

PARAMOUNT LIFE & GENERAL INSURANCE CORPORATION

SEPARATE FINANCIAL STATEMENTS
December 31, 2024 and 2023

With Independent Auditors' Report

PARAMOUNT LIFE & GENERAL INSURANCE CORPORATION
SEPARATE STATEMENTS OF FINANCIAL POSITION

December 31			
	Note	2024	2023
ASSETS			
Cash and cash equivalents	8	P2,302,178,381	P979,979,815
Short-term investments	9	521,418,316	1,199,113,860
Insurance receivables	10	824,999,334	1,202,690,778
Available-for-sale (AFS) financial assets	11	1,970,652,323	1,834,396,984
Investment in subsidiary	12	-	315,000,000
Loans and receivables	13	428,476,899	468,081,325
Accrued interest receivables		28,159,296	18,925,722
Reinsurance assets	14	1,581,116,608	1,287,122,655
Investment properties	15	2,848,310,000	2,710,445,000
Properties and equipment - net	16	564,674,195	486,628,359
Intangible assets - net		959,001	2,005,079
Deferred acquisition costs	17	176,040,419	166,181,681
Deferred tax assets - net	28	20,889,185	-
Other assets - net	18	117,850,315	107,621,205
		P11,385,724,272	P10,778,192,463
LIABILITIES AND EQUITY			
Liabilities			
Insurance contract liabilities	19	P5,342,890,222	P4,814,602,332
Policyholders' dividends		16,986,798	18,916,555
Premium deposit fund		10,765,937	10,659,689
Deferred commission income	17	52,116,619	44,632,633
Other insurance payables	20	529,819,825	443,515,192
Accounts payable and accrued expenses	21	785,409,427	913,775,209
Income tax payable		11,150,929	10,788,686
Lease liabilities	31	57,260,004	67,866,647
Retirement liability	27	169,453,051	170,957,065
Deferred tax liabilities - net	28	-	12,166,429
Other liabilities	22	259,445,789	277,816,541
Total Liabilities		7,235,298,601	6,785,696,978
Equity			
Capital stock	6	500,000,000	500,000,000
Contributed capital	6	65,490,273	65,490,273
Contingency surplus	6	1,644,673,651	1,644,673,651
Retained earnings	6	1,691,165,607	1,530,255,477
Remeasurement of fair value of AFS financial assets	11	(36,216,301)	(23,279,379)
Revaluation reserve on property	16	279,097,221	252,671,877
Remeasurement of life insurance policy reserves	19	60,620,724	70,221,451
Remeasurement of retirement liability	27	(54,405,504)	(47,537,865)
Total Equity		4,150,425,671	3,992,495,485
		P11,385,724,272	P10,778,192,463

See Notes to the Separate Financial Statements.

PARAMOUNT LIFE & GENERAL INSURANCE CORPORATION
SEPARATE STATEMENTS OF COMPREHENSIVE INCOME

		Years Ended December 31	
	Note	2024	2023
NET UNDERWRITING INCOME			
Gross premiums earned on insurance contracts		P4,276,485,839	P4,010,102,366
Gross change in provision for unearned premiums		(436,343,924)	(466,881,394)
Reinsurers' share of gross premiums on insurance contracts		(1,037,421,307)	(931,750,287)
Reinsurers' share of gross change in provisions for unearned premiums	14	234,984,914	290,685,673
Net underwriting income	23	3,037,705,522	2,902,156,358
Investment income	24	399,820,153	998,070,960
Fees and commission income		101,800,236	75,968,648
Other income		148,992,116	42,352,756
TOTAL REVENUES		3,688,318,027	4,018,548,722
BENEFITS, CLAIMS AND OTHER EXPENSES			
Gross benefits and claims on insurance contracts		1,645,921,483	1,403,421,130
Reinsurers' share of gross benefits and claims paid on insurance contracts		(156,123,572)	(112,771,008)
Gross change in insurance contract liabilities		45,335,027	(168,431,165)
Reinsurers' share of gross change in insurance contract liabilities		(59,009,039)	247,760,593
Net insurance benefits and claims	25	1,476,123,899	1,369,979,550
General and administrative expenses	26	1,129,434,306	1,080,684,963
Underwriting expenses	26	892,281,740	743,823,589
Insurance taxes		16,359,320	14,906,760
Interest expense	31	4,261,591	5,176,494
Total other expenses		2,042,336,957	1,844,591,806
TOTAL BENEFITS, CLAIMS AND OTHER EXPENSES		3,518,460,856	3,214,571,356
INCOME BEFORE TAXES		169,857,171	803,977,366
INCOME TAX EXPENSE	28	8,947,041	83,556,564
NET INCOME		160,910,130	720,420,802
OTHER COMPREHENSIVE LOSS			
<i>Items that may be reclassified to profit or loss</i>			
Remeasurement of fair value of AFS financial assets	11	(12,936,922)	36,939,661
Net change in fair value of building - net of tax	16	26,425,344	13,281,214
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of life insurance policy reserves	19	(9,600,727)	(42,298,030)
Remeasurement loss on retirement liability - net of tax	27	(6,867,639)	(16,720,380)
		(2,979,944)	(8,797,535)
TOTAL COMPREHENSIVE INCOME		P157,930,186	P711,623,267

See Notes to the Separate Financial Statements.

PARAMOUNT LIFE & GENERAL INSURANCE CORPORATION
SEPARATE STATEMENTS OF CHANGES IN EQUITY

Years Ended December 31

	Capital Stock (Note 6)	Contributed Capital (Note 6)	Contingency Surplus (Note 6)	Retained Earnings (Note 6)	Remeasurement of Fair Value of AFS Financial Assets (Note 11)	Revaluation Reserve on Property (Note 16)	Remeasurement of Life Insurance Policy Reserves (Note 19)	Remeasurement of Retirement Liability (Note 27)	Total
Balance at January 1, 2023	P500,000,000	P65,490,273	P1,644,673,651	P809,834,675	(P60,219,040)	P239,390,663	P112,519,481	(P30,817,485)	P3,280,872,218
Total comprehensive income:									
Net income	-	-	-	720,420,802	-	-	-	-	720,420,802
Other comprehensive loss	-	-	-	-	36,939,661	13,281,214	(42,298,030)	(16,720,380)	(8,797,535)
	-	-	-	720,420,802	36,939,661	13,281,214	(42,298,030)	(16,720,380)	711,623,267
Balance at December 31, 2023	500,000,000	65,490,273	1,644,673,651	1,530,255,477	(23,279,379)	252,671,877	70,221,451	(47,537,865)	3,992,495,485
Total comprehensive income:									
Net income	-	-	-	160,910,130	-	-	-	-	160,910,130
Other comprehensive loss	-	-	-	-	(12,936,922)	26,425,344	(9,600,727)	(6,867,639)	(2,979,944)
	-	-	-	160,910,130	(12,936,922)	26,425,344	(9,600,727)	(6,867,639)	157,930,186
Balance at December 31, 2024	P500,000,000	P65,490,273	P1,644,673,651	P1,691,165,607	(P36,216,301)	P279,097,221	P60,620,724	(P54,405,504)	P4,150,425,671

See Notes to the Separate Financial Statements.

PARAMOUNT LIFE & GENERAL INSURANCE CORPORATION
SEPARATE STATEMENTS OF CASH FLOWS

		Years Ended December 31	
	Note	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before taxes		P169,857,171	P803,977,366
Adjustments for:			
Gross change in insurance contract liabilities	19, 23, 25	221,048,050	259,613,471
Change in deferred acquisition costs and deferred commission income	17	(2,374,752)	(21,196,507)
Depreciation and amortization	16, 26	74,864,532	64,867,716
Retirement benefit expense	26, 27	25,313,016	25,598,873
Impairment loss on insurance receivables	10, 26	106,072,474	63,553,066
Impairment loss on goodwill	7, 26	-	129,843,153
Impairment loss on loans and receivables	13, 26	10,320,826	6,306,297
Interest expense		4,261,591	5,176,494
Gain on sale of AFS financial assets	11, 24	(11,324,483)	(15,473,528)
Gain on disposal of properties and equipment		-	(2,910,003)
Dividend income	11, 24	(11,725,393)	(11,960,161)
Unrealized foreign exchange (gain) loss		(14,130,837)	4,580,064
Interest income	24	(223,944,580)	(168,665,236)
Gain on revaluation of investment properties	15, 24	(137,865,000)	(803,692,300)
Impairment loss on AFS Financial assets		-	4,230,401
Operating income before working capital changes		210,372,615	343,849,166
Changes in operating assets and liabilities:			
Decrease (increase) in:			
Insurance receivable		271,618,970	(92,934,921)
Short term investments		677,695,544	(1,187,822,138)
Loans and receivables	13	29,283,600	(44,792,391)
Reinsurance assets		(59,009,039)	247,760,593
Other assets		(10,229,110)	(35,994,094)
Increase (decrease) in:			
Insurance contract liabilities		62,654,199	(214,149,360)
Policyholders' dividends		(1,929,757)	(897,606)
Premium deposit fund		106,248	(2,583,584)
Other insurance payables	20	86,304,633	(54,727,347)
Accounts payable and accrued expenses		21,634,218	181,543,742
Other liabilities		(18,370,752)	4,236,914
Cash provided (used in) by operations		1,270,131,369	(856,511,026)
Interest received		89,001,219	50,309,392
Interest paid		(4,261,591)	(5,176,494)
Income taxes paid		(48,159,647)	(31,737,070)
Contributions to the retirement fund	27	(35,973,882)	(80,657,556)
Net cash provided (used in) by operating activities		1,270,737,468	(923,772,754)

Forward

Years Ended December 31			
	Note	2024	2023
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		P125,709,788	P116,059,818
Dividends received	24	11,725,393	11,960,161
Acquisitions of:			
AFS financial assets	11	(2,498,891,328)	(222,431,892)
Investment in subsidiary	12	(150,000,000)	(165,000,000)
Properties and equipment - net	16	(102,191,397)	(34,235,547)
Investment properties		-	(8,734,700)
Proceeds from sale/maturity of:			
AFS financial assets	11	2,361,023,550	1,391,577,530
Investment in subsidiary	12	315,000,000	-
Properties and equipment - net		-	11,486,984
Net cash provided by investing activities		62,376,006	1,100,682,354
CASH FLOWS FROM FINANCING ACTIVITY			
Payments on lease liabilities	31	(25,045,745)	(25,849,921)
Cash used in financing activity		(25,045,745)	(25,849,921)
INCREASE IN CASH AND CASH EQUIVALENTS		1,308,067,729	151,059,679
EFFECTS OF EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS		14,130,837	(4,580,064)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR		979,979,815	833,500,200
CASH AND CASH EQUIVALENTS AT END OF YEAR	8	P2,302,178,381	P979,979,815

See Notes to the Separate Financial Statements.

The following tables show the segment separate statements of financial position and segment separate statements of comprehensive income (loss).

SEGMENT SEPARATE STATEMENTS OF FINANCIAL POSITION

December 31							
	Note	2024			2023		
		Life	Non-life	Total	Life	Non-life	Total
SEGMENT ASSETS							
Cash and cash equivalents	8	P453,068,104	P1,849,110,277	P2,302,178,381	P426,784,801	P553,195,014	P979,979,815
Short term investments	9	90,387,266	431,031,050	521,418,316	266,552,061	932,561,799	1,199,113,860
Insurance receivables	10	159,959,800	665,039,534	824,999,334	222,011,299	980,679,479	1,202,690,778
AFS financial assets	11	1,077,828,520	892,823,803	1,970,652,323	892,481,369	941,915,615	1,834,396,984
Investment in subsidiary	12	-	-	-	-	315,000,000	315,000,000
Loans and receivables	13	198,761,708	229,715,191	428,476,899	205,113,412	262,967,913	468,081,325
Accrued interest receivables		8,108,575	20,050,721	28,159,296	4,629,158	14,296,564	18,925,722
Reinsurance assets	14	-	1,581,116,608	1,581,116,608	-	1,287,122,655	1,287,122,655
Investment properties	15	2,790,545,000	57,765,000	2,848,310,000	2,659,878,000	50,567,000	2,710,445,000
Properties and equipment - net	16	128,248,278	436,425,917	564,674,195	122,334,270	364,294,089	486,628,359
Intangible assets - net		97	958,904	959,001	97	2,004,982	2,005,079
Deferred acquisition costs	17	-	176,040,419	176,040,419	-	166,181,681	166,181,681
Intracompany accounts		(406,426,068)	406,426,068	-	(256,608,555)	256,608,555	-
Deferred tax assets – net	28	50,576,084	(29,686,899)	20,889,185	-	-	-
Other assets - net	18	3,765,027	114,085,288	117,850,315	13,623,492	93,997,713	107,621,205
		P4,554,822,391	P6,830,901,881	P11,385,724,272	P4,556,799,404	P6,221,393,059	P10,778,192,463

Forward

December 31							
	Note	2024			2023		
		Life	Non-life	Total	Life	Non-life	Total
SEGMENTS LIABILITIES AND EQUITY							
Liabilities							
Insurance contract liabilities	19	P1,704,140,007	P3,638,750,215	P5,342,890,222	P1,637,842,028	P3,176,760,304	P4,814,602,332
Policyholders' dividends		16,986,798	-	16,986,798	18,916,555	-	18,916,555
Premium deposit fund		10,765,937	-	10,765,937	10,659,689	-	10,659,689
Deferred commission income	17	-	52,116,619	52,116,619	-	44,632,633	44,632,633
Other insurance payables	20	50,610,503	479,209,322	529,819,825	54,843,436	388,671,756	443,515,192
Accounts payable and accrued expenses	21	123,073,140	662,336,287	785,409,427	132,870,470	780,904,739	913,775,209
Income tax payable		-	11,150,929	11,150,929	2,712,468	8,076,218	10,788,686
Lease liabilities	31	11,174,066	46,085,938	57,260,004	16,708,442	51,158,205	67,866,647
Retirement liability	27	33,396,877	136,056,174	169,453,051	39,989,059	130,968,006	170,957,065
Deferred tax liabilities - net	28	-	-	-	412,885	11,753,544	12,166,429
Other liabilities	22	253,107,512	6,338,277	259,445,789	271,478,266	6,338,275	277,816,541
		P2,203,254,840	P5,032,043,761	P7,235,298,601	P2,186,433,298	P4,599,263,680	P6,785,696,978

Forward

December 31

	<i>Note</i>	2024			2023		
		Life	Non-life	Total	Life	Non-life	Total
Equity							
Capital stock	6	P250,000,000	P250,000,000	P500,000,000	P250,000,000	P250,000,000	P500,000,000
Contributed capital	6	52,841,892	12,648,381	65,490,273	52,841,892	12,648,381	65,490,273
Contingency surplus	6	854,376,000	790,297,651	1,644,673,651	854,376,000	790,297,651	1,644,673,651
Retained earnings	6	1,099,318,895	591,846,712	1,691,165,607	1,096,079,174	434,176,303	1,530,255,477
Remeasurement of fair value of AFS financial assets	11	(35,020,474)	(1,195,827)	(36,216,301)	(20,488,131)	(2,791,248)	(23,279,379)
Revaluation reserve on properties	16	72,769,043	206,328,178	279,097,221	66,858,249	185,813,628	252,671,877
Remeasurement of life insurance policy reserves	19	60,620,724	-	60,620,724	70,221,451	-	70,221,451
Remeasurement of retirement liability	27	(3,338,529)	(51,066,975)	(54,405,504)	477,471	(48,015,336)	(47,537,865)
		2,351,567,551	1,798,858,120	4,150,425,671	2,370,366,106	1,622,129,379	3,992,495,485
		P4,554,822,391	P6,830,901,881	P11,385,724,272	P4,556,799,404	P6,221,393,059	P10,778,192,463

SEGMENT SEPARATE STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

		Years Ended December 31					
		2024			2023		
	Note	Life	Non-life	Total	Life	Non-life	Total
SEGMENT NET UNDERWRITING INCOME							
Gross premiums earned on insurance contracts		P1,339,272,071	P2,937,213,768	P4,276,485,839	P1,393,163,186	P2,616,939,180	P4,010,102,366
Gross change in provision for unearned premiums		-	(436,343,924)	(436,343,924)	-	(466,881,394)	(466,881,394)
Reinsurers' share of gross premiums on insurance contracts		(6,321,124)	(1,031,100,183)	(1,037,421,307)	(3,077,950)	(928,672,337)	(931,750,287)
Reinsurers' share of gross change in provisions for unearned premiums	14	-	234,984,914	234,984,914	-	290,685,673	290,685,673
Net underwriting income	23	1,332,950,947	1,704,754,575	3,037,705,522	1,390,085,236	1,512,071,122	2,902,156,358
Investment income	24	231,535,761	168,284,392	399,820,153	882,449,893	115,621,067	998,070,960
Fees and commission income		351,801	101,448,435	101,800,236	455,673	75,512,975	75,968,648
Other income		24,759,281	124,232,835	148,992,116	12,389	42,340,367	42,352,756
TOTAL SEGMENT REVENUES							
		P1,589,597,790	P2,098,720,237	P3,688,318,027	P2,273,003,191	P1,745,545,531	P4,018,548,722

Forward

Years Ended December 31							
		2024			2023		
	Note	Life	Non-life	Total	Life	Non-life	Total
SEGMENT BENEFITS, CLAIMS AND OTHER EXPENSES							
Gross benefits and claims on insurance contracts		P931,588,619	P714,332,864	P1,645,921,483	P821,116,177	P582,304,953	P1,403,421,130
Reinsurers' share of gross benefits and claims paid on insurance contracts		-	(156,123,572)	(156,123,572)	-	(112,771,008)	(112,771,008)
Gross change in insurance contract liabilities		19,689,040	25,645,987	45,335,027	83,417,750	(251,848,915)	(168,431,165)
Reinsurers' share of gross change in insurance contract liabilities		-	(59,009,039)	(59,009,039)	-	247,760,593	247,760,593
Net insurance benefits and claims	25	951,277,659	524,846,240	1,476,123,899	904,533,927	465,445,623	1,369,979,550
General and administrative expenses	26	367,228,824	762,205,482	1,129,434,306	478,724,768	601,960,195	1,080,684,963
Underwriting expenses	26	292,651,360	599,630,380	892,281,740	244,876,043	498,947,546	743,823,589
Insurance taxes		16,359,320	-	16,359,320	14,906,760	-	14,906,760
Interest expense		890,422	3,371,169	4,261,591	1,122,725	4,053,769	5,176,494
Total other expenses		677,129,926	1,365,207,031	2,042,336,957	739,630,296	1,104,961,510	1,844,591,806
TOTAL BENEFITS, CLAIMS AND OTHER EXPENSES		1,628,407,585	1,890,053,271	3,518,460,856	1,644,164,223	1,570,407,133	3,214,571,356
INCOME BEFORE TAXES		(38,809,795)	208,666,966	169,857,171	628,838,968	175,138,398	803,977,366
INCOME TAX EXPENSE (BENEFIT)		(42,049,515)	50,996,556	8,947,041	35,127,647	48,428,917	83,556,564
NET INCOME		P3,239,720	P157,670,410	P160,910,130	P593,711,321	P126,709,481	P720,420,802

Forward

		Years Ended December 31					
		2024			2023		
	Note	Life	Non-life	Total	Life	Non-life	Total
OTHER COMPREHENSIVE INCOME (LOSS)							
<i>Items that may be reclassified to profit or loss</i>							
Net change in fair value of AFS financial assets	11	(P14,532,343)	P1,595,421	(P12,936,922)	P15,369,807	P21,569,854	P36,939,661
Revaluation reserve on building - net of tax	16	5,910,794	20,514,550	26,425,344	4,439,504	8,841,710	13,281,214
<i>Items that will not be reclassified to profit or loss</i>							
Remeasurement of life insurance policy reserves	19	(9,600,727)	-	(9,600,727)	(42,298,030)	-	(42,298,030)
Remeasurement of retirement benefit reserves - net of tax	27	(3,816,000)	(3,051,639)	(6,867,639)	(3,516,359)	(13,204,021)	(16,720,380)
		(22,038,276)	19,058,332	(2,979,944)	(26,005,078)	17,207,543	(8,797,535)
TOTAL COMPREHENSIVE INCOME		(P18,798,556)	P176,728,742	P157,930,186	P567,706,243	P143,917,024	P711,623,267

34. Maturity Profile of Assets and Liabilities

The following table presents all assets and liabilities as at December 31, 2024 and 2023 analyzed according to when they are expected to be recovered or settled (based on contractual maturity).

		2024				2023			
	Note	Within One Year	Beyond One Year	No Term	Total	Within One Year	Beyond One Year	No Term	Total
Assets									
Cash and cash equivalents	8	P2,302,178,381	P -	P -	P2,302,178,381	P979,979,815	P -	P -	P979,979,815
Short term investments	9	521,418,316	-	-	521,418,316	1,199,113,860	-	-	1,199,113,860
Insurance receivables	10	824,999,334	-	-	824,999,334	1,202,690,778	-	-	1,202,690,778
AFS financial assets	11	577,988,525	1,118,120,554	274,543,244	1,970,652,323	570,926,250	1,033,265,669	230,205,065	1,834,396,984
Investment in subsidiary	12	-	-	-	-	-	-	315,000,000	315,000,000
Loans and receivables	13	420,897,041	7,579,858	-	428,476,899	461,383,923	6,697,402	-	468,081,325
Accrued interest receivables		28,159,296	-	-	28,159,296	18,925,722	-	-	18,925,722
Reinsurance assets	14	1,581,116,608	-	-	1,581,116,608	1,287,122,655	-	-	1,287,122,655
Investment properties	15	-	-	2,848,310,000	2,848,310,000	-	-	2,710,445,000	2,710,445,000
Properties and equipment - net	16	-	564,674,195	-	564,674,195	-	486,628,359	-	486,628,359
Intangible assets - net		-	959,001	-	959,001	-	2,005,079	-	2,005,079
Deferred acquisition costs	17	176,040,419	-	-	176,040,419	166,181,681	-	-	166,181,681
Goodwill	7	-	-	-	-	-	-	-	-
Deferred tax assets - net	28	-	-	20,889,185	20,889,185	-	-	-	-
Other assets - net	18	117,850,315	-	-	117,850,315	107,621,205	-	-	107,621,205
		P6,550,648,235	P1,691,333,608	P3,143,742,429	P11,385,724,272	P5,993,945,889	P1,528,596,509	P3,255,650,065	P10,778,192,463

Forward

		2024				2023			
	Note	Within One Year	Beyond One Year	No Term	Total	Within One Year	Beyond One Year	No Term	Total
Liabilities									
Insurance contract liabilities	19	P3,638,750,215	P1,704,140,007	P -	P5,342,890,222	P3,176,760,303	P1,637,842,029	P -	P4,814,602,332
Policyholders' dividends		16,986,798	-	-	16,986,798	18,916,555	-	-	18,916,555
Premium deposit fund		10,765,937	-	-	10,765,937	10,659,689	-	-	10,659,689
Deferred commission income	17	52,116,619	-	-	52,116,619	44,632,633	-	-	44,632,633
Other insurance payables	20	529,819,825	-	-	529,819,825	443,515,192	-	-	443,515,192
Accounts payable and accrued expenses	21	785,409,427	-	-	785,409,427	913,775,209	-	-	913,775,209
Income tax payable		11,150,929	-	-	11,150,929	10,788,686	-	-	10,788,686
Lease liabilities	31	19,208,151	38,051,853	-	57,260,004	18,717,954	49,148,693	-	67,866,647
Deferred tax liabilities	28	-	-	-	-	-	-	12,166,429	12,166,429
Retirement liability	27	-	169,453,051	-	169,453,051	-	170,957,065	-	170,957,065
Other liabilities	22	253,655,789	5,790,000	-	259,445,789	272,026,541	5,790,000	-	277,816,541
		5,317,863,690	1,917,434,911	-	7,235,298,601	4,909,792,762	1,863,737,787	12,166,429	6,785,696,978
Net Assets		P1,232,784,545	(P226,101,303)	P3,143,742,429	P4,150,425,671	P1,084,153,127	(P335,141,278)	P3,243,483,636	P3,992,495,485