

January 22, 2018

**FOR : THE BOARD OF DIRECTORS**

**FROM : ATTY. JOVY C. BERNABE  
PRESIDENT**

**SUBJECT : REVIEW OF OPERATIONS FOR THE YEAR ENDED DECEMBER  
31, 2018**

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We respectfully submit the tentative Review of Operations for the Year Ended December 31, 2018:

**I. INSURANCE PRODUCTION**

The total number of farmers who availed of PCIC’s various insurance lines reached **2,203,919**. The premium income and area covered by crop insurance **increased** by **43.36%** and **37.12%**, respectively, from the same period last year. The total amount of insurance coverage reached **PhP 78,163.699 million**, an **increase** of **33.69%** from the same period last year.

**Table 1. Analysis of Insurance Production Accomplishment vs Same Period Last Year**

Insurance Lines	ACCOMPLISHMENT							
	No. of Farmers		Amount of Cover (PhP M)		Premium (PhP M)		Area (Ha.)	
	December 2018	vs. 2017 (%) Inc/(Dec)	December 2018	vs. 2017 (%) Inc/(Dec)	December 2018	vs. 2017 (%) Inc/(Dec)	December 2018	vs. 2017 (%) Inc/(Dec)
<b>Rice</b>	768,675	24.23	22,287.029	20.87	2,253.396	19.57	1,026,382	22.75
<b>Corn</b>	247,824	38.19	7,115.632	44.46	738.796	37.78	370,803	44.81
<b>Rice &amp; Corn Combined</b>	<b>1,016,499</b>	<b>27.37</b>	<b>29,402.661</b>	<b>25.84</b>	<b>2,992.192</b>	<b>23.61</b>	<b>1,397,186</b>	<b>27.92</b>
<b>HVC</b>	305,772	58.94	16,194.951	80.78	1,121.449	123.35	421,863	79.96
<b>Livestock</b>	334,087	54.52	7,800.357	61.38	553.932	57.92		
<b>Fisheries/ Aquaculture</b>	40,467	601.21	1,529.740	638.07	83.809	642.49		
<b>Non-Crop Insurance</b>	4,115	(82.00)	947.337	(30.25)	13.567	(51.52)		
<b>CLTIP</b>	502,979	8.80	22,288.652	12.90	58.955	13.17		
<b>Total</b>	<b>2,203,919</b>	<b>29.83</b>	<b>78,163.699</b>	<b>33.69</b>	<b>4,823.904</b>	<b>43.36</b>	<b>1,819,049</b>	<b>37.12</b>

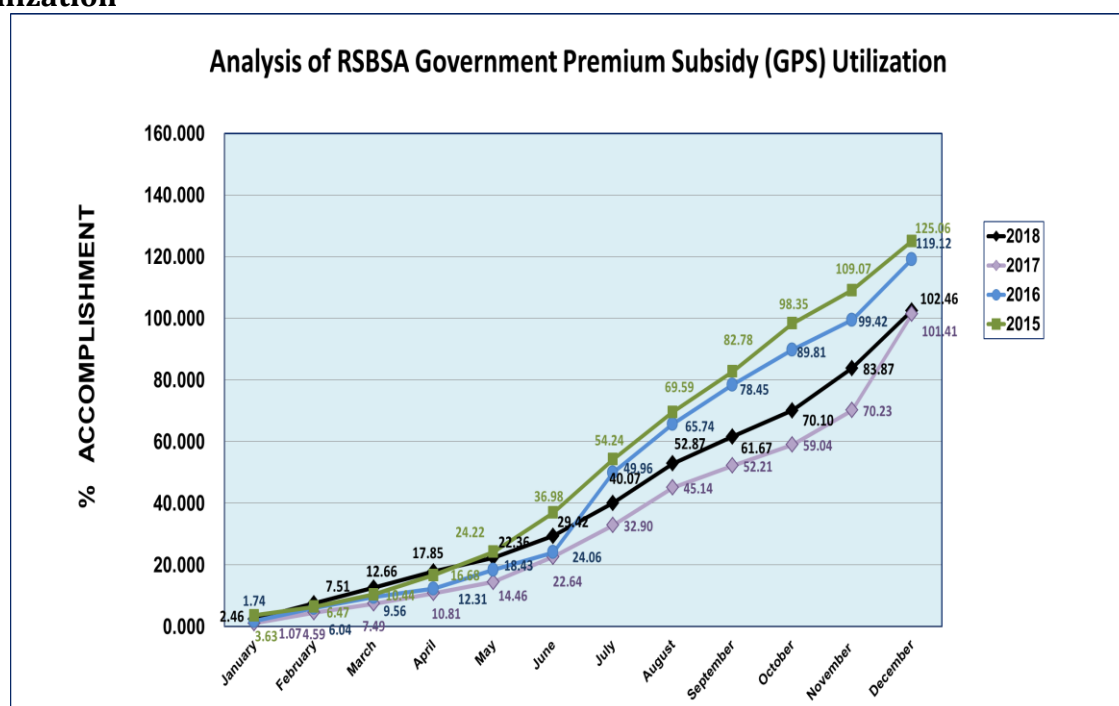
Source: PABS report as of December 31, 2018, generated on 01/18/19.

**Table 1.1 Analysis of Insurance Production: Special Programs and PCIC Regular Programs**

Insurance Program	No. of Farmers		Amount of Cover		Premium	
	December 2018	vs. 2017 %Inc./ (Dec.)	December 2018	vs. 2017 %Inc./ (Dec.)	December 2018	vs. 2017 %Inc./ (Dec.)
<b>Special Programs (100% GPS)</b>						
RSBSA	1,334,014	29.63	42,562.210	41.59	3,586.234	41.60
Non-RSBSA*	210,006	100.00	5,925.116	100.00	503.466	100.00
<b>DA Insurance Programs</b>						
<i>Sikat Saka*</i>	15,639	6.69	1,709.137	10.38	170.911	10.32
<i>WARA 2015</i>	-	(100.00)	-	(100.00)	-	(100.00)
<i>HYTA 2015</i>	622	(41.10)	21.635	42.74	2.163	42.68
<i>Hybrid Rice Program*</i>	4,796	100.00	117.409	100.00	11.741	100.00
<i>FSPAP-PPI*</i>	262	100.00	6.581	100.00	0.658	100.00
<i>Rice Model Farm</i>	1,373	100.00	53.101	100.00	5.310	100.00
<i>YRRP</i>	20,816	(40.29)	1,039.341	20.82	19.551	(55.25)
<i>PLEA*</i>	14,208	461.58	491.816	474.37	39.321	586.58
<i>SURE*</i>	457	100.00	11.557	100.00	1.132	100.00
Sub-Total - DA Insurance Programs	58,173	0.77	3,450.577	33.00	250.786	17.41
DAR-DA-LBP ACP & CAP-PBD*	18,462	(10.29)	1,063.765	(11.81)	98.759	(5.74)
<b>Total</b>	<b>1,620,655</b>	<b>46.62</b>	<b>53,001.667</b>	<b>56.77</b>	<b>4,439.245</b>	<b>55.96</b>
<b>Regular Programs</b>						
Rice* (55% PCIC Subsidy)	49,113	(29.89)	1,900.451	(29.86)	214.764	(30.26)
Corn* (55% PCIC Subsidy)	17,671	(42.88)	382.684	(41.46)	65.539	(39.01)
HVC	3,566	(36.78)	429.771	(27.43)	10.460	(37.31)
Livestock	25,670	2.17	652.957	28.75	34.643	21.18
Fisheries/Aquaculture	3,471	6,705.88	140.568	195.68	4.696	495.94
NCI	338	(93.64)	308.207	(59.14)	1.640	(78.68)
CLTIP	483,435	6.22	21,347.394	10.08	52.916	7.28
<b>Total</b>	<b>583,264</b>	<b>(1.51)</b>	<b>25,162.032</b>	<b>2.05</b>	<b>384.659</b>	<b>(25.81)</b>
<b>GRAND TOTAL</b>	<b>2,203,919</b>	<b>29.83</b>	<b>78,163.699</b>	<b>33.69</b>	<b>4,823.904</b>	<b>43.36</b>

\*Premium Subsidy was sourced from remittances of BSP pertaining to PCIC's share in the penalties charged to financial institutions for noncompliance or under-compliance with Agri-Agra Law (RA 10000).

**Figure 1. Trend Analysis of RSBSA Government Premium Subsidy (GPS) Utilization**

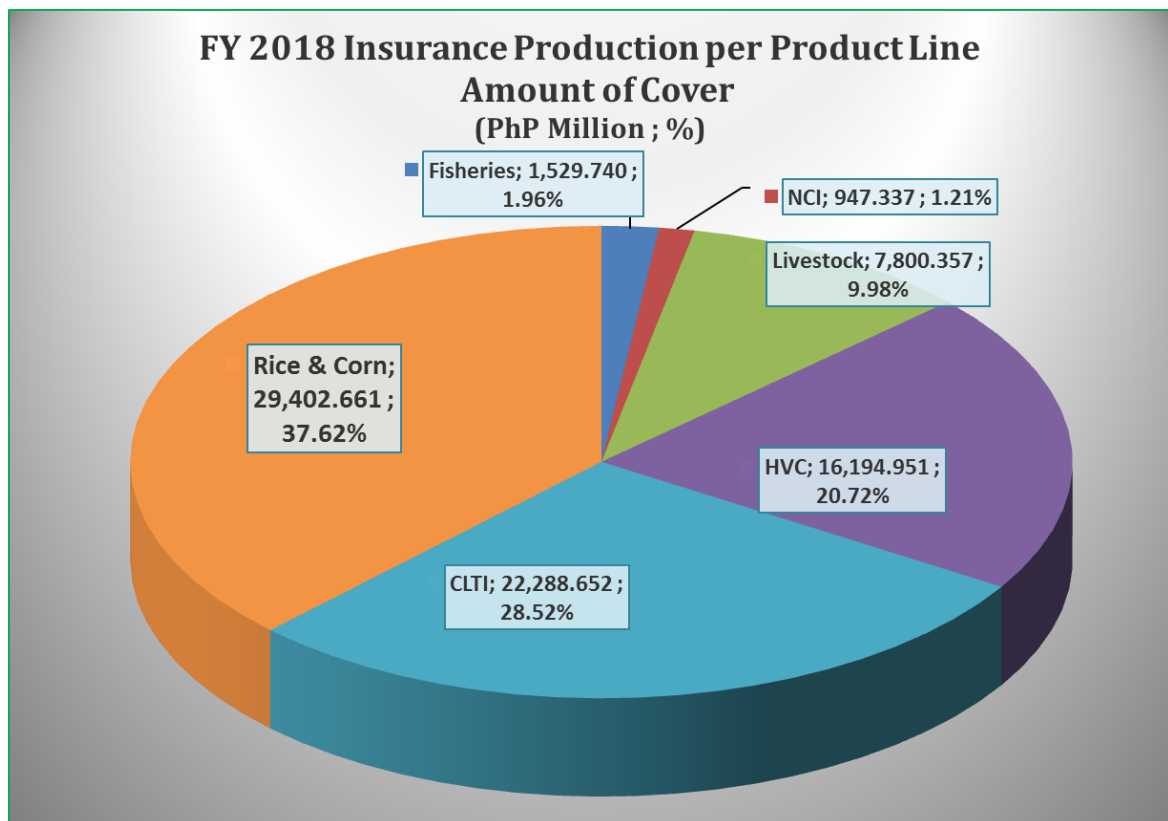


**Table 2. Analysis of Insurance Production Accomplishment vs. Annual Target**

Insurance Lines	Accomplishment			Target - CY 2018			% Accomplishment		
	No. of Farmers	No. of Hectares/ Heads/ Policies	Amount of Cover (PhP M)	No. of Farmers	No. of Hectares/ Heads/ Policies	Amount of Cover (PhP M)	No. of Farmers	No. of Hectares/ Heads/ Policies	Amount of Cover
	Rice	768,675	1,026,382	22,287.029	724,138	921,550	20,249.283	106.15	111.38
Corn	247,824	370,803	7,115.632	353,657	442,653	9,384.184	70.07	83.77	75.83
<b>Rice &amp; Corn Combined</b>	<b>1,016,499</b>	<b>1,397,186</b>	<b>29,402.661</b>	<b>1,077,795</b>	<b>1,364,204</b>	<b>29,633.467</b>	<b>94.31</b>	<b>102.42</b>	<b>99.22</b>
HVC	305,772	421,863	16,194.951	249,265	265,134	9,473.802	122.67	159.11	170.94
Livestock	334,087	990,718	7,800.357	272,733	585,084	11,398.366	122.50	169.33	68.43
Fisheries/Aquaculture**	40,467	5,248	1,529.740	89,013	89,313	2,749.101	45.46	5.88	55.65
Non-Crop Insurance	4,115	1,372	947.337	423,543	423,543	13,721.438	0.97	0.32	6.90
CLTIP	502,979	166,534	22,288.652	507,720	55,194	25,268.011	99.07	301.73	88.21
<b>Total</b>	<b>2,203,919</b>		<b>78,163.699</b>	<b>2,620,069</b>		<b>92,244.185</b>	<b>84.12</b>		<b>84.74</b>

\*\*Includes insurance of fish, seaweeds and boats, fish cages of fisherfolk.

**Figure 2. FY 2018 Insurance Production per Product Line (Amount of Cover)**



**Reasons for increase of insurance production:**

Generally, the increased appropriation under GAA for FY 2018 for Government Premium Subsidy (GPS) to PCIC for RSBSA Agricultural Insurance Program (AIP), from PhP 2.5 billion (FY 2017) to PhP 3.5 billion (FY 2018), contributed largely in the increased production for these insurance lines: Rice, Corn, HVC, Livestock and Fisheries/Aquaculture.

Other Factors:

- RICE and CORN

- Increasing number and continuous participation of cooperatives/farmers' organizations/associations and other lending institutions participating in LBP's rice and corn production loan programs
- Continuous participation of the rice and corn farmers under the DA-LBP Sikat Saka Credit Program
- Increase in insurance coverage of ARBs under the APCP-CAP-PBD
- Insurance coverage of farmers participating in the DA Hybrid Rice Program
- Insurance coverage of farmers participating in various DA Programs for Unified Lending in Agriculture
- Insurance coverage of farmers participating in the DA Survival Recovery (SURE) Assistance Program
- Insurance coverage of farmers participating under the Negros First Universal Crop Insurance Program in RO VI
- Insurance coverage of farmers participating in the Yolanda Rehabilitation and Recovery Program (YRRP) in RO VIII
- Insurance coverage of small farmers and ARBs participating in Non-RSBSA Insurance Program
- Insurance coverage of farmers participating in the Special Comprehensive Insurance Program for Agri-Fishery Projects and Stakeholders of the Province of Cebu

- HVC

- Insurance coverage of farmers participating in various DA Programs for Unified Lending in Agriculture
- Insurance coverage of small farmers and ARBs participating in Non-RSBSA Insurance Program
- Insurance coverage of farmers participating in the Special Comprehensive Insurance Program for Agri-Fishery Projects and Stakeholders of the Province of Cebu

- LIVESTOCK

- Insurance coverage of farmers participating in various DA Programs for Unified Lending in Agriculture
- Insurance coverage of farmers participating in the Yolanda Rehabilitation and Recovery Program (YRRP) in RO VIII
- Insurance coverage of small farmers and ARBs participating in Non-RSBSA Insurance Program

- Insurance coverage of farmers participating in the Special Comprehensive Insurance Program for Agri-Fishery Projects and Stakeholders of the Province of Cebu
- FISHERIES/AQUACULTURE
  - Increase in insurance coverage of farmers participating in the Regular Fisheries Insurance Program
  - Insurance coverage of farmers participating in various DA Programs for Unified Lending in Agriculture
  - Insurance coverage of fisherfolk participating in Non-RSBSA Insurance Program
  - Insurance coverage of fisherfolk participating in the Special Comprehensive Insurance Program for Agri-Fishery Projects and Stakeholders of the Province of Cebu
- CLTIP
  - Increase in insurance coverage of farmers participating in the Regular CLT Insurance Program
  - Insurance coverage of farmers participating in various DA Programs for Unified Lending in Agriculture
  - Insurance coverage of farmers participating in the Yolanda Rehabilitation and Recovery Program (YRRP) in RO 8
  - Bundling of ADSS with RSBSA Insurance Program.
  - Insurance coverage of farmers participating in the Special Comprehensive Insurance Program for Agri-Fishery Projects and Stakeholders of the Province of Cebu

**Reasons for decrease of insurance production:**

- NCI
  - Non-renewal of some LIBI accounts.

## II. GOVERNMENT PREMIUM SUBSIDY UTILIZATION FOR FY 2018

**Table 3**

Insurance Program	Insurance Production			Premium (PhP M)			Government Premium Subsidy/ PCIC Premium Subsidy				
	Number of Farmers	No. of Hectares / Heads/ Policies	Amount of Cover (PhP M)	Farmer + Lending Institution	GPS		Total Premium	2018 Target (PhP M)	GPS Utilized (PhP M)	% Utilization	Available Balance
					PCIC Subsidy*	GAA / DA/ LGU					
<b>Special Programs</b>											
<b>RSBSA</b>											
Rice	581,179	752,330	15,220.848			1,522.061	1,522.061	1,400.000	1,522.061	108.72	(122.061)
Corn	191,338	301,113	5,666.540			566.616	566.616	700.000	566.616	80.95	133.384
High-Value Crop	258,706	361,427	13,691.789			86.234	873.685	959.919	525.000	873.685	166.42 (348.685)
Livestock	266,500	674,243	6,187.904			457.192	457.192	525.000	457.192	87.08	67.808
Fisheries	33,304	4,088	1,227.787			70.111	70.111	175.000	70.111	40.06	104.889
NCI	2,987	817	567.343			10.335	10.335	175.000	10.335	5.91	164.665
<b>Sub-total</b>	<b>1,334,014</b>		<b>42,562.210</b>			<b>86.234</b>	<b>3,500.000</b>	<b>3,586.234</b>	<b>3,500.000</b>	<b>3,500.000</b>	<b>100.00 (0.000)</b>
<b>Non-RSBSA*</b>											
Rice	94,853	115,550	2,290.406			229.032	229.032	208.000	229.032	110.11	(21.03)
Corn	33,173	43,735	833.068			83.304	83.304	130.000	83.304	64.08	46.70
High-Value Crop	38,754	50,932	1,760.300			124.540	124.540	86.000	124.540	144.81	(38.54)
Livestock	38,892	125,484	838.451			56.367	56.367	70.000	56.367	80.52	13.63
Fisheries	3,667	772	160.435			8.943	8.943	8.500	8.943	105.21	(0.44)
NCI	667	176	42.456			1.279	1.279	17.500	1.279	7.31	16.22
<b>Sub-total</b>	<b>210,006</b>		<b>5,925.116</b>			<b>503.466</b>	<b>503.466</b>	<b>520.000</b>	<b>503.466</b>	<b>96.82</b>	<b>16.535</b>
<b>DA Rice and Corn Insurance Programs</b>											
Sikat Saka - Rice*	15,365	39,241	1,691.742			169.172	169.172	140.000	169.172	120.84	(29.172)
Sikat Saka - Corn*	274	523	17.395			1.739	1.739	36.000	1.739	4.83	34.261
HYTA 2015	622	541	21.635			2.163	2.163	5.580	2.163	0.00	3.417
Hybrid Rice Program*	4,796	5,866	117.409			11.741	11.741	30.000	11.741	0.00	18.259
PPI - Rice*	262	354	6.581			0.658	0.658	1.882	0.658	0.00	1.224
Rice Model Farm	1,373	1,185	53.101			5.310	5.310	5.925	5.310	0.00	0.615
<b>Sub-total</b>	<b>22,692</b>		<b>1,907.863</b>			<b>183.310</b>	<b>7.473</b>	<b>190.783</b>	<b>219.387</b>	<b>190.783</b>	<b>86.96 28.60</b>
<b>DA - PLEA*</b>											
Rice	5,189	7,924	173.789			17.379	17.379	45.484	17.379	38.21	28.10
Corn	2,647	3,155	81.181			8.118	8.118	22.742	8.118	35.70	14.62
High-Value Crop	1,743	1,068	80.282			10.245	10.245	13.266	10.245	77.23	3.02
Livestock	2,412	19,784	82.126			2.825	2.825	8.339	2.825	33.88	5.51
Fisheries	25	8	0.950			0.059	0.059	1.137	0.059	5.19	1.08
NCI	17	3	0.679			0.027	0.027	1.137	0.027	2.38	1.11
CLTIP	2,175	223	72.808			0.667	0.667	1.895	0.667	35.19	1.23
<b>Sub-total</b>	<b>14,208</b>		<b>491.816</b>			<b>39.321</b>	<b>39.321</b>	<b>94.000</b>	<b>39.321</b>	<b>41.83</b>	<b>54.680</b>
<b>DA - SURE*</b>											
Rice	421	541	10.723			1.072	1.072	7.500	1.072	14.29	6.43
Corn	2	3	0.050			0.005	0.005	5.000	0.005	0.11	4.995
High-Value Crop	34	32	0.784			0.055	0.055	2.500	0.055	2.20	2.445
Livestock	0	0	0.000			0.000	0.000	1.250	0.000	0.00	1.250
Fisheries	0	0	0.000			0.000	0.000	1.250	0.000	0.00	1.250
NCI	0	0	0.000			0.000	0.000	1.250	0.000	0.00	1.250
CLTIP	0	0	0.000			0.000	0.000	1.250	0.000	0.00	1.250
<b>Sub-total</b>	<b>457</b>		<b>11.557</b>			<b>1.132</b>	<b>1.132</b>	<b>20.000</b>	<b>1.132</b>	<b>5.66</b>	<b>18.868</b>

Insurance Program	Insurance Production			Premium (PhP M)			Government Premium Subsidy/ PCIC Premium Subsidy					
	Number of Farmers	No. of Hectares / Heads/ Policies	Amount of Cover (PhP M)	Farmer + Lending Institution	GPS		Total Premium	2018 Target (PhP M)	GPS Utilized (PhP M)	% Utilization	Available Balance	
					PCIC Subsidy*	GAA / DA/ LGU						
<b>DA - Yolanda Rehabilitation and Recovery Program (YRRP)</b>												
Rice	2,470	2,960	103.434			10.353	10.353	86.094	10.353			
Corn	75	70	2.251			0.225	0.225		0.225			
High-Value Crop	412	534	12.083			0.843	0.843		0.843			
Livestock	385	3,735	24.789			2.474	2.474		2.474			
Fisheries	0	0	0.000			0.000	0.000		0.000			
NCI	105	86	28.334			0.283	0.283		0.283			
CLTIP	17,369	16,842	868.450			5.372	5.372		5.372			
<b>Sub-total</b>	<b>20,816</b>		<b>1,039.341</b>			<b>19.551</b>	<b>19.551</b>	<b>86.094</b>	<b>19.551</b>			
<b>Total - DA Insurance Programs</b>	<b>58,173</b>		<b>3,450.577</b>			<b>223.763</b>	<b>27.024</b>	<b>250.787</b>	<b>419.481</b>	<b>250.787</b>	<b>59.79</b>	<b>168.694</b>
<b>DA-DAR- LBP APCP &amp; CAP-PBD*</b>												
Rice	13,032	21,730	696.910			69.691	69.691	61.622	69.691	113.10	(8.069)	
Corn	2,644	4,245	132.464			13.246	13.246	30.811	13.246	42.99	17.564	
High-Value Crop	2,557	3,614	219.943			15.388	15.388	30.811	15.388	49.94	15.423	
Livestock	228	1,824	14.130			0.431	0.431	10.270	0.431	4.20	9.839	
Fisheries	0	0	0.000			0.000	0.000	6.162	0.000	0.00	6.162	
NCI	1	1	0.318			0.002	0.002	6.162	0.002	0.03	6.160	
CLTIP	0	0	0.000			0.000	0.000	6.162	0.000	0.00	6.162	
<b>Sub-total</b>	<b>18,462</b>		<b>1,063.765</b>			<b>98.759</b>	<b>98.759</b>	<b>152.000</b>	<b>98.759</b>	<b>64.97</b>	<b>53.242</b>	
<b>Total - Special Programs</b>	<b>1,620,655</b>		<b>53,001.667</b>	<b>0.000</b>		<b>912.221</b>	<b>3,527.024</b>	<b>4,439.245</b>	<b>4,591.481</b>	<b>4,353.011</b>	<b>94.81</b>	<b>171.926</b>
<b>PCIC Regular Program</b>												
Rice*	49,113	78,160	1,900.451	106.548		108.216		214.764	100.000	108.216	108.22	(8.216)
Corn*	17,671	17,961	382.684	30.137		35.402		65.539	50.000	35.402	70.80	14.598
Combined Rice & Corn	<b>66,784</b>	<b>96,121</b>	<b>2,283.135</b>	<b>136.685</b>		<b>143.618</b>		<b>280.303</b>	<b>150.000</b>	<b>143.618</b>	<b>95.75</b>	<b>6.38</b>
High-Value Crop	3,566	4,257	429.771	10.460				10.460	-			
Livestock	25,670	165,648	652.957	34.643				34.643	-			
Fisheries	3,471	380	140.568	4.696				4.696	-			
Non-Crop Insurance	338	289	308.207	1.640				1.640	-			
CLTIP	483,435	149,469	21,347.394	52.916				52.916	-			
<b>Total</b>	<b>583,264</b>		<b>25,162.032</b>	<b>241.040</b>		<b>143.618</b>		<b>384.658</b>	<b>150.000</b>	<b>143.618</b>	<b>95.75</b>	<b>6.38</b>
<b>Grand-total</b>	<b>2,203,919</b>		<b>78,163.699</b>	<b>241.040</b>		<b>1,055.840</b>	<b>3,527.024</b>	<b>4,823.904</b>	<b>4,741.481</b>	<b>4,496.630</b>	<b>94.84</b>	<b>244.851</b>

\*Premium Subsidy was sourced from remittances of BSP pertaining to PCIC's share in the penalties charged to financial institutions for noncompliance or under-compliance with Agri-Agra Law (RA 10000).

- PCIC Regular Programs

The target PCIC premium subsidy for rice and corn crop insurance programs for the year ended December 31, 2018 is PhP 150 million. PCIC premium subsidy utilized is PhP 143.618 million or 95.75% accomplishment.

- DA Programs

The insurance policies issued for the LBP-DA Sikat Saka, High Yielding Technology Adoption, Yolanda Rehabilitation and Recovery Program, Production Loan Easy Access, Survival Recovery Assistance and Hybrid Rice Program of DA for the year ended December 31, 2018 reached PhP 3,450.577

million amount of cover and utilized PhP 27.024 million DA-GPS and PhP 223.763 million PCIC premium subsidy, broken down as follows:

Program	Amount of Cover (PhP M)	DA-GPS (PhP M)	PCIC Premium Subsidy (PhP M)
Sikat Saka	1,709.137		170.911
HYTA	21.635	2.163	
YRRP	1,039.341	19.551	
PLEA	491.816		39.321
SURE	11.557		1.132
Hybrid Rice	117.409		11.741
PPI	6.581		0.658
Rice Model Farm	53.101	5.310	
TOTAL	3,450.577	27.024	223.763

- **RSBSA Program**

The target government premium subsidy (GPS) for crop, livestock, fisheries, and non-crop agricultural asset insurance programs for the year ended December 31, 2018 is PhP 3,500.000 million. We utilized PhP 3,586.234 million or 102.46% accomplishment.

- **APCP and CAP-PBD Program**

The insurance policies issued for the APCP and CAP-PBD Program for the year ended December 31, 2018 reached PhP 1,063.765 million amount of insurance cover and utilized PhP 98.759 million PCIC premium subsidy.

- **Non-RSBSA Program**

The insurance policies issued for the Non-RSBSA Program for the year ended December 31, 2018 reached PhP 5,925.116 million amount of insurance cover and utilized PhP 503.466 million PCIC premium subsidy or 96.82% accomplishment.



**Table 4. Distribution of Premiums Received**

Particulars	Subsidy (PhP M)	Farmer + LI (PhP M)	Total Premiums (PhP M)	% to Total
<b>Fully Subsidized</b>				
Rice	2,038.632		2,038.632	42.26
Corn	673.256		673.256	13.96
HVC	1,110.990		1,110.990	23.03
Livestock	519.289		519.289	10.76
Fisheries	79.113		79.113	1.64
NCI	11.926		11.926	0.25
CLTI	6.039		6.039	0.13
<b>Sub-total</b>	<b>4,439.245</b>		<b>4,439.246</b>	<b>92.03</b>
<b>Partially Subsidized</b>				
Rice	108.216	106.548	214.764	4.45
Corn	35.402	30.137	65.539	1.36
<b>Sub-total</b>	<b>143.618</b>	<b>136.685</b>	<b>280.304</b>	<b>5.81</b>
<b>Market-Based</b>				
HVC		10.460	10.460	0.22
Livestock		34.643	34.643	0.72
Fisheries		4.696	4.696	0.10
NCI		1.640	1.640	0.03
CLTI		52.916	52.916	1.10
<b>Sub-total</b>		<b>104.355</b>	<b>104.355</b>	<b>2.16</b>
<b>TOTAL</b>	<b>4,582.863</b>	<b>241.040</b>	<b>4,823.904</b>	<b>100.00</b>

**III. CLAIMS PAID**

The total claims paid to farmers amounted to PhP 2,287.741 million, an increase of 18.11% from the same period last year, broken down as follows:

**Table 5**

Insurance Line	Claims Paid			Difference		For the Year Ended December 31, 2018			
	December 2018*		December 2017	Increase/ (Decrease)		Damage Rate (%)		Loss Ratio	
	No. of Farmers	Indemnity (PhP M)	Indemnity (PhP M)	Amount (PhP M)	(%)	2017	2018	2017	2018
Rice	225,765	1,845.926	1,446.993	398.934	27.57	7.85	8.28	0.77	0.82
Corn	51,138	361.683	344.983	16.700	4.84	7.00	5.08	0.64	0.49
<b>Rice &amp; Corn Combined</b>	<b>276,903</b>	<b>2,207.609</b>	<b>1,791.976</b>	<b>415.634</b>	<b>23.19</b>	<b>7.67</b>	<b>7.51</b>	<b>0.74</b>	<b>0.74</b>
HVC	2,306	23.796	91.215	(67.419)	(73.91)	1.02	0.15	0.18	0.02
Livestock	3,109	26.146	22.296	3.850	17.27	0.46	0.34	0.06	0.05
Fisheries	524	4.662	3.770	0.892	23.66	1.82	0.30	0.33	0.06
NCI	6	0.156	0.793	(0.637)	(80.33)	0.06	0.02	0.03	0.01
CLTIP	1,149	25.372	26.848	(1.476)	(5.50)	0.14	0.11	0.52	0.43
<b>TOTAL</b>	<b>283,997</b>	<b>2,287.741</b>	<b>1,936.897</b>	<b>350.844</b>	<b>18.11</b>	<b>3.31</b>	<b>2.93</b>	<b>0.58</b>	<b>0.47</b>
<b>Increase (Decrease) - (2018 vs. 2017)</b>						<b>(0.39)</b>		<b>(0.10)</b>	

\*Source: PABS report as of December 31, 2018, generated on 01/18/19.

**Table 5.1** Insurance Claims Payment by Program for the year ended December 31, 2018.

Insurance Program	Number of Farmers	Indemnity (PhP M)	Damage Rate (%)	Loss Ratio
<b>Special Programs</b>				
<b>RSBSA</b>				
Rice	176,509	1,337.486	8.79	0.88
Corn	43,331	304.648	5.38	0.54
HVCC	1,719	17.154	0.13	0.02
Livestock	2542	20.729	0.33	0.05
Fisheries	482	4.116	0.00	0.00
NCI	5	0.117	0.02	0.01
<b>Sub-total</b>	<b>224,588</b>	<b>1,684.251</b>	<b>3.96</b>	<b>0.47</b>
<b>Non-RSBSA</b>				
Rice	16,254	115.630	5.05	0.50
Corn	3,538	24.590	0.00	0.00
HVCC	35	0.320	0.00	0.00
Livestock	176	1.207	0.00	0.00
Fisheries	32	0.274	0.00	0.00
NCI	1	0.039	0.00	0.00
<b>Sub-total</b>	<b>20,036</b>	<b>142.060</b>	<b>2.40</b>	<b>0.28</b>
<b>DA Programs</b>				
<b>DA Rice &amp; Corn Programs</b>				
Sikat Saka - Rice*	4,548	89.339	5.28	0.53
Sikat Saka - Corn*	46	0.559	3.21	0.32
HYTA 2015	180	1.246	5.76	0.58
Hybrid Rice*	1,160	9.996	8.51	0.85
PPI - Rice*	32	0.167	2.54	0.25
Rice Model Farm	419	4.252	8.01	0.80
<b>Sub-total</b>	<b>6,385</b>	<b>105.559</b>	<b>5.53</b>	<b>0.55</b>
<b>DA-Yolanda Rehabilitation &amp; Recovery Program</b>				
Rice	2,318	17.002	16.44	1.64
Corn	234	1.313	0.00	0.00
HVCC	8	0.051	0.00	0.00
Livestock	41	0.299	0.00	0.00
Fisheries	1	0.036	0.00	0.00
NCI	0	0.000	0.00	0.00
CLTIP	28	1.395	0.16	0.26
<b>Sub-total</b>	<b>2,630</b>	<b>20.096</b>	<b>1.93</b>	<b>1.03</b>
<b>DA-PLEA*</b>				
Rice	655	5.459	3.14	0.31
Corn	273	1.630	2.01	0.20
HVCC	206	3.400	4.24	0.33
Livestock	33	0.217	0.26	0.08
Fisheries	0	0.000	0.00	0.00
NCI	0	0.000	0.00	0.00
CLTIP	3	0.100	0.14	0.15
<b>Sub-total</b>	<b>1,170</b>	<b>10.806</b>	<b>2.20</b>	<b>0.27</b>

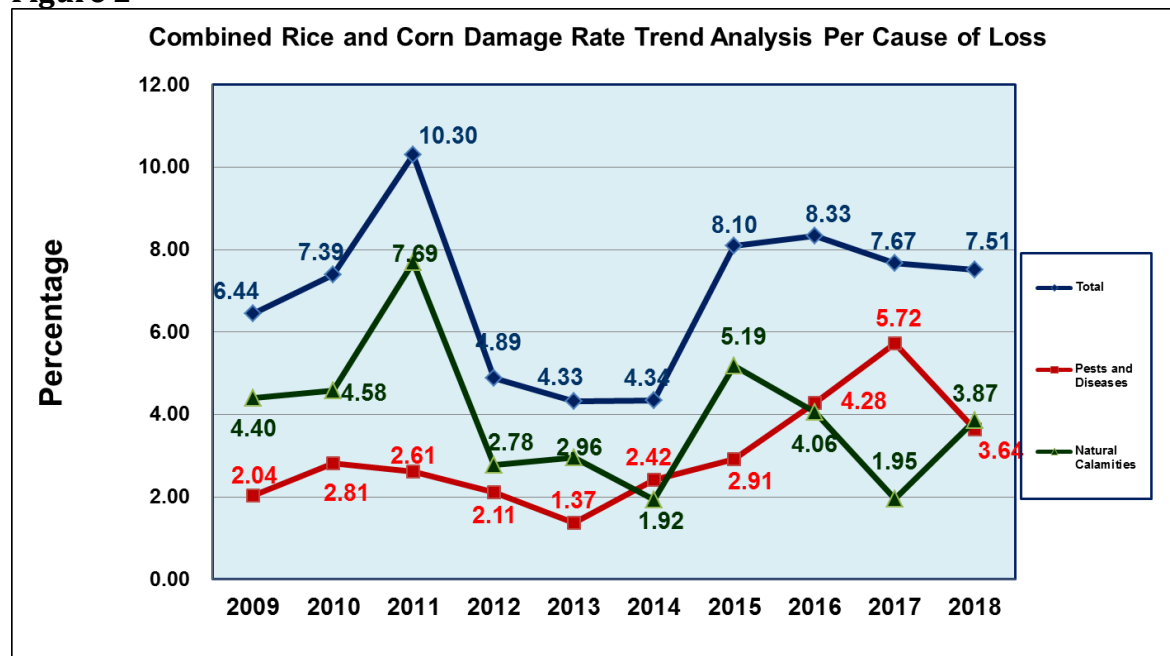
Insurance Program	Number of Farmers	Indemnity (PhP M)	Damage Rate (%)	Loss Ratio
<b>DA-SURE*</b>				
Rice	10	0.088	0.00	0.00
Corn	0	0.000	0.00	0.00
HVCC	0	0.000	0.00	0.00
Livestock	0	0.000	0.00	0.00
Fisheries	0	0.000	0.00	0.00
NCI	0	0.000	0.00	0.00
CLTIP	0	0.000	0.00	0.00
<b>Sub-total</b>	<b>10</b>	<b>0.088</b>	<b>0.76</b>	<b>0.08</b>
<b>Total - DA Programs</b>	<b>10,195</b>	<b>136.549</b>	<b>3.96</b>	<b>0.54</b>
<b>DA-DAR-LBP APCP &amp; CAP-PBD*</b>				
Rice	3,147	44.874	6.44	0.64
Corn	506	5.171	3.90	0.39
HVCC	3	0.038	0.02	0.00
Livestock	14	0.080	0.00	0.00
Fisheries	0	0.000	0.00	0.00
NCI	0	0.000	0.00	0.00
CLTIP	0	0.000	0.00	0.00
<b>Sub-total</b>	<b>3,670</b>	<b>50.163</b>	<b>4.72</b>	<b>0.51</b>
<b>PCIC Regular Program</b>				
Rice*	20,533	220.387	11.60	1.03
Corn*	3,210	23.773	6.21	0.36
<b>Combined Rice &amp; Corn</b>	<b>23,743</b>	<b>244.160</b>	<b>10.69</b>	<b>0.87</b>
HVCC	335	2.833	0.66	0.27
Livestock	303	3.614	0.55	0.10
Fisheries	9	0.235	0.00	0.00
Non-Crop Insurance	0	0.000	0.00	0.00
CLTIP	1118	23.877	0.11	0.45
<b>Sub-total</b>	<b>25,508</b>	<b>274.719</b>	<b>1.09</b>	<b>0.71</b>
<b>Grand-total</b>	<b>283,997</b>	<b>2,287.741</b>	<b>2.93</b>	<b>0.47</b>

\*Premium Subsidy was sourced from remittances of BSP pertaining to PCIC's share in the penalties charged to financial institutions for noncompliance or under-compliance with Agri-Agra Law (RA 10000).

**Table 5.2 Combined Rice and Corn Claims Paid per Cause of Loss**

Cause of Loss	CLAIMS PAID				REASONS FOR INCREASE/(DECREASE)
	December 2018	December 2017	Increase/ (Decrease)		
			Amount (PhP M)	(%)	
<b>Typhoon /Flood</b>	961.764	406.124	555.640	136.82	Losses due to flood brought by heavy rainfall in RO V, VI & VII, and Typhoons Agaton, Basyang and Caloy in RO X & XI, Typhoon Ester in RO XI, Habagat and Typhoons Henry, Inday, Josie, Karding and Ompong in CAR, Regions I, II, III, IVA , IVB and VI, and Typhoon Rosita in CAR, Regions I, II, III, IVA, IVB and V.
<b>Drought</b>	175.496	49.310	126.186	255.90	Continued drought in Regions I (Jan-Jul), III (Jan-Aug), VI, VII (June-Aug, Nov), X (Sept-Nov), and XII (June-Aug).
<b>Pests &amp; Diseases</b>	1,070.350	1,336.542	(266.192)	(19.92)	1. Rat infestation in ROs VI, VIII, IX, X, XI and XII. 2. Prevalence of stemborer in ROs IV, VI, X, XI, and XII.
<b>TOTAL</b>	<b>2,207.610</b>	<b>1,791.976</b>	<b>415.634</b>	<b>64.89</b>	

**Figure 2**



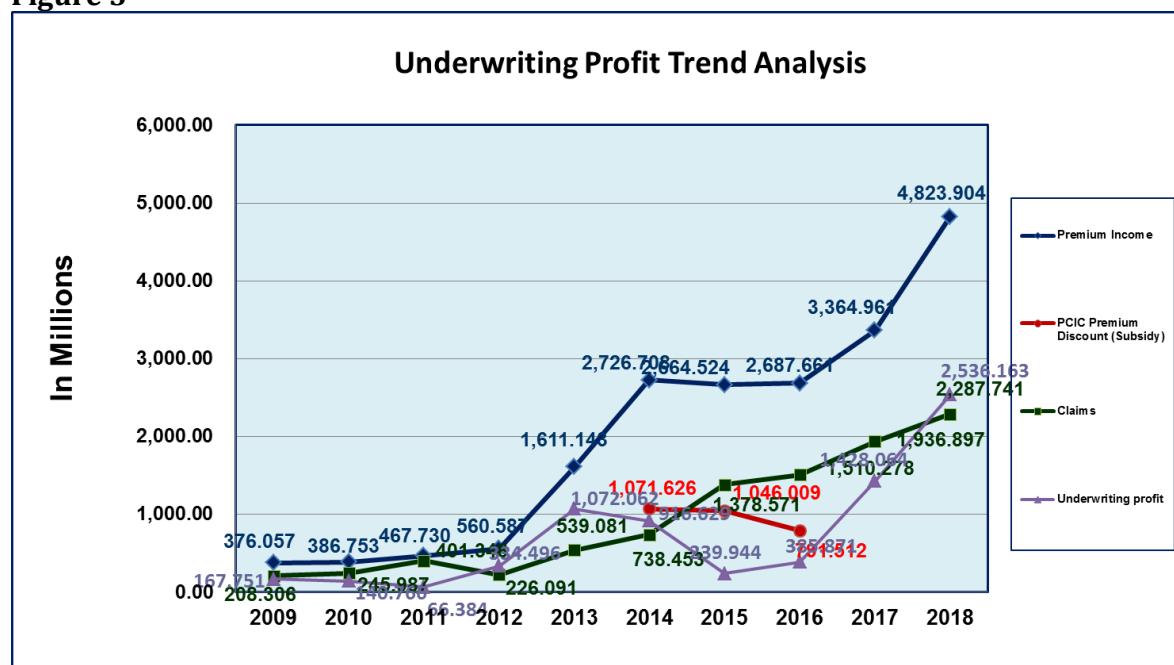
#### IV. UNDERWRITING PROFIT

The underwriting profit for the year ended December 31, 2018 amounted to PhP 2,536.163 million, an increase of 60.67% as compared to the same period last year, computed as follows:

**Table 6**

PARTICULARS	AMOUNT (PhP M)				DIFFERENCE INCREASE/ (DECREASE)		REMARKS
	December 2018	% To Total	December 2017	% To Total	AMOUNT (PM)	%	
Premium Income	4,823.904	100.00	3,364.961	100.00	1,458.943	43.36	PCIC premium subsidy for Regular (PhP143.618M); Special: Sikat Saka (PhP170.911M), Hybrid Rice Program (PhP11.741M), PPI (PhP0.658M), DA-PLEA (PhP39.321M), DA-SURE (PhP1.132M), APCP & CAP-PBD (PhP98.759M), and Non-RSBSA (PhP503.466M)
Less: Claims Paid	2,287.741	47.43	1,936.897	57.56	350.844	18.11	
<b>Underwriting Profit</b>	<b>2,536.163</b>	<b>52.57</b>	<b>1,428.064</b>	<b>42.44</b>	<b>1,108.099</b>	<b>77.59</b>	<b>All ROs registered underwriting profit, except RO I.</b> Top Performers: ROs IV, VII, V, II, VI and X.

**Figure 3**



For your information.

**ATTY. JOVY C. BERNABE**