

# COVER SHEET

8 0 1 1 8  
 SEC Registration Number

NATIONAL REINSURANCE  
 CORPORATION OF THE PHILIPPINES  
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(Company's Full Name)

3 1 F B P I - P H I L A M L I F E M A K A T I  
 6 8 1 1 A Y A L A A V E N U E M A K A T I

(Business Address: No., Street City / Town / Province)

Regina S. Ramos  
 Contact Person

(02) 988-7400  
 Company Telephone Number

1  2      3  1  
 Month                      Day

Fiscal Year

SEC Form 17-C  
 Press Release

FORM TYPE

4<sup>th</sup> Wednesday of June  
 Month                      Day

Annual Meeting

Secondary License Type, If Applicable

Dept Requiring this Doc

Total No. of Stockholders

Total Amount of Borrowings  
 Domestic      Foreign

**To be accomplished by SEC Personnel concerned**

File Number

\_\_\_\_\_ LCU

Document ID

\_\_\_\_\_ Cashier

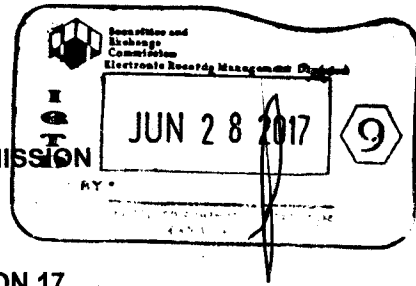
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SECURITIES AND EXCHANGE COMMISSION

SEC FORM 17-C

CURRENT REPORT UNDER SECTION 17  
OF THE SECURITIES REGULATION CODE  
AND SRC RULE 17.2(c) THEREUNDER



1. **27 June 2017**  
Date of Report (Date of earliest event reported)
2. SEC Identification Number **80118**
3. BIR Tax Identification No. **000-480-869-000**
4. **NATIONAL REINSURANCE CORPORATION OF THE PHILIPPINES, doing business under the names and styles of Philippine National Reinsurance Company; PhilNaRe**  
Exact name of issuer as specified in its charter
5. **Metro Manila, Philippines**  
Province, country or other jurisdiction of incorporation
6.  (SEC Use Only)  
Industry Classification Code:
7. **31<sup>st</sup> Floor, BPI-Philam Life Makati, 6811 Ayala Avenue, Makati City**  
Address of principal office
8. **1227**  
Postal Code
8. **(632) 988-7400**  
Issuer's telephone number, including area code
9. **N/A**  
Former name or former address, if changed since last report
10. Securities registered pursuant to Sections 8 and 12 of the SRC or Sections 4 and 8 of the RSA

Title of Each Class	Number of Shares of Common Stock Outstanding
<b>Common Shares</b>	2,123,605,600
<b>TOTAL</b>	2,123,605,600

11. Indicate the item numbers reported herein: Item 9 - Other Events

Press Release: **Nat Re earns P78M in 2016, sustains healthy profitability ratios**

(see attached copy of the Press Release)

**SIGNATURES**

Pursuant to the requirements of the Securities Regulation Code, the issuer has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized, in the City of Makati on **June 27, 2017**.

**National Reinsurance Corporation of the Philippines,  
doing business under the names and styles of Philippine  
National Reinsurance Company; PhilNaRe**  
Issuer

**June 27, 2017**

Date

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**Regina S. Ramos**

Vice President, Head of Risk & Compliance

# NATIONAL REINSURANCE CORPORATION OF THE PHILIPPINES

31<sup>st</sup> Floor, BPI-Philam Life Makati (formerly: Ayala Life-FGU Center), 6811 Ayala Avenue, Makati City 1227, Philippines  
Trunk line: +632 988-7400 \* Website: [www.nrcp.com.ph](http://www.nrcp.com.ph) \* e-mail: [nrcp@nrcp.com.ph](mailto:nrcp@nrcp.com.ph)

## **Nat Re earns P78M in 2016, sustains healthy profitability ratios** *Reinsurer also posts a record-low 99.1% combined ratio*

27 June 2017 -- National Reinsurance Corporation of the Philippines (Nat Re, stock ticker NRCP) continued delivering income to its shareholders and entered its third consecutive year of net profits, raking in P78M in 2016.

Nat Re also posted a 99.1% combined ratio, the lowest in the last seven years. These figures are comparable with combined ratios of A-minus-rated reinsurers such as Malaysian Re and Labuan Re. Nat Re also recorded a 58.5% loss ratio.

"We say with all confidence that the portfolio is much more balanced," President and CEO Augusto Hidalgo said in a statement. "We are convinced that 2016 will be written in NRCP's history books as that milestone year where the company made a turnaround in the course of its growth."

NRCP's gross written premiums and net written premiums have also grown by a substantial 55% and 82% year-on-year, respectively. To better manage volatility NRCP cut the share of domestic premiums to total net premiums written from 85% to 58%. The company attributes these to new business from lower volatility foreign retrocession and reinsurance. NRCP supports its expanding overseas presence by continuing development of technical capabilities notably by establishing a complement of in-house data analysts to support its underwriting activities.

Aside from improved profitability ratios NRCP also enjoys a comfortable Risk-Based Capital Ratio of 268% based on a 99.5% level of sufficiency, well-beyond the required 100% minimum set by the Insurance Commission under the new Risk-Based Capital Framework (RBC2). Globally recognized rating firm AM Best cites this strength in capitalization as a factor in affirming its B++ (Good) rating for NRCP.

"We updated our risk tolerance limits to reflect not only this new capital requirement under RBC2 but also AM Best's minimum Capital Adequacy Ratio level, implying NRCP's balance sheet strength is comparable with that of an A++-rated company," Hidalgo added.

In 2016 NRCP's Life & Health line had its first lead reinsurer role in ten years, for two insurance companies no less, and signed its first treaty agreement with a health maintenance organization. NRCP has also been more active in group facultative cases of three life insurance companies.

The Property & Casualty line cut the share of net premiums written from domestic sources to a more manageable 49% of total net premiums written. The share of fire insurance has improved to 40% of the total property and casualty book, down from almost two-thirds in 2014.

NRCP also posted P284.9 million in investment income amid low interest rates and the weak performance of domestic equity markets.

"These notable achievements in 2016 show that we have overcome that hurdle of bringing NRCP out of the recovery stage," Hidalgo said in a statement. "The next challenge we face is establishing the momentum for greater and sustained progress."

The company has crafted a new vision of cementing its status as a champion of emerging markets reinsurance. Hidalgo also envisions to transform the company into a "knowledge hub" that not only provides reinsurance capacity to its clients but also shares effective tools and best practices with them and with independent reinsurers. NRCP plans to revamp its brand to reflect these new company aspirations and in time for its 40th anniversary in 2018.

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NRCP will also continue to work on portfolio management and operational excellence to achieve an A-rating from AM Best, a Philippine Quality Award, and a level 3 status on the RIMS Risk Maturity Model for Enterprise Risk Management.

NRCP held its 10th Listing Anniversary Celebration at the Philippine Stock Exchange on 27 June (listing anniversary is on 27 April) to coincide with its Annual Stockholders' Meeting at the RCBC Plaza on 28 June.

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