claims Payable on Optional Benefits		1,000,188,823.86
Other benefits on Basic Policies		552,166.66
Premiums Received in Advance - Current		2,247,485.02
Unearned Income		300,776,485.09
Accounts Payable		481,745,559.93
Accrued Expenses		92,120,744.33
Premiums Received in Advance - Non Current		785,066.44
Net Pension Liability		177,096,306.00
Other Long-Term Liabilities		1,444,043,656.93
TOTAL LIABILITIES	P	<u><u>26,308,564,213.69</u></u>

FUND BALANCE

Free and Unassigned Fund Balance	P	713,330,348.70
Assigned Fund Balance		
Funds Assigned for Guaranty Fund		50,000,000.00
Funds Assigned for Member's Benefit		212,318,760.22
Revaluation Increment (net of changes)		6,019,173,531.91
TOTAL FUND BALANCE		<u><u>6,994,822,640.83</u></u>
TOTAL LIABILITIES AND FUND BALANCE	P	<u><u>33,303,386,854.52</u></u>

ADDITIONAL INFORMATION

Risk-Based Capital Ratio, as prescribed under existing regulations		<u><u>194%</u></u>
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