

TRAVELLERS INSURANCE & SURETY CORPORATION

10F G.E. Antonino Bldg., T.M .Kalaw, Ermita, Manila

Reconciliation of Figures in the Annual Statement
versus Audited Financial Statement
For the year Ended December 31, 2016**TOTAL ASSETS**

Per Audited Financial Statements	P 1,025,706,058.73
Deferred Acquisition Cost	(54,143,079.64)
Deferred Reinsurance Premium	(9,791,795.10)
Deferred Commission Income	3,313,404.41
Unearned Interest Income	292,220.12
Input Tax	(157,114.38)
Deferred Tax Asset	(5,530,344.87)
Per Annual Statement	<u>P 959,689,349.27</u>

TOTAL LIABILITIES

Per Audited Financial Statements	P 297,170,080.76
Deferred Tax Asset	(5,530,344.87)
Unearned Interest Income	292,220.12
Difference in Reserves for Unearned Premiums	1,231,344.83
Input Tax	(157,114.38)
Per Annual Statement	<u>P 293,006,186.46</u>

TOTAL STOCKHOLDERS' EQUITY

Per Audited Financial Statements	728,535,977.97
Non-Admitted Assets	(48,548,781.36)
Difference in Retained Earnings (beginning)	(69,309,143.06)
Difference in Net Income	7,574,680.90
Increase in Book Value of Investment	(118,354.00)
Per Annual Statement	<u>P 618,134,380.45</u>

REINSURANCE PREMIUMS CEDED

Per Audited Financial Statements	P 25,604,214.26
Deferred Reinsurance Premium - 12-31-2015	(14,040,233.52)
Deferred Reinsurance Premium - 12-31-2016	9,791,795.10
Per Annual Statement	<u>P 21,355,775.84</u>

COMMISSION EXPENSES

Per Audited Financial Statements	P 99,745,686.91
Deferred Acquisition Cost - 12-31-2015	(40,570,815.73)
Deferred Acquisition Cost - 12-31-2016	54,143,079.64
Per Annual Statement	<u>P 113,317,950.82</u>

COMMISSION INCOME

Per Audited Financial Statements	P 8,511,791.40
Deferred Commission Income - 12-31-2015	(4,693,275.45)
Deferred Commission Income - 12-31-2016	3,313,404.41
Per Annual Statement	<u>P 7,131,920.36</u>

NET INCOME (LOSS)

Per Audited Financial Statements	P 12,819,503.76
Difference in Increase in Reserve for Unearned Premium	18,160,024.43
Difference in Reinsurance Premium Ceded	4,248,438.42
Difference in Commission Expenses	(13,572,263.91)
Difference in Commission Income	(1,379,871.04)
Increase in Book Value of Investment	118,354.00
Per Annual Statement	<u>P 20,394,185.66</u>