



# International Information Exchange

Country : **Philippines**

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## PHILIPPINES FACT SHEET: Country Overview

Criteria	Data/Stats	Source/Year
National Land	<b>343,448.32</b> km <sup>2</sup>	Philippine Statistics Authority (2010)
Climate/Weather	<b>Manila</b> Average Yearly Temp.: <b>27 °C</b> Annual Rainfall: <b>960</b> mm to <b>4,060</b> mm	Philippine Statistics Authority (2010)/ <a href="http://www.nationsencyclopedia.com">http://www.nationsencyclopedia.com</a>
Population	<b>92,335</b> (Thousand)	Philippine Statistics Authority (2010 Census of Population & Housing)
Young Population (0-14)	<b>30,785</b> (Thousand, <b>33.3%</b> )	
Productive Population (15-64)	<b>57,587</b> (Thousand, <b>62.4%</b> )	
Elderly Population (Over 65)	<b>4,013</b> (Thousand, <b>4.3%</b> )	
# of Households and Ave.ppl/h.h	<b>20,172</b> (Thousand) / <b>4.58</b> ppl	Philippine Statistics Authority (2010)
Average Life Expectancy	Male: <b>69.5</b> / Female: <b>73.9</b>	Philippine Statistics Authority (2010)
Total Fertility Rate (*)	<b>3.15</b>	<a href="http://www.indexmundi.com">www.indexmundi.com</a> (2013)
GDP (Nominal GDP)	<b>256,492</b> (USD Million)	Philippine Statistics Authority (2012)
GDP per Capita (**)	<b>2,660.71</b> (USD)	Philippine Statistics Authority (2012)
Social Security Program	<b>Sickness, Maternity, Retirement, Disability, Funeral, Loans, Employees Compensation, Survivorship Pensions, Separation &amp; Unemployment Benefits</b>	
Remarks	<ul style="list-style-type: none"> <li>▪ Recovering from November 2013 Typhoon Haiyan (“Yolanda”)</li> <li>▪ The host country for 2017 APEC</li> </ul>	

(\*) TFR: The average number of children that would be born to a woman over her reproductive life (15~49).

\*\*2012 Population – 96.4 Million (NSCB Projection)

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## 2013 LIFE INSURANCE INDUSTRY FAST FACTS

		(Actual Policies, US\$ Million)		(Policies, US\$)			
Type	New Business		Policy In-Force		Average Policy per Person		
	# of Policies (# of Certificates)	S	# of Policies (# of Certificates)	S	# of Policies (# of Certificates)	S	
Individual	<b>82,774</b>	<b>849</b>	<b>2,421,280</b>	<b>19,839</b>	<b>0.025</b>	<b>203.69</b>	
Group & Industrial	2,987 (3,977,955)	<b>7,702</b>	464,180 (10,012,550)	<b>43,065</b>	0.005 (0.103)	<b>442.14</b>	
Accident & Health	<b>53,184</b>	<b>1,087</b>	<b>184,723</b>	<b>3,351</b>	<b>0.002</b>	<b>34.40</b>	
Variable	<b>315,215</b>	<b>3,975</b>	<b>955,197</b>	<b>13,438</b>	<b>0.010</b>	<b>137.97</b>	
Criteria		Data/Stats				(US\$ Million)	
# of Life Insurers		<b>29 (25 Life, 4 Composite)</b>					
Net Premium Income		<b>3,855</b>					
Payment of Insurance Claim		<b>1,122</b>					
Total Assets		<b>16,628</b>					
Main Products		<b>Permanent (Whole Life &amp; Endowment) Term, Variable, Accident &amp; Health, Education</b>					
Distribution Channel		<b>Tied-Agents</b>			<b>Ordinary – 21,413 Variable – 11,230 General – 65</b>		
		<b>Agencies</b>			<b>–</b>		
		<b>Brokers</b>			<b>73</b>		
		<b>Bancassurance</b>			<b>–</b>		

2013 Data are based on Quarterly Reports on Selected Financial Statistics as 12/31/13 (Preliminary) (Exchange rate of PHP 44.414=US\$1 as of 12/31/13) (Population 97.4M NSCB Projection)

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## Challenges of **Philippines'** Life Insurance Industry

### ❑ **Low Financial Literacy**

The Insurance Commission is aggressive in providing programs and advocacies to provide Financial Education to the public. This will address the challenge to resolve the lack of financial literacy and low-level of awareness of the public about insurance products and their beneficial effects.

### ❑ **Low Income Sector**

About 26.5% of the population of 94 million are below the poverty line (25M). Of the 25M poor Filipinos, only 2.9M have some kind of risk protection and 50% were covered by informal insurance schemes. This sector is most vulnerable to illness, accident or death and natural calamities. The Insurance Commission, with the support of different government agencies and insurance-industry players introduced Microinsurance to provide risk protection to the low income sector. To date, more than 19 million Filipinos, or 20.4 % of the total population, are covered by Microinsurance.

### ❑ **Responding to the International Standards Set by IAIS**

The Insurance Commission is making efforts to harmonize its regulations to be at par with the standards set by the IAIS.

### ❑ **ASEAN Liberalization**

This will strengthen the insurance industry as a whole. This may be a challenge to the domestic corporations however, the Insurance Commission, in coordination with the private sector, is continuously preparing for the ASEAN Economic Community.

### ❑ **Environmental, Social and Governance Factors affecting investment operations of insurance companies**

Environmental factors – climate change, biodiversity loss & economic degradation, water management, pollution

Social factors – Financial inclusion, Human rights, emerging health risks, ageing population

Governance factors – Regulations, Disclosure, Ethics & Principles, Alignment of interests