

PHILIPPINE CROP INSURANCE CORPORATION

2022 ANNUAL REPORT

**Building a New
Horizon**



PCIC: Building a new horizon

The year 2022 marked the end-year of the prevailing development plans, including that of the agency, as well as the start of a new political leadership in the country following the presidential election in mid-May. It was indeed a period of recalibration toward “building a new horizon” for the country, and consequently for the agency.

Having restarted full operations the year before with extreme caution due to the persistent but lowered threat of the pandemic, the agency went full-press ahead in the provision of its insurance services for the farmers and fisherfolk. The accelerated tempo matched the intensified impacts of climate change in the farming and fishing operations that included extreme weather events from dry spell and drought to more-than-usual volume and speed of rain and wind respectively.

At the same time, the agency fortified the backend of its operations by reviewing the actuarial aspect of its insurance products and services which yielded the expert verdict: the agency’s premium pricing is sound.

With the aim of addressing the economic impacts of the Covid pandemic and vaulting the country toward sound national progress, the new political leadership under President Ferdinand Marcos Jr. adopted the revitalization of the agricultural and fisheries sector, which remains the bedrock of sustenance, employment, and economic stability for the country, as the country’s main anchor to achieve social and economic prosperity.

Recognizing the inherent vulnerabilities of agriculture, the new administration recognized the need for a robust safety net and has declared that agricultural insurance will be a critical ingredient in its drive to revitalize agriculture and fisheries.

The theme for this year’s annual report, “Building a New Horizon,” encapsulates PCIC’s commitment to align its plans, programs and activities to the development thrust of the administration. Through tailored insurance products and proactive risk management strategies, we aim to instill confidence in our farmers, enabling them to look to the future with optimism and fortitude.

Who we are

The Philippine Crop Insurance Corporation (PCIC) is the implementing agency of the government's agricultural insurance program. It currently operates under the supervision of, and as an attached agency to, the Department of Finance, by virtue of Executive Order 148 (September 14, 2021).

Vision

By 2023, the PCIC will have insured and protected the livelihood of the broadest number of subsistence farmers and fisherfolk while ensuring its institutional viability and sustainability.

Mission

PCIC is a state-owned agricultural insurer committed to developing and implementing insurance programs highly responsive to the needs of small farmers and fisherfolk and other agricultural stakeholders.

Core Values

PCIC's core values guide all our decisions and actions. These values are:

Dependability. We provide prompt and adequate service where and when we are needed.

Integrity. We provide the quantity and quality of service that we have agreed with and committed to our stakeholders.

Innovation. We conduct research and think of new ways to improve the delivery of services required by our clients and stakeholders.

Partnership. We engage our stakeholders in improving the way we serve our stakeholders.

Inside the Report

02	Numbers that Matter
03	Consolidated 5-Year Financial Highlights
04	Message from the President
06	Operational Highlights
14	Financial Highlights
15	Customer Satisfaction Survey
16	Strategic Alliance Sealed
17	Beyond the Bottomline Trainings/Seminars, 17 Corporate Social Responsibility, 23
26	The Board
27	Key Officers Directory Regional Offices, 29 Head Office, 35 PCIC Extension Offices, 41
45	Notes to Financial Statement



Numbers that matter

₱4.50B
Claims Paid

₱8.92B
Assets

₱2.04B
Net Worth

₱6.06B
Premium Generated

3.89M
Number of Farmers enrolled

₱128.73B
Amount of Cover

Innovations



Underwriting App:

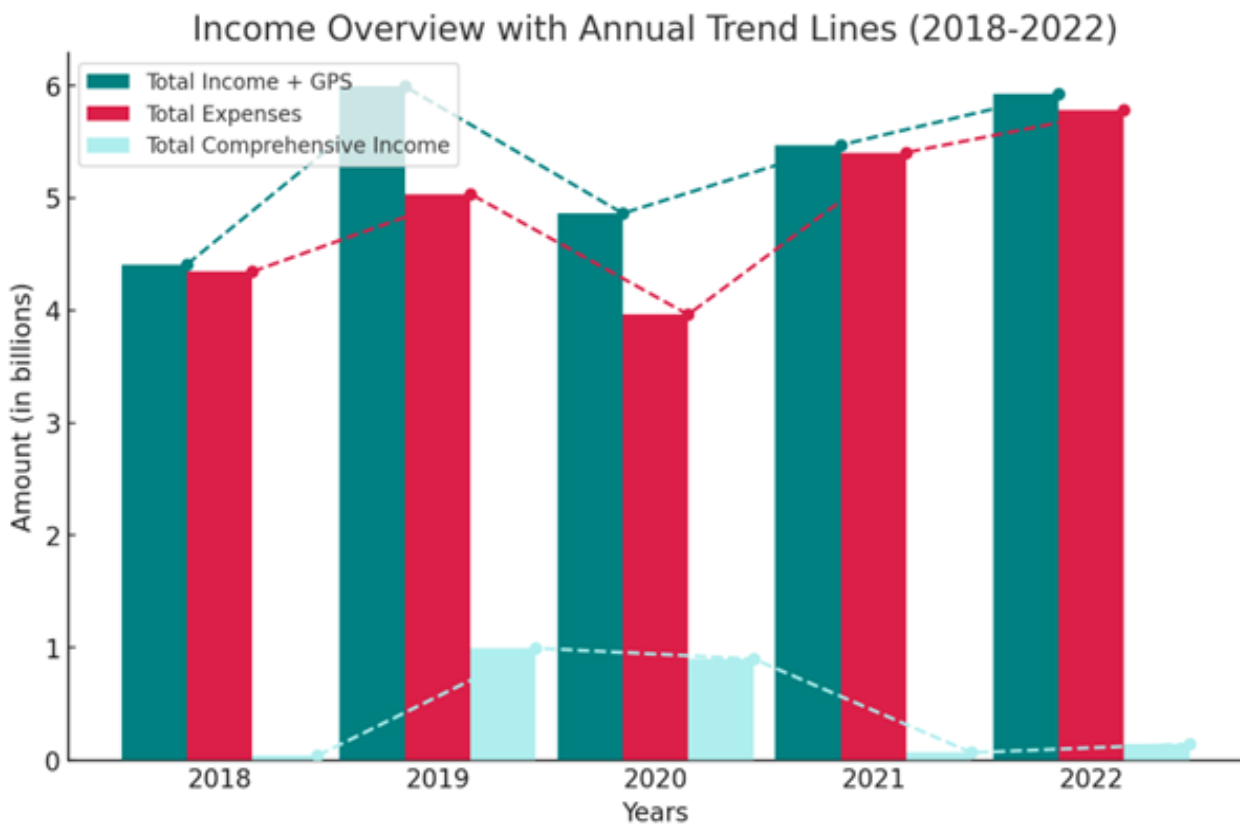
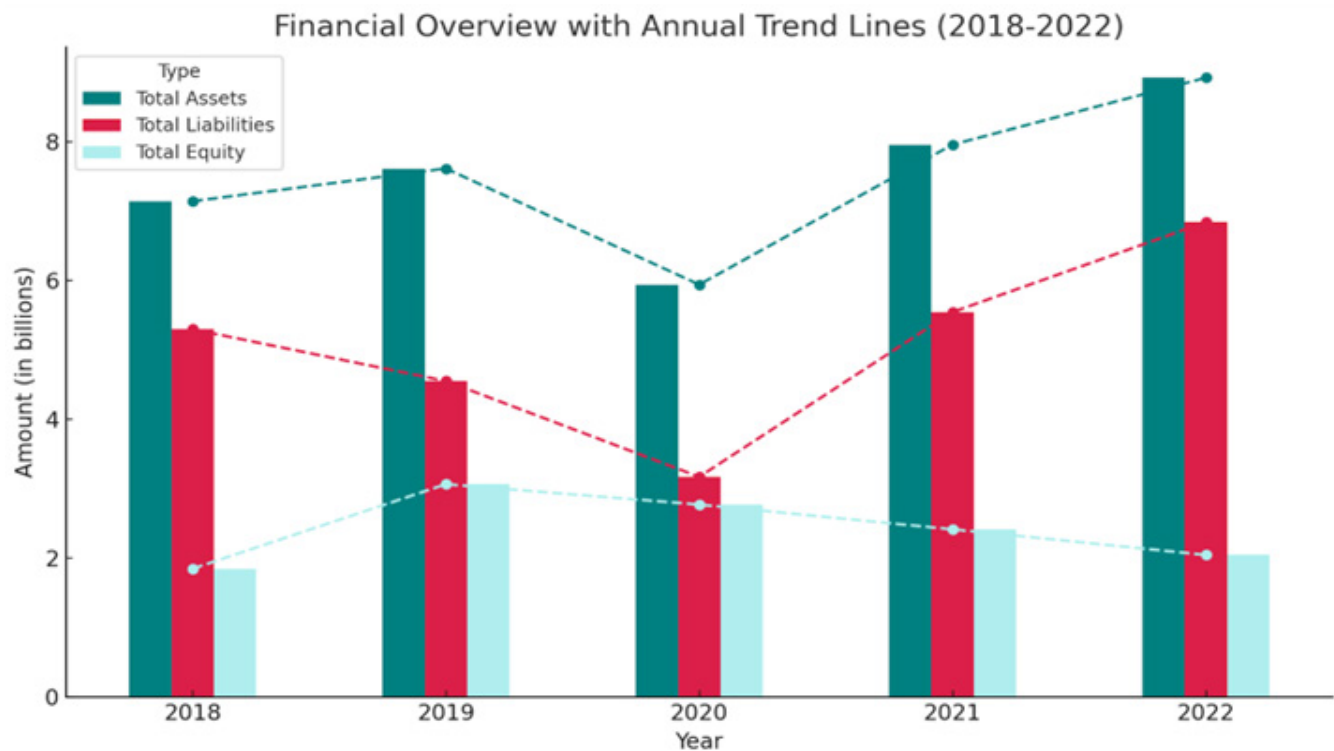
Underwriters can now complete and submit the Farmer's ACI Form in the field for immediate processing and acceptance.

Claims Processing App:

Adjusters can now complete the Claims Adjustment Verification Report (CAVR), photograph damaged farms, and promptly submit for indemnity payment validation.

CROP INSURANCE CORPORATION

Consolidated 5-Year Financial Highlights



Message from the

Dear Insurance Partners,

The year 2022 presented a new set of challenges for the Corporation; however, it also signaled a start of an auspicious new beginning.

In the farms, the effects of climate change were greatly felt such that even the southwest monsoon brought with it an amount of rainfall and wind strength that are commonly associated with typhoons. This threatened to destroy the standing crops and jack up insurance claims among the insured farmers and fisherfolk.

In other quarters, efforts were made to enhance further our operations specially in terms of the actuarial dimensions of operations, working more with the private sector, and explore product innovation.

These developments happened as the country went through the periodic transition in political leadership where the newly elected leaders gave impetus to agricultural development in its platform of government, committing to provide a comprehensive array of support services to the farmers and fisherfolk, including agricultural insurance.

The Corporation took these changes and circumstances as opportunities to make its products and services more felt and appreciated by its clients. Backed by over 40 years of experience, updated knowledge, dedication, and hard work of our officials and staff, we generated outstanding accomplishments for 2022, the highlights of which are as follows:

- The financial statement for 2022 suggests steady growth and a solid foundation for future expansion. PCIC maintained a solid equity position at ₱2.04 billion.
- On operations, total enrolment among our insurance products increased by 14.30 percent, reaching an all-time high of 3,839,185. This upturn puts penetration rate among those insurable at 35.22, way ahead of the end-line 29 percent target in the Philippine Development Plan 2017-2022.
- The amount of premium also grew by 19 percent (equivalent to ₱971 million) to a record breaking ₱6.057 billion.



President

- The Corporation also settled about ₱4.495 billion in claims payments, up by ₱465 Million from ₱4.03 billion in 2021.

More importantly, clients continue to be satisfied with our products and services. Results of the 2022 Customer Satisfaction Survey showed that 87.65% of the PCIC clients approved of the PCIC's products and services. They commended the Corporation for professionalism and integrity among employees, and quality of facilities.

A study commissioned by the Corporation titled the "Development of the Insurance Product Governance Framework and Product Review and Repricing" revealed that our operation remains actuarially sound and adequate.

During the year also, we successfully forged the first co-insurance agreement in the country with CARD-Pioneer Microinsurance Inc. toward building its capacity to design and commercialize agriculture insurance for high-value crops. This partnership is expected to provide the template for other insurance partnerships between the PCIC and the private sector in the future.

These accomplishments serve as a solid foundation for future achievements, and inspire confidence that we are "building a new horizon" for the coming year and beyond, especially guided by the thrusts and strategies of the administration of President Ferdinand "Bongbong" Marcos, Jr. over the next six years.

For 2023, we look to redefine agricultural insurance, as we start to digitalize processes, introduce more efficient processes for claims processing and settlement, utilize

available technologies more, and explore new products.

All these will be geared toward making agriculture insurance more accessible, affordable, and attuned to the needs of the Filipino farmer and fisherfolk.

Warm regards,



JB Jovy C. Bernabe
President, Philippine Crop Insurance Corporation



These accomplishments serve as a solid foundation for future achievements, and inspire confidence that we are "building a new horizon" for the coming year and beyond

Operational Highlights

3.89M

Number of Farmers enrolled

₱128.73B

Amount of Cover

₱4.5B

Claims

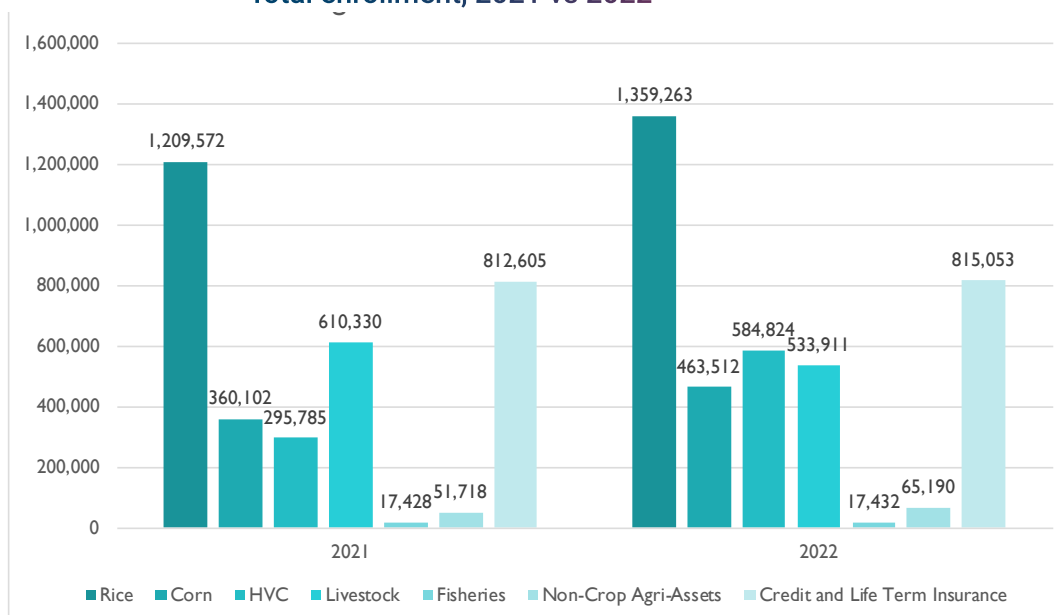
₱6.06B

Premium Generated

Summary of 2021-2022 Operational Highlights

Insurance Line	Production					
	# of Insured		Amount Cover (in million)		Premium Generated (in million)	
	2021	2022	2021	2022	2021	2022
Rice	1,209,572	1,359,263	29,298.869	33,250.512	2,933.954	3,325.459
Corn	360,102	463,512	8,133.260	12,020.627	832.283	1,217.566
HVC	295,785	584,824	10,642.226	21,756.838	444.125	684.262
Livestock	610,330	533,911	21,321.671	18,952.304	711.456	644.137
Fisheries	17,428	17,432	674.171	690.053	42.672	44.155
Non-Crop Agri-Assets	51,718	65,190	2,955.781	3,758.885	50.356	61.507
Credit and Life Term Insurance	812,605	815,053	37,069.813	38,300.373	71.121	80.203
Total	3,357,540	3,839,185	110,095.791	128,729.592	5,085.967	6,057.289

Total enrollment, 2021 vs 2022



PRODUCTION

A. Enrollment

In 2022, the PCIC reported a remarkable double-digit growth in its total enrolment, reaching an all-time high of 3,839,185.

This surge can be attributed to the robust post-pandemic resurgence in agricultural activities. The Corporation also emphasized that the rise in state subsidies considerably bolstered this figure, a development anticipated considering the agricultural sector's continued prominence on the national government's agenda.

total enrollment witnessed a
robust growth

14.3 % ↑

Throughout the past year, total enrollment witnessed a robust growth of 14.3 percent, equating to an influx of roughly half a million additional policyholders.

When breaking down by insurance lines both Rice and Corn observed significant upticks, each welcoming over a hundred thousand new policyholders. The Credit and Life Term Insurance (CLTI) saw a modest increase, whereas the Fishery sector remained largely unchanged. The most remarkable surge was recorded by the High Value Crops (HVC), which logged a two-fold rise in enrollment, a trend driven by coconut growers' increasing need to safeguard their harvest against multiple threats. In contrast, enrollment among livestock farmers experienced a dip of 12.52 percent. This downturn can be attributed, in part, to the local outbreak of African Swine Fever (ASF), now impacting seventeen provinces and nine regions nationwide. Consequently, the Livestock sector shed 76,419 farmers, pushing down their enrolment below the six hundred thousand mark registered a year ago.

Analyzing the data by region reveals the standout performance of three Regional Offices (ROs).

Region II showcased resilience, maintaining a robust performance even with setbacks in their Fisheries and Livestock sectors. Impressively, their enrollees surged by 35.34 percent, driven predominantly by a significant rise in Corn insurance sales. This increase propelled their total enrollment to 581,263. Notably Cagayan Valley remains the leading region for Corn assurance with 169,519 enrollees. Meanwhile, Central Luzon (Region III) saw the most substantial growth in this sector, with Corn enrollees skyrocketing by 176 percent from just 1,724 in 2021.

Region VII, or the Central Visayas region, also posted significant gains, drawing in approximately 276,218 enrollees – a 31.61 percent increase from the previous year. A renewed interest in rice insurance was a primary driver, with the region recording the most significant surge in Rice enrollment at 32 percent, closely followed by Region IX at 29.4 percent.

While non-rice product lines typically see modest sign-ups, the High Value Crops (HVC) sector emerged as a crucible for PCIC's year-to-date (YTD) performance. The HVC insurance segment expanded to around six hundred thousand farmers, a fifth of whom originated from Region IV alone.

The escalating demand in HVC, combined with Fisheries and Non-Crop Agri Asset Insurance, fueled a 50.84 percent growth in total enrollment for the MIMAROPA and CALABARZON areas – the biggest leap during this period.

In addition, although the majority of the ROs witnessed a positive trajectory in enrollment, Regions I & V stumbled at 1.62 percent and 4.89 percent respectively. Despite this, bullish forecast was still expected as there were more rallies than declines. On closer inspection, the triple-digit gains in the HVC and Non-Crop Agri Asset Insurance (NCAA) lines pulled up the enrollment in Ilocos Region. Additionally,

OPERATIONAL HIGHLIGHTS

despite facing challenges, Region V still topped the charts in terms of total enrollees among the ROs. This can be attributed to the Bicol region's stronghold in the Rice sector, which remained to be the bellwether of the Corporation's product portfolio. Furthermore, Region V solidified its reputation as the regional front-runner for both Fish and CLTI insurance lines.

Faced with the onslaught of ASF, the Livestock segment swung between losses and gains. To put this in perspective, Region X was the biggest loser as it was only able to amble on with just 11,447 signups, down 73.26 percent year-over-year (YOY) from 42,804. Enrollment in Regions VII and Region I also fell 61.03 and 44.36 percent respectively, balancing the gains from other well-performing regions. Overall, the Western Visayas region led in the number of livestock farmers despite a downturn of 12.33 percent.

₱128.73B
Amount of Cover

In a more detailed breakdown of enrollment based on funding sources, it's evident that 3,026,955 farmers benefited from either full or partial government subsidies. Of this number, a significant 77.83 percent were funded through the General Appropriation Act (GAA). In 2022, GAA-enrollees grew by 24.15 percent, while Agri-Agra shed 40 percent of its previous 605,240 enrollees, bringing its current total to 365,965. Nevertheless, together they still comprised 71 percent of the total enrolment in this reporting period. Meanwhile, the CLTI accounted for nearly 98 percent of the 812,230 farmers who did not receive any financial aid.

B. Premium

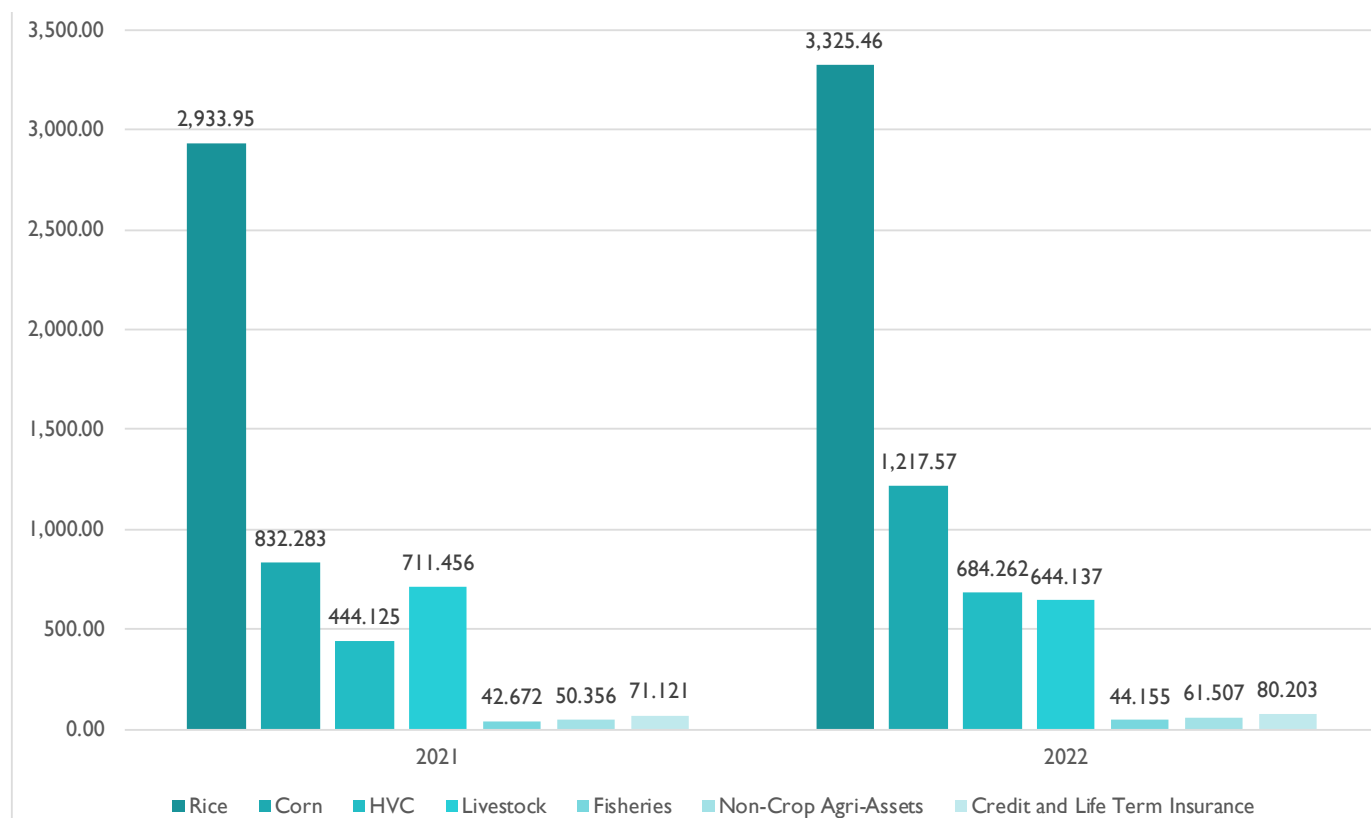
19% ↑
total premium collections ascended by ₱971 million compared to the previous year

Operational earnings witnessed a surge of 19 percent as our total premium collections ascended by ₱971M compared to the previous year, reaching an unprecedented PhP6.057B. Traditional stalwarts, namely Rice and Corn, remained pivotal, making up exactly three-quarters of the year's premium collections. The HVC account drove the biggest rally at 54 percent, while Livestock sales dropped by 9.5 percent. The rest of the three insurance lines, namely Fisheries, Non-Crop Agri Assets and CLTI reported a net increase in their annual collections albeit marginal.

Examining premiums by region, Region II showcased an impressive performance, propelled predominantly by exceptional sales in Rice, Corn, HVC, and CLTI. The stronger than expected boost for the Cagayan Valley region came despite contending with lackluster consumer demand in other product lines. Notably, premium collection in the region soared by 43 percent from the previous year, reaching ₱1B— the sole Regional Office to hit the ten-digit figure milestone. In a similar vein, Regions IV, VII, X, and XI each reported significant growth, with earnings surging by over 25 percent. However, these achievements were somewhat offset by downturns in Regions V and VI. Premiums earned in Bicol and Western Visayas dipped 2.05 and 8.40 percent respectively, stoked by a slowdown in their Rice, Corn, Livestock, and CLTI segments.

On the other hand, delving deeper into the financial data, a clear divide emerges in the Corporation's funding streams: the subsidized versus non-subsidized premiums.

Figure: Premium 2021 vs 2022

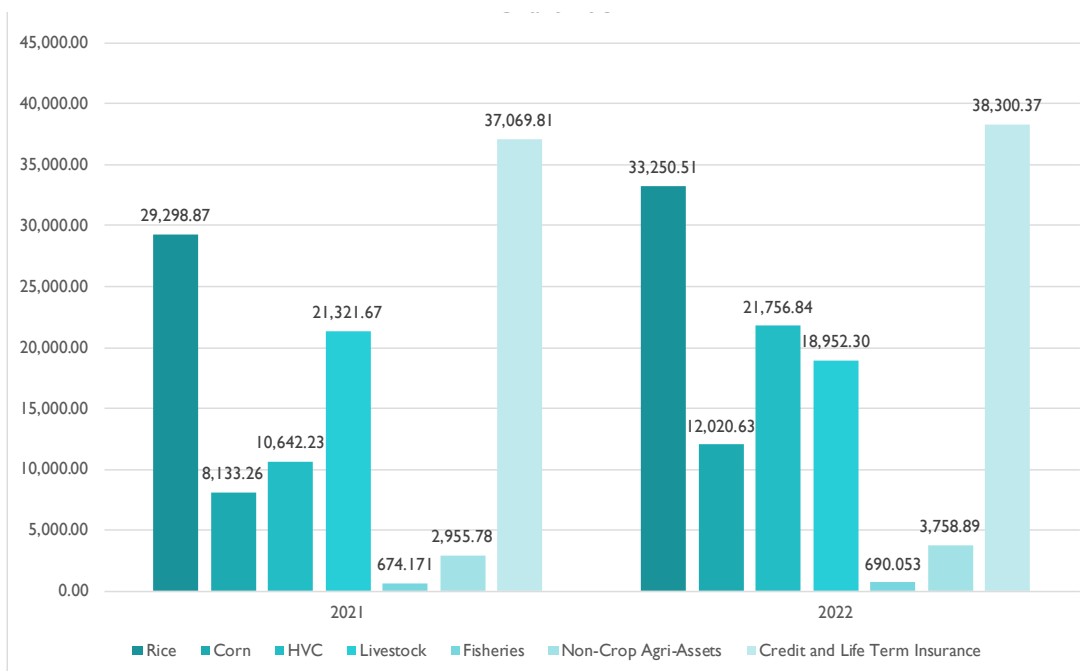


As with the former, two sources were instrumental in bolstering PCIC's capital, namely the Registry System for Basic Sectors in Agriculture (RSBSA) and the Agri-Agra Trust Fund. Combined, they contributed about 96 percent or ₱5.69B out of the combined ₱5.91B subsidized premium collected. The total allocation from the RSBSA alone was ₱4.5B. On the flip side, there was a modest inflow of ₱142.95B from non-subsidized premiums for this period.

₱6.06B
Premium

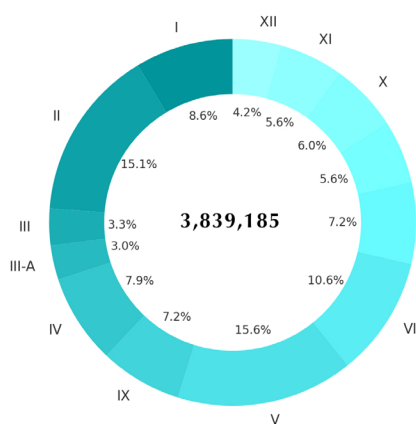
Alongside the reported bumper premium sales was the total insurance coverage, which rose 17 percent or ₱18.63B more than previously reported. According to latest report, all product lines (with the exception of Livestock) exhibited positive growth, with HVC, Corn, and Non Crop Agri Assets registering the highest percentages. For instance, HVC gained a staggering upturn, jumping more than 100 percent from ₱10.64B in 2021 to ₱21.76B in 2022, while Corn gained ₱3.89B to reach ₱12B during the same period. The Rice product saw a modest improvement, whereas fisheries almost remained unchanged. The coverage of CLTI grew marginally flat at 3.32 percent; nevertheless, it continues to lead in terms of annual coverage value, comprising nearly one third of the total ₱128.73B recorded in 2022.

Amount Cover 2021 vs 2022

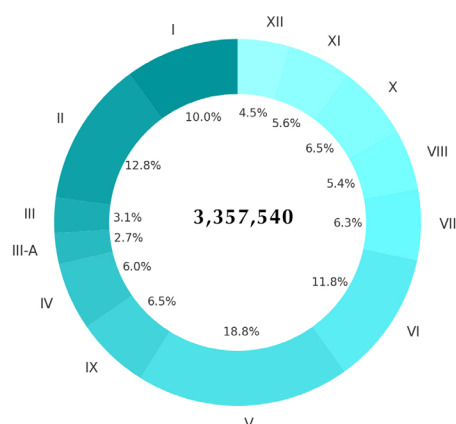


Summary of Production Highlights Per Regional Offices (2021 vs 2022)

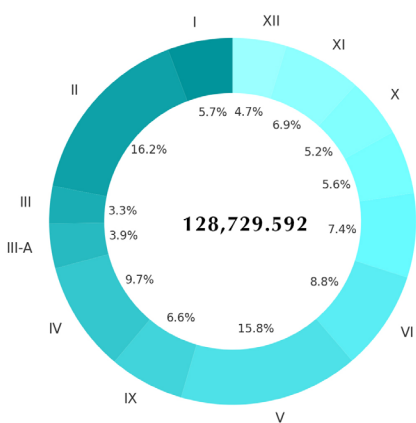
No. of Farmers/Fishers (2022)



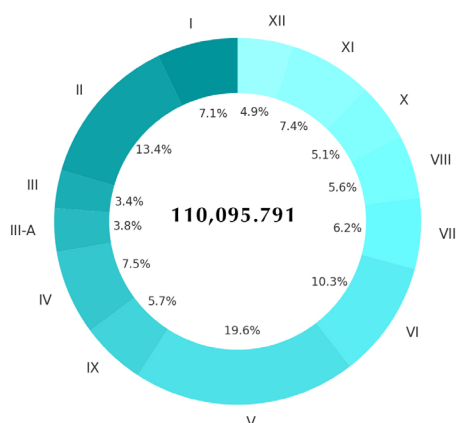
No. of Farmers/Fishers (2021)



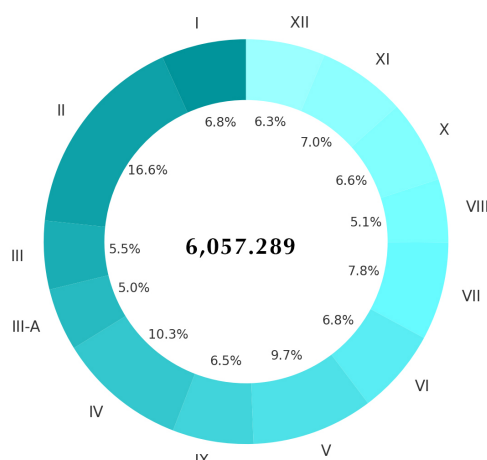
Amount of Cover (PHP M) (2022)



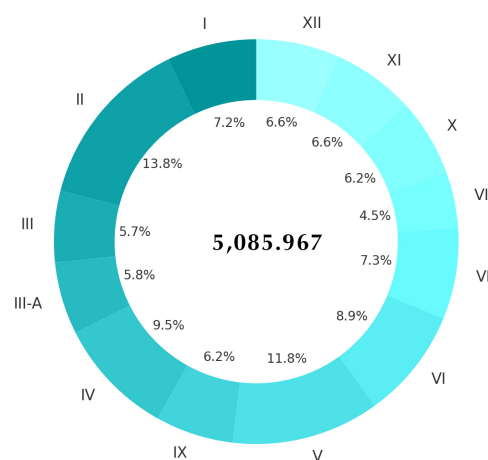
Amount of Cover (PHP M) (2021)



Gross Premium (PHP M) (2022)



Gross Premium (PHP M) (2021)



CLAIMS C. Indemnity

11.54% ↑

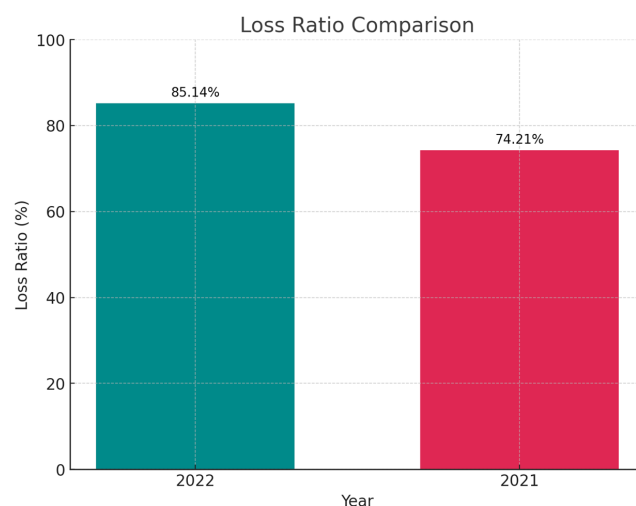
The PCIC settled about ₱4.495B in obligations, up by ₱465M from ₱4.03B in the same period last year. This means, the Corporation jacked up its indemnity payments close to half a billion pesos, lifting the valuation of expenditures by 11.54 percent.

Regional breakdown showed that RO V disbursed the biggest indemnity at ₱645.55M, even as it posted a 29 percent drop from almost a billion cash payment it released in 2021. Nevertheless, it was one of the only three ROs that posted significant reduction in net payouts; the others were RO I & RO VI. Also in terms of payments, RO III-A listed the topmost growth rate, jumping 179 percent to ₱171M. Of this total, 92.47 percent were used up to settle Rice claims. Meanwhile, Region II still led the Corn indemnities, depleting ₱326.40M of its annual budget; while Region IV spent ₱153M of its funds on HVC. This period also witnessed Region XII experiencing a

remarkable nine-fold surge in annual Livestock expenditure from just ₱5.15M in 2021, a trend exacerbated by the ASF, resulting in a capital outflow of ₱45.30M.

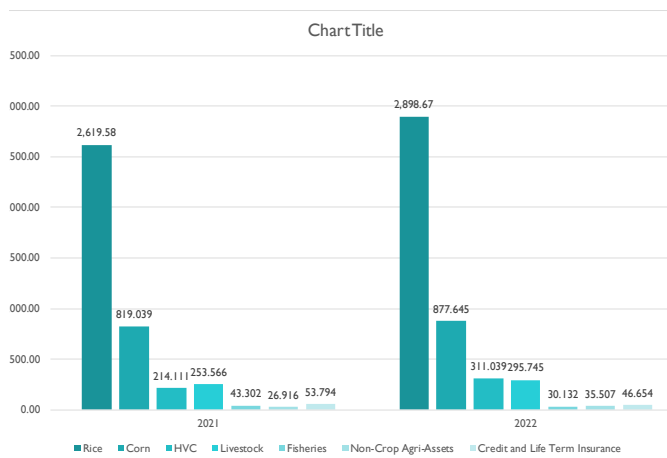
Sharp rises in the cost of indemnities did not drastically impact profit margins. Even though indemnity payments exceeded projections, the overall loss ratio a metric closely watched in insurance market – stayed relatively stable at 74.21 percent, which was a slight improvement from 85.14 percent logged in 2021.

Loss Ratio: 2022 vs 2021



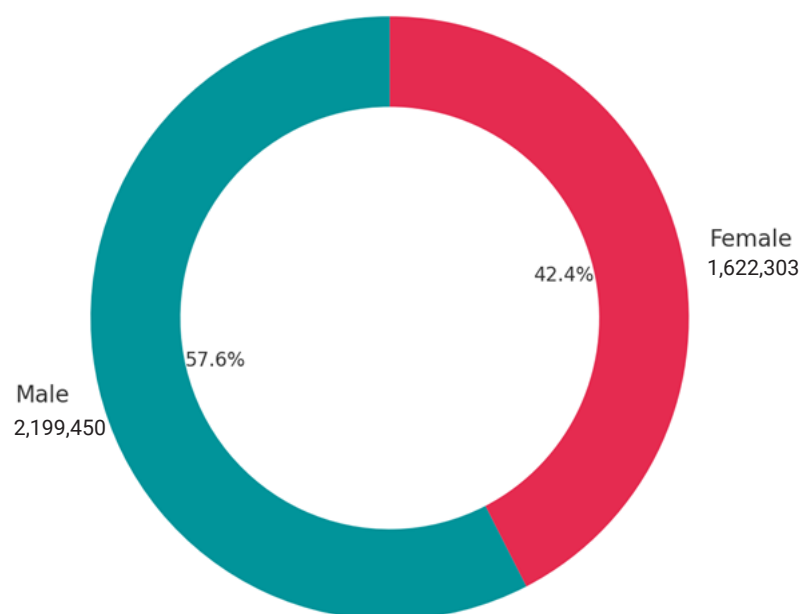
OPERATIONAL HIGHLIGHTS

Payouts 2021 vs 2022



Insurance Line	Claims			
	# of Claimants		Indemnity	
	2021	2022	2021	2022
Rice	524,588	492,714	2,619.5770	2,898.667
Corn	148,752	147,098	819.039	877.645
HVC	33,998	39,834	214.111	311.039
Livestock	18,991	16,925	253.566	295.745
Fisheries	4,111	2,734	43.302	30.132
Non-Crop Agri-Assets	2,076	1,438	26.916	35.507
Credit and Life Term Insurance	2,089	1,930	53.794	46.654
Total	734,605	702,673	4,030.298	4,495.387

Distribution of Farmers by Gender

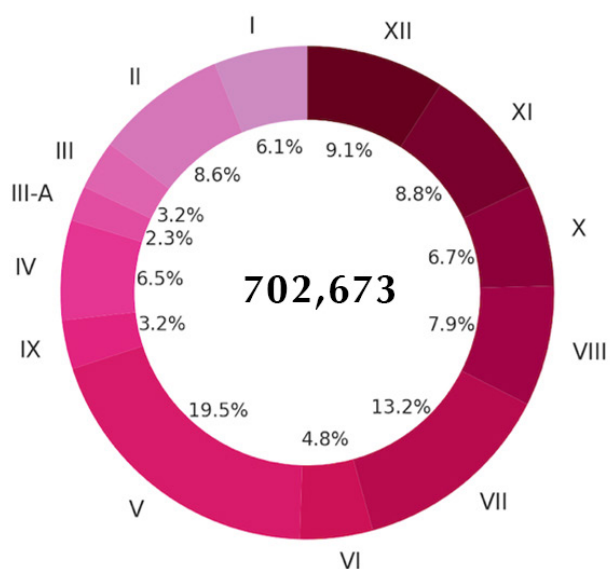


Operational Highlights from 2017-2022

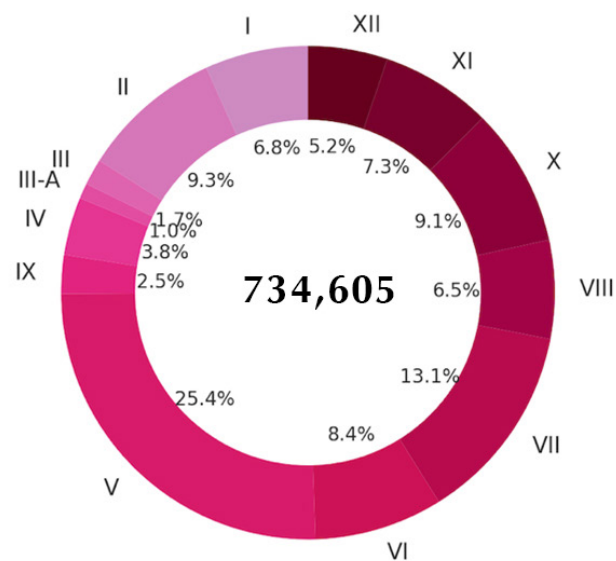
	Year	2017	2018	2019	2020	2021	2022	Trend	Growth Rate
Production	No. of Farmer	1,697,577	2,267,493	3,146,866	3,090,251	3,357,540	3,839,185		18.710%
	Amount Cover	58,464.923	79,828.434	112,110.082	94,591.589	110,095.791	128,729.592		18.934%
	Gross Premium (Php M)	3,364.961	4,881.323	5,725.488	5,086.434	5,085.967	6,057.289		14.057%
Claims	No. of claimants	241,096	433,188	569,344	611,998	734,605	702,673		26.857%
	Indemnity (Php M)	1,936.897	3,488.849	4,170.375	3,500.149	4,030.298	4,495.387		22.055%

Summary of Claims Highlight Per Regional Offices (2021 vs 2022)

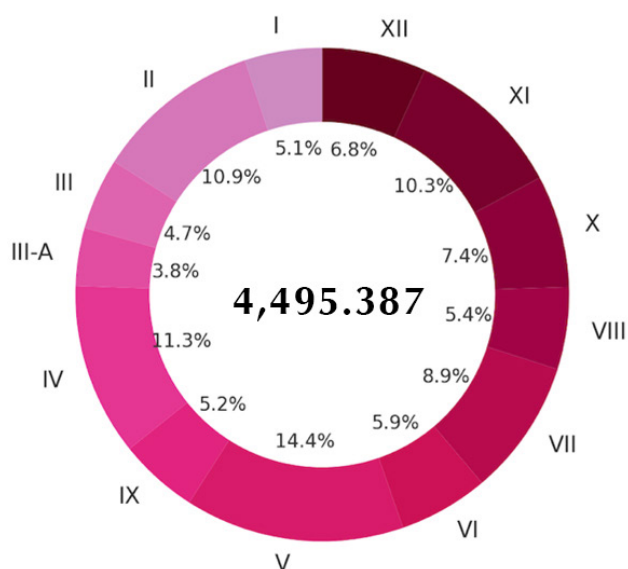
No. of Claimants 2022



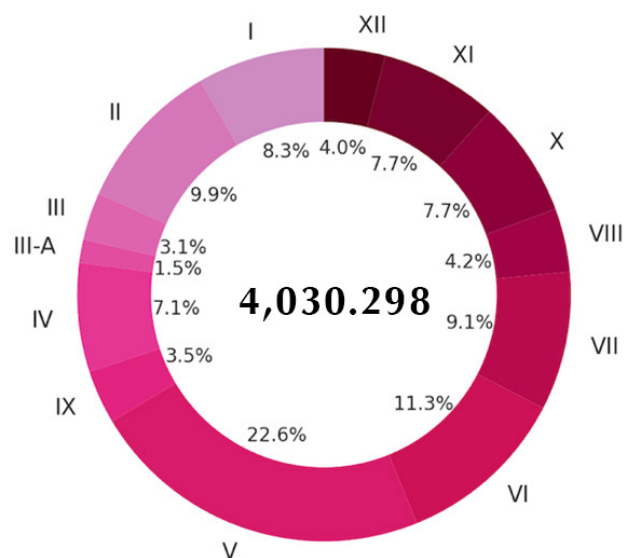
No. of Claimants 2021



Indemnity (PHP M) 2022



Indemnity (PHP M) 2021



Financial Highlights

Since 2021, the PCIC adopted the Philippine Financial Reporting Standards (PFRS) 4 which is aligned with the international financial reporting standards for insurance firms. Among its features, PFRS4 requires insurers to keep insurance liabilities in its statement of financial position (balance sheet) until they are discharged, cancelled or expired.

For the year ended December 31, 2022, the PCIC managed to secure modest profits, achieving a total income of ₱1.43B.

Premiums rose to ₱6.057B, 19 percent higher than 2021's ₱5.085B. Rice insurance obtained the lion's share with ₱3.325B. This was followed by corn, ₱1.217B. High value crops recorded ₱684M, and livestock had ₱644M. Credit and life term insurance is at fourth place at ₱80M, followed by non-crop assets with ₱62M. Fisheries covered the remaining balance at ₱44M.

Total assets also climbed by 12.12 percent, year-on-year, from ₱7.952B to ₱8.917B. Current liabilities, however, also increased by 60.72 percent from ₱2.42B to ₱3.88B.

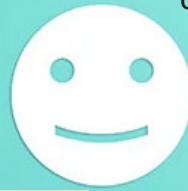
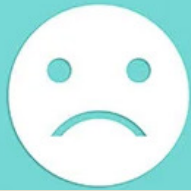
The loss ratio for the period (or the gross premiums vs indemnity) was a shade lower at 1:0.74 against 1:0.85 for 2021. Combined ratio (gross premiums vs indemnity, Underwriting and Operating Expense) was 1:0.95 in 2022 against 1:1.08 in 2021. Expense Ratio (gross premiums vs operating expense) was 1:0.14 in 2022 against 1:0.16 in 2021. Finally, profitability ratio (Premiums + other income vs Indemnity, underwriting and operating expense) was 1: 0.02 in 2022 against 1:0.01 in 2021.

Financial Overview

	2022	2021	2020	2019	2018
Total Assets	8,916,685,148	7,952,870,575	5,936,372,830	7,608,287,936	7,137,787,290
Total Liabilities	6,837,287,360	5,540,928,681	3,167,789,994	4,546,860,110	5,293,272,174
Total Equity	2,043,397,788	2,411,941,894	2,768,582,836	3,061,427,826	1,844,515,116

Income Overview

	2022	2021	2020	2019	2018
Total Income	1,428,044,453	1,970,659,737	1,362,468,701	2,492,074,925	908,024,526
Total Expenses	5,782,808,952	5,403,834,107	3,961,808,771	5,036,315,819	4,343,806,344
Total Comprehensive Income	145,235,501	66,825,630	900,659,930	995,721,093	39,975,085
Revenue	6,057,287,754	5,085,689,356	5,133,653,661	5,725,585,423	4,908,658,927



Exceptional Service Recognized: PCIC Celebrates Stellar Customer Satisfaction Ratings

The PCIC received a commendable satisfaction rating in a recent customer satisfaction survey, conducted in partnership with the Development Academy of the Philippines (DAP). The survey, initiated in line with the Governance Commission for GOCCs (GCG) directives, showed that clients hold a favorable view of PCIC's performance for 2022.



Based on the survey results, PCIC achieved an impressive average score of 87.65%. A majority of respondents, 54.18%, 87.65% Satisfaction Rating gave a "very satisfied" rating, while 33.47% expressed they were "satisfied." Only a minor segment, comprising 8.96%, remained "neutral", with 2.59% and 0.8% indicating dissatisfaction and significant dissatisfaction, respectively. The survey utilized a 1 to 5 rating scale, where 5 signifies "very satisfied" and 1 indicates "very dissatisfied."

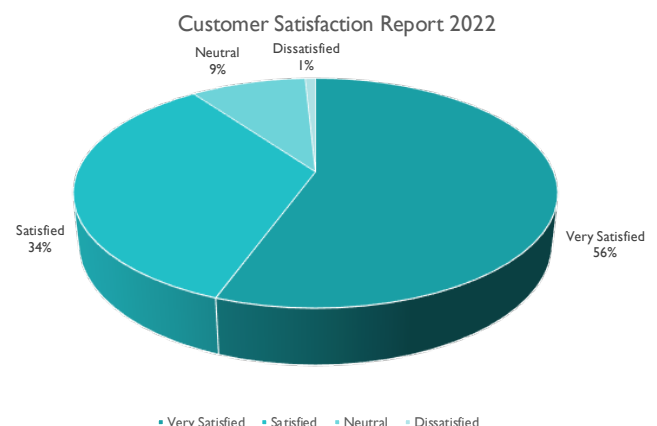
Beyond gauging general sentiments, the survey delved deeper into various service delivery attributes. These encompassed areas such as staff professionalism, insurance offerings, communication access, website functionality, complaint handling, records management, facility quality, and organizational integrity. Among the standout areas, "Facilities" garnered a "very satisfied" rating of 4.69, closely followed by "Staff" and "Integrity," both scoring 4.66. However, the "Insurance" attribute was identified as a "Priority Area," indicating a crucial sector for improvement.

While the overall satisfaction levels were high, the report emphasized the value of client feedback. Respondents offered suggestions for improvements, including:

- Elevating insurance claim amounts.
- Expedited insurance claim processing.
- Direct client visits by PCIC for addressing concerns.
- Comprehensive documentation of insurance application processes.
- Fair implementation of policies and regulations.

Based on the insights, DAP made strategic recommendations. They praised PCIC's strengths in staff professionalism, facility quality, and integrity, while emphasizing the need for improvements in the insurance sector, especially

given the rise in neutral responses from 4.39% in 2021 to 8.96% in 2022. The report also highlighted areas for enhancement during the ongoing COVID-19 pandemic, including addressing the delays and operational challenges stemming from pandemic-related restrictions.



Strategic Alliance Sealed

PCIC Partners with CARD Pioneer for Collaborative Risk-Sharing Initiative



In a strategic initiative, CARD Pioneer Microinsurance Inc. (CPMI) joined forces with the PCIC to bolster insurance protection for farmers. This partnership offers coverage against unforeseen setbacks, including natural disasters, pest outbreaks, and plant diseases.

This collaboration has garnered support from the Asian Development Bank (ADB) as part of their Financial Inclusion Framework Strengthening technical assistance project. Notably, this initiative represents a landmark in the Philippines — the nation's pioneering public-private collaboration focusing on bridging the insurance divide and fostering sustainable growth in agricultural insurance. The collaboration entails a co-insurance model wherein CPMI and PCIC will co-share the risks associated with each insurance policy for smallholder farmers. CPMI will spearhead this initiative, focusing particularly on insuring high-value crops in some regions.

Furthermore, PCIC is committed to enhancing CPMI's capabilities in agricultural insurance, offering expertise in underwriting, policy administration, actuarial considerations, and claims management.

The Insurance Commission also emphasized the potential of this partnership, noting that comprehensive insurance solutions can enlighten the farmers about the pivotal role of insurance in safeguarding their futures.

Beyond the Bottomline

PCIC enhances risk management effort

PCIC availed itself of a technical assistance grant from the Development Academy of the Philippines (DAP) to strengthen the risk management capacity of its staff at the head office and regional offices.

For over three months, 25 employees, consisting of regional managers, department managers and selected staff attended seminars and conducted workshops under the guidance of a risk management professional tapped by the DAP under the program.

Key outputs were the revised PCIC Quality Policy formulation and new risk and opportunities registries (ROR) and enhanced agency ROR.

The training course aimed to develop the knowledge of a risk management core team in the agency on the principles, framework and processes defined in ISO 31000 requirements on risk management.

An in-depth understanding of the above key topics was expected to allow the participants to identify areas for strengthening risk management against the ISO 9001:2015 certified QMS, including existing activities, approaches and documented information.

The course program was delivered through three main modules and workshops. The modules are Risk Management in Quality Management System, which involved revisiting ISO 9001:2015 requirements on risk management and review of risk management in the PCIC; ISO 31000 Risk Management Principles and Framework; ISO 31000 Risk Management Processes and workshop toward integrating risk management into existing quality policy.

Empowering the Workforce: Corporation Launches Comprehensive Training for Employee Advancement

PCIC's HRMD Spearheads Virtual Training Amid Pandemic Constraints

Amidst the ongoing movement restrictions due to the pandemic, the Human Resource Management Division (HRMD) of the PCIC has seamlessly transitioned to virtual training platforms. This shift ensures the continuous enhancement of employee skills and performance. In 2022, the spotlight was on data privacy and the prevention of violence against women.

Championing Client Data Privacy

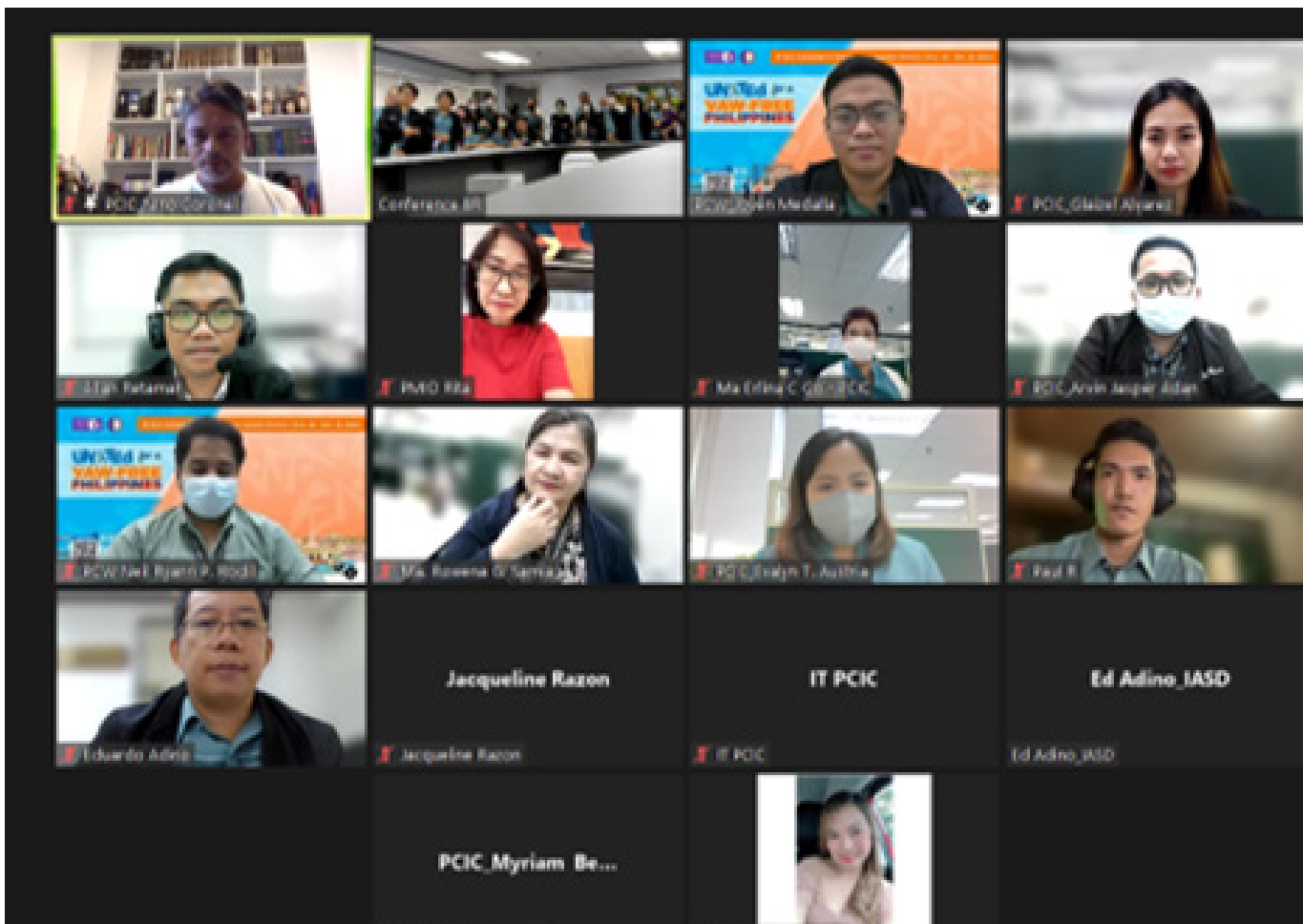
Understanding the immense trust clients place in PCIC when sharing personal details, the Corporation emphasized the paramount importance of data privacy.

A notable virtual orientation was conducted on February 24, focusing on the intricacies of Republic Act 10173, better known as the Data Privacy Act of 2012. The session, attended by 82 officers and employees from various offices, delved into the Act's legal, technical, and governance dimensions. Mark Jeson Pura, a notable figure from the National Privacy Commission, enriched the session with his insights.

PCIC Joins Hands to Combat Violence Against Women

Reiterating its commitment to societal causes, PCIC embraced the Philippine Commission on Women's campaign to eliminate violence against women and children. The 2022 campaign, with its compelling theme "UNiTEd for a VAW-free Philippines," spanned from November 25 to December 12.

A pivotal webinar titled "Role of Men in Gender and Development and Men Opposed to Violence Against Women Everywhere (MOVE)" was conducted on November 17. GAD Specialist, Mr. Kris Joven M. Medalla of the Philippine Commission on Women, illuminated the session with insights into the significant contributions men can make towards achieving gender equality and empowering women. Delving into the ethos of MOVE, Mr. Medalla outlined its mission, vision, and activities, portraying it as a vanguard organization for men committed to fostering a society free from violence and gender biases. The call to action was clear: men, in particular, were urged to rally against toxic masculinity and all manifestations of violence against women.



Further trainings were held throughout 2022, reflecting PCIC's unwavering dedication to employee growth and societal welfare.

TITLE OF TRAINING / SEMINAR	OBJECTIVES	VENUE	PARTICIPANTS		PARTICIPANTS	DATE	SERVICE PROVIDER
			MALE	FEMALE			
Webinar on Mentoring and Coaching for Leaders	To develop mentoring and coaching skills of supervisors in relation with CSC PRIME-HRM Performance Management System	Virtual	2	1	Marissa Agudera, John Adrian Cornejo & Herman Parrefias, Regional Office XII	February 8-9, 2022	Civil Service Commission
Virtual Orientation on Data Privacy Act of 2012	To address the need to understand the legal, technical and governance requirements of the Data Privacy Act of 2012	Virtual	43	39	Head Office and Regional Offices officers and employees	February 24, 2022	National Privacy Commission
Motivational Talk on Women Empowerment & Discussion of Fire Prevention and Safety Measures	To continuously empower women employees in the Corporation and to discuss fire prevention and safety measures	Quezon City	37	28	Head Office officers and employees	March 16, 2022	Bureau of Fire Protection
Participation in the Capacity Building Training on Agricultural Insurance	To discuss the implementation of CARD Pioneer Microinsurance, Inc. – PCIC Co-Insurance Agreement	Virtual	36	39	Head Office and Regional Offices officers and employees	March 24- April 4, 2022	Asian Development Bank
Forum on Women Empowerment: Women Leadership in Agriculture	To highlight the importance of women leadership in the agricultural sector	Quezon City	37	28	Head Office officers and employees	March 24, 2022	Department of Agriculture
Webinar on the Effective Approach of Organizing Files and Records in Government Office	To equip participants with comprehensive knowledge of the importance of classifying and organizing files for easy access and quick retrieval and to monitor all movements of records within and outside the office or department	Virtual	-	2	Nerrisa Pascual & Lovely Piniera, Regional Office IV	March 23- 25, 2022	Government Records Officers Association of the Philippines
Empowering Women with Disabilities and the Impact of COVID-19 on Women and Girls with Disabilities	To empower women and girls with disabilities and raise awareness on their concerns during the COVID-19 pandemic	Quezon City	37	28	Head Office officers and employees	March 28, 2022	National Council on Disability Affairs
Corporate Social Responsibility Activity & Webinar on Gender Equality	To uphold the corporate social responsibility advocacy of the personnel and to continuously promote gender equality	Region IV	68	59	Head Office & Regional Office IV officers and employees	April 7, 2022	PCIC

Beyond the Bottomline: Trainings / Seminars

TITLE OF TRAINING / SEMINAR	OBJECTIVES	VENUE	PARTICIPANTS		PARTICIPANTS	DATE	SERVICE PROVIDER
			MALE	FEMALE			
Supervisory Development Course Module I	To equip supervisors on how to manage people in the organization in accordance with moral governance	Virtual	4	1	Regional Office X employees	April 26 & 28, 2022	Civil Service Commission
3rd National Convention of the <i>Kapisanan Ng Mga Manggagawa sa GOCCs at GFIs</i>	To discuss labor unionism, new trends in the industry and the impact of Compensation Position Classification System (CPCS) to employees of the government corporate sector	Region III	-	2	Aida Castro & Ma. Erlina Go, Head Office	April 21-23, 2022	<i>Kapisanan Ng Mga Manggagawa sa GOCCs at GFIs</i>
Orientation on Employees' Compensation	To discuss employees' Compensation during the COVID-19 pandemic and employees' compensation program	Quezon City	37	28	Head Office officers and employees	May 4, 2022	Employee's Compensation Commission
Orientation on PAG-IBIG Programs	To discuss PAG-IBIG programs: Modified PAG-IBIG II and Countryside Housing Initiative	Quezon City	37	28	Head Office officers and employees	May 5, 2022	PAG-IBIG
Training on Anti- Money Laundering for Non-covered Counterparties	To comply with the PCIC-LBP Agreement on the Cash Card System implementation and the Know-Your- Client protocols of the bank	Virtual	56	34	Head Office and Regional Offices officers and employees	May 5, 2022	Landbank Technical Team
Supervisory Development Course Module IV	To equip supervisors on how to manage people in the organization in accordance with moral governance	Virtual	1	-	Ernesto Chaves, Regional Office X	May 17 & 19, 2022	Civil Service Commission
Harmonization and Convergence Workshop	To finalize implementation strategies, identify areas of convergence, and delineate coverage to avoid duplication of support and maximize the utilization and impact of Coconut Farmers and Industry Development Plan (CFIDP)-related activities	Quezon City	5	1	Head Office officers and employees	June 1-3, 2022	Philippine Coconut Authority

TITLE OF TRAINING / SEMINAR	OBJECTIVES	VENUE	PARTICIPANTS		PARTICIPANTS	DATE	SERVICE PROVIDER
			MALE	FEMALE			
Training on ISO 19011:2018 Guidelines on Auditing Management System	To discuss the process of auditing a management system or audit program	Virtual	1	2	Ma. Solita Samera, Evalyn Austria, & Eduardo Adino, Head Office	June 21- 24, 2022	Development Academy of the Philippines
ARTA Updates & Re-echo on Agricultural Risk Insurance and Farm Management	To discuss updates on ARTA and risk management options that can be used to either mitigate, transfer or cope with risks in agriculture	Virtual	49	44	Head Office and Regional Offices officers and employees	June 23, 2022	PCIC
Supervisory Development Course Module II	To equip supervisors on how to manage people in the organization in accordance with moral governance	Virtual	4	1	Regional Office X employees	June 28 & 30, 2022	Civil Service Commission
Training on Basic Statistics 1 – Descriptive Statistics	To further capacitate the skills of the employees in performing basic statistical techniques and analysis as input to evidence-based decisions and other policy-making activities	Virtual	8	11	Head Office employees	July 26-29, 2022	Philippine Statistical Research and Training Institute
Seminar-Workshop on Claims Adjustment and Settlement	To review claims adjustment and settlement policies and procedures, and to formulate strategies to counter moral hazards and fraudulent claims	Region V	34	14	Head Office and Regional Offices officers and employees	July 18-22, 2022	Bonifacio V. Pales, former PCIC Senior Vice-President
Webinar on Emotional Intelligence and Leadership	To uncover the power of emotional intelligence (EI) in leadership, and outline ways leaders can leverage EI skills for success	Virtual	-	2	Nerrisa Pascual & Lovely Piniera, Regional Office IV	August 10, 12, 17, 19 & 24, 2022	Civil Service Commission
Seminar-Workshop on Claims Adjustment and Settlement	To review claims adjustment and settlement policies and procedures, and to formulate strategies to counter moral hazards and fraudulent claims	Region X	40	17	Head Office and Regional Offices officers and employees	August 22- 26, 2022	Bonifacio V. Pales, former PCIC Senior Vice-President

Beyond the Bottomline: Trainings / Seminars

TITLE OF TRAINING / SEMINAR	OBJECTIVES	VENUE	PARTICIPANTS		PARTICIPANTS	DATE	SERVICE PROVIDER
			MALE	FEMALE			
Seminar-Workshop on Records Inventory and Disposition Administration	To further capacitate employees in the implementation of the records disposition program	Quezon City	32	29	Head Office officers and employees	August 30, 2022	National Archives of the Philippines
Supervisory Development Course Track 1	To equip supervisors on how to manage people in the organization in accordance with moral governance	Virtual	-	1	Mercedes Vergara, Regional Office XII	September 5-9, 2022	Civil Service Commission
Accounting Summit	To improve the systematic record of financial transactions and establish insurance contract liabilities of PCIC	Region VI	21	63	Head Office and Regional Offices officers and employees	September 12-16, 2022	PCIC
Seminar-Workshop on Claims Adjustment and Settlement	To review claims adjustment and settlement policies and procedures, and to formulate strategies to counter moral hazards and fraudulent claims	Region I	48	21	Head Office and Regional Offices officers and employees	September 19-23, 2022	Bonifacio V. Pales, former PCIC Senior Vice-President
Orientation on Risk Management	To address management system potential problems	Quezon City	26	21	Head Office officers and employees	September 22 & 27, 2022	Development Academy of the Philippines
Training Course on Strengthening Risk Management	To strengthen risk management in the Corporation	Quezon City	12	18	Head Office and Regional Offices officers and employees	October 12-14, 2022	Development Academy of the Philippines
Virtual Leave Administration Course for Effectiveness	To further capacitate administrative and human resource officers and personnel on proper leave administration	Virtual	4	26	Head Office and Regional Offices officers and employees	October 19-20, 2022	Civil Service Commission
Online Course on Strategic Planning Using the Balanced Scorecard	To provide a venue to obtain the needed competencies for translating organizational directions into workable strategies	Virtual	3	2	Cleofas Ventic, Matthew Joseph Yap, Arbi Mari Dela Cruz, Glaizel Alvarez & Angelito Casas, Jr., Head Office	October 24-28, 2022	Development Academy of the Philippines
Basic Customer Service Skills	To continuously enhance the knowledge and skills of the employees dealing with customers and clients	Virtual	9	19	Head Office and Regional Offices employees	October 26-27, 2022	Civil Service Commission
Workshop on Enhancing the Risk Management Framework, Process, and Documented Information	To strengthen risk management in the Corporation	Virtual	12	18	Head Office and Regional Offices officers and employees	November 3-4 & 7-8, 2022	Development Academy of the Philippines

TITLE OF TRAINING / SEMINAR	OBJECTIVES	VENUE	PARTICIPANTS		PARTICIPANTS	DATE	SERVICE PROVIDER
			MALE	FEMALE			
Webinar on the Role of Men in Gender and Development and Men Opposed to Violence Against Women Everywhere (MOVE)	To discuss the roles on of men in upholding gender equality and opposing violence against women	Virtual	34	29	Head Office officers and employees	November 17, 2022	Philippine Commission on Women
Risk Management Training	To strengthen risk management in the Corporation	Virtual	12	18	Head Office and Regional Offices officers and employees	November 22, 28, & 29, December 13, 15, & 16, 2022	Development Academy of the Philippines
Seminar on Gender and Development (GAD) and Gender- Based Violence, Orientation on Customer Service Skills, Feedback and Complaints Mechanism and Underwriting and Claims Process	To continuously raise awareness on violence against women, to enhance the customer service skills of the employees, and orient the employees on the Corporation's feedback and complains procedure and underwriting and claims process	Region IV	178	222	Head Office and Regional Offices officers and employees	December 8-10, 2022	Ad Maioram Corporation National Labor Relations Commission PCIC

CSR & COMMUNITY ENGAGEMENT

In a heartening display of corporate social responsibility, the PCIC demonstrated its commitment to community welfare with a feeding initiative in Brgy. Bulihan, Nasugbu, Batangas. This event, held on Thursday, April 7, was not merely a charitable endeavor but also a bridge-building exercise, bringing together the corporation's officials and its clientele in a heartwarming interaction.

With 100 beneficiaries receiving food packs, the activity underlined the corporation's emphasis on nurturing relationships beyond the confines of business. PCIC President JB Jovy Bernabe, remarked, "We see ourselves as steadfast partners to the farming community. Today isn't just about distributing food packs. It's about connecting with our clients and understanding their lives and challenges more intimately. We're profoundly grateful to the local executives and residents of Brgy. Bulihan for their unwavering support and for enabling us to execute this initiative."

Marking this as a significant event in their annual calendar, PCIC incorporated this feeding activity into their Corporate Social Responsibility (CSR) initiatives for the year. Embodying the theme "Bayanihan para sa Kalikasan at Kalusugan," their CSR endeavors for this year are a testament to their commitment to both environmental conservation and health.

The community of Barangay Bulihan, primarily engaged in farming and animal husbandry, have rice and watermelon as their preferred crops. With PCIC's agricultural insurance offerings, farmers in the region find solace in having a safety net against potential damages from pests and natural disasters. Through initiatives like these, PCIC further solidifies its position as not just an insurance provider, but also a community partner striving for holistic well-being.



Beyond the Bottomline: CSR and Community Engagement

PCIC does not only offer livelihood protection. As part of the agriculture sector, we recognize the need to protect the environment to ensure bountiful harvests. We also acknowledge that we are a part of the farming and fishing communities we serve, and we must contribute what we can in helping them.

For this year, our focus is not only in protecting the environment by planting trees. Our ROs also aimed to ease hunger and help the farmers' children by providing supplies for their education.

School supplies for children



While giving out indemnity checks to 100 women farmers, the Regional Office 8 employees distributed school supplies to students aged 6 to 12 on May 20, 2022, at the Burgos Integrated School, in the municipality of Basey, Samar. RO 8 Manager Clarence Jereza led the activity. On hand were Basey Municipal Agriculturist Lina Gayon and Burgos Barangay Captain Samuel Tabucan, barangay councilors, and the school teachers.

Feeding programs

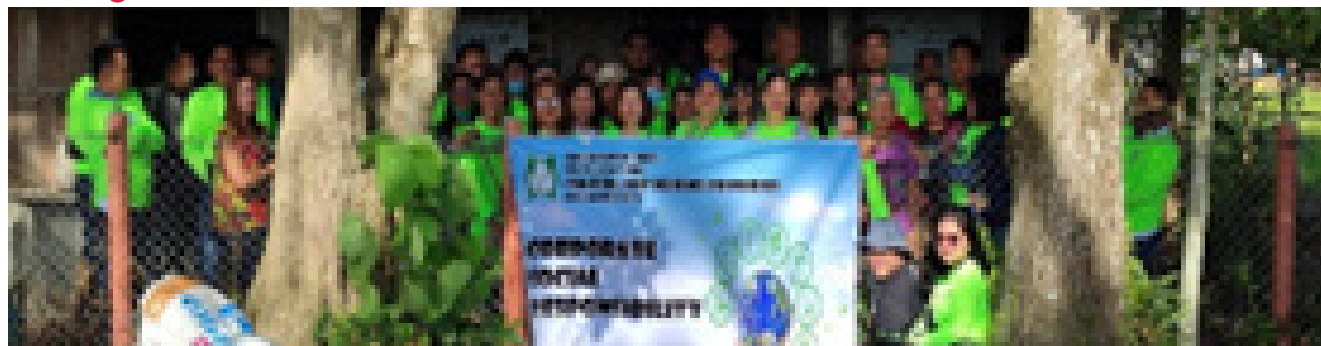


Students of Caragsacan Elementary School in the town of Dingalan, Aurora were the beneficiaries of RO 3A. Manager Melba Manalo spearheaded the distribution of school supplies from pre-school to grade school on December 13, 2022.



Similar to RO 8's initiative, RO 2 also chose children as beneficiaries of a feeding activity on June 13, 2022. This time, it was the children of the members of the San Vicente Fisher Irrigations Association in the town of Sta. Ana, Cagayan.

Clothing drive



RO 10 gave old clothes to farmers in Mandamo, Butuan City on October 12, 2022 and Magsaysay, Malaybalay on October 21, 2022.

Coastal clean up



RO 2 employees remove rubbish on the coast line in Sta. Ana, Cagayan on June 13, 2022.



Plastics and trash were collected on December 16, 2022, at Tukuran, Zamboanga del Sur. For RO 9 Manager Virgie Baroy and employees, this is their little contribution to a cleaner environment.

Tree-planting activities



RO 1 held a tree planting activity on June 3, 2022. It complements the respective tree planting events of Extension Offices of RO 1.



RO 2, represented by June Clyford Ancheta, planted a tree in the watershed in Brgy. Maddiangat in the town of Quezon, Nueva Vizcaya. The activity aims to prevent floods and was part of Cagayan Valley Treesilience 2022, a project of the Provincial Disaster Risk Reduction Management Office.



RO 6 Manager Eva Laud and employees planted tree saplings in Sibalom Nature Park on June 9, 2022. Park personnel were on hand to guide them and gave insights on reforestation. In turn, RO6 presented the initiatives being done by the PCIC in partnership with the Environment and Natural Resources department.

The Board

Composition

Pursuant to Presidential Decree (PD) No. 1467, as amended by PD 1733 and Republic Act No. 8175, the powers of PCIC are vested in and exercised by its Board of Directors.

From January 1, 2022 to June 30, 2022, the Board was composed of the following:

Carlos G. Dominguez

Ex-Officio Chairperson (Department of Finance Secretary)

William D. Dar

Ex-Officio Vice Chairperson (Department of Agriculture Secretary)

Jovy C. Bernabe

PCIC President

Cecilia C. Borromeo

Ex-Officio Board Member, Land Bank of the Philippines President and CEO

Rolando L. Macasaet

Ex-Officio Board Member, Government Service Insurance System President and General Manager

Gina C. Terencio*

Subsistence Farmer's Sector Representative

****Term started on February 3, 2022***

With the change in administration in 2022, there were also changes in the composition of the Board. From June 30, 2022 to December 31, 2022, it has been composed of the following:

Benjamin E. Diokno

Ex-Officio Chairperson (Department of Finance Secretary)

Domingo F. Panganiban*

Ex-Officio Vice Chairperson (Department of Agriculture Senior Undersecretary)

JB Jovy C. Bernabe

PCIC President

Cecilia C. Borromeo

Ex-Officio Board Member, Land Bank of the Philippines President and CEO

Jose Arnulfo A. Veloso**

Ex-Officio Board Member, Government Service Insurance System President and General Manager

Dr. Gina C. Terencio

Subsistence Farmer's Sector Representative

****Term started on September 8, 2022***

*****Term started on July 5, 2022***

HEAD OFFICE

**Office of the President**

Atty. JB Jovy C. Bernabe
President

**Office of the Senior Vice-President**

Segundo H. Guerrero Jr.
Acting Senior Vice-President

**Legal Department**

Atty. Gilbert S. Coronel
Attorney VI

**Planning & Management Information Office**

Sem H. Cordial
Department Manager III

**Internal Audit Service Department**

Ma. Rowena G. Samia
Department Manager III

**Administrative Department**

Allan E. Retamar
Department Manager III

**Finance Department**

Jacqueline N. Razon
Officer-In-Charge

**Business Development and Marketing Department**

Manuel J. Cortina
Officer-In-Charge

**Actuarial Research and Product Valuation Department**

Arvin Jasper R. Adan
Officer-In-Charge

REGIONAL OFFICES

**Regional Office I**

Raul A. Servito
Regional Manager II

**Regional Office II**

Jean L. Bayani
Regional Manager II

**Regional Office III**

Ma. Lilian E. Aguilar
Regional Manager II

**Regional Office III-A**

Melba P. Manalo
Regional Manager II

**Regional Office IV**

Ric P. Gregorio
Officer-In-Charge

**Regional Office V**

Frankie M. Armeña
Officer-In-Charge

REGIONAL OFFICES



Regional Office VI

Eva Ulie D. Laud
Regional Manager II



Regional Office VII

Paulita C. Secuya
Officer-In-Charge



Regional Office VIII

Clarence L. Jereza
Regional Manager II



Regional Office IX

Virgie A. Baroy
Officer-In-Charge



Regional Office X

Irene L. Oco
Officer-In-Charge



Regional Office XI

Rosalina G. Grabulan
Regional Manager II



Regional Office XII

Marissa F. Agudera
Regional Manager II



Regional Offices Directory



Regional Office I

2nd and 3rd Floor, S and P North Bldg., Nancayasan, Mc
Arthur Highway, Urdaneta City, Pangasinan
075-568-2524; 075-637-8036



Regional Office II

Regional Government Center,
Carig Sur, Tuguegarao City, Cagayan
078-844-1225



Regional Office III

2nd Floor, Garcia Building, Villa Corazon, San Agustin,
McArthur Highway, San Fernando, Pampanga
045-961-5717



Regional Office III-A

2nd Floor, CBNE Building, Maharlika Highway, Cabanatuan
City, Nueva Ecija
044-600-2080; 044-958-9845



Regiona Office IV

2nd Floor, Rizal Commercial Center, JP Rizal St. cor MH Del
Pilar St., Calamba City, Laguna
049-530-0935; 049-536-2129



Regional Office V

BB Andes Bldg., Zone 8, SOLS Subdivision, Bitano,
Legazpi City
052-742-6613; 052-742-6613



Regional Office VI

2nd Floor, Regional Science Laboratory Building,
Department of Agriculture, Fort San Pedro, Iloilo City
033-323-3402



Regional Office VII

3rd & 4th Floor, DBP Building, Osmena Boulevard, Cebu City
032-253-8686;



Regional Office VIII

2nd & 3rd Floor, F. Mendoza Realty Complex, 141 Sto. Nino St., Tacloban City
053-321-3013; 053-523-4104



Regional Office IX

2nd Floor, Bulaylay Building, National Highway, Tiguma, Pagadian City
062-945-1588; 062-925-0700



Regional Office X
3rd Floor & 4th Floor, One Montecarlo Bldg., Annex, Corrales-
Hayes St., Cagayan De Oro City
088-857-2983



Regional Office XI
2nd Floor, SCGCC Bldg., Alunan Avenue, Koronadal City,
South Cotabato
083-228-3902; 083-228-2556



Regional Office XII

Veraj Bldg., Mabini Street, Poblacion 2, Midsayap,
North Cotabato
064-521-0817

Head Office Directory



Office of the President

Tel no. 8441-0667
Email: op@pcic.gov.ph



Legal Department
Tel no. 8441-1323
Email: ogc@pcic.gov.ph



Internal Audit Service Department
Tel no. 8361-8983
Email: ias@pcic.gov.ph





Administrative Department

Tel no. 8361-8983
Email: admin@pcic.gov.ph



Business Development and Marketing Department

Tel no. 8441-1324
Email: bdmd@pcic.gov.ph



Actuarial Research and Product Valuation Department

Tel no. 8441-1324
Email: arpvd@pcic.gov.ph



Finance Department

Tel no. 8277-2792
Email: finance@pcic.gov.ph



PABS Development Team

Tel no. 8441-1324
Email: it@pcic.gov.ph

About Us

The Philippine Crop Insurance Corporation (PCIC) is the implementing agency of the government's agricultural insurance program. It currently operates under the supervision of, and as an attached agency to, the Department of Finance, by virtue of Executive Order 148 (September 14, 2021).

PCIC is a government owned and controlled corporation (GOCC) created by virtue of Presidential Decree 1467 (June 11, 1978), later on amended by PD 1733 (October 21, 1980) and further amended by Republic Act 8175 (December 29, 1995), as as the implementing agency of the government's agricultural insurance program.

The PCIC's principal mandate is to provide insurance protection to farmers against losses arising from natural calamities, plant diseases and pest infestations of their palay and corn crops as well as other crops.

The corporation also provides protection against damage to/loss of non-crop agricultural assets including but not limited to machineries, equipment, transport facilities and other related infrastructures due to peril/s insured against. Philippines is vulnerable to natural disasters which cause devastation on crops and miseries to agricultural producers and lenders of agricultural credit. Because of the marginality of most landholdings, the result of these losses is devastating to farmers' finances.

Directory of PCIC Extension Offices and Service Desks

REGIONAL OFFICE	TYPE	Province	Complete Office Address	Contact Number
1	RO-PCIC Extension Office	Pangasinan	2nd Flr. EJR Bldg. Sadsaran St., Poblacion Alaminos City, Pangasinan	9338683757
	RO-PCIC Extension Office	Benguet	Compelio Bldg. Sitio Bekes, Brgy. Buyacaoan, Buguias, Benguet	9467277995
	RO-PCIC Extension Office	La Union	ABC Bldg. Ili Sur, San Juan, La Union	9777385829
	RO-PCIC Extension Office	Ilocos Sur	#5 Florentino Street. Brgy. 4, Vigan City, Ilocos Sur	9518751714
	RO-PCIC Extension Office	Ilocos Norte	115 General Luna Corner Guerrero St. Brgy. 19 Marcela, Laoag City, Ilocos Norte	9074912603
	RO-Service Desk	Benguet	2F Spot Trading Bay 2, Benguet Agri-Pinoy Trading Center (BAPTC), BSU Strawberry Field, La Trinidad, Benguet	9129003812
	RO-Service Desk	Mountain Province	Provincial Agriculture Office Compound, Upper Caluttit, Bontoc, Mt. Province	9120556905
	RO-Service Desk	Abra	Camp Juan Villamor, Calaba, Bangued, Abra	9469899442
2	RO-PCIC Extension Office	Cagayan	2/F Baptista Bldg. National Highway, Libertad, Abulug, Cagayan	9752046330
	RO-PCIC Extension Office	Isabela	Rm. 315, 3/F Heritage Commercial Complex Malvar, Santiago City, Isabela	9351883748
	RO-Service Desk	Kalinga	Office of the Provincial Agriculturist, Bulanao, Tabuk City, Kalinga	9102668382
	RO-Service Desk	Isabela	BRO Office, Capitol, Ilagan City, Isabela	9356410811
	RO-Service Desk	Cagayan	Office of the Municipal Agriculturist, Dacalla-fugu Camalaniugan, Cagayan	9973060940
	RO-Service Desk	Cagayan	NIA Magapit Pump Irrigation System, Bulala, Camalaniugan, Cagayan	9973060940
	RO-Service Desk	Nueva Vizcaya	Office of the Provincial Agriculturist, District IV, Bayombong, Nueva Vizcaya	9058178639
	RO-Service Desk	Quirino	Office of the Provincial Agriculturist, San Marcos, Cabarroquis, Quirino	-
	RO-Service Desk	Ifugao	Office of the Provincial Agriculturist, Poblacion, Lagawe, Ifugao	9069644175
	RO-Service Desk	Isabela	Mallig FST Office, Casili, Mallig, Isabela	926782426

PCIC EXTENSION OFFICES DIRECTORY

REGIONAL OFFICE	TYPE	Province	Complete Office Address	Contact Number
3	RO-PCIC Extension Office	Zambales	Magsaysay St. Corner Luna St., Zone 4, Poblacion, Iba, Zambales	9504151559
	RO-Service Desk	Bataan	Office of the Provincial Agriculturist (OPA) - Bataan The Bunker: Capitol Compound, City of Balanga, Bataan	9285631981
	RO-Service Desk	Bulacan	Department of Agrarian Reform (DAR) - Bulacan DAR Provincial Office, B. Aquino Avenue, Baliwag, Bulacan 3006	9195489177
	RO-Service Desk	Tarlac	Department of Agrarian Reform (DAR) - Tarlac Santa Rosa - Tarlac Road, Tarlac City, Tarlac	9301805050
3A	RO-PCIC Extension Office	Nueva Ecija	Padilla St., corner Baluyot St. Brgy. F.E. Marcos, San Jose City	938 7900137
	RO-PCIC Extension Office	Aurora	BG Plaza, Recto corner Burgos St. Brgy. 02, Baler, Aurora	920 5591607
4	RO-PCIC Extension Office	Quezon	Puache Commercial Building Maharlika Highway Brgy. Kanlurang Mayao, Lucena City Quezon	0930 774 2519 (049) 797-9138
	RO-PCIC Extension Office	Occidental Mindoro	Buenavista, Sablayan, Occidental Mindoro	0917 814 6314
	RO-PCIC Extension Office	Occidental Mindoro	2nd flr Santos Bldg, Rizal St. Cor. Manuel St. Brgy. 7 San Jose, Occidental Mindoro	0951 710 0200 (043) 491-1548
	RO-PCIC Extension Office	Oriental Mindoro	Madrid Blvd. Zone 11, Pinamalayan, Oriental Mindoro	0917 815 8760 (043) 738-2058
	RO-PCIC Extension Office	Marinduque	Brgy. Murallo, Boac, Marinduque	0949 871 3820 (042)332-0665
	RO-PCIC Extension Office	Romblon	Dapawan, Odiongan, Romblon	0908 679 8132 (042)752-5649
	RO-PCIC Extension Office	Palawan	276 Malvar cor. P. Vicente St. Puerto Princesa, Palawan	0917 814 6340 (048) 717-4059
	RO-PCIC Extension Office	Palawan	Abiog Bldg/Elizabeth Pension, Quillope St., Cor. Nazarid St., District II, Brooke's Point, Palawan	0916 895 2432 (048) 726-2988
	RO-Service Desk	Cavite	PROVINCIAL AGRICULTURE - Trece Martirez City	0907 617 7885
	RO-Service Desk	Laguna	FAES OPAG - Brgy. Callios Sta. Cruz Laguna	0975 221 3088
	RO-Service Desk	Batangas	SAN JUAN Municipal Agriculture Office, Talahiban 2.0, San Juan, Batangas	0905 110 8534
	RO-Service Desk	Rizal	DAR Provincial Office Rizal AP Sacramento Building, Barangay Tandang Kutyo, Tanay Rizal	0912 499 4017
5	RO-PCIC Extension Office	Camarines Sur	Unit 201 & 202, 2nd Flr., One Magsaysay Corporate Center, Magsaysay Ave., Naga City - 4400	0970-156-3020
	RO-PCIC Extension Office	Masbate	2nd Flr. Ricarte Bldg., Ricarte Road, Brgy. Espinosa, Masbate City	0970-238-9558
	RO-Service Desk	Sorsogon	Sorsogon Office of the Provincial Agriculture	0907-033-3964
	RO-Service Desk	Camarines Norte	Camarines Norte Office of the Provincial Agriculture	0931-043-8268
	RO-Service Desk	Catanduanes	Catanduanes Office of the Provincial Agriculture	0961-026-9848

REGIONAL OFFICE	TYPE	Province	Complete Office Address	Contact Number
6	RO-PCIC Extension Office	Aklan	2/F Mendoza Building, Osmeña Ave., Estancia, Kalibo, Aklan	0938-621-6182
	RO-PCIC Extension Office	Antique	PCIC Office, NFA Compound, San Fernando, San Jose, Antique	0945-254-0127 0938-621-6183
	RO-PCIC Extension Office	Capiz	PeMart Building, Brgy. Lawaan, Roxas City, Capiz	0938-621-6194
	RO-PCIC Extension Office	Iloilo	Washington Street, Brgy. Democracia, Jaro, Iloilo City	0938-621-6195
	RO-PCIC Extension Office	Negros Occidental	Handumanan Bldg, Corner Burgos San Juan St., Barangay 10, Mambuloc, Bacolod City	0938-621-6196
7	RO-PCIC Extension Office	Bohol	PUROK 7, BOOD, UBAY, BOHOL	9501010537
	RO-PCIC Extension Office	Bohol	BODARE MPC COMPOUND, DAO DISTRICT, TAGBILARAN CITY	9659574201
	RO-PCIC Extension Office	Negros Oriental	NEW BLDG. MA. CECILIA CANADA, AQUINO ST. BRGY. MABIGO, CANLAON CITY	9121145370
	RO-PCIC Extension Office	Negros Oriental	CARBALLO COMPOUND, CALINDAGAN, DUMAGUETE CITY	9351153844
	RO-PCIC Extension Office	Siquijor	CORNER MABINI, STA FE ST., BARANGAY POBLACION, SIQUIJOR, SIQUIJOR	9059574643
	RO-Service Desk	Negros Oriental	CITY AGRICULTURE OFFICE, BARANGAY VILLAREAL, BAYAWAN CITY, NEG. OR.	9368383304
8	RO-PCIC Extension Office	Leyte	2nd Floor, City Center Park, Brgy. 60, Sagkahan, Tacloban City 6500	9488466586
	RO-PCIC Extension Office	Leyte	District 3, 4 & Part of District 5, 2nd Floor, 4W Prime Bldg. Toog Highway, Brgy. Doña Feliza Mejia, Ormoc City, Leyte 6541	9068026526
	RO-PCIC Extension Office	Southern Leyte	2/F Visto Bldg., Rizal St., Zone 5, Sogod, Southern Leyte 6606	9264864852
	RO-PCIC Extension Office	Samar	San Roque St., Purok 4, Barangay 10, Catbalogan City, Samar 6700	9066973549
	RO-PCIC Extension Office	Eastern Samar	JIDCAR Bldg., Brgy. Can-abong, Borongan City, Eastern Samar 6800	9171381299
	RO-PCIC Extension Office	Northern Samar	Brgy. Acacia, Beside St. Claire, Drug Testing Clinic front of Freedom Park, Catarman, Northern Samar 6400	9757380323
9	RO-PCIC Extension Office	Zamboanga del Sur	Yangco St., Brgy. Makuguihon, Molave, Zamboanga del Sur	9387372416
	RO-PCIC Extension Office	Zamboanga Sibugay	Pangi, Ipil, Zamboanga Sibugay	9550534517
	RO-PCIC Extension Office	Zamboanga del Norte	F. Lacaya St., Brgy. Biasong, Dipolog City, Zamboanga del Norte	9350935359
	RO-PCIC Extension Office	Zamboanga del Norte	Goleon, Sindangan, Zamboanga del Norte	9152631653
	RO-PCIC Extension Office	Zamboanga City	Gen. Vicente Alvarez Corner, Claveria St., Zamboanga City	9066071777
	RO-Service Desk	Misamis Occidental	DA Lopez Jaena, Misamis Occidental	9366576534

PCIC EXTENSION OFFICES DIRECTORY

REGIONAL OFFICE	TYPE	Province	Complete Office Address	Contact Number
10	RO-PCIC Extension Office	Bukidnon	2/F Pinlac Bldg., Sayre Hi-way, Hagcol, Valencia City	0910-438-6324 (088) 828-7383
	RO-PCIC Extension Office	Agusan del Norte	Rudy Tiu Bldg.III, Montilla Bo.cor Montilla St., San Ignacio, Butuan City	0915-567-2043 (085) 816-3673
	RO-PCIC Extension Office	Agusan del Sur	G/F NGPI Bldg., Barangay 5, San Francisco, Agusan del Sur	0909-468-7414 (085) 839-5639
	RO-PCIC Extension Office	Surigao del Norte	G/F Dumadag Bldg., KM3, Brgy. Luna, Surigao City	0950-709-3979 (086) 827-3248
	RO-PCIC Extension Office	Surigao del Sur	2/F JTP Bldg. 2, Door 9, Capitol Road, P-Venus, Telaje, Tandag City	0930-470-0414 (086) 214-5969
11	RO-PCIC Extension Office	Davao del Norte	Capitol Compound, Tagum City, Davao del Norte	(084) 216-6330 09165494749
	RO-PCIC Extension Office	Davao Oriental	DA Compound, Matiao, Mati City, Davao Oriental	(087) 811-7210 09165494749
	RO-PCIC Extension Office	Davao de Oro	Municipal Hall Compound, Mawab, Compostela, Davao de Oro	(087) 811-7210 09165494749
	RO-PCIC Extension Office	Davao Del Sur	2nd Floor, Bureau of Fisheries Bldg., Office of Provincial Agriculturist, Bataan St., Digos City	09198418499 09277749875
	RO-PCIC Extension Office	Davao City	Unit 301-305 Level 3, Villa Oro Bldg., Corner Quimpo Bldg & Escandor Road, Brgy. Buacan, Davao City	09198419499 09277749875
	RO-PCIC Extension Office	Sarangani	3rd Floor, National Bldg., Coop., Office Capitol Compound, Alabel, Sarangani	09198419499 09079488065
	RO-PCIC Extension Office	Davao Occidental	Old Capitol, Poblacion, Malita, Davao Occidental	09198419499 09531034200
12	RO-PCIC Extension Office	Cotabato	Bartolaba Subd., Kidapawan City	09275004986
	RO-PCIC Extension Office	Lanao del Norte	Farmer's Training Center, Bagong-dawis, Baroy, Lanao del Norte	09275004992
	RO-PCIC Extension Office	Sultan Kudarat	Dimars Bldg, Poblacion, Lebak, Sultan Kudarat	09275004990
	RO-PCIC Extension Office	Sultan Kudarat	Public Terminal, New Isabela, Tacurong City	09275004989

Notes to Financial Statement

PHILIPPINE CROP INSURANCE CORPORATION
STATEMENTS OF FINANCIAL POSITION
'As at December 31, 2022 and 2021
(In Philippine Peso)

	Note	2022	2021 As Restated
ASSETS			
Current assets			
Cash and cash equivalents	6	6,261,841,991	2,854,364,871
Investments	7	-	2,197,377,865
Receivables, net	8	158,319,131	29,698,577
Inventories	9	17,050,553	12,740,077
Other current assets	10	5,677,471	5,960,247
Total Current assets		6,442,889,146	5,100,141,637
Non-current assets			
Investments	11	2,379,389,928	2,740,316,727
Receivables, net	12	12,434,402	12,906,354
Property, plant and equipment, net	13	78,732,503	95,947,771
Intangible assets	14	1,921,064	2,309,593
Other non-current assets	15	1,318,105	1,248,493
Total Non-current assets		2,473,796,002	2,852,728,938
TOTAL ASSETS		8,916,685,148	7,952,870,575
LIABILITIES			
Current liabilities			
Financial liabilities	16	10,016,993	30,136,068
Inter-agency payables	17	14,771,999	18,934,757
Trust liabilities	18	3,520,841,326	1,955,758,824
Deferred credits/unearned income	19	37,542,120	93,837,088
Provisions	20	78,812,468	72,488,633
Other payables	21	222,245,637	245,621,237
Total Current liabilities		3,884,230,543	2,416,776,607
Non-Current Liabilities			
Trust liabilities	22	314,148,483	309,709,853
Deferred credits/unearned income	23	-	60,953
Provision for Insurance contract liabilities	24	2,674,908,334	2,805,065,178
Other payables	25	-	9,316,090
Total Non-current liabilities		2,989,056,817	3,124,152,074
Total Liabilities		6,873,287,360	5,540,928,681
EQUITY			
Contributed capital	26	1,500,000,073	1,500,000,073
Stockholders' equity	27	259,451,431	259,451,431
Cumulative changes in fair value	28	-	-
Retained earnings	29	283,946,284	652,490,390
Total Equity		2,043,397,788	2,411,941,894
TOTAL LIABILITIES AND EQUITY		8,916,685,148	7,952,870,575

PHILIPPINE CROP INSURANCE CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
For the Years Ended December 31, 2022 and 2021
(In Philippine Peso)

			2021
	Note	2022	As Restated
Income			
Service and business income	31	1,311,721,437	1,860,299,421
Other non-operating income	32	116,323,016	110,360,316
Total Income		1,428,044,453	1,970,659,737
Expenses			
Direct costs	33	4,912,223,895	4,605,936,389
Personnel services	34	218,279,350	204,654,244
Maintenance and other operating expens	35	634,208,129	574,873,853
Financial expenses	36	136,580	3,667,504
Non-cash expenses	37	17,960,998	14,702,117
Total Expenses		5,782,808,952	5,403,834,107
Loss before tax		(4,354,764,499)	(3,433,174,370)
Income tax expense/(benefit)		-	-
Loss after tax		(4,354,764,499)	(3,433,174,370)
Net assistance/subsidy	38	4,500,000,000	3,500,000,000
Net income		145,235,501	66,825,630
TOTAL COMPREHENSIVE INCOME		145,235,501	66,825,630

PHILIPPINE CROP INSURANCE CORPORATION
NOTES TO FINANCIAL STATEMENTS
For the Years Ended December 31, 2022 and 2021
(In Philippine Peso)

1. GENERAL INFORMATION

The Philippine Crop Insurance Corporation (PCIC or the Corporation) is a Government-Owned and/or Controlled Corporation (GOCC) formerly attached to the Department of Agriculture (DA) per Executive Order (EO) No. 74 issued in 2002, but beginning September 14, 2021, President Rodrigo Roa Duterte signed EO No. 148, which transfers PCIC from DA and attaches it to the Department of Finance (DOF) for “policy and program coordination, and general supervision.” The PCIC was created as a social-oriented Corporation under Presidential Decree (PD) No. 1467 on June 11, 1978, “prescribing its powers and activities, providing for its capitalization and for the required Government Premium Subsidy (GPS) and for other purposes”, as amended by PD No. 1733 on October 21, 1980, by adding penal sanctions therein and EO No. 708 dated July 27, 1981. It was further amended by Republic Act (RA) No. 8175 enacted on December 20, 1995, or an act further amending PD No. 1467, otherwise known as the Charter of the PCIC, in order to make the crop insurance system more stable and more beneficial to the farmers covered thereby and for the national economy.

The address of PCIC’s registered office is at 7th Floor Building A, National Irrigation Administration (NIA) Complex, EDSA, Diliman, Quezon City.

The powers of the Corporation shall be vested in and exercised by the Board of Directors (BOD) composed of seven (7) members, as follows:

- The Secretary of the DOF;
- The Secretary of the DA;
- The President of the Land Bank of the Philippines (LBP);
- The President and General Manager of the Government Service Insurance System (GSIS);
- The President of the PCIC;
- A representative from the private insurance industry to be nominated by the Secretary of Finance; and
- A representative from the subsistence farmers' sector preferably representing agrarian reform beneficiaries/cooperatives/associations, who shall be selected and nominated by the different farmers' organizations and/or cooperatives.

Its mandate is to provide insurance protection to the country's agricultural producers, particularly the subsistence farmers, against losses of their crops and non-crop agricultural assets arising from natural calamities (such as typhoons, floods, droughts, earthquakes, and volcanic eruptions), plant pest and diseases, and/or other perils.

PCIC is an agricultural insurer committed to help stabilize the income of agricultural producers and promote the flow of credit in the countryside by:

- a. Providing insurance protection to qualified farmers and other agricultural stakeholders against losses of their crops and produce, including their farm machinery and equipment, transport facilities, and related infrastructure arising from natural calamities, pests and diseases, and other perils beyond their effective control; and
- b. Extending innovative and client-responsive insurance packages and other services through people's organizations, including farmers' cooperatives, agricultural lenders, and service providers.

PCIC has 13 Regional Offices (ROs) located nationwide and as of December 31, 2022, it had a personnel complement of 181 regular employees, 1,106 under job order (JO) basis, and 3 consultants, details are as follows:

6. CASH AND CASH EQUIVALENTS

This account consists of the following:

	2022	2021 As restated
Cash on hand	283,385	145,578
Cash in bank-local currency	4,067,594,313	1,044,687,368
Cash equivalent	2,193,964,293	1,809,531,925
	6,261,841,991	2,854,364,871

FINANCIAL STATEMENTS

The Cash in bank-local currency consists of the following:

	2022	2021 As restated
Current accounts		
General and administrative fund	1,014,943,567	272,497,870
Claims fund	328,843,919	724,743,584
Mother account	29,411,075	22,794,240
Investment fund	32,090,471	52,827
PCIC-GAA Fund	30,004	-
PCIC-Agri-Agra Fund	2,422,710,303	-
PCA	200,000,000	-
	4,028,029,339	1,020,088,521
Savings account		
Savings account – one way savings deposit account (OSDA)	39,564,974	24,598,847
	4,067,594,313	1,044,687,368

Cash equivalent consists of the following:

	2022	2021
Time deposit, local currency – PCIC	2,193,964,293	1,809,531,925
	2,193,964,293	1,809,531,925

Pursuant to the DOF's Circular No. 002-2022 dated May 16, 2022 on the Revised Guidelines on Authorized Depository Banks, wherein PCIC shall maintain separate bank accounts and records for the accounting of unutilized subsidies and transfer funds, including unutilized proceeds/ collections from lending programs funded by subsidy or transfers, and their corresponding interest income and under no circumstances that these funds shall be co-mingled with other bank accounts, the Board of Directors approved the opening of the following bank accounts under the name of PCIC as follows:

1. PCIC-GAA Fund - for the subsidy releases from the National Government, its receipts and disbursements; and 2. PCIC-Agri-Agra Fund - for the transfer funds from the Bangko Sentral ng Pilipinas (BSP) under Republic Act (RA) No. 10000, its receipts and disbursements.

Under the Republic Act 11524 or the "Coconut Farmers and Industry Trust Fund (CFITF), the PCIC, as one of the implementing agencies, is the government agency mandated to provide insurance protection to the country's agricultural producers particularly the subsistence farmers, against loss of their crops and/or non-crop agricultural assets on account of natural calamities such as typhoons, floods, droughts, earthquakes and volcanic eruptions, plant pests and diseases, and/or other perils.

There shall be direct transfer of funds from the Bureau of Treasury (BTr) to the implementing agency's Modified Disbursement System (MDS) Trust Account by means of issuance of Notice of Cash Allocation (NCA). For this purpose, implementing agencies like PCIC, are required to open a MDS sub-account following the guidelines in the opening of bank accounts for receipts and MDS disbursements of National Government Agencies (NGA).

7. INVESTMENTS - CURRENT

This account consists of:

	2022	2021
Investment in bonds-Local short term	-	595,264,515
Investment in time deposits, local currency - Special Revolving Trust Fund (SRTF)	293,964,293	-
Investment in time deposits, local currency	1,900,000,000	1,602,113,350
	2,193,964,293	2,197,377,865

Bulk of the CY 2022 Loans and receivable account is the Premiums Receivables from the National Government pertaining to the unreleased NCA.

8.1 Loans and receivable account consists of:

	2022	2021 As restated
Contributions and premiums receivable	144,016,413	13,273,566
Interest receivable	12,488,587	13,460,909
	156,505,000	26,734,475

Interest receivable includes interest from Investment in bonds and Time deposits.

8.1.1 Contributions and premiums receivable from:

	2022	2021 As Restated
National government (NG)	134,061,333	-
Farmers	9,985,134	12,792,787
Less: Allowance for impairment	2,014,010	1,628,346
	7,971,124	11,164,441
Lending institutions (LIs)	1,983,956	2,109,125
	144,016,413	13,273,566

Contributions and premiums receivable-NG represents the amount of unreleased share of government in the total insurance premiums, pursuant to Section 5 of RA No. 8175.

The Contributions and premiums receivable from farmers and LIs represent the share of farmers and LIs in the premiums whose names are not included in the RSBSA list.

8.1.2 Contributions and premiums receivable - NG

	2022	2021
Unreleased balance of GPS for CY 2022	134,061,333	-
	134,061,333	-

8.1.2 Contributions and premiums receivable - NG

	2022	2021 As Restated
Due from national government agencies (NGAs)	1,626,654	1,974,552
Due from other funds	149,589	107,489
	1,776,243	2,082,041

FINANCIAL STATEMENTS

Due from NGAs represents payment or deposit to Department of Budget and Management (DBM) – Procurement Service (DBM) for the plane tickets and office supplies of PCIC.

8.3 Other receivables-current

	2022	2021 As restated
Due from officers and employees	289,797	314,184
Other receivables-others	2,704,995	2,966,333
Less: Allowance for impairment	(2,956,904)	(2,398,456)
	(251,909)	564,267
	37,888	882,061

The decrease in the Other receivables-others account is the collection of receivables from SRTF which represents expenses charged by PCIC to SRTF for administering the Fund. Charging of expenses to SRTF has stopped in CY 2021.

The Corporation provides an allowance for impairment of 10 percent after two years when the account becomes past due. Accounts that are more than 20 years past due or those whose possibility of the collection is almost zero are given a 100 percent allowance for impairment.

9. INVENTORIES

This account consists of the following:

	2022		2021 (As restated)	
	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell
Office supplies inventory				
Carrying amount, January 1	5,938,830	-	4,306,818	-
Additions/Acquisitions during the year	14,224,305	-	20,365,729	-
Expensed during the year except for write-down	(13,990,622)	-	(17,183,892)	-
Other adjustments	(1,251,863)	-	(1,549,825)	-
Carrying amount, December 31	4,920,650	-	5,938,830	-

	2022		2021 (As restated)	
	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell	Inventories carried at lower of cost and net realizable value	Inventories carried at fair value less cost to sell
Office supplies inventory				
Carrying amount, January 1	5,938,830	-	4,306,818	-
Additions/Acquisitions during the year	14,224,305	-	20,365,729	-
Expensed during the year except for write-down	(13,990,622)	-	(17,183,892)	-
Other adjustments	(1,251,863)	-	(1,549,825)	-
Carrying amount, December 31	4,920,650	-	5,938,830	-

	2022		2021 (As restated)	
Other supplies and material inventory				
Carrying amount, January 1	4,359,878	-	2,289,347	-
Additions/Acquisitions during the year	16,624,239	-	10,251,681	-
Expensed during the year except for write-down	(17,085,790)	-	(7,985,621)	-
Other adjustments	1,415,243	-	(195,529)	-
Carrying amount, December 31	5,313,570	-	4,359,878	-
Semi-expendable inventory				
Carrying amount, January 1	2,441,369	-	1,117,397	-
Additions/Acquisitions during the year	5,467,686	-	4,012,674	-
Expensed during the year except for write-down	(5,590,179)	-	(2,018,852)	-
Other adjustments	4,497,457	-	(669,850)	-
Carrying amount, December 31	6,816,333	-	2,441,369	-
	17,050,553	-	12,740,077	-

Inventories held for consumption consist mainly of consumable materials and supplies.

Semi-expendables are tangible items below the capitalization threshold of P50,000 which are yet to be issued to end-users.

Some purchases were directly charged to the supplies and materials expense account, while the supplies issuances to the COA were charged to the auditing services account.

10. OTHER CURRENT ASSETS

This account includes the following:

	2022	2021 As restated
Deposits	3,574,135	3,451,553
Prepayments	-	22,178
Advances	278,669	728,023
Other assets	1,824,667	1,758,493
	5,677,471	5,960,247

11. INVESTMENT - NON-CURRENT

This account consists of:

	2022	2021
Investment in bonds-Long term-Retail treasury bonds (RTB)	1,131,191,283	1,491,517,491
Investment in bonds-Long term-Fixed rate treasury notes (FXTN)	1,246,057,045	1,246,657,636
	2,377,248,328	2,738,175,127
Other investments	2,141,600	2,141,600
	2,379,389,928	2,740,316,727

The breakdown of the Investments is as follows:

Particulars	Amount	Term	Interest Rate per cent	Maturity Date
Investment in bonds-LBP:				
LBP-RTB:				
RTB 5-13	50,000,000	4.21 yrs.	2.63per cent	08/12/2025
RTB 3-10	432,827,316	1.35 yrs.	4.38per cent	02/11/2023
RTB 3-11	200,317,174	2.42 yrs.	2.38per cent	03/09/2024
RTB 5-13	448,046,793	3.85 yrs.	2.63per cent	08/12/2025
	1,131,191,283			

FINANCIAL STATEMENTS

Particulars	Amount	Term	Interest Rate per cent	Maturity Date
FXTN				
FXTN 05-75	150,000,000	4.24 yrs.	5.50per cent	03/08/2023
FXTN 05-77	497,281,200	4.87 yrs.	3.38per cent	04/08/2026
FXTN 07-64	497,674,559	6.91 yrs.	3.63per cent	04/22/2028
FXTN 05-77	101,101,286	4.51 yrs.	3.38per cent	04/08/2026
	1,246,057,045			
	2,377,248,328			

Other investments represent investments in the following:

	2022	2021
Asia Pacific Rural and Agricultural Credit Association (APRACA) Trust Development Fund	1,500,000	1,500,000
Cooperative Insurance System of the Philippines (CISP)-3,000 shares @ P100 per share	300,000	300,000
Philippine Long Distance Telephone Company (PLDT)	199,100	199,100
Club Filipino	100,000	100,000
Pool of Livestock Insurers (PLIs)	40,000	40,000
Eastern Visayas Telephone Company, Inc. (EVTCL)- 50 shares @ P50 per share	2,500	2,500
	2,141,600	2,141,600

The fair value of investments to APRACA Trust Development Fund, CISP, PLIs, and EVTCL are not available because these are not publicly listed companies.

12. RECEIVABLES - NON-CURRENT

This account consists of the following:

	2022	2021 As restated
Loans and receivable	1,161	1,161
Inter-agency receivables	327,488	367,620
Other receivables	118,544,746	119,098,511
Less: Allowance for impairment	106,438,993	106,560,938
	12,105,753	12,537,573
	12,434,402	12,906,354

12.1. Loans and receivable account consist of the following:

	2022	2021 As restated
Guarantee receivables	102,363,863	102,485,807
Receivable-disallowances/charges	12,104,015	12,535,836
Unremitted recoveries	352,639	352,639
Other receivables-others	3,724,229	3,724,229
	118,544,746	119,098,511
Less: Allowance for impairment	106,438,993	106,560,938
	12,105,753	12,537,573

The following disclosures pertain to Guarantee and Other receivables-others accounts:

- Guarantee receivables account refers to amounts due from banking institutions and lending conduits that extended production and production-related loans to small farmers.

b. The Other receivables-others account consists of the following:

b.1 Special time deposit (STD) claims paid was governed by PCIC Circular Letter No. 004 dated May 27, 1981. The PCIC pays 85 percent of the outstanding loan balances of farmers, while LBP undertakes the collection to be remitted to the PCIC RO within 30 days from receipt.

b.2 Adjudicated claims account stemmed from the paid STD claims, where LIs after five years of collecting loans from farmers-borrowers applied for adjudication, thus resulted in the transfer of the collection function to the PCIC. This receivable represents claims from Rural Bank of Nasipit in the year 1983.

b.3 One of the PCIC's business lines is Agricultural Guarantee. Under this program, the agricultural loans of farmers from the rural banks or LIs were guaranteed by PCIC using the Agricultural Guarantee Fund (AGF).

b.4 Claims on bank-unremitted recoveries represent recoveries on guarantee loans not yet remitted by LIs.

b.5 Due from banks represent excess payments made by PCIC to LIs under the guarantee program.

c. Receivables-disallowances/charges account represents amount due from public/private individuals/entities for audit disallowances which have become final and executory.

13. PROPERTY, PLANT AND EQUIPMENT

This account consists of the following:

	Land	Construction in Progress	Land and land improvements	Building and other structures	Machinery and equipment	Transportation equipment	Furniture, fixtures and books	Leased assets and leased asset improvements	Other PPE	Total
Cost Jan. 1, 2022, as restated	-	1,932,254	2,388,134	17,232,436	51,841,101	86,371,469	5,313,784	22,469,923	451,098	188,000,199
Add:										
Acquisitions	501,800	-	-	-	9,565,479	-	320,000	-	183,649	10,570,928
Less:										
Disposals	-	-	-	-	(244,150)	-	-	-	-	(244,150)
Add(Deduct): Adjustments	-	(1,932,254)	(266)	-	(20,801,420)	(3,627,611)	(1,693,781)	(1,371,122)	5,880,059	(23,546,395)
31-Dec-22	501,800	-	2,387,868	17,232,436	40,361,010	82,743,858	3,940,003	21,098,801	6,514,806	174,780,582
Acc. Depreciation, Jan. 1, 2022 as restated	-	-	918,842	2,447,514	27,206,188	50,094,449	2,031,555	9,049,514	304,366	92,052,428
Depreciation expense, (Note 37)	-	-	214,920	516,973	6,711,544	6,896,282	647,754	1,008,206	253,933	16,249,612
Add(Deduct): Adjustments	-	-	-	7,937	(13,125,423)	(3,268,046)	(560,632)	(7,938)	4,700,140	(12,253,962)
31-Dec-22	-	-	1,133,762	2,972,424	20,792,309	53,722,685	2,118,677	10,049,782	5,258,439	96,048,078
Net Book Value, Dec. 31, 2022	501,800	-	1,254,106	14,260,012	19,568,701	29,021,173	1,821,326	11,049,019	1,256,367	78,732,504
Net Book Value, Dec. 31, 2021 as restated	-	1,932,254	1,469,292	14,784,922	24,634,913	36,277,020	3,282,229	13,420,409	146,732	95,947,771

14. INTANGIBLE ASSETS

This account represents the cost of developing the PCIC Automated Business System (PABS), which is being amortized for 10 years. It also includes other computer software.

	2022	2021 As restated
Cost, beginning balance	7,177,766	7,090,743
Additions	240,638	262,481
Adjustment	-	(175,458)
	7,418,404	7,177,766
Accumulated amortization, beginning balance	4,264,808	4,868,173
Amortization	618,526	653,310
Adjustment	10,641	(49,945)
	5,497,340	4,868,173
Carrying value	1,921,064	2,309,593

15. OTHER NON-CURRENT ASSETS

This account consists of the following:

	2022	2021 As restated
Prepaid rent	664,048	647,500
Prepaid insurance	579,391	526,257
Other prepayments	74,666	74,736
	1,318,105	1,248,493

This account includes prepaid rent and deposit for the Provincial Extension Offices (PEOs) in the ROs, prepaid insurance, and others.

16. FINANCIAL LIABILITIES – CURRENT

This account consists of the following:

	2022	2021 As restated
Accounts payable	9,641,179	29,968,174
Due to officers and employees	375,814	167,894
	10,016,993	30,136,068

	2022	2021 As restated
COA	1,753,430	5,234,752
Creditors/others	1,412,327	12,249,157
Operating lease payable	5,545,422	8,886,265
Accrued death benefits payable	930,000	3,598,000
	9,641,179	29,968,174

17. INTER-AGENCY PAYABLES – CURRENT

This account consists of the following:

	2022	2021 As restated
Due to local government units (LGUs)	5,689,766	9,259,185
Due to Bureau of Internal Revenue (BIR)	4,714,392	5,786,917
Due to GSIS	2,993,624	2,561,802
Due to Social Security System (SSS)	357,155	252,688
Due to NGAs	659,415	659,415
Due to Pag-IBIG	104,571	248,929
Due to PhilHealth	253,076	165,821
	14,771,999	18,934,757

Due to LGUs account consists of local government taxes and premiums of P368,391 and P5,321,375, respectively.

Due to BIR account consists of the following:

	2022	2021 As restated
Withholding taxes	2,815,014	3,412,863
Documentary stamps and other taxes	1,899,378	2,374,054
	4,714,392	5,786,917

Due to NGAs account consists of the following:

	2022	2021
Agricultural Credit Policy Council	478,791	478,791
Comprehensive Agricultural Loan Facility (CALF)	96,351	96,351
SRTF	84,273	84,273
	659,415	659,415

The Accounts payable account consists of the following:

CALF is a temporary account lodged at the ROs, debited for cash receipts initially identifiable as for the CALF program, but the proper account to credit cannot yet be identified until supporting papers accompanying the remittance have been processed, after which entries against this account are reversed (credited).

18. TRUST LIABILITIES - CURRENT

This account consists of the following:

	2022	2021 As restated
Trust liabilities – Agri-Agra	3,505,109,959	1,936,231,450
Trust liabilities - SRTF	321,426	321,426
Trust liabilities - DA/Philippine Council for Agriculture and Fisheries (PCAF)	187,123	313,873
Trust liabilities – others	15,222,818	18,892,075
	3,520,841,326	1,955,758,824

FINANCIAL STATEMENTS

18.1. In CY 2022, Trust liabilities account includes unutilized Agri-Agra funds received from the Bangko Sentral ng Pilipinas (BSP) amounting to P3.505 billion, representing PCIC's 45 per cent share (50 percent of 90 percent) on the penalties collected by BSP from lending/banking institutions due to the latter's non-compliance with the Agri-Agra Law (RA No. 10000), specifically Section 6 thereof.

The movement of the fund in CY 2022 is as follows:

Balance, December 31, 2021	1,936,231,450
Add: Remittances from BSP for the year	2,731,882,679
Add/(Deduct): Adjustments	5,797,050
Available fund for the year	4,673,911,179
Less: Amount utilized for the year	(1,168,801,220)
Balance, December 31, 2022	3,505,109,959

The amount utilized for the year totaling P1,168,801,220 pertains to insurance granted to subsistence farmers and fisherfolks under various programs of PCIC, such, as DA-Sikat-Saka, PLEA/SURE, APCP, DA HYBRID, PPI and Non-RSBSA, as approved by the BOD through BRs, wherein PCIC assumes 100 percent of the insurance premiums. The PCIC regular programs also utilized the fund for its 55 percent share in premiums.

18.2. Trust liabilities – others account consists of the insurance premiums deposited to the PCIC bank accounts which lack necessary documents before they can be treated as income.

19. DEFERRED CREDITS/UNEARNED INCOME – CURRENT

This account consists of the following:

	2022	2021 As restated
Deferred credits	37,542,120	93,837,088

20. PROVISIONS – CURRENT

This account consists of the following:

	2022	2021 As restated
Leave benefits payable	78,399,297	71,788,774
	78,399,297	71,788,774

This account represents Leave benefits payable. Pursuant to PAS 19, Employee Benefits, the Corporation recognizes wages and other contributions as short-term employee benefits and termination benefit as post-employment benefit.

21. OTHER PAYABLES - CURRENT

This account consists of the following:

	2022	2021 As restated
Other payables - accrued expenses	26,458,527	46,030,598
Other payables - service fee payable	3,238,652	11,003,888
Return premiums payable	3,416,713	2,424,073
Provident fund	413,171	699,859
Other payables - employees association	(4,810)	(8,490)
Others	189,136,555	186,171,168
	222,658,808	246,321,096

22. TRUST LIABILITIES – NON-CURRENT

This account consists of the following:

	2022	2021
Trust liabilities – SRTF	312,838,094	309,709,853
Others	1,310,389	-
	314,148,483	309,709,853

The PCIC-SRTF was created under Letter of Instructions (LOI) No. 1242 dated May 21, 1982, "Providing a Measure to Facilitate Guarantee Payments Under the Masagana 99 Program." Under this program, LIs, particularly the Philippine National Bank and rural banks, may avail of special guarantee payments of up to 85 percent of the past due Masagana 99 loans, with the following conditions: (a) have been in arrears for three years or more as of the date of effectivity of the LOI, and (b) were not the subject of previous advances/payments from the AGF.

The Fund was set up for the purpose of restoring the good credit standing of these banks with then Central Bank of the Philippines, now BSP, and also to enable them to regain their capability to render financial services to the rural communities through their continued participation in the supervised credit program.

A special guarantee payment scheme was developed wherein the PCIC, as Administrator of the fund, would pay up to 85 percent of the principal portion of these arrearages in three installments: (a) 25 percent of the eligible loan arrearages on the first year; (b) 30 percent on the second year; and (c) 30 per cent on the third year.

The beneficiary LIs are required to restructure these past due loans and to remit back to PCIC 85 percent of the principal portion of all collection on these accounts.

The NG appropriated P450 million for this purpose. The Corporation received P75 million in CY 1982, P345.780 million during the last quarter of CY 1984, and P29.220 million in CY 1985.

The remaining balance of the Trust Fund account of SRTF is included under Investment -Current account as disclosed in Note 7. And the SRTF Cash in Bank of P18.874 million is included in the Cash in Bank Current Account-General and Administrative Fund in Note 6.

23. DEFERRED CREDITS/UNEARNED INCOME – NON-CURRENT

This represents fees received from LIs and farmers whose application for insurance coverage are in process, held in abeyance.

	2022	2021
Deferred credits/Unearned income	-	60,953
	-	60,953

24. PROVISION FOR INSURANCE CONTRACT LIABILITIES

This account consists of the following:

	2022	2021
Claims liability	1,525,435,359	1,939,881,314
Premium reserve liability	1,149,472,975	865,183,864
	2,674,908,334	2,805,065,178

FINANCIAL STATEMENTS

24.1 Claims liability-non-current account consists of the following:

	2022	2021 As restated
Due and unpaid claims	940,699,255	1,489,222,615
Incurred but not reported	484,941,267	345,230,130
Provision for claims handling expense	99,794,837	105,428,569
	1,525,435,359	1,939,881,314

This account pertains to claims incurred but not yet paid as of the valuation date. It includes Due and unpaid claims, Incurred but not reported (IBNR), and Claims Handling Expense.

24.1.a **Due and unpaid claims** refer to the estimated amount of reported claims that have not been settled as of the valuation date and consist of the following:

	2022	2021 As restated
Rice	532,197,979	865,573,053
Corn	155,175,801	158,383,317
HVC	161,930,373	180,547,533
Livestock	46,983,093	183,308,922
Fisheries	11,820,848	(1,194,522)
Non-crop	25,263,547	81,960,441
CLTI	7,327,614	20,643,871

24.1.b. **Incurred but not reported (IBNR)** refers to the amount to be provided for claims in respect of claims events that have occurred but have not been reported to the company as of the valuation date and consist of the following:

	2022	2021
Rice	301,727,020	187,012,127
Corn	100,284,665	92,205,301
HVC	30,220,837	36,336,250
Livestock	35,943,451	18,438,706
Fisheries	5,514,930	-
Non-crop	6,553,303	6,540,685
CLTI	4,697,061	4,697,061
	484,941,267	345,230,130

24.1.c. **Provisions for claims handling expense** refers to the estimated amount of expenses for settling all claims, whether reported or unreported, outstanding as of the valuation date and consist of the following:

	2022	2021
Rice	58,374,750	61,187,641
Corn	17,882,233	15,353,952
HVC	13,450,585	16,727,395
Livestock	5,804,858	8,211,615
Fisheries	1,213,504	-
Non-crop	2,227,180	2,332,080
CLTI	841,727	1,615,886
	99,794,837	105,428,569

24.2 Premium reserve liability-non-current

This account represents the statutory legal reserve required for all unexpired risks of PCIC, computed as the proportion of the remaining unexpired coverage period over the period covered by the premium, exact to days.

This account consists of the following:

	2022	2021 As restated
Rice	337,307,364	317,974,692
Corn	161,290,882	95,074,212
HVC	350,727,631	140,711,948
Livestock	233,046,569	254,331,877
Fisheries	5,614,628	-
Non-crop	27,717,251	28,343,116
CLTI	33,768,650	28,748,019
	1,149,472,975	865,183,864

The Actuarial Research and Product Valuation Department (ARPVD), together with the Finance Department (FD), had computed the actuarial valuation for the Provision for Insurance Contract Liabilities for CY 2022 per Insurance Commission (IC) Circular No. 2018-18.

As prescribed in Insurance Commission (IC) Circular 2018-18, the Unearned Premium Reserves (UPR) as of valuation date, shall be computed as the proportion of the remaining unexpired coverage period over the period covered by the premium, exact to days.

Unearned Risk Reserves (URR) are composed of the Unearned Risk Reserves (UPR X Loss Ratio), the Expense Reserves (UPR X Expense Ratio), and the Margin for Adverse Deviation (MfAD) (URR X MfAD ratio).

The Premium Reserves will be the higher between the UPR and URR with MfAD and Expense Reserves.

The Claims Reserves on the other hand are composed of:

1. Due and Unpaid or the accrued claims as of the valuation date
2. Incurred But Not Reported (IBNR) amount to be provided for claims in respect of claims events that have occurred but have not been reported to PCIC as at the valuation date. A loss development triangle was formed considering the dates incurred and reported claims on a yearly basis. Loss Development Factors (LDF) are estimated as the weighted mean of individual development factors with the cumulative losses serving as weights. The resulting LDFs are correspondingly applied to the claims for the year. The difference is then set-up as the IBNR for the year. This method of computation was recommended by the actuary engaged by PCIC last year.
3. Provision for Claims Handling Expense ((Due and Unpaid + IBNR) X Expense Ratio).

25. OTHER PAYABLES – NON-CURRENT

This account consists of the following:

	2022	2021
Other payables	-	9,316,090
	-	9,316,090

The other payables-non-current account was previously presented in CY 2020 as current liability.

26. CONTRIBUTED CAPITAL

Under RA No. 8175, authorized share capital of PCIC increased from P750 million to P2 billion divided into 15 million common shares each with a par value of P100 for government subscription, and five million preferred shares also with a par value of P100 per share.

As at December 31, 2022, the Corporation's subscribed capital stock amounting to P1.500 billion was fully paid by the NG.

27. STOCKHOLDERS' EQUITY

This account consists of the following:

	2022	2021
Share capital	100,000,000	100,000,000
Share premium	159,451,431	159,451,431
	259,451,431	259,451,431

27.1 Share capital

The total authorized preferred share is five million shares with par value of P100 per share. As at December 31, 2022, the Corporation's paid-up Share capital stood at P100 million subscribed and paid by LBP.

27.2 Share premium

This represents the amount by which the assets (mostly receivables of the AGF net of valuation reserves) exceeded the P150 million initial contribution of the government to the capital of the Corporation.

28. CUMULATIVE CHANGES IN FAIR VALUE

The Cumulative changes in fair value comprise of the net unrealized gains (losses) from changes in value between accounting periods of investment held as Financial assets – available for sale. The net change for each year is as follows:

	2022	2021
Unrealized gain (loss), January 1,	-	-
Unrealized gains(losses) during the year:		
Recognized during the year-	-	-
Maturity/Withdrawal	-	-
	-	-

29. RETAINED EARNINGS

	2022	2021 As restated
Balance, beginning of year	652,490,390	1,009,131,332
Add/(Deduct):		
Prior period adjustments	-	(106,391,759)
Dividends	(513,779,607)	(317,074,813)
Net income, as restated	145,235,501	66,825,630
	283,946,284	652,490,390

30. DIVIDENDS TO THE NG

For the dividend year (DY) 2022, PCIC declared dividends to the NG amounting to P72.618 million, representing 50 percent of the year's net income. For DY 2021, PCIC declared dividends to the NG amounting to P154.855 million, representing 50 percent of the year's net income and an additional P358.923 million for the restated net income in CY 2020. For DY 2020, PCIC declared dividends amounting to P317.075 million and paid an additional P176.373 million representing adjustments of dividends for DYs 2014 to 2018 as recommended by COA. In DYs 2015, 2016, 2017, 2018, and 2019, PCIC declared and remitted dividends to the NG through the BTr in the amount of P36.556 million, P22.559 million, P170.769 million, P160.901 million, and P453.810 million, respectively.

31. SERVICE AND BUSINESS INCOME

This account represents Insurance premiums underwritten for the year, net of Premium reserve, discounts, and cancellations.

	2022	2021 As restated
Rice	3,325,459,176	2,933,856,357
Corn	1,217,632,929	832,282,462
HVC	684,193,872	444,122,957
Livestock	644,137,413	711,447,343
CLTI	80,202,862	70,954,419
Non-crop	61,506,957	50,355,709
Fisheries	44,154,547	42,670,109
Total Insurance premiums	6,057,287,756	5,085,689,356
Less: Subsidy	4,500,000,000	3,500,000,000
Insurance premiums, net of subsidy	1,557,287,756	1,585,689,356
Less: Changes in Premium reserve	235,330,792	(278,424,572)
Premium discounts	10,153,059	3,689,468
Returns and cancellations	82,468	125,041
	1,311,721,437	1,860,299,419

31.1 INSURANCE PREMIUMS, NET OF SUBSIDY

An insurance premium is the amount of money that the farmers and fisherfolks must pay for an insurance policy. The insurance premium is income for PCIC, once it is earned, and also represents a liability since the PCIC must provide coverage for claims being made against the policy. Breakdown of the sources of insurance premiums, net of subsidy is as follows:

	2022	2021 As restated
Agri-Agra funds from BSP	1,168,804,214	1,369,881,133
Farmers, fisherfolks and LIs	188,483,542	212,118,761
PCIC funds and other sources	200,000,000	3,689,462
	1,557,287,756	1,585,689,356

Breakdown of sources of insurance premiums from farmers, fisherfolks, and LIs for 2022:

	Farmers/ Fisherfolks	LIs	Total
Rice	19,978,747	970,139	20,948,886
Corn	12,020,042	8,058,048	20,078,090
HVC	12,806,459	-	12,806,459
Livestock	41,601,685	93,600	41,695,285
Non-crop	11,233,096	-	11,233,096
Fisheries	1,518,864	-	1,518,864
CLTI	80,202,862	-	80,202,862
	179,361,755	9,121,787	188,483,542

Pursuant to Section 5 of RA No. 8175 on rate of premiums and its sharing, the rate of premium, as well as the allocated sharing thereof by the farmers, the LIs, the Government of the Republic of the Philippines (herein called the Government) and other parties, shall be determined by the BOD of the Corporation, subject to approval by the President of the Philippines and provided that the share of the Government in the premium cost, in the form of premium subsidy, shall be limited to the subsistence farmers.

31.2 PREMIUM RESERVE

This account is a contra account of the Insurance premiums and used to increase or decrease the statutory legal reserve for unexpired risks of PCIC or the Reserve for unearned premium account in the SFP, depending on the required reserve for the period. When the balance of

the reserve is more than the required for the period, Premium reserve is credited, therefore, increasing the premiums earned, but when the balance of reserve is less than the required, Premium reserve is debited which decreases the premiums earned. The required reserve is based on the computation as the proportion of the remaining unexpired coverage period over the period covered by the premium, exact to days, as prescribed in IC Circular No. 2018-18.

Details of Premium reserve are as follows:

	2022	2021 As restated
Rice	(27,272,628)	(308,527,744)
Corn	(7,034,245)	(48,257,521)
HVC	258,198,833	(68,680,129)
Livestock	(2,058,253)	141,660,662
Non-crop	2,863,320	6,799,341
Fisheries	3,805,090	177,237
CLTI	6,828,675	(1,596,420)
	235,330,792	(278,424,574)

The adjustments are mainly due to the adoption of the PFRS 4 and based on the analysis and valuation of the IC-Accredited Actuary.

31.3 PREMIUM DISCOUNTS

This account represents the amount of premium discount granted to assured farmers in accordance with PCIC policy.

	2022	2021
Premium discounts	10,153,059	3,689,468

32. OTHER NON-OPERATING INCOME

This account consists of the following:

	2022	2021 As restated
Interest income	109,900,225	94,309,705
Fees and commission income	-	230,260
Income from Grants and Donations in Kind	501,800	-
Other miscellaneous income	5,920,991	15,820,351
	116,323,016	110,360,316

33. DIRECT COSTS

This account consists of the following:

	2022	2021 As restated
Insurance benefits	4,871,361,723	4,510,536,486
Underwriting expenses:		
Commission expense	11,331,643	11,095,105
Death benefits	11,608,000	15,395,500
Honoraria and incentives	17,185,859	68,068,951
Reinsurance premiums ceded treaty/facultative	736,670	840,347
	4,912,223,895	4,605,936,389

33.1 INSURANCE BENEFITS

This represents losses/claims paid and accrued for the period, details as follows:

	2022	2021 As restated
Rice	3,189,295,450	2,890,782,404
Corn	925,560,108	869,135,675
HVC	301,646,343	285,644,677
CLTI	46,686,635	58,736,157
Livestock	329,280,905	296,488,477
Fisheries	37,580,752	28,536,773
Non-crop	41,311,530	81,212,323
	4,871,361,723	4,510,536,486

In accordance with PAS 8, Accounting Policies, Changes in Accounting Estimates and Errors, Insurance benefits account for CY 2021 was restated as follows:

	2021	Prior period adjustments (Note 29)	2021 As restated
Rice	2,731,534,498	159,247,906	2,890,782,404
Corn	852,279,497	16,856,178	869,135,675
HVC	300,484,008	(14,839,331)	285,644,677
CLTI	56,394,246	2,341,911	58,736,157
Livestock	214,936,130	81,552,347	296,488,477
Fisheries	28,529,812	6,961	28,536,773
Non-crop	26,761,459	54,450,864	81,212,323
	4,210,919,650	299,616,836	4,510,536,486

33.2 COMMISSION EXPENSE

This represents commission, service fees, and incentives given to underwriters and/or solicitors.

	2022	2021 As restated
Commission expense	11,331,643	11,095,105

33.3 DEATH BENEFITS

This is a built-in death benefit component of the insurance package for rice and corn assured farmers who may suffer death within the term of coverage; provided said farmer is not more than 65 years of age at the inception of insurance.

	2022	2021 As restated
Death benefits	11,608,000	15,395,500

33.4 REINSURANCE PREMIUMS CEDED TREATY/FACULTATIVE

This represents premium on outward cessions under treaty/facultative agreement with reinsurers.

	2022	2021
Reinsurance premiums ceded treaty/facultative	736,670	840,347

34. PERSONNEL SERVICES

This account consists of the following:

	2022	2021 As restated
Salaries and wages	121,591,612	114,549,399
Other compensation	44,640,389	44,513,227
Other personnel benefits	22,412,903	20,775,263
Personnel benefits contribution	29,319,446	22,665,355
Directors' fee and allowances	315,000	2,151,000
	218,279,349	204,654,244

Other compensation consists of the following:

	2022	2021 As restated
Personnel economic relief allowance	4,466,805	4,763,119
Representation allowance	4,948,250	5,094,500
Transportation allowance	4,807,159	4,917,818
Clothing/uniform allowance	1,140,000	1,206,000
Quarters allowance	144,000	124,000
Productivity incentive allowance	761,500	335,000
Hazard pay	-	3,577,000
Longevity pay	311,391	315,613
Overtime and night pay	952,792	602,791
Year end and 13th month bonus	20,422,026	19,169,117
Cash gift	975,000	998,000
Other bonuses and allowances	5,711,466	3,410,269
	44,640,389	44,513,227

Other personnel benefits consist of the following:

	2022	2021 As restated
Terminal leave benefits	20,787,897	18,544,793
Other personnel benefits	-	97,200
Other bonuses and allowances - meals	278,004	355,475
Other bonuses and allowances - children's	1,993	2,760
Other bonuses and allowances - rice subsidy	994,246	1,288,325
Other bonuses and allowances - medical, dental and hospital	65,000	97,000
Other bonuses and allowances - loyalty	285,763	389,710
	22,412,903	20,775,263

35. MAINTENANCE AND OTHER OPERATING EXPENSES (MOOE)

This account consists of the following:

	2022	2021 As restated
Professional services	359,040,419	337,903,763
Traveling expenses	61,792,420	52,766,376
Taxes, insurance premiums and other fees	30,059,846	23,807,292
Supplies and material expenses	40,102,128	37,127,002
Training and scholarship expenses	17,358,083	6,361,308
Utility expenses	31,774,521	22,317,044
Communication expenses	14,538,044	13,463,073
General services	13,207,652	12,668,872
Repairs and maintenance	9,489,030	8,784,487
Survey, research, exploration and development	-	2,260,800
Confidential, intelligence and extraordinary expenses	1,915,243	2,035,253
Other MOOE	54,930,743	55,378,583
	634,208,129	574,873,853

Supplies and materials expenses consist of the following:

	2022	2021 As restated
Office supplies expense	20,834,051	20,165,460
Accountable forms expense	10,652,073	5,764,187
Semi-expendable machinery and equipment expenses	3,880,990	7,947,196
Semi-expendable furniture, fixtures and books	900,687	2,185,800
Other supplies and materials expenses	3,834,327	1,064,359
	40,102,128	37,127,002

FINANCIAL STATEMENTS

Training and scholarship expenses consist of the following:

Cultural and athletic expenses	-	3,000
	17,358,083	6,361,308

Utility expenses consist of the following:

	2022	2021
Electricity expenses	19,099,655	13,142,832
Fuel, oil and lubricant expenses	11,174,086	7,786,886
Water expenses	1,096,580	1,059,865
Other utility expenses	404,200	327,461
	31,774,521	22,317,044

General services consist of the following:

	2022	2021
Security services	8,954,975	8,500,191
Janitorial services	4,252,677	4,167,981
Other general services	-	700
	13,207,652	12,668,872

Other MOOE consists of the following:

	2022	2021
Rent/lease expenses	39,555,593	34,688,406
Advertising, promotional and marketing	9,726,140	13,194,111
Representation expenses	1,852,811	2,158,852
Subscription expenses	504,862	563,075
Transportation and delivery expenses	413,852	284,250
Printing and publications expenses	147,644	235,745
Donations	3,330	3,000
Membership dues and contributions to organization	26,000	44,248
Other maintenance and operating expenses	2,700,511	4,206,896
	54,930,743	55,378,583

Other MOOE consists of the following:

	2022	2021
Rent/lease expenses	39,555,593	34,688,406
Advertising, promotional and marketing	9,726,140	13,194,111
Representation expenses	1,852,811	2,158,852
Subscription expenses	504,862	563,075
Transportation and delivery expenses	413,852	284,250
Printing and publications expenses	147,644	235,745
Donations	3,330	3,000
Membership dues and contributions to organization	26,000	44,248
Other maintenance and operating expenses	2,700,511	4,206,896
	54,930,743	55,378,583

36. FINANCIAL EXPENSES

This account consists of the following:

	2022	2021
Bank charges	18,175	1,827,627
Other financial charges	118,405	1,839,877
	136,580	3,667,504

37. NON-CASH EXPENSES

This account consists of the following:

	2022	2021 As restated
Depreciation expense (Note 13)	16,249,612	14,068,047
Amortization expense (Note 14)	618,526	624,126
Impairment loss	988,330	9,944
Losses	104,530	-
	17,960,998	14,702,117

38. NET ASSISTANCE/SUBSIDY

This account represents the share of the NG in the premiums in the form of GPS. Insurance premiums for palay and corn are being shared by the farmers, LIs and the Government. The premium rating and the corresponding share of the Government was approved by the President of the Philippines.

For the year 2022, the approved GPS amounted to P4.500 billion representing 100 percent cost of insurance premiums of farmers and fisherfolks listed under the RSBSA for all the insurance programs of PCIC under Special Allotment Release Order (SARO) No. SARO-BMB-C-22-0002710 dated March 16, 2022.

Aside from the P4.500 billion approved GPS for farmers and fisherfolks listed under the RSBSA, PCIC also underwrites P1.557 billion worth of premium production. Below is the breakdown of Insurance premiums – Government share:

	2022	2021
Premiums from GPS for RSBSA listed farmers and fisherfolks	4,500,000,000	3,500,000,000
	4,500,000,000	3,500,000,000



I have benefited from PCIC's insurance service three times: when my rice farm was destroyed by heavy rains in 2010 and then in 2019 when Typhoon Tisoy bent and felled my banana trees. The last was when heavy rains flooded my rice and corn farms in 2020.

I thank the PCIC for the assistance it gave me; the indemnity payment saved me from taking loans with onerous terms to restart my farms.

CONCEPCION GRIEGO

Rice, corn, coconut and banana farmer
Sorsogon
PCIC client since 2008



Philippine Crop
Insurance Corporation

”

Ako po ay nagpainsure sa PCIC nito lamang 2021. Bagama't bago pa lamang ako sa gawaing pagsasaka, marami na po akong natutunan sa tulong ng PCIC.

Ang akin pong tanim sa isang ektaryang lupa ay mais. Ito po ay napinsala ng mga daga.



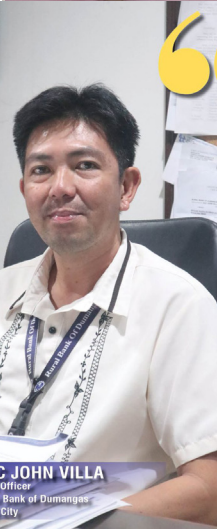
Mabuti na lamang at nagpaseguro ako kaya may nakuha akong indemnity sa PCIC. Ang halagang aking nakuha ay ginamit kong muli sa pagtatanim ng mais.

Kaming mga magsasaka ay tinutulungan ng PCIC umpisa sa pagtatanim (sa pamamagitan ng mga tauhan nilang tapos sa agrikultura) hanggang sa mabayaran kami ng indemnity sa pinsalang dumapo sa aming maisan.

JAYANN C. DIMDIM

Young farmer - Corn (24 years old)
Higaonon Tribe
Talakag, Bukidnon

Philippine Crop
Insurance Corporation



”

Our bank provides production loans to farmers with small and medium-sized farms. PCIC insures the farms of our clients on which the loans we provided were invested. By doing so, PCIC assures us that the loans we provided will be repaid even if natural calamities or pest and diseases damage, partially or totally, these farms. The agency has been a reliable partner.

Malaking tulong talaga ang PCIC sa operation namin.

PCIC boosts our confidence in extending these loans and even expanding our loan portfolio amid the inherent risks that farming faces, specially the weather.

Right now, at any one season, we provide loans to about 300 to 500 accounts.

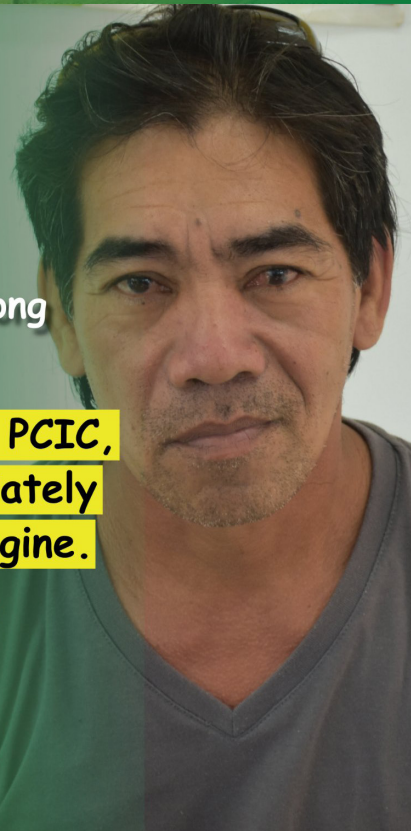
We look forward to tying up our other loan portfolio with PCIC, specially the one on farm equipment, which may be insured by PCIC in its non-crop agricultural asset insurance line.

JOHN VILLA
Officer
Bank of Dumaguete
City

My banca broke due to strong waves in 2018.

Because I was insured by PCIC, I was able to buy immediately a new banca and small engine.

It did not take long for me to earn by fishing again.



I have been insured for 7 years and have been paid indemnity 3 times for damage to my rice farm due to the pest, stemborer, and flooding. I reinvested the insurance payment to replanting.

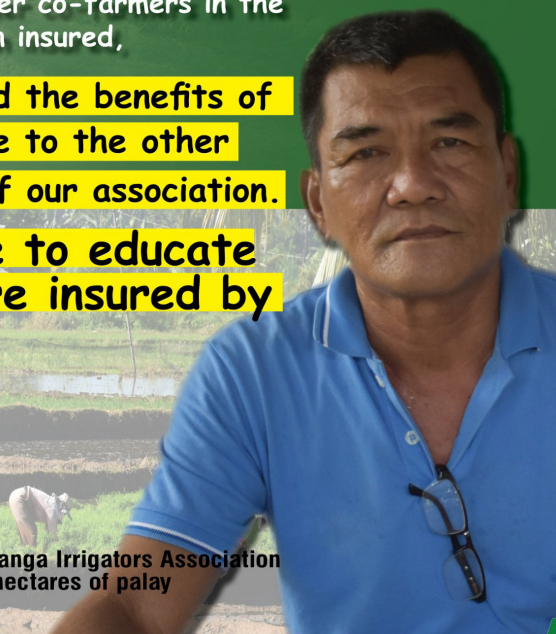
Along with about 100 other co-farmers in the association who have been insured,

we have demonstrated the benefits of agricultural insurance to the other 200 or so members of our association.

We will continue to educate them until all are insured by PCIC.

DIOSDADO A. TACAL

Leader of the Dugong-Lankong Sanga Irrigators Association with 384 members farming 852 hectares of palay in M'lang, Cotabato



APIN

in, Sorsogon

Nagpapasalamat ako sa magandang serbisyong hatid ng PCIC sa aming mga magsasaka. 20 years na akong nagsasaka at ang aking pag-aari ay tatlong ektaryang maisan.

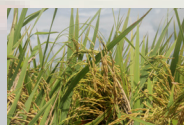
Malaking tulong na ako ay nakapagpa-insure ng aking tanim na mais.

DYAN DYAN S. LAMBAYON

Corn farmer
Member, Higaonon Tribe
Talakag, Bukidnon

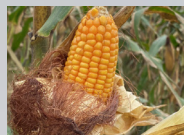


PCIC protects agricultural producers and their investments thru the following insurance products:



RICE CROP INSURANCE

An insurance protection extended to farmers against losses in rice crops due to natural calamities as well as plant pests and diseases.



CORN CROP INSURANCE

An insurance protection extended to farmers against losses in corn crops due to natural calamities as well as plant pests and diseases.



HIGH-VALUE CROP INSURANCE

An insurance protection extended to farmers against losses in the high-value crops due to natural calamities and other perils such as pests and diseases.



LIVESTOCK INSURANCE

An insurance protection for livestock and poultry raisers against loss of their animals due to accidental death or diseases.



NON-CROP AGRICULTURAL ASSETS

An insurance protection extended to farmers against loss of their non-crop agricultural assets like warehouse, rice mills, irrigation facilities and farm equipment due to perils such as fire and lightning, theft and earthquake.



FISHERIES INSURANCE

An insurance protection to fish farmers/growers against losses in unharvested crop or stock in fish farms due to natural calamities or fortuitous events.



AGRICULTURAL PRODUCERS PROTECTION PLAN

An insurance protection for agricultural producers, fisherfolk and other stakeholders that covers death of the insured due to accident, natural causes and murder or assault.

LOAN REPAYMENT PROTECTION PLAN

An insurance protection for agricultural producers, fisherfolk and other stakeholders that guarantees the payment of the face value or the amount of approved agricultural loan upon the death or total permanent disability of the insured borrower due to accident, natural causes and murder or assault.

ACCIDENT AND DISMEMBERMENT SECURITY SCHEME

An insurance protection for agricultural producers, fisherfolk and other stakeholders that covers death or dismemberment or disablement of the insured due to accident.

Chairperson:
SEM H. CORDIAL

Co-Chairperson:
ISRAEL Q. DE LA CRUZ

Members

Allan E. Retamar
Ma. Rowena G. Samia
Jacqueline N. Razon
Manuel J. Cortina
Arvin Jasper R. Adan
Maria Regina Pamela Y. Rosales
Cleofas Magnaye-Ventic
Matthew Joseph H. Yap
Rita May M. Pura
Arbi Mari G. Dela Cruz
Angelito C. Casas, Jr.
Jay Albert M. Ilagan

Advisers

Segundo H. Guerrero, Jr.
Melba P. Manalo

Graphics and Layout Designer

Novy Ann G. Zarceno

The Philippine Crop Insurance Corporation promotes awareness for and understanding of the work of the agency and the benefits of agricultural insurance, and encourages the sharing and dissemination of this material and its contents. However, we request users, particularly those who produce knowledge products in both paper and electronic forms, to make the necessary referencing and attribution.



Department of Finance
**PHILIPPINE
CROP INSURANCE
CORPORATION**



www.pcic.gov.ph



<https://facebook.com/pcic1981>



(02)8441-1324



rmg@pcic.gov.ph