



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



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Amends / Supplements:	NONE

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

CIRCULAR LETTER

Date: _____
 TO :

ALL LIFE AND NON-LIFE INSURANCE COMPANIES, MUTUAL BENEFIT ASSOCIATIONS AND LICENSED INSURANCE INTERMEDIARIES OR AGGREGATORS BY THE INSURANCE COMMISSION

SUBJECT : GUIDELINES ON THE ADOPTION OF A REGULATORY SANDBOX FRAMEWORK FOR INSURANCE TECHNOLOGY (InsurTech) INNOVATIONS

WHEREAS, technological innovations have provided various modes of communication and novel means of conducting business throughout the years and across nations leading to the advent of Insurance Technology (InsurTech);

WHEREAS, the utilization of these technological innovations, as applied in the conduct of insurance business, can further be improved or enhanced without completely disregarding any existing and applicable laws, rules, or regulations;

WHEREAS, this Commission recognizes the immense benefit that can be derived from further developing such technological innovations (InsurTech) through experimentation, testing, and learning, which can be achieved without necessarily compromising the protection of the interests of the insuring public;

NOW, THEREFORE, in view of the foregoing and in accordance with the statutory powers vested in the undersigned by Section 437 of the Insurance Code of the Philippines, as amended by Republic Act No. 10607, the following *Guidelines on the Adoption of a Regulatory Sandbox Framework for Insurance Technology (InsurTech) Innovations* are hereby adopted and promulgated, to wit:

Section 1. Definition of Regulatory Sandbox. – For the purposes of this Circular Letter, the term “*Regulatory Sandbox*” means a controlled environment with a system set up by a licensed insurance provider in collaboration with another person, natural or juridical, licensed or not by this Commission, that allows a small scale and live testing of **technical innovations** operating under special circumstance/s, allowance/s, and/or other limited and time-bound supervision.