

TRAVELLERS INSURANCE & SURETY CORPORATION

Ermita, Manila

Reconciliation of Figures in the Balance Sheet
Annual Statement versus figures in the Adjusted Trial Balance
December 31, 2016

ASSETS

Per Annual Statement			Per Adjusted Trial Balance		
1	Bonds	P 9,824,863.01	Investment in Bonds	P 9,824,863.01	
2	Investment in Treasury Bills/Notes	121,867,122.00	Investment in Treasury Bills	121,867,122.00	
3	Stocks	2,509,368.30	Investment in shares of stocks	2,195,800.95	
			Allowance for AFS MV Decline	313,567.35	2,509,368.30
4	Real Estate (net)	90,635,523.99	Condominium unit	19,261,035.78	
			Allowance for depreciation - condo. unit	(1,761,569.58)	
			Land	73,136,057.79	90,635,523.99
5	Purchase Money Mortgages	-	None		-
6	Mortgage Loans	14,000,000.00	Mortgage loan receivable		14,000,000.00
7	Collateral Loans - Car Loans	415,226.02	Car loan receivable		415,226.02
8	Guaranteed Loans/Installment Contract Receivable	355,283.47	Installment Contract Receivable		355,283.47
9	Other Loans - Salary Loans	1,619,192.87	Salary loan receivable		1,619,192.87
10	Short-term Investments	-	None		-
11	Security Fund	27,166.00	Security fund		27,166.00
12	Other Investments - Land and Building	-	Investment in land and building		-
13	Cash on Hand and in Banks	502,903,388.16	Cash on hand	-	
			Revolving fund	36,246.85	
			Petty cash fund	91,500.00	
			Commission fund	45,000.00	
			Claims fund - PAMI	4,086,370.21	
			Claims fund - Supreme Court	1,000,000.00	
			BPI-Legaspi City C/A # 0841-0256-01 (RF)	150,048.50	
			BC-U N Avenue C/A # 102-00-000469-1	447,136.58	
			BC-Taft Avenue C/A # 009-00-000478-0	25,375.99	
			BC-Dumaguete City A/C # 036-00-000449-3	145,827.06	
			LBP-Cabarroguis, Quirino C/A # 0732-1039-53	23,572.83	
			BDO-Binondo, Rosario A/C # 008738007150	115,436.00	
			MBTC-T M Kalaw SSA # 601260100578-0	1,194,314.50	
			PVB-Naga C/A # 02401-001636-7	14,515.94	
			PNB-Bayombong, Nueva Viscaya C/A # 2158-3560001-2	57,157.75	
			PNB-T M Kalaw S/A # 3627-6400001-3	58,045.11	
			PSB-Dagupan City S/A # 083-33200010-9 Co.	50,931.35	
			RCBC-Salcedo C/A # 0-279-80498-8 (Co)	531,880.65	

RCBC-Salcedo C/A # 0-279-80496-1 (RF)	101,565.72	
RCBC-Subic A/C # 0-333-003740	69,039.92	
AMA Bank-San Pablo S/A # 016-200098-2-1 (Co.)	251,106.88	
AMA Bank-San Pablo S/A # 20-90983-0 (RF)	123,370.03	
SBC-MALATE S/A # 0861-026394-088 (Co)	1,226,716.80	
UCPB-T M Kalaw A/C # 201020006420	308,132.23	
Maybank-Iloilo City C/A # 00044-5001929(RF)	81,624.58	
Maybank-Iloilo City C/A # 0004-4500193-6 (Co)	44,962.15	
CSB-Baclaran # 008-20-001441-9	1,201,390.79	
AUB-Ermita A/C # 010-01-000243-8	61,849.83	
SBC-Malate S/A # 0861-026394-008 (RF)	97,239.74	
CSB-Baclaran (FAO Cebu) S/A # 008-20-001098-7	268,352.11	
CSB-Cebu City A/C # 701-11-000015-7 (RF)	502,829.31	
BC-Davao City A/C # 077-00-000959-1 (Co.)	163,344.31	
BC-Davao City A/C # 077-00-000958-2 (RF)	114,144.47	
BDO-T M Kalaw S/A # 4510510058	57,497.84	
EWB-U N Avenue C/A # 93-02-00507-6	1,595,254.65	
EWB-U N Avenue (Peso Time Deposit)	8,816,080.00	
BDO-Concepcion, Marikina S/A # 330-43704-6	30,168.86	
BDO-Concepcion, Marikina S/A # 330-42816-0	8,449,922.42	
BC-Bacolod C/A # 060-00-001295-8 (Co)	230,118.38	
EWB-U N Avenue (Dollar Time Deposit)	1,314,133.91	
BOC-Bacolod C/A # 060-00-001296-6 (RF)	40,226.12	
EWB-U N Avenue SSA # 009370000546	36,905.95	
EWB-Grace Park, Cal. City C/A # 073-02-01017-4 (Co)	503,926.37	
EWB-Grace Park, Cal. City C/A # 073-02-01014-1(RF)	55,317.53	
BOC-Cag. de Oro City C/A # 024-00-001995-6(RF)	11,249.93	
BOC-Cag. de Oro City C/A # 024-00-001996-4 (Co)	21,397.53	
CSB-Baclaran (Peso Time Deposit)	1,754,870.83	
SBC-Adriatico, Padre Faura (Peso Time Deposit)	11,523,276.67	
LBP-U N Avenue S/A #1441-0798-49	43,787.86	
BOC-Legaspi C/A # 087-00-000656-2(Co)	83,109.63	
BOC-Legaspi C/A # 087-00-000615-5(RF)	76,191.55	
PSB-T M Kalaw (Dollar Time Deposit)	765,252.21	
BOC-Gen. Santos City C/A # 030-00-001078-9 (RF)	81,530.05	
BOC-Gen. Santos City C/A # 030-00-001079-7 (Co)	1,351,091.85	
GRB-Kamias (Peso Time Deposit)	522,819.91	
EWB-Davao S/A # 176-01-00196-9	343,100.76	
SBC-Adriatico, P Faura S/A # 0862-026394-200	15,948.76	
RCBC/SB-Mandaue (RF)# 7589-6254-33	105,377.60	
RCBC/SB-Mandaue (Co)# 7589-6254-25	648,284.05	
SBC-Adriatico, P. Faura C/A # 000-001768-061	28,377.99	
DBP-Head Office S/A # 0405-037876-530	50,157.15	
PTC-Head office S/A # 00370-001969-9	570,100.32	
GRB-Guagua, Pampanga C/A # 01-04-2227-5	2,253,541.64	
EWB-Baguio C/A # 200013439922	133,395.83	
GRB-Guagua, Pampanga S/A # 01-01-46506-1	198,365,547.87	
GRB-Guagua, Pampanga S/A # 01-01-46507-9	250,336,397.95	502,903,388.16

14 Premium Receivable

55,043,822.59

Premium Receivable	46,096,436.59
Documentary Stamps Receivable	3,103,016.35
Fire service tax receivable	32,905.98
Local tax receivable	148,582.69
Notarial fees receivable	318,271.91
Output tax receivable	5,339,316.98

Per Annual Statement

15	Premium Due from Ceding Companies - Treaty	4,511,653.42
16	Premium Due from Ceding Companies - Facultative	16,819,458.81
17	Premium Reserve Withheld by Ceding Companies - Treaty	7,885,261.83
18	Reinsurance Recoverable on Unpaid Losses - Treaty	1,695,271.40
19	Reinsurance Recoverable on Unpaid Losses - Facultative	4,085.71
20	Loss Reserve Withheld by Ceding Companies	-
21	Reinsurance Recoverable on Paid Losses - Treaty	5,455,313.50
22	Reinsurance Recoverable on Paid Losses - Facultative	8,339,965.77
23	Other Reinsurance Accounts Receivable	-
24	Salvage Recoverable	8,404,407.39
25	Accounts Receivable	3,233,488.28
26	Noters Receivable Advances	1,037,903.86
27	Accrued Investment Income	90,012.78
28	Other Receivables	88,766,094.51
29	Electronic Data Processing Machine	1,436,873.75
30	Furniture, Fixtures and Other Equipment	2,088,974.57
31	Transportation Equipment	2,795,236.07
32	Deposits	1,467,011.83
33	Prepayments	5,289,887.10
34	Leasehold and Leasehold Improvements	158,742.28
35	Other Assets - Construction in progress	1,008,750.00

TOTAL ASSETS **959,689,349.27**

Per Adjusted Trial Balance

Premium tax receivable	5,292.09	55,043,822.59
Premium due from reinsurers - treaty		4,511,653.42
Premium due from reinsurers - facultative		16,819,458.81
Premium Reserve Withheld by reinsurers - Treaty		7,885,261.83
Reinsurance recoverable on unpaid losses - treaty		1,695,271.40
Reinsurance recoverable on unpaid losses - facul.		4,085.71
None		-
Reinsurance recoverable on paid losses - treaty		5,455,313.50
Reinsurance recoverable on paid losses - facul		8,339,965.77
None		-
Salvage recoverable		8,404,407.39
Accounts receivable		3,233,488.28
Advances to employees		1,037,903.86
Accrued interest receivable		90,012.78
Due from agents	90,471,616.06	
Allowance for doubtful accounts	(1,705,521.55)	88,766,094.51
EDP machines	11,852,190.23	
Allowance for depreciation - EDP machines	(10,415,316.48)	1,436,873.75
Furniture & fixtures	6,039,309.48	
Allowance for depreciation - furniture & fixtures	(4,236,186.49)	
Office equipment	1,422,429.53	
Allowance for depreciation - office equipment	(1,136,577.95)	2,088,974.57
Transportation equipment	4,222,299.27	
Allowance for depreciation - transp. equipment	(1,427,063.20)	2,795,236.07
Deposit on rent, light & water		1,467,011.83
Stationeries and office supplies inventory	1,646,540.27	
Prepaid rent	224,242.62	
Prepaid taxes	3,419,104.21	5,289,887.10
Leasehold improvement		158,742.28
Construction in progress		1,008,750.00

TOTAL ASSETS **959,689,349.27**

Other accounts not reflected in the Annual Statement

Per Annual Statement

Per Adjusted Trial Balance

Deferred acquisition cost	54,143,079.64
Deferred reinsurance premium	9,791,795.10

TRAVELLERS INSURANCE & SURETY CORPORATION

Ermita, Manila

Reconciliation of Figures in the Balance Sheet
Annual Statement versus figures in the Adjusted Trial Balance
December 31, 2016

LIABILITIES

Per Annual Statement			Per Adjusted Trial Balance		
1	Losses and Claims Payable - Direct Business	P 17,401,993.03	Losses and claims payable - direct	P 17,401,993.03	
2	Losses and Claims Payable to Ceding Companies - Facultative	1,663,009.53	Losses and claims payable assumed - facultative	1,663,009.53	
3	Reserve for Unearned Premiums	174,354,816.83	Reserved for Unearned Premium (*Based on 24th) Difference	161,006,238.80 <u>13,348,578.03</u>	174,354,816.83
4	Premium Due to Reinsurers - Treaty	4,098,525.48	Premium Due to Reinsurers - Treaty	4,098,525.48	
5	Premium Due to Reinsurers - Facultative	18,683,509.87	Premium due to reinsurers - Facultative	18,683,509.87	
6	Accrued Expenses	666,108.56	Accrued Expenses	666,108.56	
7	Premium Tax Payable	11,523.98	Premium Tax Payable	11,523.98	
8	Fire Service Tax Payable	56,667.38	Fire Service Tax Payable	56,667.38	
9	Documentary Stamp Tax Payable	4,400,972.12	Documentary Stamp Tax Payable	4,400,972.12	
10	Value Added Tax Payable (net of input tax)	7,030,793.27	Output tax payable Input tax	7,187,907.65 <u>(157,114.38)</u>	7,030,793.27
11	Income Tax Payable	9,385,613.17	Income Tax Payable	9,385,613.17	
12	Withholding Tax Payable	12,437,228.98	ITW payable EWT payable	197,292.33 <u>12,239,936.65</u>	12,437,228.98
13	Other Taxes and Licenses Payable	161,781.18	Local tax payable	161,781.18	
14	Accounts Payable	12,965,073.74	Accounts Payable	12,965,073.74	
15	Employees Retirement Obligation	10,684,466.97	Employees Retirement Obligation	10,684,466.97	
16	Catastrophe loss reserve	367,388.37	Catastrophe loss reserve	367,388.37	
17	Unearned Bond Discount	292,220.12	Unearned interest income	292,220.12	
18	Other Liabilities	429,037.27	Notarial fees payable EC and maternity payable Philhealth premium payable SSS premium payable SSS loan payable HDMF payable HDMF loan payable	101,008.54 2,230.00 44,500.00 157,245.00 48,476.64 26,700.00 <u>48,877.09</u>	429,037.27
19	Deferred Income Tax Liabilities Deferred tax assets	23,445,801.48 <u>(5,530,344.87)</u>	Deferred income tax liabilities Deferred tax assets	23,445,801.48 <u>(5,530,344.87)</u>	17,915,456.61
20	Unrealized Gain on Sale of Property	-	Unrealized Gain on Sale of Property	-	
TOTAL LIABILITIES		293,006,186.46	TOTAL LIABILITIES	293,006,186.46	

Per Annual Statement		Per Adjusted Trial Balance		
	<u>EQUITY</u>			
1	Capital Stock Paid-Up / Statutory Deposits	300,000,000.00	Subscribed capital stock	300,000,000.00
2	Contributed Surplus	324,630,000.00	Contributed surplus	324,630,000.00
3	Contingency Surplus	831,660.25	Contingency Surplus	831,660.25
4	Fluctuation Reserve - Stock/Bond Investments	313,567.35	Revaluation reserve	313,567.35
5	Fluctuation Reserve - Real Estate	4,879,000.00	Revaluation surplus	4,879,000.00
6	Retained Earnings / Earned Surplus (Net of Non-Admitted Assets)	(12,519,846.15)	Retained Earnings	82,222,851.76
			Non-Admitted Asset	(48,548,781.36)
			Net loss per AS	20,394,185.66
			Remeasurement Gain/Loss	(2,839,394.85)
			Difference in Retained Earnings, beginning	(63,630,353.36)
			Increase of book value of investment	(118,354.00)
				(12,519,846.15)
	TOTAL STOCKHOLDERS EQUITY	618,134,381.45	TOTAL STOCKHOLDERS EQUITY	618,134,381.45
	TOTAL LIABILITIES AND EQUITY	911,140,567.91	TOTAL LIABILITIES AND EQUITY	911,140,567.91