

[IC DEPARTMENT ORDER NO. 27-92, March 17, 1992]

MINIMUM PAID-UP CAPITAL FOR NEW JOINT VENTURES AND FOR NEW INSURANCE AND REINSURANCE COMPANIES

Pursuant to the authority vested in me by the provisions of Section 188 of the Insurance Code in relation to those of Sections 184, 280 and 281 thereof, and upon the recommendation of the Insurance Commissioner, the following requirements, rules and regulations are hereby promulgated:

1

Joint Venture

- a. An existing domestic life or non-life insurance company or professional reinsurance company or one which may be organized hereafter is allowed to do business in the Philippines with non-Philippine national stockholders provided the equity of the latter does not exceed forty per cent (40%) of the outstanding capital of the company;
- b. A joint venture insurance company between an existing life or non-life insurance company or professional reinsurance company and a non-Philippine national stockholder formed after the effectivity of this Order shall be possessed of a paid-up capital stock equal to at least seventy five million pesos (P75,000,000.00) and a contributed surplus fund of at least twenty five million pesos (P25,000,000.00);
- c. A new joint venture life or non-life insurance company or professional reinsurance company (other than an existing insurance or reinsurance company and a non-Philippine national stockholder) which may hereafter be organized shall be possessed of a paid-up capital stock equal to at least seventy five million pesos (P75,000,000.00) and a contributed surplus fund of at least twenty five million pesos.

2

New Insurance Company

A new insurance company either life or non-life which may hereafter be organized shall likewise be possessed of a paid-up capital equal to at least seventy five million pesos (P75,000,000.00) and a contributed surplus fund of at least twenty five million pesos (P25,000,000.00);

3

New Composite Company

A new composite company hereinafter organized shall be possessed of a paid-up capital stock equal to at least one hundred fifty million pesos (P150,000,000.00),