



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



11 October 2022

**MR. SERAFIN P. BARRETTO, JR.**  
President  
**LAKAN MUTUAL BENEFIT ASSOCIATION, INC.**  
Unit 110, 145 Union Square Condominium  
15<sup>th</sup> Avenue, Cubao, Quezon City  
[pnpalakanmbai@gmail.com](mailto:pnpalakanmbai@gmail.com)

SUBJECT: **Verification of the 2021 Annual Statement (AS)**

Dear **Mr. Barretto**:

This refers to the letter dated 26 September 2022 of Mr. Tomas G. Rentoy III, Chairman, enclosures and contents of which have been duly noted.

In view of the Association's compliance with the Guaranty Fund and Risk-Based Capital (RBC) ratio requirements, the figures in the attached summary of accounts and computation of the RBC ratio shall be the final balances of the 2021 AS. Thus, the verification of the AS is now considered closed.

Thank you.

Very truly yours,

**DENNIS B. FUNA**  
Insurance Commissioner



**LAKAN MUTUAL BENEFIT ASSOCIATION, INC.**  
**FINAL BALANCE OF THE ANNUAL STATEMENT**  
**VERIFICATION AS OF 31 DECEMBER 2021**

**ADMITTED ASSETS**

Cash and cash equivalents	P 589,436.66
Financial assets at amortized cost - current	5,229,417.78
Property and Equipment- net	3,039,273.70
<b>TOTAL ADMITTED ASSETS</b>	<b><u>8,858,128.14</u></b>

**LIABILITIES**

Members Contributions Received in Advance	P 147,000.00
Accounts Payable	271,561.46
Long-Term Loans Payable	1,500,000.00
Other Long-Term Liabilities	3,700,376.54
Accrued Expenses	187,329.15
<b>TOTAL LIABILITIES</b>	<b><u>5,806,267.15</u></b>

**FUND BALANCE**

Free and Unassigned Fund Balance	P (2,169,963.50)
Assigned Fund Balance	
Funds Assigned for Guaranty Fund	5,221,824.49
<b>TOTAL FUND BALANCE</b>	<b><u>3,051,860.99</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b><u>8,858,128.14</u></b>

**ADDITIONAL INFORMATION**

Capital Adequacy Ratio, as prescribed under existing regulations

1,067%

