



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



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Circular Letter (CL)

2020-70

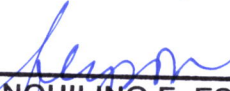
No.:

Date:

11 June 2020

Supersedes:

None


TRANQUILINO E. ESPEJON
IC Supervising Administrative Officer
Administrative Division
Insurance Commission

Date: _____ **CIRCULAR LETTER**

TO : INSURANCE COMPANIES, PRE-NEED COMPANIES AND HEALTH MAINTENANCE ORGANIZATIONS (HMOs)

SUBJECT : RECOGNITION OF DIGITAL PAYMENTS AS AN INTEGRAL PART OF INSURANCE TECHNOLOGY (INSURTECH), PROVIDING FOR ITS FRAMEWORK, AND ENCOURAGING ITS ADOPTION IN INSURANCE TRANSACTIONS

WHEREAS, the Commission recognizes the emergence of technological advancements in financial transactions and its role in increasing the efficiency, security, and ease of use in making payments.

WHEREAS, the Commission is one with the government's agenda of continuously improving financial inclusion and supporting Insurance Technology (InsurTech) and innovations.

WHEREAS, the Commission recognizes that digital payments in transactions involving the purchase of Insurance policies, Pre-Need plans and Health Maintenance Organization (HMO) agreements will improve financial inclusion and innovations as well as awareness of the consuming public on insurance, pre-need and HMO products.

WHEREAS, there is a need for this Commission to address such technological advancements and formulate guidelines in order to serve, balance and protect the interests of Insurance, Pre-Need and HMO industries, and their consumers.

NOW, THEREFORE, pursuant to the powers granted to the Insurance Commissioner under Section 437 of the Insurance Code, as amended by Republic Act ("R.A.") No. 10607, Section 6 of R.A. 9829, otherwise known as the "Pre-Need Code of the Philippines", Section 4 of Executive Order No. 192, Series