



CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE ANNUAL REPORT 2023



Let's
Connect
Lead
Inspire
Motivate
Build
Sustain

Together!



A Climate Insurance Year 1:
Let CLIMBS!

52nd Annual General Assembly

April 25-26, 2024 | Marriott Hotel Newport
Pasay City, Metro Manila,
Philippines

CLIMBS SONG

By: Noel Cabangon

Kailanma'y di natin malalaman
Kung ano ang tinakda ng kapalaran
Kailanma'y di natin mapipigilan
Ang pagbugso ng hangin at pagbuhos ng ulan

Kung kaya and dapat na kailangan
At sigurohin ang bukas at paghandaan
Ano mang uri ang iyong pinagmulan
Ang CLIMBS ay laging handa na kayo'y paglingkuran

CLIMBS
Ang diwa ng ating misyon
CLIMBS
Higit pa sa proteksyon
CLIMBS
Buong pusong maglilingkod
Siguradong buhay ay maabot
Para sa kinabukasan, mula ngayon

Ikaw na nagsusumikap matupad
Ang mga pangarap
O Samahan na nagsusulong
Ng kagalingan at kaunlaran

CLIMBS
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THE COOPERATIVE PLEDGE

As a Filipino
I am and I believe in Cooperative
Alone I am weak
But with others I am strong.

So I commit myself
to work, to cooperate
for all to be prosperous.

Harmony, Industry, I will value.
Cooperative affairs, I will attend.
Responsibilities, I will assume.
The Cooperative philosophy, I will live.

One Vision, One Belief,
One feeling, in Cooperativism
My life, I pledge
so help me God.

7 Cooperative Principles

Voluntary and Open Membership

Democratic Member Control

Member Economic Participation

Autonomy and Independence

Education, Training, and Information

Cooperation among Cooperatives

Concern for Community

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About CLIMBS

CLIMBS Life and General Insurance Cooperative, established at Cagayan De Oro in 1971, is a leading life and non-life micro-insurance provider in the Philippines registered with Cooperative Development Authority (CDA) & licensed by the Insurance Commission (IC). Through the years, CLIMBS leads and strengthens its advocacy in providing insurance protection especially for the grassroots of the country while upholding the cooperative principles as its way of doing business.

Founded in 1971 by the late Atty. Mordino Cua and Atty. Aquilino Pimentel Sr., CLIMBS started by bringing mutual protection to its members as an alternative to insurance products offered by big traditional insurance companies especially in the Visayas and Mindanao.

With an increasing number of members who wish to be protected by insurance, CLIMBS offer more and more services to cover their increasing needs. It eventually ventured into partnerships with primary cooperatives nationwide through CoopAssurance Center (CAC) to become a distribution channel of insurance products and services to its members and, overall, as a financial solutions provider to cooperatives and their respective members.

CLIMBS has its Branch offices in Quezon City, in Davao City, Cebu City, Naga City, Baguio City and Iloilo City, and satellite offices nationwide.

Our Philosophy Behind the Business

We are first and foremost a cooperative.
We shall live out our coop values and principles
in why we do things, what we do,
how we operate, and how we grow further.
In embracing cooperativism,
we shall build our culture to become
complementary, collaborative, and cooperative,
balancing our business-bigness with our values.
We shall be enlightened with an informed conscience.
We strive to be a household name not only at the grassroots level.
We aim to practice inclusive insurance for sustainability.

Our tagline: "Insuring where you are!"

Vision

A leading cooperative insurer for the grassroots of the Philippine population.

Mission

- To provide innovative technology-driven insurance
- To offer risk management solutions primarily to Cooperatives in the Philippines and to support their growth

Core Values

- We uphold the universal cooperative values and principles;
- We share the core values of family, health, trust, respect, communication and transparency;
- We instill dependability and fairness and work for sustainability;
- We innovate to be efficient and technology friendly in our ways of insuring;
- We enhance strong partnerships to achieve common goals and promote common interest;
- We customize products that will effect resiliency among communities we serve; and
- We care for the protection of the environment.



Board of Directors

2022-2023

Overview

The CLIMBS Life and General Insurance Cooperative Board of Directors (BOD) consists of a Chairperson, a Vice Chairperson, seven (7) Directors, and two (2) Independent Directors, serving as a collegial policy-making body. Additionally, there is a Corporate Secretary, Treasurer, and a President Emeritus.

CHAIRPERSON

REV. FR. ELMO P. MANCHING

Metro Ormoc Community Multi-Purpose Cooperative

Padre Elmo is the Chairperson of Metro Ormoc Community Multi-Purpose Cooperative of which he served as Director for seven (7) years. He is also a Director of the Society Action Commission Archdiocese of Palo and the Cooperative Bank of Cebu.

DIRECTOR

SARAH T. AGNER

PHCCI Multi-Purpose Cooperative - Tacloban

Ms. Agner has been in the teaching profession for 29 years and joined the cooperative movement in 2003. Currently, she is serving as Director of PHCCI Multi-Purpose Cooperative - Tacloban, CLIMBS Life and General Insurance Cooperative and Cooperative Bank of Cotabato.

DIRECTOR

HERMES G. VERGARA

Oro Integrated Cooperative

Ms. Vergara worked with NGOs and the cooperative movement for the past 32 years. Formerly, she was the Chairperson of Oro Integrated Cooperative and currently the Vice Chairperson. She is also a Director of Bank of Hope, Inc., and the current Chairperson of Mindanao Cooperative Hostel Services.

DIRECTOR

NOEL O. QUIDILLA

Tagum Cooperative

Mr. Quidilla is the Director of Tagum Cooperative for 6 years, and is the former Chairperson in 2016.

DIRECTOR

ROBERTO C. MASCARIÑA

Barangka Credit Cooperative

Mr. Mascariña has been an active advocate of cooperativism to the international and local institutions, credit unions and organizations for almost 37 year.

VICE CHAIRPERSON

JUDGE ANTONIO MANUEL A. ALCANTARA, RET.

Perpetual Help Community Cooperative

Atty. Alcantara served as Director to Perpetual Help Community Cooperative since 1995. He is also a Director of Cosmopolitan CLIMBS Life Plan, Inc.

DIRECTOR

LILLIAN D. SILUBRICO, CPA

Holy Cross Savings and Credit Cooperative

Ms. Silubrico is a Certified Public Accountant. She is the Chief Executive Officer of Holy Cross Savings and Credit Cooperative, and served as the Chairperson of Valenzuela Cooperative Development Council.

DIRECTOR

ATTY. MAY FLOR V. DUKA

DCCCO Multi-Purpose Cooperative

Fiscal Duka joined the cooperative movement through Dumaguete Cathedral Credit Cooperative Multipurpose Cooperative Committee Officer then later served as Vice Chairperson. She is also a Development Educator.

INDEPENDENT DIRECTOR

ASSOCIATE JUSTICE EDGARDO L. DELOS SANTOS, RET

CEC

Associate Justice Delos Santos finished his law course 1977 from the University of San Carlos, Cebu City. He is currently a Director of San Miguel Yamamura Packaging International Limited and San Miguel Yamamura Packaging Corporation, both subsidiary corporations of San Miguel Corporation.

DIRECTOR

MARLENE D. SINDAYEN

Novaliches Development Cooperative

Ms. Sindayen served a Director of Novaliches Development Cooperative for 6 years and was the Chairperson from 2009-2014. She also served as the Treasurer of the Philippine Cooperative Center and Council Member for the Coop Sector at the National Anti-Poverty Commission

DIRECTOR

ATTY. JOSE AGERICO R. DE GUZMAN

Makilala Multi-Purpose Cooperative

Fiscal De Guzman is the Chairperson of Makilala Multi-Purpose Cooperative, and has served the cooperative for 11 years. He is the former Vice Chairperson of MASS SPECC and the former President of Cotabato Electric Cooperative, and was a nominee for the Coop Natcco Partylist in Mindanao during the May 2022 National Elections.

DIRECTOR

ATTY. DANIEL O. EVANGELIO JR.

Toril Community Cooperative

Atty. Evangelio is the Director of Toril Community Cooperative since 2004. He is also a member of the Board of Directors of CCLPI. He was the in-house Lawyer and Legal Manager of Anflo Group of Companies from 1989-2006.

INDEPENDENT DIRECTOR

CONGRESSMAN RICO B. GERON

Sorosoro Ibaba Development Cooperative

Cong. Geron is the current Chief Executive Officer of Sorosoro Ibaba Development Cooperative, the largest agribased cooperative in the country. On 1986, he became SIDC's youngest director at the age of 22. On the following year, he was employed with SIDC as a Purchaser. With his perseverance, efficiency and hardwork, he became the General Manager of the same cooperative in 1994 and was later on called the CEO.

Officers and Committees

2022-2023

Overview

The Committees of CLIMBS Life and General Insurance Cooperative include the Election Committee, Audit Committee, Mediation Committee, Gender and Development Committee, Ethics Committee, Remuneration Committee, and Education Committee. Each committee comprises three (3) representatives from various Cooperative Members of CLIMBS. They play a vital role in enhancing the functioning and efficiency of CLIMBS by aiding in decision-making, planning, problem-solving, policy development, oversight, and representation.

▼ OFFICERS



FERMIN L. GONZALES
President Emeritus

Mr. Gonzales is the former President and CEO of CLIMBS from 1993 to 2017, as well as the former Chairperson of CSCEIFC and CIMAC. Moreover, he served as the former President and CEO of Cosmopolitan CLIMBS Life Plan, Inc. With a dedicated tenure spanning over forty (40) years, he has been a stalwart contributor to the cooperative industry.

ATTY. ISIDRO Q. LICO
Corporate Secretary
Mindanao Consolidated
Cooperative Bank

Atty. Lico is a lawyer based in Cagayan de Oro City. He has been in the practice for over 30 years, apart from the one term he served as the Representative under the Adhikaing Tinataguyod ng Kooperatiba (ATING-KOOP) Partylist.

RUTH I. JACUTIN
Treasurer
Bukidnon Government Employees
Multi-Purpose Cooperative

Ms. Jacutin, MPA, DE, brings extensive experience in cooperative and public service leadership. With a background as former PHRMO Assistant Department Head at PGB, Treasurer at CLIMBS, and various roles including Chairperson at NATCCO Election Committee, her expertise spans cooperative governance, women's empowerment, and strategic management. Her dedicated service, having served in multiple capacities such as Chairperson at BUGEMCO, Board of Director at NATCCO, and Vice Chairperson at ICA Women's Committee. Her contributions to cooperatives extend to national and international levels.

▼ ELECTION COMMITTEE



ATTY. ROLANDO C. CASAWAY
Nabunturan Integrated
Cooperative

Atty. Casaway was a former Chairman of Tagum Coop and now an incumbent Director of Nabunturan Integrated Cooperative. He was the past Vice Chair of MASSPEC and ELECOM chair of NATCCO. He is in the active private practice of law for 54 years.

ALEXANDER B. RAQUEPO
Sta. Cruz Savings &
Development Cooperative

Mr. Raquepo is the Chairperson of Sta. Cruz Savings and Devt. Coop. He was a former Chairperson of Ilocos Consolidated Coop Bank and National Cooperative Devt. Council and was the National President of Coop Natcco Party list and Chairperson of RCDC Finance Cluster Region 1.

EUDEZA A. RACADAG
Camsur Multi-Purpose
Cooperative

Ms. Racadag is the Chairperson of Camsur MultiPurpose Cooperative. A seasoned leader with 18 years experience on the BOD serving as Chairman for 6 consecutive terms.

Currently hold the position of Asst. Provincial Treasurer of Cam Sur where she worked and had served 35 years in the government service.

▼ AUDIT COMMITTEE



JOSELITO O. SANTILLAN
Sta. Ana Multi-Purpose
Cooperative

Mr. Santillan is the Vice Chairman of Sta. Ana Multi-Purpose Cooperative. He is a former Director and Ethics Committee Chair of CLIMBS and a former Director of Coop Bank of Davao del Sur and Interim Director of Consolidated Coop Bank.

STELLA MARIS R. PELINO
Oro Savings & Sharing
Multi-Purpose Cooperative

Ms. Pelino is a Certified Management Accountant and a Certified Global Professional Accountant.

BRIAN P. YAP
Cebu People's
Multi-Purpose Cooperative

Mr. Yap is the current President and CEO of Cebu People's Multi-Purpose Cooperative and was a Director of Cooperative Bank of Cebu.

Officers and Committees

2022-2023

▼ MEDIATION COMMITTEE



**ATTY. PENELOPE
H. HERNANDEZ**
PECCI Multi-Purpose
Cooperative



CYNTHIA E. FULGUERAS
Basud Development
Cooperative



REY S. GAURAN
Sta. Catalina Credit
Cooperative

▼ GENDER & DEVELOPMENT COMMITTEE



DR. IRMA E. CRUZ
St. Martin of Tours Credit
and Development Cooperative



JANETTE B. ROMERO
Bohol Community
Multi-Purpose Cooperative



ANTONIO T. DELA CRUZ
Agdao Multi-Purpose
Cooperative

▼ ETHICS COMMITTEE



JOSELITA F. CARDONA
Most Holy Rosary
Multi-Purpose Cooperative



**MARIA MILAGROS
Y. DELOYOLA**
Guadalupe Community
Multi-Purpose Cooperative



ELEONOR S. DILLENA
Micro-Entrepreneurs
Multi-Purpose Cooperative

▼ REMUNERATION COMMITTEE



**NONITO
E. COLLINGWOOD**
Gubat St. Anthony
Cooperative



**JOSE EDUARD
C. MANDAPAT, JR.**
Landbankers'
Multi-Purpose Cooperative



**PACIENCIANO
A. TOMARONG**
Aurora Integrated
Multi-Purpose Cooperative

▼ EDUCATION COMMITTEE



**MERIAM MAE L.
REQUILLO**
Panabo
Multi-Purpose Cooperative



FR. FRANCIS B. LUCAS
Infanta Credit and
Development Cooperative



ANITA S. GUBALANE
Barbaza
Multi-Purpose Cooperative





Top Management

Noel D. Raboy

President and CEO

Noel has been in service in the cooperative sector for over 26 years and has become an advocate for the promotion of cooperative identity, values and principles. In the last years, he worked and supported the cooperative' contribution on climate action and environment and social volunteer initiatives. He is the Founding Trustee of the Cooperative College of the Philippines and the Founding Chairperson of the Philippine Chamber of Cooperatives, Inc. (Coop Chamber). He also sits as Chairman of CLIMBS Mutual Fund. He has a degree in Sociology from Xavier University and earned his Executive MBA at the University of San Carlos. He also took several executive education in Singapore, United Kingdom and the IMD Business School in Switzerland.

Donna Marie Michelle C. Dizon

Vice President for Admin and Corporate Planning,
CEO and Principal at Co-op College Ph and Executive Director at NaFe Coop

Donna provides strategic thought and leadership to improve human resources, business processes and efficiencies, supporting teams across business units in CLIMBS – an Insurance Cooperative and a leading microinsurer in the Philippines. She also leads the team in collaborating with partners and multi-stakeholders for organizational and cooperative sustainability and resilience. In the Co-operative College of the Philippines and the NaFeCoop, she collaborates to coop-partners, local and global federations; continuously building capacities to define and execute strategies, changes and overall management. She is a Certified Human Resource Professional and Managing Consultant and a full member of the International Federation of Professional Managers the International Council of Management Consulting Institutes. Passionate in lifelong learning and people development, Donna earned her post-graduate certificates on Cooperative Management and Insurance development locally and abroad. She completed her Executive Master in Business Administration from the Asian Institute of Management and is set to be conferred as an Associate Fellow in People Management of the Philippine Society of Fellows.

Rowena R. Abella

Vice President for Marketing

Weng started her career as accounting staff of SAMULCO and eventually found home in CLIMBS in 1999 from the ranks to her present executive position as Vice President for Marketing. She also serves as the Chairperson of one of the known community cooperatives in Davao City, and the Founder and Chairperson of the Board of Trustees of Holistic Enhancement for Lives of the Poor, Inc. (H.E.L.P.Inc.), a non profit organization in Davao del Sur Province. She is also the consultant of the insurance agency (Microw Insurance Services) which she founded and now managed by her son and daughter to continue serving the needs of cooperatives in the area.

Henry M. Lopez

Chief Executive Officer (Ex-officio) Coop Life General Insurance and Financial Services Agency

Henry is the CEO of Coop Life General Insurance, has led the company for 13 years, positioning it as the marketing arm of CLIMBS Life and General Insurance Cooperative. Under his leadership, a culture of collaboration and client-centricity has flourished, driving growth, innovation, and exceptional client value. With a deep understanding of market dynamics, Mr. Lopez has spearheaded initiatives propelling the company to unprecedented success.

Blesilda L. Cumba

Vice President for Operations

Blessy has been with CLIMBS for 15 years from various positions until 2018 when she was appointed as Vice President for Operations. She is the Chairperson of the cooperative's Annual General Assembly for the last 10 years and served as Corporate Secretary of CIMAC since 2017. Among her executive education were from the IIAP, Singapore College of Insurance, Asian Institute of Management and Stanford University. She graduated Cum Laude from Pamantasan ng Lungsod ng Maynila with the degree of Bachelor of Arts in Mass Communication.

Bernadeth N. Bernadas

Vice President for Finance and Compliance

Coke earned her Bachelor of Science in Accountancy degree from Pilgrim Christian College. She also obtained a postgraduate degree from the Asian Institute of Management in 2021. She further honed her leadership capabilities by participating in the Leadership Development Program at the National University of Singapore in May 2023, and attending a Masterclass in Manchester, London in February 2023. Dedicatedly serving in CLIMBS for 27 years, Ms. Bernadas commenced her journey as a Regional Sales Manager from 2018 to 2019, advancing to the position of Assistant Vice President for Operations from 2020 to 2022. Currently, she holds the role of Vice President for Compliance at CLIMBS.

Renan P. Diaz

Vice President for Sales

Renan is a devoted cooperador for over 24 years. Mr. Diaz has extensive experience in both savings and credit operations. For the past decade, he has been a champion for microinsurance and helping cooperative members that are affiliated with CLIMBS by advocating affordable insurance protection for the cooperative community.

Senior Management

Marietta V. Magallanes

Assistant Vice President for Sales Life

Mayet had 13 years of active experience in sales for both Life and Non Life Insurance before she joined CLIMBS in 2014. She held significant posts in Marketing and HR/Administration Departments before she was appointed OIC, AVP for Sales - Life in 2023.

Chared A. Naliponguit

Assistance Vice President for Sales Non Life

Chared has been with CLIMBS for more than twelve (12) years, contributing two (2) years in Non-Life Operations and ten (10) years in Non-Life Sales. Presently, he holds the position of Officer-in-Charge Assistant Vice President for Sales Non-Life.

Cheryl Liza G. Galla

Assistant Vice President for Investment and Treasury

Chat currently serves as the Officer-in-Charge Assistant Vice President for Investment and Treasury at CLIMBS. She possesses fifteen (15) years of expertise in banking and finance.

Ruel T. Arsua

Assistant Vice President for Admin and Corporate Planning

Ruel is a Nurse by profession but has spent most of his professional years in the insurance industry. He is the current OIC Assistant Vice President for Admin and Corporate Planning & WPI Project Lead. He has been with CLIMBS for 12 years.

Nancy G. Ortega

Assistant Vice President for Life Division

Nancy holds a Bachelor's degree in Physical Therapy and brings over 20 years of dedicated service to CLIMBS. She is currently serving as Assistant Vice President (AVP) for the Life Division.

Junevic Item

Assistant Vice President for Non Life Division

Mr. Item has been an integral part of CLIMBS for over twelve (12) years, recognized as one of the pioneers of the Catastrophe Protection product introduced by CLIMBS in 2011, which is now widely known as Enhanced Weather Protect Insurance. Throughout his tenure, he has held various significant roles in Non-Life Division including NATCAT Project Officer and CLIMBS Weather Protect Project Officer in 2011, Underwriting Manager in 2019, Head of Property Claims Department 2020, and Operations Manager in 2022 before he was appointed as OIC AVP for Non Life Division in 2023.

Atty. Dixie Gale Olape

Legal Counsel

Atty. Dixie currently holds the positions of Legal Counsel and Data Protection Officer at CLIMBS. She completed her Bachelor of Science in Psychology at Xavier University - Ateneo de Cagayan in 2010, and obtained her Juris Doctor degree from Liceo de Cagayan University in 2020. Formerly employed by the Public Attorney's Office, she successfully passed the 2020/21 bar exam and has since been practicing law in the private sector.



Message from the President of the Philippines

For over five decades, the CLIMBS Life and General Insurance Cooperative has been a beacon of hope for its communities, tirelessly illuminating the lives of its members and their dependents. Indeed, you have remained steadfast in delivering essential financial assistance to individuals in dire need of economic relief, thus securely establishing a foundation of resilience and security in our society.

As you assemble for your 52nd Annual General Assembly, may you embrace this remarkable occasion for spirited collaboration and innovative breakthroughs. Let the exchange of ideas shine brightly and dynamically, with each word igniting the flames of transformation to those within your reach. May you be able to propel microinsurance towards new horizons, empowering our people and uplifting communities with commitment and determination.

Under the radiant banner of progress, let us navigate a course towards a future where every Filipino can thrive, knowing that their dreams and aspirations are nurtured and protected by the power of our pursuit for progress and prosperity.

I wish you a meaningful and productive event.


FERDINAND R. MARCOS JR.



Message from the Cooperative Development Authority

I am sending my warmest regards to the CLIMBS Life and General Insurance Cooperative in celebrating your 52nd Annual General Assembly, covering the theme “A Climate Insurance for Year 1: Let’s Connect, Lead, Insure, Motivate, Build, and Sustain!”

This epitomizes the cooperative’s comprehensive approach toward climate resilience and sustainable development. This encapsulates the commitment to providing year-round protection against the diverse impacts of climate change through tailored insurance solutions. It must reflect a proactive stance in addressing these challenges through various action-oriented activities – from connecting stakeholders and leading initiatives to insuring against risks, motivating communities, building resilient structures, and sustaining long-term solutions. The multifaceted approach underscores CLIMBS’ role not only in mitigating climate-related risks but also in inspiring and empowering communities to adapt and thrive amidst these challenges.

The Cooperative Development Authority supports the emphasizing the importance of collective action in terms of connecting, leading, insuring, motivating, building, and sustaining, as well as how CLIMBS Life and General Insurance Cooperative showcases its commitment to resilience-building and sustainable practices since 1971. This is not just to provide insurance coverage but to foster a culture of proactive adaptation and resilience among communities. Let this general assembly serve as a call for concerted efforts in addressing climate vulnerabilities, creating robust structures, and sustaining initiatives that safeguard communities against the ever-evolving impacts of climate change.

Once again, I am giving my best wishes for this assembly, and to the cooperative’s success to its future endeavors. Mabuhay po ang inyong kooperatiba!

USEC. JOSEPH B. ENCABO
Chairman



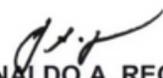
Message from the Insurance Commission

It is my utmost pleasure to extend my warmest greetings and felicitations to the CLIMBS Life and General Insurance Cooperative for the successful conduct of its 52nd Annual General Assembly. This year's theme is not only timely, but also highly relevant as climate change has become a pressing issue that affects various aspects of our life and society. It is a challenge that requires collective action and innovative solutions, and CLIMBS has been at the forefront of addressing this issue.

Through its various insurance products and services, CLIMBS afforded its members and their families the protection and security that they need against the adverse effects of climate change. The company's commitment in raising sustainability and resilience is truly commendable. Moreover, CLIMBS has been instrumental in promoting environmental awareness and conservation through its community outreach programs and initiatives.

As we move forward, let us continue to empower more individuals and help communities become more climate-resilient. Let us take action to innovate and adapt to the changing climate and work together in building a better and more sustainable future for everyone. I am confident that in the years to come, CLIMBS will continue to thrive and make a positive impact on the lives of its members and their communities.

Once again, congratulations and more power to CLIMBS!


REYNALDO A. REGALADO
Insurance Commissioner



Message from the International Cooperative and Mutual Insurance Federation (ICMIF)



Dear Friends,

On behalf of all the team at the International Cooperative and Mutual Insurance Federation (ICMIF), I am delighted to send our very best wishes to our member organisation CLIMBS Life and General Insurance Cooperative and its members in the Philippines on the occasion of your 2024 Annual General Assembly.

We note with interest that your theme for this year will be “A Climate Insurance for Year 1: Let’s Connect, Lead, Insure, Motivate, Build, and Sustain!” and we wish you a successful meeting as you celebrate your 52nd Annual General Assembly on 26 and 27 April 2023.

Everyone in the ICMIF team sends their congratulations to CLIMBS for your continued dedication and hard work to provide invaluable services and support to your member policyholders in the Philippines for more than five decades.

For many years now, it has been our great pleasure to meet members of the team at CLIMBS and to continuing learning about your great work and the inclusive insurance products that are developed specifically to meet the needs of your cooperative members, especially the marginalised poor, with the aim of helping them live better lives. On the occasion of your Annual General Meeting, we wish to formally recognise CLIMBS and its strong commitment to its member policyholders and the local communities that you serve.

We were delighted to publish a news story on the ICMIF website last year to let other members know about the delegation of top sales achievers from CLIMBS which travelled to Japan, together with the senior management team, after their exemplary efforts in achieving their targets for the year 2022. The objective of CLIMBS’ incentive programme is to boost its sales performance and therefore the scheduled events and activities of the programme was the opportunity to visit various cooperatives in Japan — to learn from them and be inspired by their respective best practices.

In August 2023, the CLIMBS team visited three cooperative insurers that are members of ICMIF and also members of the regional ICMIF Asia and Oceania Association. The visit was arranged and coordinated by Hiroko Kowada, Executive Secretary of the Asia and Oceania Association of the ICMIF. The delegation visited Kokumin Kyosai Co-op, CO-OP Kyosai, and Zenkyoren (National Mutual Insurance Federation of Agricultural Cooperatives).

We are pleased that 2023 saw more great engagement between our two organisations. We were delighted that many delegates from CLIMBS attended ICMIF webinars during 2023 and we hope these were useful for you. Thank you for this participation.

Our sincere thanks to Mr Raboy for taking part in the session on ESG and resilience in (re)insurance during the ICMIF Meeting of Reinsurance Officials (MORO) in June 2023 and for his excellent presentation on An ESG approach to support a more sustainable and resilient future. This session explored how mutual/cooperative insurers can leverage the latest research and technology to foster resilient communities and promote sustainable claims practices, including how to handle catastrophic events and build back better and Mr Raboy’s contribution to the session was invaluable.

After the challenges of the pandemic, we were delighted to relaunch the ICMIF Advanced Management Course in Manchester in May 2023, and even more delighted to be able to welcome three participants from CLIMBS. We hope that this was a beneficial experience for your team members.

We look forward to welcoming our friends at CLIMBS to more ICMIF events in 2024, in particular our Biennial Conference in Buenos Aires in November.

Finally, two of our ICMIF colleagues, Ben Telfer and Liam Carter, were pleased to spend time with the delegates who travelled to Manchester (UK) from Philippine cooperative organisations for the Global Co-operative Executive Masterclass, organised by the Co-operative College of the Philippines. We were delighted to once again have the opportunity to take part in this great event for the Philippine cooperative movement which was a product of collaborations with the Co-operative College in the UK and CLIMBS Life and General Insurance Cooperative. Thank you for your time visiting the ICMIF Head Office, it was our great pleasure to welcome you.

We have enjoyed learning more about CLIMBS through our interactions during the course of this last year and we hope that this will continue, long into the future.

We would like to extend our warmest wishes to all your members who join you at the 2024 CLIMBS Annual General Assembly. We wish you a very successful and enjoyable meeting.

Yours in cooperation,
Shaun Tarbuck
Chief Executive, ICMIF



Message from the International Cooperative Alliance

Dear friends from Climbs Life and General Insurance Cooperative,

It is a pleasure for me to greet you on the occasion of this annual review that you are carrying out.

After more than half a century of history, it is very good to look back and positively value all the progress made over time. In this way, we can also look forward and optimize our work in search of continuing to grow and strengthen cooperative integration. Cooperatives, in the field of insurance as well as in many other sectors, have been solving the needs of communities for almost two centuries. I congratulate you for the contribution you make in this regard, facilitating access to insurance for 8 million people in your country. In these times there are new challenges at social, economic and environmental level that we must face and we can overcome thanks to our Identity and the principles and values that sustain us. For example, the socio-business policy of your entity in relation to the working conditions of more than 84 thousand farmers is valuable. By continuing on this path, I am sure that you will have many more years of sustainable growth, committed to your communities and the integration of cooperatives in the Philippines.

I appreciate the invitation to share these words with you. I wish you great success for what is to come and I send you a strong cooperative greeting from a distance.



Ariel Guarco
President

Message from the Singapore College of Insurance



On behalf of the Singapore College of Insurance, I extend warm greetings and heartfelt congratulations to CLIMBS Life and General Insurance Cooperative on the occasion of your 52nd Annual General Assembly. The theme for this year's assembly, "A Climate Insurance for Year 1: Let's Connect, Lead, Insure, Motivate, Build, and Sustain," reflects a visionary commitment to resilience, innovation, and community empowerment.

Since its inception in Cagayan de Oro City in 1971, CLIMBS has exemplified the true spirit of cooperation and mutual benefit. Founded by the esteemed Atty. Mordino Cua and Atty. Aquilino Pimentel Sr., your organization has grown from a mutual benefit association into a formidable composite insurance company that now safeguards over 8 million Filipino lives. This remarkable journey of growth and service is a testament to your unwavering dedication to the cooperative principles and your innovative approach to addressing the needs of your members.

Your achievements in enhancing parametric insurance and smart farming solutions are commendable. By benefiting 169 cooperatives and 84,434 farmers by the end of 2023, and with the recent approval of your drought policy by the Insurance Commission, CLIMBS has demonstrated a proactive stance in leveraging technology and innovative solutions to address the pressing challenges faced by the agricultural sector in the Philippines.

The establishment and success of your subsidiaries, including the Co-operative CLIMBS Investment and Management Advisory Corporation (CIMAC), CLIMBS Share Equity Investment Fund Corporation (CSEIFC), and Cosmopolitan CLIMBS Life Plan, Inc. (CCLPI), among others, underscore your commitment to providing comprehensive financial services and support to your members. This holistic approach not only strengthens the financial stability of individual cooperatives but also contributes significantly to the overall resilience of the cooperative movement in the Philippines.

As you gather to celebrate your 52nd Annual General Assembly, let this be a time of reflection on your past achievements and an opportunity to envision and embark on new paths of growth and innovation. The Singapore College of Insurance stands in solidarity with CLIMBS Life and General Insurance Cooperative, recognizing your pivotal role in empowering the grassroots of the Philippines through insurance protection and financial solutions.

May your assembly be a resounding success, and may the coming years bring further achievements, innovation, and prosperity to your cooperative and its members. Together, let us continue to connect, lead, insure, motivate, build, and sustain the foundations of the cooperative movement for the betterment of communities and the nation.

With warm regards,

Shalini Pavithran
Chief Executive Officer
Singapore College of Insurance



Message from the Philippine Life Insurance Association, Inc.

The Philippine Life Insurance Association (PLIA) congratulates CLIMBS Life and General Insurance Cooperative on the occasion of its 52nd Annual General Assembly on April 25-26, 2024 with the theme **“A Climate Insurance for Year 1: Let’s Connect, Lead, Insure, Motivate, Build, and Sustain!”**

PLIA, as its partner in promoting the growth and development of the life insurance industry, takes pride in the success that CLIMBS has achieved over the years, not only in terms of growing its premium volume and financial standing, but as well as in expanding its corporate structure as a group of companies with subsidiaries catering to specialized market needs.

PLIA also salutes CLIMBS for its significant contribution to the country’s financial inclusion objective by way of the microinsurance products it offers and effectively distributes through the cooperative channel.

On behalf of the PLIA Board, I wish CLIMBS more success ahead!



RICHARD LIM
PLIA President

Message from the MASS-SPECC



Congratulations to CLIMBS Life And General Insurance Cooperative for the success of your 52nd Annual General Assembly!

On behalf of MASS-SPECC Cooperative Development Center, it is with great honor and enthusiasm to extend our warmest greetings to every one of you as you come together to celebrate another milestone.

As we reflect on the remarkable journey that began in 1971, it is truly inspiring to witness the growth and evolution of CLIMBS into a powerhouse within the co-operative sector. The vision and dedication of the late Atty. Mordino Cua and the late Senator Aquilino Pimentel Sr. have laid the foundation for an institution that now covers 8 million Filipino lives, with a total asset of P3.9 billion and a net worth of P2.2 billion. This journey is a testament to the strength of our co-operative values in providing mutual benefits to the members and the communities we serve.

CLIMBS has not only become a beacon of financial security but has also diversified its offerings through its subsidiaries and programs. These collaborative efforts have created a holistic approach to financial services, enriching the lives of your members and reaching far beyond the traditional insurance landscape. The recent advancements in parametric insurance and smart farming solutions underscore CLIMBS' commitment to innovation and community empowerment.

Your impact on 169 co-ops and 84,434 farmers by the end of 2023 is a clear demonstration of our co-operative's ability to adapt and contribute meaningfully to the welfare of our fellow Filipinos. The approval of the drought policy by the Insurance Commission is another achievement, signifying not only regulatory recognition but also the forward-thinking nature of CLIMBS in addressing emerging challenges. This responsiveness to the evolving needs of your members sets a standard for the industry.

In celebration of your 52nd Annual General Assembly with the theme "A Climate Insurance for Year 1: Let's Connect, Lead, Insure, Motivate, Build, and Sustain!", it is a call to action for all of us to unite, lead with purpose, and build a sustainable future for our co-operative movement. This gathering promises to be a momentous occasion where ideas are exchanged, collaborations are formed, and the spirit of cooperation is reignited.

We are truly honored to be a part of this vibrant community of visionaries, and on behalf of MASS-SPECC, I extend my deepest gratitude to the CLIMBS Board of Directors, Committee Officers, Management, and Staff for their tireless efforts in making your co-operative a shining example for others to emulate.

As we navigate the future together, let us continue to inspire, innovate, and empower. Your dedication to our co-operative principles is not only commendable but also pivotal in shaping the destiny of your members and, by extension, the Filipino nation.

MASS-SPECC is proud to be your collaborative partner in your exciting journey toward innovation and sustainable development. We congratulate you once more for conducting your 52nd Annual General Assembly and we look forward to joining hands in realizing your co-operative's vision for a brighter future.

May our journey be filled with success, fulfillment, and the realization of our shared dreams. May we continue Sharing and Growing Together as we strive to realize our co-op movement vision – "All Members Enjoy Better Quality of Life".

Mabuhay ang CLIMBS Life and General Insurance Cooperative! Mabuhay ang mga Kooperatibang Pinoy!


BERNADETTE OLANDRIA-TOLEDO, CPA
Chief Executive Officer

Message from the **NATCCO NETWORK**



On behalf of the 957 member-cooperatives of the NATCCO Network across the Philippines, I extend my heartfelt congratulations to CLIMBS Life and General Insurance Cooperative on the occasion of your 52nd Annual General Assembly.

Back in 1971, our visionary founders embarked on a “bold, hairy, and audacious” venture by establishing CLIMBS as the alternative to large traditional insurance companies. Today, your impact is felt by 8 million Filipinos through 4,000 member coops, efficiently managing P 3.9 Billion in assets to bolster primary cooperatives.

In the face of new challenges, which have added complexity to the operations and decision-making of cooperatives today, your chosen theme, A Climate Insurance for Year 1: Let's Connect, Lead, Insure, Motivate, Build and Sustain! is both timely and resonant.

While other financial institutions are mandated by law to allocate a portion of their loan portfolio for agricultural development, because of the risk involved, they have chosen to step back, leaving farmers to fend for themselves. Conversely, cooperatives, guided by the Cooperative Principles, are bridging this gap by providing financial and other essential services to ensure food security for the Filipino nation.

By providing insurance to primary co-operatives, CLIMBS has made it possible for them to make that same “bold, hairy, and audacious” move of financing agriculture!

As we strive to unite and establish an integrated network, cooperatives have the potential to reclaim sectors such as finance, insurance, utilities, transport, education, retailing, and, in CLIMBS' case, agricultural production.

As you convene for your General Assembly, the decisions made will chart the course for CLIMBS. I encourage you to deliberate with the awareness that your NATCCO federation stands as your steadfast partner in the journey of "connect, lead, insure, motivate, build, and sustain."

Your NATCCO Network is always ready to serve and collaborate in advancing the goals and prosperity of CLIMBS and the cooperative movement as a whole.

SYLVIA OKINLAY-PARAGUYA

Chief Executive Officer



Message from the **THE PHILIPPINE CHAMBER OF COOPERATIVES INC.**

The Philippine Chamber of Cooperatives Inc., together with its leaders and members, extends its solidarity greetings to the CLIMBS Life and General Insurance Cooperative, headed by its Chairperson, Fr. Elmo P. Manching, and the Chief Executive Officer and President Noel D. Raboy, on your 52nd Annual General Assembly this April 25–26, 2024, happening at the Marriott Hotel, Fourth District, 2 Resorts Drive Pasay City, Manila, with the theme “A Climate Insurance for Year 1: Let’s Connect, Lead, Insure, Motivate, Build, and Sustain! ”

CLIMBS has been a beacon of stewardship in the financial cluster of cooperatives, excelling particularly in the Life and Non-Life Insurance industry that covers the grassroots of our population.

We have known and felt that the services and programs of CLIMBS have a positive impact on the lives of their members and continuously create opportunities for the development of the people they are serving and the communities that they have “touched”.

Indeed, the core values being espoused by CLIMBS, more particularly the welfare of families and their health, and the mutual trust and respect developed between and among the leaders and members resonate in the community in particular and the country in general.

There is hope in cooperativism as we continue to value humanity and the environment we are living in. Guided by cooperative principles and values, we continue to excel, expand, and promote cooperatives as alternative instruments to help people out of poverty and make our environment sustainable for the next generation.

As we uphold our commitment to helping ordinary citizens, especially farmers, and in partnership with cooperatives during this time of climate uncertainty, CLIMBS has dedicated a portfolio to climate insurance.

Based on its report in 2019:

“CLIMBS enhanced its parametric insurance and smart farming solutions, which benefited 169 coops and 84,434 farmers by the end of 2023. It has also been recently approved for its drought policy by the Insurance Commission.”

This program is one of a kind. We laud the efforts and consistency of CLIMBS in developing programs and services that are attuned to the needs of the times and will benefit the marginalized sectors of our society while advancing technology in the insurance industry.

Moreover, in this time of climate emergency, cooperatives need to step up to mitigate the effects of climate change. While there is no turning back to industrialization, ensuring a just transition is necessary. Cooperatives should be at the forefront of this campaign.

Philippines Country Climate and Development Report estimates show that the economic damages in the Philippines could reach up to 7.6 percent of GDP by 2030 and 13.6 percent of GDP by 2040.

According to the reports, if we do not act to mitigate the effects of climate change, it “will impose substantial economic and human costs,” affecting the poorest of the poor (farmers, fisherfolks, and ordinary households) the most.

In this dire situation, we must collectively act to protect our environment, as enunciated in CLIMBS core values. CLIMBS, in partnership with the sector, the Coop Chamber, and other stakeholders, must take the lead in taking action and instituting programs that will help contribute to addressing global warming and climate change.

The theme for the 52nd Annual General Assembly is on point. The time is now.

Congratulations and long live!

Mabuhay ang CLIMBS Life and General Insurance Cooperative! Mabuhay ang Kilusang Kooperatiba!

EDWIN A. BUSTILLOS

Executive Director

Philippine Chamber of Cooperatives Inc.

Message from the President and CEO



We're thrilled to gather everyone, our member-cooperatives, partners, affiliates, and stakeholders, for this year's General Assembly! CLIMBS has long been celebrated for its unwavering dedication to members and communities, offering steadfast insurance solutions and fostering financial empowerment nationwide.

As we near the fulfillment of our commitment to insure 20 million lives by 2024 and embark on new advocacy for the upcoming year, let's reaffirm our identity as a cooperative. Our cooperative values and principles will guide every aspect of our operations and future growth, fostering a culture of complementarity, collaboration, and cooperation.

Despite the challenges of 2020, particularly the global pandemic's impact, we remained steadfast in providing mutual protection and fostering resilience within our community especially for our cooperative members who have limited access to social protection. By the end of COVID, we were able to release a total pay-out of 116,356,424.36.

Today, as we celebrate our 52nd Annual General Assembly, our achievements have significantly brought us closer to our goal as well as highlighted the contribution of our cooperatives on food security and global climate action; with this year's theme of: "A Climate Insurance Year 1: Lets Connect, Lead, Insure, Motivate, Build, and Sustain!"

In alignment with the ESG framework and the U.N.'s Sustainable Development Goals, CLIMBS has taken significant steps toward environmental sustainability. Our Weather Protect Insurance, a parametric micro-insurance, stands as a testament to our dedication to serving and protecting farmers' livelihoods from climate change-related risks.

In the year 2023, the team gathered over 878 cooperatives and 1,189 participants were able to attend the series of roadshows from 64 out of 82 provinces in the Philippines. The Weather Protect Insurance has fulfilled a total payout of P16.5 million pesos for the last 3 years. Our efforts, supported by partners like the Insuresilience Solutions Fund (ISF) with a total grant of P40 million pesos (USD 713,850) and partners IBISA and Alliance CIAT, reflect our commitment to innovative climate risk insurance of impacting 86,000 farmers.

We are dedicated to furthering sustainability in climate action, collaborating closely with the government to create a robust support network for farmers practicing sustainable agriculture. Our priority is to ensure that our actions are in line with the goals of SDGs, ESG and the climate economy, while upholding the core principles and values of our cooperative.

As we celebrate our achievements and look towards the future, we remain deeply committed to socially responsible practices. Our engagement in environmental activities, such as coastal clean-ups, tree-growing, mangrove planting, coastal cleaning and medical missions to firefighting initiatives, we strive to make a positive impact on communities through our CLIMBS CARES which has as well established 27 continuing outreach groups and 16 partnerships.

Moving forward, we call to our cooperatives that we continue this climate action journey on implementing best practices from simple as no to single use of plastic, products and services specific for farmers and creating environment impact policy and spearhead for our cooperative leaders on continuous education.

Over the course of 2023, CLIMBS has garnered attended over 115 forums, seminars, workshops and established partnerships with both local and international level, creating a lasting impact on the lives of not only cooperative members but also being a prime example for the civil society that it is possible for sustainable governance in the cooperative sector.

This year, we have already established our key business objectives for the next 3-5 years, focusing on further integrating sustainability into our cooperative DNA and embedding ESG principles across our value chain.

This plan cannot be realized without the support of our Board of Directors, management team, and colleagues. Together, we will continue to be dedicated and confident as we work diligently towards our goals. In conclusion, I want to express my heartfelt gratitude to our cooperative owners for entrusting us with their confidence in our organization.

As we embrace cooperativism, we aim to cultivate a culture that is complementary, collaborative, and cooperative, ensuring a balance between our business scale and our values. We aspire to be enlightened with an informed conscience, striving to become a recognized name not only locally but also beyond grassroots levels. Our goal is to implement "inclusive insurance" practices to promote sustainability. Thank you to our cooperative owners for your trust and confidence in CLIMBS. Together, let's continue to make a difference and build a sustainable future for all. Let us move together, keep motivated together and focus on our cooperative movement as we're moving towards a CLIMATE INSURANCE concept with our new tagline: "Insuring where you are!". **Mabuhay ang kooperatiba!**


NOEL D. RABOY
President and CEO

Message from the Chairperson



Easter greetings to all the stakeholders of CLIMBS gathered in this General Assembly. It is good to meet and greet everyone once again as we endeavor to know what had transpired in our operations during the year 2023. For us cooperators, gatherings like these are some of the indispensable occasions we look forward to as they surely renew us, not only morally and emotionally, but even more spiritually. Assemblies always evoke in us a sense of connection and belonging, reminding us that we are not alone but a host of advocates and believers who indefatigably mainstream the same ideals of cooperation and mutuality.

Through the years, CLIMBS has silently emboldened itself in the various phases and faces of its operations. Yes, and if figures do not lie, CLIMBS has now doubled its breadth and depth in terms of assets, membership and revenues, since I joined its echelon of leadership. It also has sired a number of subsidiaries which lightened the weight of its resources and responsibilities, commitments and compliances, economics and demographics, potentials and probabilities, as it continues to navigate its challenging plight in the insurance industry. Of course, the way to reach the zenith of the road map is not without travails. The almost not improving NAVS of the investment market is something one couldn't readily ignore.

However, CLIMBS has not only grown in terms of quantifiable figures and logarithms. It has also managed to scale up interiorly. For instance, it has quite improved its affiliation and partnership projects both in the national and international parlance. The first successful Climate Action Summit ever hosted in the country within the Coop movement was an inspiring outcome of these partnerships. It has also sent a handful of its workforce to intensive and extensive training collaborations and hands-on recalibrations, here and abroad, if only to fortify its capabilities needed in the performances of its duties and deliverables. Finally, through its Community Action Response to Emergency Services (CARES), it has cemented its social responsiveness charter particularly in Cagayan de Oro, making its social relevance palpable in the area and nearby.

There are many reasons indeed why this annual Assembly be a celebration for us. But foremost in the list should be the dauntless financial performances of the year ended —2023. An overshoot of the net surplus target is definitely not a joke. We have to congratulate everyone in the management for this colossal achievement. I also would like to propose a toast to my fellow directors and officers, for another job well done! Cheers! May your tribe increase and may the deepest aspirations of your hearts inspire those who will trace your footprints!

At the outset, let us not forget to acknowledge the source of all these joyous achievements, WHO writes perfectly the synopsis and details of these glorious narratives in the palm of His hand. To Him belongs every honor and praise!

A handwritten signature in black ink, appearing to read 'f Elmo'.

FR. ELMO P. MANCHING
Chairperson

Agenda

1. House Rules
2. Call to Order
3. Chairperson's Message
4. Proof of Due Notice of Assembly
5. Roll Call and Declaration of Quorum
6. Presentation of Candidates
7. Approval of the Proposed Agenda
8. Consideration and Adaption of Minutes of the 51st Annual General Assembly
 - Matters arising from the minutes of the 51st Annual General Assembly
9. Consideration of Reports
 - 9.1 Board and Management Report
 - 9.2 Election Committee Report
 - 9.3 Audit Committee Report
 - 9.4 Mediation and Conciliation Committee Report
 - 9.5 Ethics Committee Report
 - 9.6 Gender and Development Committee Report
 - 9.7 Audited Financial Statements
10. Proposed 2024 Operational Plan
11. Proposed 2024 Budget
12. Proposed 2024 CDF and CETF Plan and Budget
13. 2024 - 2028 Strategic Plan
14. Appointment of External Auditor
15. Other Matters
16. Declaration of Newly Elected Officers
17. Adjournment

House Rules

- All voting delegates must be separated from the non-voting delegates / participants during the General Assembly.
- The non-voting delegates may participate in the discussion but are not allowed to field a motion nor be allowed to vote.
- A voting delegate who wants to raise a question or follow-up a question should be recognized first by the Moderator. He/She shall be called by the Moderator and will be requested to stand-up and give his/her name for record purposes.
- The Moderator would then ask the voting delegate if his/her question is related to the matter being discussed at hand.
- Every voting delegate is allowed to raise only two (2) questions; the first and the other is, for the follow-up question. This is applicable to each issue or concern being discussed, subject however, to the discretion to further accept questions, as he/she deems fit and advisable, or elevate the matter to the Chairman / Presiding Officer for immediate consideration / dispositive action.
- Every voting delegates is only allowed a maximum of three (3) minutes to discuss or clarify his/her point.
- The Chairman / Presiding Officer using his inherent power, and if he sees fit and reasonable ask question/s or solicit motion/s direct from the Assembly, or even interrupt during deliberations without necessarily asking permission from the Moderator.



CLIMBS Life and General Insurance Cooperative

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2

OFFICIAL MINUTES OF THE PROCEEDINGS OF THE 51st CLIMBS ANNUAL GENERAL ASSEMBLY

3

4

April 27, 2023 (Thursday) • 11:00 AM

5

Limketkai Atrium, Cagayan de Oro City

6

7

OPENING PROGRAM

8

9

The 51st CLIMBS Annual General Assembly started with an Invocation, the singing of the National Anthem, and the recitation of the Cooperative Pledge.

10

11

12

BUSINESS ASSEMBLY PROPER

13

14

I. Call to Order

15

Chairperson Fr. Elmo Manching called the meeting to order at 11:03am.

16

17

II. Proof of Due Notice

18

Corporate Secretary Atty. Daniel Evangelio, Jr. declared that a Proof of Due Notice was sent to the member-cooperatives through mail and email the second week of March in compliance of at least 15-day notice before the actual conduct of the Annual General Assembly.

19

20

21

22

23

III. Roll Call, Determination of Quorum and Reading of House Rules

24

Corporate Secretary Atty. Daniel Evangelio, Jr. attested that there is a quorum and there are 804 delegates representing 240 member-cooperatives or 48% of the total 500 Members in Good Standing (MIGS) which is more than 25% requirement to conduct business. He then read the house rules.

25

26

27

28

29

Chairperson Fr. Elmo Manching introduced to the assembly the Ethics Committee Chairperson, Janette Romero as the moderator of the assembly proper.

30

31

32

IV. Approval of the Proposed of Agenda

33

34

I. Call to Order

35

II. Proof of Due Notice

36

III. Roll Call, Determination of Quorum and Reading of House Rules

37

IV. Presentation of Candidates

38

V. Approval of the Agenda

39

a. Approval of the Proposed Agenda

40

b. Consideration and Approval of the Minutes of the 50th Annual General Assembly

41

42

1. Matters Arising from the Minutes of the 50th Annual General Assembly

43

VI. Consideration of Reports

44

a. Board and Management Report

45

b. Audited Financial Statement Report

46

c. Proposed 2023 Operational Plan

47

d. Proposed 2023 Budget

46

47

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- 1 e. Proposed 2023 CDF and CETF Plan and Budget
- 2 f. Election Committee Report
- 3 g. Audit Committee Report
- 4 h. Mediation Committee Report
- 5 i. Ethics Committee Report
- 6 j. Gender and Development Committee Report
- 7 k. Remuneration Committee Report
- 8 VII. Recommendations and New Business
- 9 VIII. Election Proper
- 10 a. Results of the Election and Declaration of Winners
- 11 IX. Adjournment

12

13 **IV. Presentation of Candidates**

14
15 Election Committee Chairperson, Atty. Rolando Casaway requested the
16 Assembly if they may present first the Candidates for election.

17

18 **GA Resolution No. 1, series of 2023**

19 On motion made by Mr. Leo Donoso of Laguna Prime MPC, duly seconded and
20 unanimously carried, the Assembly approved to change the proceedings of the
21 General Assembly to present the Candidates for Election.

22
23 Election Committee Member, Alexander Raquepo presented to the assembly
24 the current vacant positions and then proceeded to present the candidates for
25 election. The candidates were given two minutes to present themselves to the
26 Assembly. Committee Chairperson, Atty. Rolando Casaway declared that the
27 voting of candidates is officially open.

28

29 **GA Resolution No. 2, series of 2023**

30 On a privileged motion made by Mr. Nicandro Pagaran of Bohol Diocesan MPC
31 duly seconded by Ms. Ma. Theresa Drueco of Novaliches Development
32 Cooperative and unanimously carried, the Assembly approved to dispense the
33 order of the meeting for a recess.

34

35 **RESUMPTION OF MEETING**

36 **V. Approval of Agenda**

37

38 **a. Approval of the Proposed Agenda**

39

40 **GA Resolution No. 3, series of 2023**

41 On a motion made by Ms. Ma. Theresa Drueco of Novaliches Development
42 Cooperative, duly seconded by Ms. Ma. Milagros Deloyola of Guadalupe
43 Community Cooperative and unanimously carried, the Assembly approved the
44 Agenda of the 51st Annual General Assembly as amended.

45
46 Ms. Daisy Obero of Sta. Ana MPC requested to add in the agenda the CLIMBS
47 Investment in a Stock Corporation.

1 **b. Consideration and Approval of the Minutes of the 50th Annual General**
2 **Assembly**

3
4 **GA Resolution No. 4, series of 2023**

5 On motion made by Ms. Joselita Cardona of Most Holy Rosary MPC, duly
6 seconded by Mr. Jonathan Baluyut of Holy Cross Savings and Credit
7 Cooperative and unanimously carried, the Assembly approved to dispense the
8 reading of the minutes from the 50th Annual General Assembly.

9
10 **GA Resolution No. 5, series of 2023**

11 On motion made by Ms. Joselita Cardona of Most Holy Rosary MPC, duly
12 seconded by Mr. Leo Donoso of Laguna Prime MPC and unanimously carried,
13 the Assembly approved the minutes from the 50th Annual General Assembly
14 held in Vivace Events Center, Cebu Ocean Park, Cebu City.

15
16 Matters Arising:

- 17
18 1. Ms. Daisy Obero of Sta. Ana MPC asked for an update on the Proposed
19 Amendments to the Bylaws made from the last General Assembly which
20 can be found on Page 13, lines 43 to 65 of the Annual Report. President
21 and CEO, Mr. Noel Raboy stated that the Proposed Amendments were
22 approved by the Cooperative Development Authority (CDA) last April 2023
23 after few revisions.
24
25 2. Ms. Nenita Malbas of Tagum Cooperative asked for a clarification on the
26 GA Resolution No. 7, series of 2022, approving the 100% remittance of
27 CLIMBS' CETF to NafeCoop or any other federations approved by the
28 Board of Directors. Director Marlene Sindayen clarified that CLIMBS only
29 remitted to NafeCoop the 100% Accumulated CETF that was already due
30 for remittance.
31
32 3. On page 15, line 107, Mr. Nicandro Pagaran of Bohol Diocesan MPC asked
33 for an update regarding the proposed merger of CLIMBS and 1CISP.
34 Director Jose Agerico De Guzman answered that the topic should not be
35 revived or discussed since the 1CISP did not submit any due diligence audit
36 from a third-party accounting firm before creating a technical working group
37 as agreed in the last General Assembly.
38

39 **VI. Consideration of Reports**

40
41 **a. Board and Management Report**

- 42
43 1. President and CEO, Noel Raboy presented to the assembly the Board and
44 Management report which can be found on pages 16-30 of the 2022 Annual
45 Report.

1 **GA Resolution No. 6, series of 2023**

2 On motion made by Ms. Margarita Infante of LCCFC MPC, duly seconded
3 by Mr. Leo Donoso of Laguna Prime MPC and unanimously carried, the
4 Assembly approved to accept the Board and Management Report
5 presented by the President and CEO, Noel Raboy.

- 6
7 2. Ms. Eleonor Dillena of Micro-Entrepreneurs MPC commended CLIMBS
8 Management for the excellent financial performance for the year 2022
9 despite the post-pandemic challenges.

10
11 **b. Audited Financial Statement Report**

- 12
13 1. Mr. Protacio Tacandong of the Reyes Tacandong and Co. presented to the
14 assembly the Audited Financial Statements of CLIMBS which can be found
15 on pages 40-91 of the 2022 Annual Report.

16
17 **GA Resolution No. 6, series of 2023**

18 On a motion made by Ms. Herminia Gavaran of Mediatrix MPC duly
19 seconded by Ms. Ma. Milagros Deloyola of Guadalupe Community MPC and
20 unanimously carried, the Assembly approved to accept the Audited
21 Financial Statements.

- 22
23 2. Ms. Gertrudes Yap of Tagum Cooperative inquired on the report of the
24 External Auditor on page 68 regarding the loans receivable. Ms. Yap wanted
25 to clarify the following:
26 If loans from employees and officers be accounted as advances or
27 as receivables?
28 Since we are using PFRS for Cooperatives, are we allowed to accrue
29 interest?

30
31 VP and CFO, Reynaldo San Andres answered that the advances mentioned
32 pertains to the purchase of car and insurance policies for the service of the
33 managers. He also stated that accrual of interest is based on investments
34 made to our different depository banks and interest is part of the accrued
35 income.

- 36
37 3. To avoid future problems, Ms. Gertrudes Yap suggested doing something
38 about the expenses booked as loans receivable and making it form part of
39 the employee's benefit package and service fee may be charged as other
40 income.
41
42 4. Ms. Daisy Obero of Sta. Ana MPC asked why CIBC's asset at a cost
43 amounting to Php43,750,000.00 was reclassified to Accounts Receivable.
44 She also suggested having a separate report in the souvenir program on
45 the investments in shares of stocks disclosing the percentage of ownership,
46 the amount invested, and the profit and loss. Mr. Kim Brian Villaver of Reyes
47 Tacandong and Co. answered that the P43,750,000.00 should be covered
48 by CLIMBS from CIBC in 2023 corresponding to those individual
49 investments of certain stockholders which can be found in the GIS of CIBC.

- 1 5. Mr. Alfred Tayo III of Western Visayas State University MPC suggested
2 improving the disclosures of the related party transactions and accounts
3 receivable for easier reference.
4
- 5 6. Ms. Cielo Garrido of San Dionisio Credit Cooperative suggested explaining
6 briefly in the next Annual Report the organizations or corporations CLIMBS
7 put up and how much the share of CLIMBS in that certain organization. She
8 also suggested including in the Annual Report the way CLIMBS computes
9 the Interest on Capital and Patronage Refund (ICPR). Chairperson Fr. Elmo
10 Manching noted the said suggestions.
11

12 **c. Proposed 2023 Operational Plan**
13

- 14 1. VP for Admin and Corporate Planning, Ms. Donna Dizon presented to the
15 Assembly the Proposed 2023 Operational Plan on page 100 of the 2022
16 Annual Report.
17

18 **GA Resolution No. 7, series of 2023**

19 On motion made by Ms. Joselita Cardona of Most Holy Rosary MPC, duly
20 seconded by Ms. Eleonor Dillena of Micro-Entrepreneurs' MPC and
21 unanimously carried, the Assembly approved the Proposed Operational
22 Plan of CLIMBS for the year 2023.
23

- 24 2. Mr. Rey Dumaboc of Cypress MPC asked for the plan on how to meet the
25 business mix for Luzon, Visayas, and Mindanao. CEO Noel Raboy
26 answered that CLIMBS will put up Regional offices in Luzon, Visayas and
27 Mindanao.
28
- 29 3. Ms. Cielo Garrido of SDCC suggested to improve the automation system of
30 the CoopAssurance Center (CAC). Suggestion was duly noted by the
31 Management.
32

33 **d. Proposed 2023 Budget**
34

- 35 1. Director Lillian Silubrico presented to the Assembly the Proposed 2023
36 Budget which can be found on page 98 of the 2022 Annual Report.
37

38 **GA Resolution No. 8, series of 2023**

39 On a motion made by Mr. Rodolfo Vapor of Paglaum MPC, duly seconded
40 and unanimously carried, the Assembly approved the Proposed 2023
41 Budget.
42

43 **e. Proposed 2023 CDF and CETF Plan and Budget**
44

- 45 1. VP and Chief Finance Officer, Reynaldo San Andres presented to the
46 Assembly the Proposed 2023 CDF and CETF Plan and Budget which can
47 be found on page 99 of the 2022 Annual Report in compliance with the CDA
48 requirement.

1 **GA Resolution No. 9, series of 2023**

2 On motion made by Mr. Arnold Parcutilo of Paglaum MPC, duly seconded
3 by Ms. Maylene Malapitan of Cebu Mitsumi MPC and unanimously carried,
4 the Assembly approved the Proposed 2023 CDF and CETF Plan and
5 Budget.

6
7 **f. Election Committee Report**

- 8
9 1. Election Committee member, Alexander Raquepo presented to the
10 Assembly the Election Committee Report which can be found on pages 104-
11 105 of the 2022 Annual Report.
12
13 2. He also mentioned that CLIMBS Management proposed adding a youth
14 representative to the Board of Directors and suggested making
15 amendments to include a youth representative and that the said
16 representative should be a member of the Cooperative investor of CLIMBS.

17
18 **GA Resolution No. 10, series of 2023**

19 On motion made by Mr. Arnold Parcutilo of Paglaum MPC, duly seconded
20 by Ms. Maylene Malapitan of Cebu Mitsumi MPC and unanimously carried,
21 the Assembly approved to accept the Election Committee report.

22
23 **g. Audit Committee Report**

- 24
25 1. Audit Committee Chairperson, Joselito Santillan presented to the Assembly
26 the Audit Committee Report which can be found on pages 101-103 of the
27 2022 Annual Report.
28
29 2. Since the Audit Committee is lacking one more proposal for External
30 Auditor, Committee Chairperson Santillan proposed to the Assembly to
31 authorize the Board of Directors in determining who will be the next External
32 Auditor since Reyes Tacandong has been engaged by CLIMBS for five
33 years already. This is also in compliance with the CDA MC No. 2019-10
34 Section 9 (h) on the limit of external audit engagement.

35
36 **GA Resolution No. 11, series of 2023**

37 On a motion made by Mr. Junie Francis Kiley of Tabuk-OFW Kabayan
38 Cooperative duly seconded by Mr. Roger Ocaya of DMPI ECCC and
39 unanimously carried, the Assembly approved to accept the Audit Committee
40 report.

41
42 **GA Resolution No. 12, series of 2023**

43 On motion made by Mr. June Caberoy of CAPGEMC MPC duly seconded
44 by Mr. Melchor Daniel, Sr. of Bohol Community MPC and unanimously
45 carried, the Assembly approved to authorize the Board of Directors to
46 choose the next External Auditor of CLIMBS from among the three
47 proposals of the Audit Committee.

1 **h. Mediation Committee Report**

- 2 1. Mediation Committee Member, Mr. Eric Dizon reported to the Assembly that
3 for the Calendar Year 2022, there have been no issues or controversies
4 being mediated among the members of CLIMBS.

5
6 **GA Resolution No. 13, series of 2023**

7 On motion made by Ms. Cresilda Abrau of Metro Ormoc Community MPC
8 duly seconded and unanimously carried, the Assembly approved to accept
9 the Mediation Committee report.

10
11 **i. Ethics Committee Report**

- 12 1. Ethics Committee Member, Ms. Cynthia Fulgueras reported to the
13 Assembly that the Committee has not received any complaints, nor
14 unresolved cases in violation of the Code of Governance and Ethical
15 Standards for the year 2022.

16
17 **GA Resolution No. 14, series of 2023**

18 On motion made by Mr. Sherwin Tibahun of Sorosoro Ibaba Dev't.
19 Cooperative duly seconded by Ms. Liza Lecaros of Holy Child MPC and
20 unanimously carried, the Assembly approved to accept the Ethics
21 Committee report.

22
23 **j. Gender and Development Committee Report**

- 24 1. GAD Committee Chairperson, Dr. Irma Cruz reported to the Assembly that
25 the Committee has attended and undertaken CDA-required seminars.
26 Committee Chairperson Dr. Cruz mentioned several gender-related
27 accomplishments of the Committee including the approval of the GAD policy
28 and the regular Gender Sensitivity Training to all newly regularized
29 employees.

30
31 **GA Resolution No. 15, series of 2023**

32 On motion made by Ms. Shirley Cardinez of Cebu Vendors Credit Coop duly
33 seconded by Ms. Liza Berdugala of St. Martin of Tours Credit and Dev't.
34 Coop and unanimously carried, the Assembly approved to accept the
35 Gender and Development Committee report.

36
37 **k. Remuneration Committee Report**

- 38 1. Remuneration Committee Chairperson, Mr. Pacenciano Tomarong
39 reported to the Assembly that the Committee has conducted regular
40 meetings. The committee also submitted recommendations to the Board
41 regarding the increase in remunerations of the Officers to be included in the
42 2023 budget of CLIMBS.

43
44 **GA Resolution No. 16, series of 2023**

45 On a motion made by Ms. Margarita Infante of LCCFC MPC duly seconded
46 by Ms. Oliva Dequinto of LCCFC MPC and unanimously carried, the
47 Assembly approved to accept the Remuneration Committee report.

VII. Presentation of New Business

1. CEO Noel Raboy presented to the Assembly the CLIMBS' new businesses:
 - ⇒ In Agriculture:
 - Weather Protect Insurance Innovation
 - ⇒ In Education:
 - Increasing Coop Literacy through the Cooperative College of the Philippines
 - Succession Planning
 - Youth Attraction
 - ⇒ Chamber of Cooperators

Product Development and Properties:

- ⇒ New Insurance Products Under Life Policy
 - Micro Health Insurance
 - Takaful
 - ⇒ Properties:
 - Construction of CLIMBS Complex
 - Co-op College PH Property
 - Property in Iloilo
 - Property in Davao
 - New Offices in Masbate, Mindoro, Rizal and Palawan
 - ⇒ Innovation:
 - Create and Strengthen Data Quality Center using Artificial Intelligence (AI)
2. Chairperson Fr. Elmo Manching is campaigning for initial funds to support the construction of the Cooperative College PH building in Hinigdaan, El Salvador City. He declared that Metro Ormoc Community MPC is donating P1,000,000.00 for this purpose.

GA Resolution No. 17, series of 2023

On a motion made by Ms. Margarita Infante of LCCFC MPC duly seconded by Ms. Rosie Corot of Northern Samar MPC and unanimously carried, the Assembly approved to accept the Recommendations and New Businesses presented by CEO Noel Raboy.

3. One of the new businesses discussed by CEO Noel Raboy is about the Chamber of Cooperators pursuant to the proposed amendments in the RA9520. In view of that, Election Committee Member, Alexander Raquepo made mention of the four major amendments that are being suggested in the RA 9520, to wit;
 - Maximum of 40% threshold of the Capitalization
 - Proxy Voting
 - Giving Seats on the Board of Directors to the Group of Lower Investors
 - Allowing Foreign Investments in the Cooperative

1 **GA Resolution No. 18, series of 2023**

2 On a motion made by Mr. Alexander Raquepo of SACDECO duly seconded
3 by Mr. Romulo Amarado of PHCCI Dumaguete and unanimously carried,
4 the Assembly approved the call to action on the RA 9520 Amendments
5 through the signature campaign as recommended by the CLIMBS
6 Management.

7
8 4. Mr. Rafael Gayaso of NORLU CEDEC manifested the additional issues found
9 in the proposed amendments of RA 9520:

- 10 Definition of the Secondary Organization
11 Definition of APEX which accommodates all categories of Cooperatives
12

13 **GA Resolution No. 19, series of 2023**

14 On motion made by Mr. Romulo Amarado of PHCCI Dumaguete duly
15 seconded by Mr. Rafael Gayaso of NORLU CEDEC and unanimously
16 carried, the Assembly approved the creation and the registration of the
17 Philippine Chamber of Cooperatives, Inc.

18
19 **VIII. Result of the Election and Declaration of Winners**

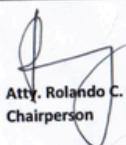
20
21 Election Committee Chairperson, Atty. Rolando Casaway declared the election
22 results as follows:

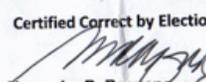
23
24 The top five shareholders has elected three Directors to sit in the Board. Below is
25 the result of the election:

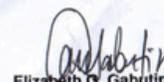
- 26 1. Metro Ormoc Community MPC – Fr. Elmo P. Manching
27 2. Perpetual Help Community Cooperative – Judge Antonio Manuel A. Alcantara
28 3. Oro Integrated Cooperative – Ms. Hermes Vergara
29

30 CLIMBS Life and General Insurance Cooperative 2023 Election Results
31 April 27, 2023

POSITION	COOPERATIVE NAME	REPRESENTED BY	VOTE COUNT	RANK	REMARKS
Regular BOD for Luzon	Holy Cross Savings and Credit Cooperative	SILUBRICO, LILLIAN D.	150	1st	Winner
	San Dionisio Credit Cooperative	FERREROS, ALMA S.	136	2nd	
Regular BOD for Visayas	DCCCO Multipurpose Cooperative	DUKA, MAY FLOR V.	205	1st	Winner
Regular BOD for Mindanao	Makilala Multipurpose Cooperative	DE GUZMAN, JOSE	384	1st	Winner
		AGERICO R.			
Director at Large	Toril Community Cooperative	EVANGELIO, JR. DANIEL O.	651	1st	Winner
	Barangka Credit Cooperative	MASCARIÑA, ROBERTO C.	637	2nd	Winner
Audit Committee	Oro Savings and Sharing Multipurpose Cooperative	PELINO, STELLA MARIS R.	551	1st	Winner
	Guadalupe Community Multipurpose Cooperative	DELOYOLA, MARIA MILGAROS Y.	330	2nd	
Election Committee	Camsur Multi-Purpose Cooperative	RACADAG, EUDEZA A.	467	1st	Winner
	ISU Multipurpose Cooperative	BACANI, PACIANO P.	408	2nd	

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Atty. Rolando C. Casaway
Chairperson

Certified Correct by Election Committee:

Alexander B. Raquepo
Vice-Chairperson


Elizabeth G. Gabutin
Member

1 **XII. Adjournment**

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9

GA Resolution No. 20, series of 2023

On motion made by Ms. Ma. Elaine Dela Cruz of TAGCODEC duly seconded by Ms. Ma. Theresa Drueco of NOVADECI and unanimously carried, the Assembly approved the adjournment of the 2023 CLIMBS Annual General Assembly.

10 Minutes taken by:

11
12
13
14



Cielo Angela A. Jaraula
Recording Secretary

15
16

17 Attested by:

18
19



Atty. Isidro Q. Lico
Corporate Secretary

20
21

Approved by:



Fr. Elmo P. Manching
Chairperson

Board and Management Sustainability Report

Executive Summary

Cooperation and working together have always been a part of the human experience; in the dawn of time, mankind would always gather in groups to achieve their mutual needs. The statement “no man is an island” has fit the ideologies and philosophies of life especially in cooperatives. The word “cooperate” comes from the latin prefix “co-” and the word “operari,” which means to “work together.”

Cooperatives play a pivotal role in shaping the sustainable future we aspire to live in. It sets aside one's personal desires to achieve something on his or her own but rather upholds the essence of collaboration and working hand in hand in hopes of bringing change and development to vulnerable sectors of society. The cooperative has been a testament to what each individual is capable of when united for a common purpose. Reiterating the value and principles of the co-op identity, CLIMBS Life and General Insurance Cooperative stands firm with its commitment to having its members' best interests at heart—all uniting for a common purpose and pooling in their resources to achieve their desired objectives. The cooperative has been the pillar of hope, the epitome of the Filipino bayanihan spirit.

Thus, CLIMBS Life and General Insurance Cooperative continues to be the catalyst of change and the symbol for financial inclusivity, strengthening its approach through Environment, Social, and Governance (ESG) initiatives by being a cornerstone of the community and championing sustainability through its various programs in line with the United Nations 2023 Agenda for Sustainable Development, commonly known as the Sustainable Development Goals.



Mangrove Plant Growing 2023 | October 7, 2023 | Punta Bonbon, Cagayan de Oro City

Board and Management Sustainability Report

ESG Initiatives

The ESG framework stands for Environmental, Social and Governance (ESG), this provides a comprehensive approach to assessing a company's sustainability and ethical performance, allowing investors to integrate non-financial factors into their investment decisions. By considering ESG criteria, investors aim to support companies that demonstrate strong environmental stewardship, social responsibility, and effective governance practices, which can lead to long-term value creation and positive societal impact.

It is also a way for the organization to set forth goals and agenda aside from doing business and its day to day operations and in the context of aligning its vision and perspective with regards to internal and external factors affecting the ability of an organization in making long term and ethical investment decisions.





THERE IS NO PLANET B

The cooperative movement has been a driving force in representing environmental activities in mainstream society, its efforts in molding and creating a culture of an environmentally-centered community filled with like-minded individuals that genuinely cares about the wellbeing of the environment and fostering a safe space for climate resilience initiatives to prosper.

At the core of CLIMBS' concern for the community, it has been a catalyst of change- especially in different sectors of society such as agriculture, credit, transportation, banking, and more. The cooperatives have been a cornerstone of hope and development especially for vulnerable areas. Most especially in the Agricultural industry- which is one of the prime advocacies of CLIMBS through its Weather Protect Insurance.

Contributing to the Sustainable Development Goals, SDG: 13 Climate Action and SDG: 17 Partnerships for the Goals, CLIMBS has also commemorated Earth Day through a Coastal Clean-up Earth Day 2023: "Invest in our Planet" at Lapasan to Gusa Coastal Road on April 22, 2023 with 4,200 participants and 130 volunteer - organizations that participated in the cleanup activity. Approximately 3 truck loads of garbage which is equivalent to 160 ton registers were collected in the activity.

Community participation is at the heart of CLIMBS including forming strong partnerships with volunteer-led organizations such as the Kusgan Volunteers Inc. (KVI). Various initiatives were undertaken to ensure the protection and care of the environment as a core value of CLIMBS. Moreover, resilience and achievement of SDGs reveals that trees reduce carbon emission by 25% (NASA, 2019) and mangroves through increased carbon sequestration and filtering the greenhouse gasses in efforts to escalate the decarbonization efforts to combat climate change. These projects highlight how important mangroves are to every ecosystem, as well as their value to coastal fishing communities and enhancing wildlife biodiversity. CLIMBS, through rehabilitations of the sea forest habitats, continues to take action that greatly aligns with the UN's Sustainable Development Goals of SDG 13: Climate Action, SDG 14: Life Below Water, SDG 17: Partnerships for the Goals.

Tree-growing

The first tree growing activity of CLIMBS in 2023 was at Sitio Cala-Cala, Macasandig, Cagayan de Oro City last September 23, 2023. Employees and staff all participated in planting seedlings of various tree species in efforts to create a more sustainable community where natural resources are able to flourish and prosper.

Mangrove Planting

In October, Mangrove Plant Growing was initiated in Punta Bonbon, Cagayan de Oro City on Oct. 7, 2023, participated by 52 employees promoting community involvement through environmentally-centered activities and mitigating the effects of deforestation from the damage brought by climate change.

Over the course of the year, the Community Action Response to Emergency Services (CARES) team has facilitated over (2) tree planting and tree growing activities, one in Brgy. Himaya, El Salvador City on January 28, 2023 with over 50 fruit trees planted and the other in Sitio Cala-Cala in Brgy. Macasandig on September 23, 2023. These initiatives help alleviate soil displacements and landslides in the community by nurturing the growth of trees in the area. Not to mention, they have also held (5) coastal clean up drives and beach monitoring activities around the neighboring barangays in Cagayan de Oro City.

Coastal Cleaning

CLIMBS in partnership with the Department of Environment and Natural Resources (DENR)-10 facilitated a coastal clean-up drive in Lapasan-Gusa Coastal Area, Cagayan de Oro City on September 16, 2023. With the theme "Clean Seas for Healthy Fisheries" in the 12 barangays of Cagayan de Oro namely; Agusan, Puntod, Puerto, Bayabas, Bonbon, Cugman, Tablon, Macabalan, Bulua, Lapasan, Gusa, and Bugo which are all part of the coastal areas. 3 truck loads tons of garbage or 96 ton registers were dispatched to Cagayan de Oro Sanitary Landfill at Barangay Pagalungan.

In celebration of National Environmental Awareness Month, all CLIMBS personnel joined Kusgan Volunteers Inc. in the Coastal Clean-up Drive at Bitag-an Creek, Lapasan Diversion Road, Brgy. Lapasan, Cagayan de Oro City, on November 25, 2023. Other civic organizations and a pool of volunteers were able to gather 1 truckload of garbage amounting to 32 ton registers.

By collaborating with both public and private sectors in the call for action towards community response and active engagement when it comes to environmental concerns, the success of the environmental activities has added to the contribution of cooperatives to the rest of the community welfare and development.



Tree Planting Activity | September 23, 2023 | Sitio Cala-Cala, Macasandig, Cagayan de Oro City



The CLIMBS' Enhanced **Weather Protect Insurance** has continued to make a significant impact in the Agriculture Sector. Hosting 45 successful roadshows in the year 2023, with over 872 cooperatives reached, and totaling up to 1,992 participants. The Weather Protect Insurance is a byproduct of smart agriculture solutions and digital innovation fused with the motivation to serve and protect the farmer's livelihoods from climate change related risks such as typhoons, floods, storms, and drought.

Having paid up to P2,740,398.50 to farmer-members who were able to receive a payout from the triggers accordingly. About 37,080 farmers belonged to different regions, all receiving a total premium of P21,294,273 and P273,003,500 of sum insured from 103 cooperatives in the country. The team allocated its efforts in reaching 71 provinces- all to introduce the newfound innovation that holds an underlying potential to be a game changer in the agricultural industry.

A breakthrough year, CLIMBS was able to gain support from the Insuresilience Solutions Fund (ISF) along with partners IBISA and Alliance CIAT to scale efforts in the reach and impact to cooperatives and farmers and in the development of a drought product. The InsuResilience Solutions Fund (ISF) promotes the development of innovative and sustainable climate risk insurance products in developing and emerging countries. The WPI team along with international partners conducted focused group interviews with onboarded farmer-members from Bukidnon, Misamis Oriental, Aurora, Zamboanga del Sur about the prospect of adding a drought policy on the value added benefits of the Weather Protect Insurance.

Subsequently, in March 21-22, 2023, the Weather Protect Insurance held its 1st Community of Practice (CoP) of Participating Cooperatives and industry experts with the theme, "Helping Cooperatives and Agripreneurs Build Resilient and Sustainable Communities and Climate Action through Digital Solutions." The CoP united leaders, advocates, and officials that tackled how both the private and public sectors would be able to respond to the pressing issues brought about by climate change.



Implementing a multi-stakeholder approach, another Roundtable Discussion was conducted at Seda Hotel, Cagayan de Oro City on April 24, 2023 to address current issues, identify solutions and lay out urgent, medium term and long term goals and actions. It was also a means to design and implement developmental strategies for Weather Protect Insurance.

At this time, CLIMBS Weather Protect Insurance Roadshow Program covering the theme, **“I AM A CHAMPION FOR CLIMATE ACTION”** has reached a total of 296 Cooperatives, 13 Provinces in regions as of July 24, 2023. In another Roadshow Program with the theme, **“Coops for Climate Action: The time is NOW!”** about 339 participating Cooperatives, 15 Provinces in 9 regions, were reached as of July 30, 2023. These batches of roadshows were held for information dissemination and onboarding cooperatives to avail the Weather Protect Insurance for the benefit of their farmer-members.

In the year 2023, the team gathered over 878 cooperatives and 1,189 participants were able to attend the series of roadshows from 64 out of 82 provinces in the Philippines. The Weather Protect Insurance has maximized a total number of payout P2,739,443.00 in Year 1.

Rounding up the year 1, the Weather Protect Insurance ended the year successfully with a 2nd Community of Practice: Coop Climate Summit 2023 at the Manila Marriott Hotel, Pasay City on November 15, 2023 also in celebration of the National Environmental Awareness Month. The event was attended by 45 visionary leaders from both public and private sectors all committed to lend an ear and tackle pressing issues that deeply affect climate change and its impact on the environment. Thereafter, Willingness-to-Pay (WtP) surveys at cooperative and farmer levels were also conducted across the country. By using a tablet-based questionnaire, the survey aims to gather data based on the farmer’s understanding and perception on the new Drought Policy, a new added benefit to the Weather Protect Insurance component.



Coop Climate Summit 2023 | November 15, 2023 | Manila Marriott Hotel, Pasay City, Philippines



BUILDING RESILIENT COMMUNITIES AND PAVING THE PATH FOR POSITIVE SOCIAL CHANGE

Taking a glimpse towards CLIMBS' programs and initiatives that underscores its commitment to being a catalyst for positive social change and capacity-building. In times of crisis, **CLIMBS Community Action Response to Emergency Services (C.A.R.E.S)** have been in the forefront of responding to the call of crisis-stricken communities especially when it comes to fire or disaster emergency, the **CLIMBS Fire Brigade** and its volunteer-group partner, the Kusgan Volunteers Inc. (KVI) have rallied in the face of calamity and distress. On January 23, 2023, CLIMBS signed a Memorandum of Agreement with the Bureau of Fire Protection Region X to officially acknowledge CLIMBS C.A.R.E.S volunteers as certified Fire Responders.

Upon improving its social welfare and responsibilities of the lives of the people living in vulnerable communities, CLIMBS commemorates Fire Prevention Month with a motorcade parade, following the theme, "Ang Pag-Iwas Sa Sunog, Di Ka Nag-iisa!". Subsequently, since March is also the National Women's Month, the celebration marks a juncture in the advancement of women's rights as it launches a new recurring theme from this year to 2028: WE for gender equality and inclusive society. It sparks a renewed commitment to the advocacy and banks on the gains achieved during the 2016-2022 theme, WE Make CHANGE Work for Women, which emphasized the need for compassionate and harmonized networks towards gender equality and women's empowerment (GEWE).

March 16, 2023 marked a new beginning for the company as CLIMBS Life and General Insurance Cooperative as the ceremonial groundbreaking of the CLIMBS Fire Station officially commenced. CLIMBS' fire truck and fire apparatus aims to actively respond to emergencies and calamities around the city.



Taking a glimpse towards CLIMBS' programs and initiatives that underscores its commitment to being a catalyst for positive social change and capacity-building. In times of crisis, CLIMBS Community Action Response to Emergency Services (C.A.R.E.S) have been in the forefront of responding to the call of crisis-stricken communities especially when it comes to fire or disaster emergency, the CLIMBS Fire Brigade and its volunteer-group partner, the Kusgan Volunteers Inc. (KVI) have rallied in the face of calamity and distress. On January 23, 2023, CLIMBS signed a Memorandum of Agreement with the Bureau of Fire Protection Region X to officially acknowledge CLIMBS C.A.R.E.S (Community Action and Response to Emergency Services) volunteers as certified Fire Responders.

The CLIMBS Cares Department has been effective in community engagement and prompt response in times of distress or crisis. For the year 2023, it has successfully reached far-flung communities and distributed water supply to areas affected by water scarcity or no water connection. Over 8,360 households from 25 barangays were reached and given assistance and a total of 490,830 gal. of water were distributed. The team responded to over 15 fire emergencies around the city, from where 2,939 care packs, 350 health & hygiene packs, and 184 food & relief packs were given, including 535 students who were helped through giving school supplies and other materials. Over 1,296 male were circumcised from the free circumcision operations. Residents who also received community service assistance ranging from PHP 1,505,200 of typhoon relief efforts and 27 continuing outreach groups and 16 partnerships were established in 2023 alone.

Through stewardship and collaboration, CLIMBS Cares has continued to be the embodiment of cooperative principle #7, Concern for Community, in all its activities. It has continued to cultivate an undying motivation for its members, a heart for volunteerism, and a symbol for corporate social responsibility.

Alongside the community relief efforts initiated by CLIMBS' C.A.R.E.S, Occupational, Safety, and Health programs were conducted throughout the year. Ensuring that each employee is equipped with a healthy, and strong immunity before being asked to work, every new year CLIMBS Employees are asked to take an Annual Physical Examination and a Fire Brigade Referresher's Course.





Over the course of the year, the C.A.R.E.S team has facilitated over (2) tree planting and tree growing activities, one in Brgy. Himaya, El Salvador City on January 28, 2023 with over 50 fruit trees planted and the other in Sitio Cala-Cala in Brgy. Macasandig on September 23, 2024. These initiatives help alleviate soil displacements and landslides in the community by nurturing the growth of trees in the area. Not to mention, they have also held (5) coastal clean up drives and beach monitoring activities around the neighboring barangays in Cagayan de Oro City.

Including its medical mission is the conduct of “Operation Tuli” (Circumcision), which reached 18 sessions in multiple locations starting in Brgy. Kalagangan, San Fernando, Bukidnon, Kauswagan Covered Court, Dalipuga, Iligan City, Batinay Elementary School, Barangay Tagpangi, Cagayan de Oro City, COCPO Headquarters, Barangay 40, Cagayan de Oro City, Barangay Lurogan, Valencia City, Bukidnon, Barangay Santo Niño, Tangub City, Misamis Occidental, Calaan Rd, Cagayan de Oro City, Hinigdaan Elementary School, Barangay Hinigdaan, El Salvador City, Misamis Oriental, Bongbongon Elementary School, NHA Kauswagan, Cagayan de Oro City, Bulua National High School, Barangay Bulua, Cagayan de Oro City, Regional Medical & Dental Unit 10 (RMDU 10) "Serbisyong Kalinga" at Macabalan Covered Court, Barangay Macabalan, Cagayan de Oro City, Kauswagan Central School, Cagayan de Oro City, Bongbongon Elementary School, NHA Kauswagan, Cagayan de Oro City, Damilag Integrated School, Manolo Fortich, Bukidnon, Macabalan Covered Court, Cagayan de Oro City, Igpit Elementary School in Barangay Igpit, Opol, Misamis Oriental, PNP Outreach Program at Samay, Balingasag, Misamis Oriental, and lastly, another one in Barangay Mauswagan, Cabanglasan, Bukidnon.



Aside from the Operational Circumcision conducted by CLIMBS C.A.R.E.S., the team is also involved in (5) community outreach programs that center around the wellbeing of people and taking care of the welfare of the community, such as assisting the pilgrims of Our Lady of Guadalupe Shrine in Tablon, Cagayan de Oro City, and attending events such as the PIA Talk Shop: "Mandate of the Philippine Army and Significance of Women in Public Service," with speaker Lt Col Luisita G. Clavecillas, Acting Commanding Officer, 3rd Civil-Military Operations Battalion, 3rd ID (PA). Another medical mission, the "Blood Giver, Life Saver" bloodletting activities were conducted at Corrales, Ramon Chavez Chapel, Cagayan de Oro City, and during the Elderly Filipino Week in Cagayan de Oro City at SM CDO Downtown on October 2, 2023 respectively. In addition, the volunteer group also participated in the Ligtas Undas 2023 with three areas of responsibility: IFI Cemetery in Barangay Iponan, Pagatpat Public Cemetery in Barangay Pagatpat, and Golden Haven in Barangay Bulua, all in Cagayan de Oro City.

These community events are part of CLIMBS social contract and social responsibility embodying the cooperative values and principles.



OSH ACTIVITIES

Environmental Activities

- Tree Planting in Barangay Himaya
- Tree Growing in Sitio Cala-Cala
- Coastal Clean Up at Lapasan-Gusa Coastal Road
- Beach monitoring
- Coastal Clean Up in CDO
- Coastal Clean Up Drive in Lapasan Coastal Road
- Coastal Clean-Up Drive at Zone 3, Barangay Agusan, Cagayan de Oro City
- Coastal Clean-Up Drive at Bitag-an Creek, Lapasan Diversion Road, Barangay Lapasan, Cagayan de Oro City

Employees Health

- Assisting the Pilgrims of Our Lady of Guadalupe Shrine in Tablon, Cagayan de Oro City
- PIA Talk Shop: "Mandate of the Philippine Army and Significance of Women in Public Service", with speaker Lt Col Luisita G. Clavecillas, Acting Commanding Officer, 3rd Civil-Military Operations Battalion, 3rd ID (PA)
- "Blood Giver, Life Saver" Bloodletting Activity at Corrales, Ramon Chavez Chapel, Cagayan de Oro City
- Elderly Filipino Week in Cagayan de Oro City at SM CDO Downtown
- Ligtas Undas 2023 area of responsibility: IFI Cemetery - Barangay Iponan, Pagatpat Public Cemetery - Barangay Pagatpat, and Golden Haven - Barangay Bulua all in Cagayan de Oro City

Employees Health

- Annual Physical Examination
- Flu Vaccine Administration
- Mental Health Talk

Operation Tuli

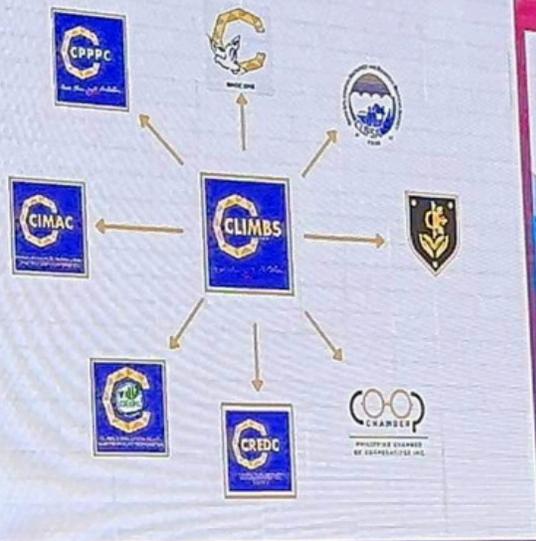
- 1st Operation Tuli at Brgy. Kalagangan, San Fernando, Bukidnon
- 2nd Operation Tuli at Kauswagan Covered Court
- 3rd Operation Tuli at Dalipuga, Iligan City
- 4th Operation Tuli at Batinay Elementary School, Barangay Tagpangi, Cagayan de Oro City
- 5th Operation Tuli at COCPO Headquarters, Barangay 40, Cagayan de Oro City
- 6th Operation Tuli at Barangay Lurogan, Valencia City, Bukidnon
- 7th Operation Tuli and KASIMBAYANAN (Kapulisan, Simbahan, at Pamayanan) Program at Barangay Santo Niño, Tangub City, Misamis Occidental
- 8th Operation Tuli at Pedro "Oloy" N. Roa Elementary School (formerly Calaanan Elementary School), Calaanan Rd, Cagayan de Oro City
- 9th Operation Tuli at Hinigdaan Elementary School, Barangay Hinigdaan, El Salvador City, Misamis Oriental
- 10th Operation Tuli at Bongbongon Elementary School, NHA Kauswagan, Cagayan de Oro City
- 11th Operation Tuli at Bulua National High School, Barangay Bulua, Cagayan de Oro City
- 12th Operation Tuli and Regional Medical & Dental Unit 10 (RMDU 10) "Serbisyon Kalinga" at Macabalan Covered Court, Barangay Macabalan, Cagayan de Oro City
- 13th Operation Tuli at Kauswagan Central School, Cagayan de Oro City
- 14th Operation Tuli at Damilag Integrated School, Manolo Fortich, Bukidnon
- 15th Operation Tuli at Macabalan Covered Court, Cagayan de Oro City
- 16th Operation Tuli at Igpit Elementary School in Barangay Igpit, Opol, Misamis Oriental
- 17th Operation Tuli & PNP Outreach Program at Samay, Balingasag, Misamis Oriental
- 18th Operation Tuli PNP Outreach Program at Barangay Mauswagon, Cabanglasan, Bukidnon



AOA Seminar 2023

Coop Value Proposition

Integration of our Coop financial needs from three Cooperative Federations in 1971 to more than 4,000 Strong Cooperative Network in 2022



AOA Seminar 2023

LEADING THE WAY TO SUSTAINABILITY AND FORGING STRONG PARTNERSHIPS

Good governance and strategic leadership are part of the core values that CLIMBS continues to abide in as it embodies the cooperative identity and with a strong commitment to the contribution to the U.N's 2030 Agenda for Sustainable Development in its programs and activities.

For CLIMBS' top management, attending business meetings, forums, and forging strong alliances in both public and private sectors have been the utmost priority when it comes to bringing the essence of cooperatives in governance. Aside from this, Gender Sensitivity and Gender Inclusivity talks and awareness were also given of equal importance, cultivating a culture of gender sensitization in the workplace.

On April 18, 2024, CLIMBS' mid-managers held a meeting and a formal send-off to delegates to attend ICMIF's AMC at Manchester, UK. Simultaneously, on April 24, 2023, the 51st Annual General Assembly of CLIMBS took place at the Limketkai Atrium, Cagayan de Oro City with sales representatives attending a planning and training session at Mallberry Suites for continuous capacity-building and information sharing.

INTERNATIONAL LEADERS CONFERENCE FOR GREEN TRANSITION AND INDUCTION CEREMONY
8 November 2023 | Manila Hotel, Philippines



GOVERNANCE

Governance and People Development

Governance encompasses the structures and processes that influence corporate decision-making and supervision. It takes into account board diversity, executive remuneration, shareholder rights, transparency, ethics, risk management, and legal and regulatory compliance. Strong governance systems are critical for assuring responsibility, mitigating risk, and preserving investor trust.

In addition, the arrival of local partners also took place in the convened a roundtable discussion with CLIMBS Weather Protect Insurance Core Team, International Partners, MK Balachandran, Joshua Dean from University of Chicago, Susanna Berkouwer from The Wharton School of the University of Pennsylvania, together with Weather Specialists from Pag-asa, Daizyree A. Baran-Flores Weather Specialist I, Catherine T. Asunto Weather Specialist I, Arianne S. Sioson, Weather Specialist I to address current issues and identify solutions and lay out urgent, medium term, long term goals and actions.

CLIMBS top management also had a collaboration meeting with the Climate Change Commission on May 12, 2023. Aside from this, CLIMBS' representatives also attended the NORMIN Communicators Congress at University of Science and Technology of Southern Philippines, Cagayan de Oro City on May 18, 2023. Diving deeper into the policy making side of the conversation, the forum highlights local leadership and value of adhering to the legal matters.



Governance and People Development

In strengthening alliances and forming strong partnerships, the top management of CLIMBS values the importance of collaboration, collective action, and shared purpose for the success of the company's direction. CLIMBS' International partners, M K Balachandran of IBISA Network, Joshua Dean of the University of Chicago, Susanna Berkouwer of the Wharton School of the University of Pennsylvania, and Lieven Keppens of Belgian Raiffeisen Foundation. Among the prominent characteristics of Filipinos is their hospitality and warmth in which the management held a brief tour of the different departments and met some of the CLIMBS staff and personnel. They also visited the motorpool, the Koopskwela and the proposed fire station of CLIMBS Cares as its service to the community.

Accordingly, the top management of CLIMBS attended the International Cooperative and Mutual Insurance Federation's Advanced Management Course Graduates in Manchester, United Kingdom, from May 2-12, 2023. ICMIF and CLIMBS have maintained their collaboration over the years by taking advantage of newly discovered learning possibilities and endeavors that advance the organization's course of action.

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Cooperating for A Purpose:

Abiding with the U.N's 2030 Agenda for Sustainable Development namely, SDG 13: Climate Action, and SDG 16: Peace, Justice and Strong institutions, SDG 17: Partnerships for the Goals

On May 18, 2023, CLIMBS held a partnership meeting with the Climate Change Commission (CCC). The meeting was led by CCC Undersecretary, Commissioner Albert P. Dela Cruz, Sr. Also present during the meeting were representatives from SGV/EY, OCADC and EY Law. In line with this recent partnership with the government sector, CLIMBS was also invited at the NORMIN Communicators Congress at University of Science and Technology of Southern Philippines, these activities paved the way for creating strong ties and welcoming new opportunities for growth and learning that would aid the company's future development.



On the same note, President Noel D. Raboy, presented a CLIMBS novel product, the Weather Protect Insurance. The first and only parametric insurance in the country, to help farmers in time of climate risks during the Agri-fishery Finance Policy Forum: Managing Credit Risks through Agricultural Insurance and Savings at Meeting Room 5, 2F Philippine International Convention Center, Pasay City on May 24, 2023.

Built on a solid foundation of improving the agriculture sector, CLIMBS continues to participate in forums, seminars, and discussions that heavily pose an impact on the livelihoods of farmers and the agri-economy in the Philippines. Collaboration on Agriculture and Cooperative Stakeholders to Increase Awareness of the Agricultural Cooperative Development Agenda (ACDA), and Implementation of the USAID's Cooperative Resiliency Mechanisms (CRM) in the Philippines.



GOVERNANCE



CLIMBS Life and General Insurance Cooperative engaged with ACDI/VOCA for a collaboration on agriculture and cooperative stakeholders to increase awareness of the Agriculture Cooperative Development Agenda (ACDA), and implementation of the USAID's Cooperative Resiliency Mechanisms (CRM) in the Philippines. This initiative will enhance CLIMBS' capacity in helping build resilience and sustainability for its member-owners. Additionally, the CLIMBS team led by Chairperson Fr. Elmo Manching, President and CEO, Mr. Noel D. Raboy, along with some members of the Board of the Directors, Top Management, and next-gen leaders joined the International Cooperative Alliance Annual General Assembly. The ICA General Assembly was graced with over 100 cooperators worldwide. CLIMBS participates in the thriving democratic membership process by addressing cooperative matters that are inherent in cooperative values and principles, it refocuses in the twenty-first century to elevate and deepen its cooperative identity, as it is essential for cooperative resilience and sustainability.

The Cooperative Governance Program is also something that CLIMBS deeply values, with ICMIF's technical assistance, CLIMBS was able to participate in a two-day experiential learning session for members of Cooperatives' Board and Management, co-designed and facilitated by CLIMBS, the coop college ph and the BRS - Belgian Raiffeisen Foundation started on June 29, 2023 with sessions on Bankinsurance, Sustainability, Microinsurance data management and strengthening of cooperative education in the Philippines through CLIMBS' Co-operative College of the Philippines at the CERA Building, Leuven, Belgium. A similar program sharing the same essence when it comes to continuous learning, was attended by Ms. Blesilda L. Cumba, CLMBS Vice President for Operations together with Anihan Technologies and Southern Asian Regional Center for Graduate Study and Research in Agriculture (SEARCA) became officially a member of Philippines Partnership for Sustainable Agriculture on July 5, 2024.



GOVERNANCE



On August 8, 2023 the Sales Achievers, together with the Top Management, were sent to Japan for a travel incentive as a reward for their exemplary efforts in achieving their targets for the year 2022. The objective of the incentive program is to boost the Sales People's performance and engagements; hence, part of their scheduled events and activities is to visit the cooperatives in Japan— to learn and be inspired by its best practices. The CLIMBS Team visited 3 coops that are members of ICMIF AOA, arranged and coordinated by Hiroko Kowada, the executive assistant of ICMIF Asia Oceania Association & ZENKYOREN. They visited Kokumin Kyosai Co-op, CO-OP Kyosai, and JA Kyosai (ZENKYOREN) - National Mutual Insurance Federation of Agricultural Cooperatives.



The city of Cagayan de Oro celebrated its independence day with a fiesta that included float parades, pageants, and various programs held throughout the city. CLIMBS was a co-presenter and sponsor of the Miss Cagayan de Oro 2023 pageant, wherein Ms. Katheryn Tan Guipetacio, the organization's first CLIMBS ambassador for climate action, was chosen.

Meanwhile, in late September, CLIMBS attended the International Cooperative and Mutual Cooperation Fund (ICMIF) Asia and Oceania Seminar, which was held at the Fullerton Hotel in Sydney, Australia, on September 25 and 26, 2023. CLIMBS president and CEO Noel D. Raboy, VP for Administration and Corporation, was among the senior executives in attendance. Ms. Donna C. Dizon, CEO of Coop Life General Insurance and Financial Services Agency, Mr. Henry M. Lopez, and Mr. Renan P. Diaz, Vice President of Sales.



GOVERNANCE

Including the CLIMBS Board of Directors were also present during the seminar. CLIMBS was also joined by other members of the ICMIF AOA Philippines. The Asia and Oceania Association (AOA) is a regional association of the International Cooperative and Mutual Insurance Federation (ICMIF), which is one of the International Co-operative Alliance (ICA) specialized organizations. AOA holds annual seminars, programs, and activities that support its fundamental goals, which include promoting the cooperative insurance movement across Asia and Oceania, providing a platform for members to share collaborative ideas, and paving the way for partnerships and opportunities that would benefit the organization's overall structure and well-being.



CLIMBS also participated in the HANDA PILIPINAS: Innovations in Disaster Risk Reduction and Management Exposition Exhibit 2023, which will be held at The Atrium, Limketkai Center, Cagayan de Oro City, from October 4-6, to promote disaster and emergency response through technology and innovation.

CLIMBS prioritizes data quality management and ensures that data is accurate, complete, consistent, and dependable. As a result, it is critical for CLIMBS to meet on a regular basis with the Consultant of the Belgian Raffessein Foundation, Mr. Lieven Keppens, in order to make sound decisions and avoid costly mistakes. Effective data quality control is also essential. Additionally, it helps to preserve customer confidence and regulatory compliance.

Another joyous milestone for CLIMBS employees was the ceremonial send-off of its mid-managers to the Climate Risk Insurance Product Development Training Course at Frankfurt School's Climate and Disaster Risk Training in Frankfurt, Germany. On the other side, another ceremonial meeting and send-off was held at CLIMBS Head Office for mid-level managers who would attend the 14th ASEAN School for Young Insurance Managers in Vietnam from October 22 to 29, 2023.

The top management were also present during the 16th International Cooperative Alliance in Asia-Pacific (ICA-AP) Assembly which is hosted by the Philippines Cooperatives Affiliate (PCA) on November 7-9, 2023 which is held in Crowne Plaza Manila Galleria, Ortigas Ave., Quezon City, Philippines With the theme, "Cooperatives: Our Common Agenda" where the 11th cooperative forum takes place, participants and booth exhibitors are able to discuss major opportunities and challenges in the midst of diversity which will contribute to achieving action points that can aid in the growth and advancement between cooperatives, its representatives, managers, and employees.





And lastly, one of the most prominent governance-themed for 2023, is when CLIMBS top management along with CLIMBS' chairperson, Fr. Elmo p. Manching went to UAE, Dubai for the COP28 Summit or the Conference of Parties wherein world leaders, government representatives and delegates are set to gather for the annual United Nations climate change summit. For the first time, CLIMBS will be attending the #COP28UAE this year to advocate for the collective action and important role of the cooperatives in climate action initiatives, and as a Climate Insurance. The top management also escalated their efforts in boosting local partnership with the Cooperative Development Authority Regional Director of Region 1, Atty. Frederick Joe Robles and staff who discussed and elaborated more on the significant impacts of the Coop College PH, NaFeCoop, and the Weather Protect Insurance and other future partnerships and collaborations in the cooperative sector which took place at the Treasure Trove Resort, in Batac, Ilocos Norte on December 18, 2023. With the recent key developments of CLIMBS as an insurance cooperative, it aims to foster strong partnerships and forge alliances in both public and private sector in terms of promoting and strengthening co-op education among leaders.

Over the course of 2023, CLIMBS has garnered attended over 115 forums, seminars, workshops and established partnerships with both local and international level, creating a lasting impact on the lives of not only cooperative members but also being a prime example for the civil society that it is possible for sustainable governance in the cooperative sector.



Financial Performance

Highlights

as of December 2023

₱2.39 Billion
Gross Premium

₱2.32 Billion
Net Premium

₱306.28 Million
Net Surplus

₱1.86 Billion
Managed Fund

₱4.56 Billion
Assets

₱2.65 Billion
Net Worth

₱930.09 Million
Claims

No. of Claimants

Life	6,953
Non Life	779
Microinsurance	3,701

Key Financial Summary

as of December 2023

	2023		2022		2021		2020		2019	
Assets	4,562.60	100.00%	3,952.35	100.00%	3,677.43	100.00%	3,545.32	100.00%	3,232.71	100.00%
Cash	1,879.20	41.19%	1,300.11	32.89%	1,067.14	29.02%	1,035.70	29.21%	851.21	26.33%
Investments	1,859.37	40.75%	1,889.80	47.81%	2,048.21	55.70%	2,026.21	57.15%	1,951.67	60.37%
Insurance Receivables	64.67	1.42%	69.83	1.77%	94.32	2.56%	76.06	2.15%	74.71	2.31%
Property & Equipment	358.78	7.86%	364.11	9.21%	121.10	3.29%	120.69	3.40%	109.06	3.37%
Legal/Unearned Premium Reserves	1,012.49	22.19%	911.41	23.06%	877.26	23.86%	945.44	26.67%	738.18	22.83%
Net Worth	2,646.26	58.00%	2,276.82	57.61%	1,971.57	53.61%	1,880.36	53.04%	1,814.67	56.13%
Net Premium	2,322.98	100.00%	2,102.19	100.00%	1,914.14	100.00%	1,694.13	100.00%	1,592.54	100.00%
Investment/Other Income	109.08	4.70%	76.72	3.65%	66.13	3.45%	80.81	4.77%	129.92	8.16%
Gross Revenue	2,434.97	104.82%	2,223.86	105.86%	2,000.91	104.53%	1,778.02	104.95%	1,722.46	108.16%
Claims	930.09	40.04%	1,152.10	54.80%	1,058.35	55.29%	745.78	44.02%	870.72	54.67%
Policy Reserves	76.42	3.29%	(8.82)	-0.42	(68.18)	-3.56%	118.27	6.98%	(79.38)	-4.98%
Collections Cost	701.64	30.20%	629.96	29.97%	583.38	30.48%	550.02	32.47%	539.34	33.87%
Salaries & Benefits	139.04	5.99%	117.94	5.61%	117.69	6.15%	96.11	5.67%	84.20	5.29%
General & Administrative Expenses	177.97	7.66%	78.69	3.74%	78.77	4.12%	89.27	5.27%	101.15	6.35%
Total Expenses	2,051.99	88.33%	1,991.20	94.72%	1,770.01	92.47%	1,599.46	94.41%	1,516.13	95.20%
Net Income	306.28	13.18%	230.47	10.96%	205.72	10.75%	170.21	10.05%	200.38	12.58%

Share Value Information	2023	2022	2021	2020	2019
Value of P1,000 per share	1,768,516	1,690,208	1,545,941	1,446,732	1,436,907
Total Equity-Net Preferred	2,523,781,557	2,126,499,894	1,837,574,219	1,702,582,172	1,623,586,474
Book Value per Share (BVPS)	1,427.06	1,258.13	1,188.64	1,176.85	1,129.92
Dividend Per Share	84.86	72.70	73.40	50.30	60.30
Dividend Rate	8.49%	7.27%	7.34%	5.30%	6.30%

Key Trends

2022 - 2023

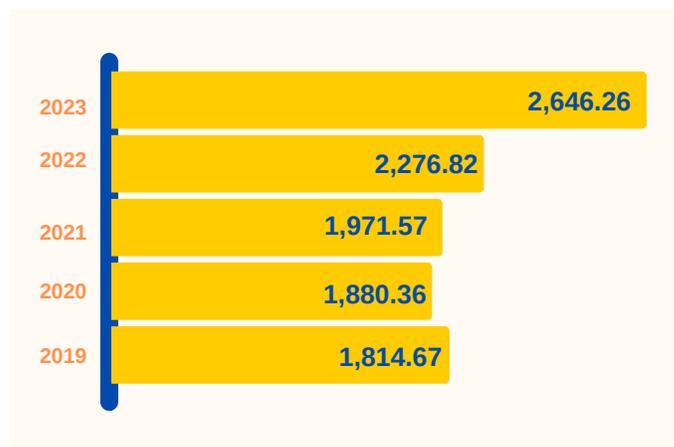
GROSS REVENUE

(In Millions)



NET WORTH

(In Millions)



Key Trends

2022 - 2023

NET SURPLUS

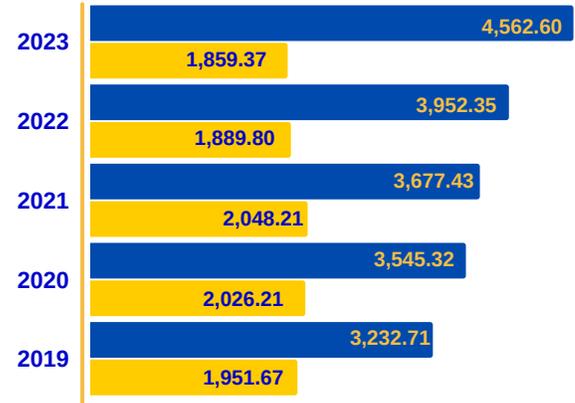
(In Million)



ASSETS AND MANAGED FUND

(In Million)

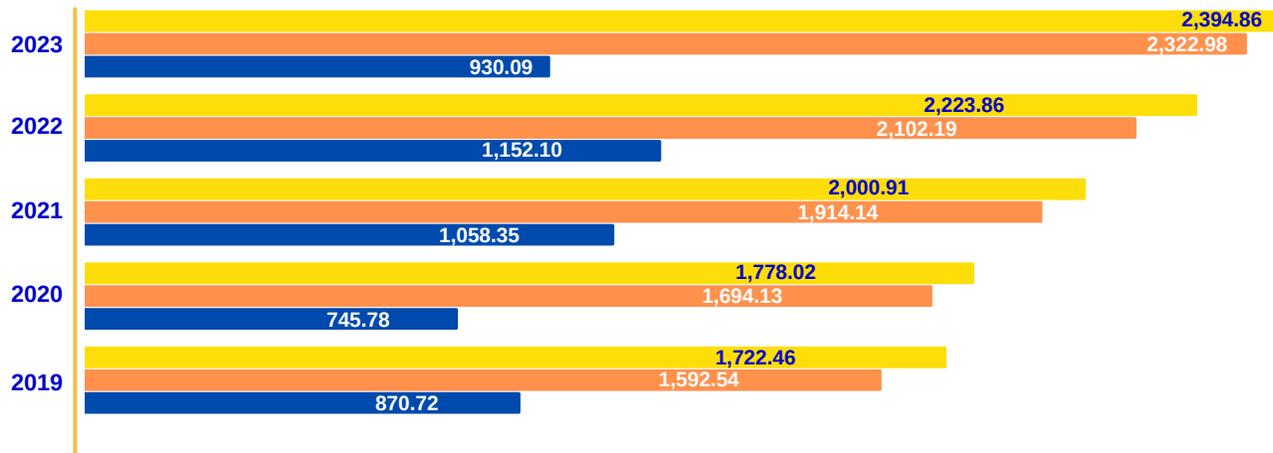
■ Assets ■ Managed fund



GROSS PREMIUM, NET PREMIUM AND CLAIMS

(In Millions)

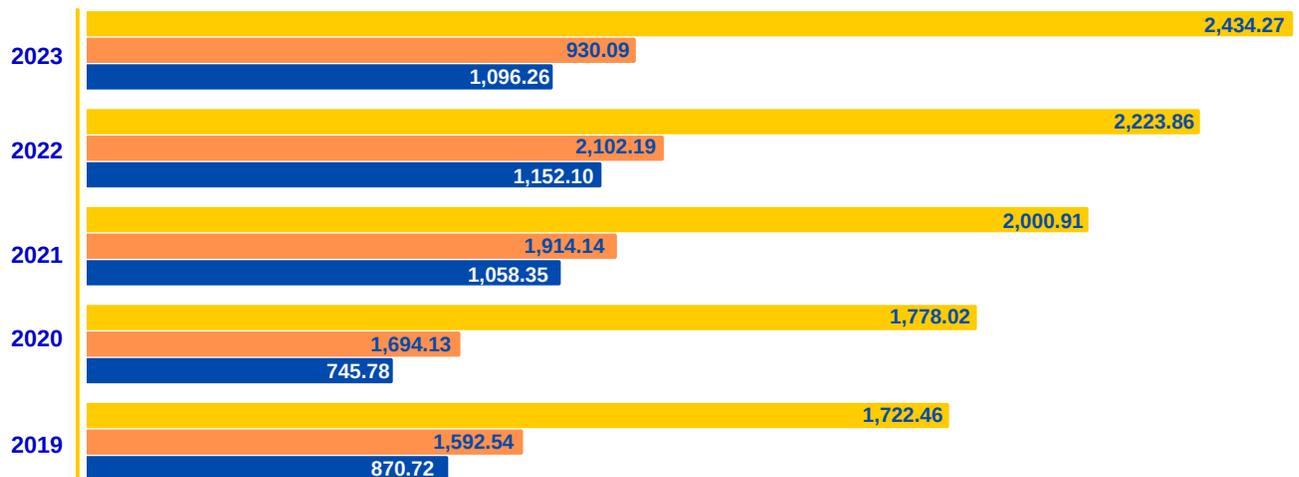
■ Gross Premium ■ Net Premium ■ Claims



GROSS REVENUE, CLAIMS AND DEATH

(In Millions)

■ Gross Revenue ■ Claims ■ Death



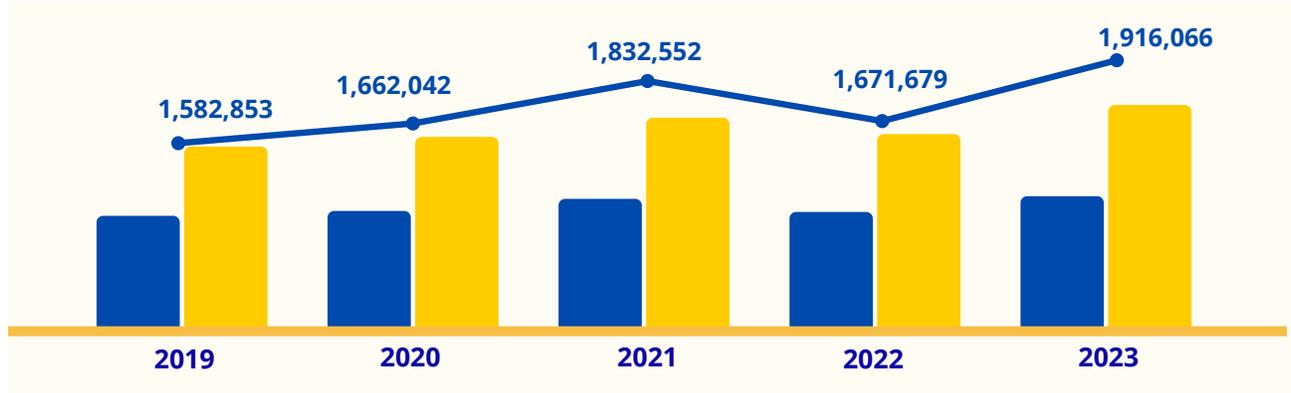
Key Trends

2022 - 2023

NUMBER OF LIVES INSURED

(Life and Non Life)

■ Male ■ Female



Year	Male	Female	Total
2019	602,396	980,457	1,582,853
2020	628,978	1,033,067	1,662,045
2021	694,984	1,137,568	1,832,552
2022	623,450	1,048,229	1,671,679
2023	709,396	1,206,670	1,916,066

Congratulations CLIMBS for achieving our advocacy of Insuring 20 million lives by 2024!

As we remain committed to safeguarding the lives of 20 million individuals by 2024, CLIMBS is pleased to announce that we have exceeded our target. From 2019 to 2024, we have extended insurance coverage to **8,665,195 cooperative members** in the Philippines, bringing positive impact to more than 34 Million household members.

Key Trends

2022 - 2023

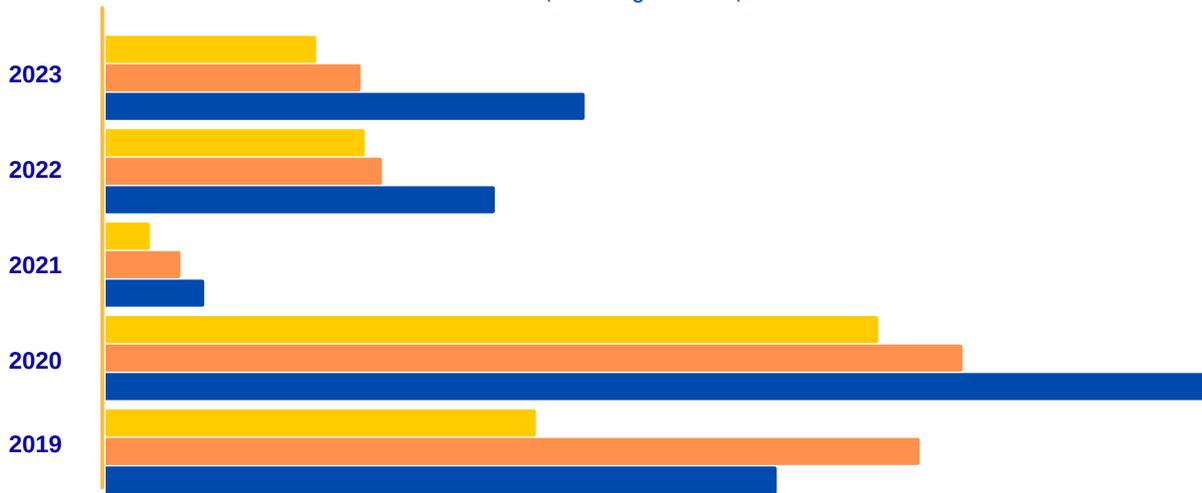
NUMBER OF LIVES INSURED (Life)

Number of Impacted Household Members			
2023	Luzon	Visayas	Mindanao
	684,370	799,080	1,519,960
	1,325,985	1,321,690	2,572,520

NUMBER OF LIVES INSURED (Non Life)

Number of Impacted Household Members			
2023	Luzon	Visayas	Mindanao
	34,717	39,829	388,457
	23,144	26,552	258,972

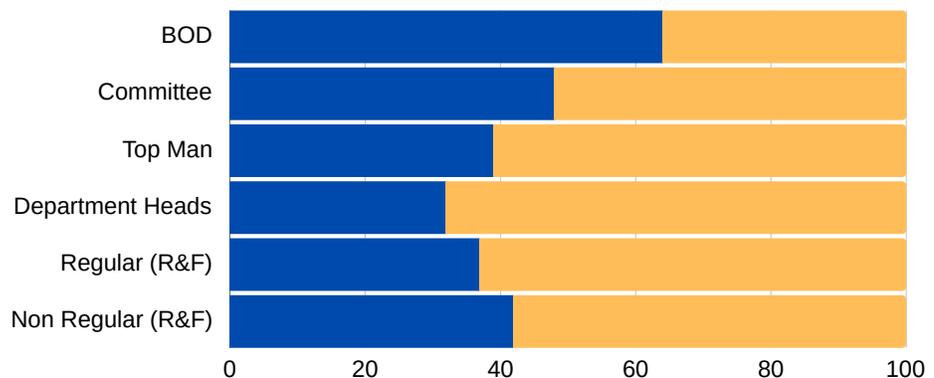
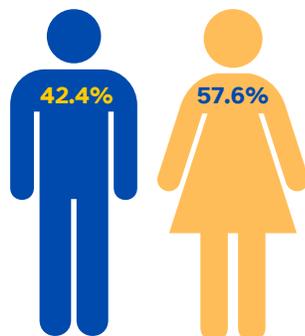
NUMBER OF LIVES INSURED (Youth ages 18-35)



	2019	2020	2021	2022	2023
 MINDANAO	1,384,766	2,271,931	202,129	802,430	988,021
 VISAYAS	1,680,141	1,768,508	153,181	569,356	525,347
 LUZON	887,274	1,594,593	90,065	533,833	433,499

GENDER

Number of BOD, Committees and Employees



Empowering Excellence: Women at the Helm of Leadership

Celebrating the remarkable journey of women breaking barriers and reshaping the landscape of leadership. In this era of progress and change, women are rising to the challenge by bringing their unique perspectives, talents, and strengths to the forefront of cooperatives.

CLIMBS champions the empowerment of women as leaders, acknowledging the transformative impact they bring to organizations, communities, and beyond. Highlighting their ability to lead with empathy, resilience, and innovation, fostering inclusive environments where diverse voices are heard and valued.

Through determination and achievement, CLIMBS women leaders are making their mark as trailblazers, mentors, and role models. From offices to boardrooms, from grassroots initiatives to global movements, these leaders inspire others to dream big, pursue their passions, and overcome obstacles with grace and determination.

"Empowering Excellence: Women at the Helm of Leadership" is not just a celebration of past achievements but a call to action for continued progress and advancement. Inviting individuals and institutions to champion gender equality, dismantle barriers to success, and cultivate environments where every woman has the opportunity to lead, excel, and make a difference.



Donna Marie Michelle C. Dizon
Vice President
Admin & Corporate Planning,
CEO & Principal, Co-op College Ph
Executive Director, NaFe Coop

Cheryl Liza C. Gallá
Assistant Vice President
Investment & Treasury

Bernadeth N. Bernadas
Vice President
Finance and Compliance

Nancy G. Ortega
Assistant Vice President
Life

Blesilda L. Cumba
Vice President
Operations

Rowena R. Abella
Vice President
Marketing

Atty. Dixie Gale G. Olape
Legal Counsel

Marietta V. Magallanes
Assistant Vice President
Sales - Life

BRS Milestone

Report

The Belgian Raiffeisen Foundation (BRS) through ICMIF assisted CLIMBS on its Data warehouse Project which started two (2) years ago. BRS was founded in 1992 with KBC group and cooperative CERA as structural partners in Leuven, Belgium is made up of volunteers, which includes Cera and KBC/CBC employees who are committed to sharing their knowledge on cooperative organisations, banking and insurance through training and coaching. BRS supports micro-finance/-insurance institutions in Latin-America, Africa and Southeast Asia.

The KBC group is a universal, multi-channel, bank insurer focused on private clients and small and medium-sized enterprises in Belgium, Czech Republic, Hungary and Slovenia. It was created in 1998 through the merger of Kredietbank, the cooperative CERA Bank, ABB Insurance and Fidelitas Insurance.

The Data warehousing, as one of the digitalization initiatives of CLIMBS, aims to make use of data easily accessible and usable for analysis, reporting, and decision-making purposes which would help the cooperative make informed decisions by providing insights from historical and current data.



3rd Quarter of 2022

- CLIMBS visit BRS in Leuven, Belgium
- Signing of Cooperative Agreement for the three (3) year project
- Finalization of project design



3rd - 4th Quarter of 2023

- Development of Data Foundation and Level 1 Data



4th Quarter of 2023

- Development of Level 2 Data
- Departmental learning sessions on Data Quality and Data Ownership



1st Quarter of 2024

- Onsite support learning sessions at BRS and KBC offices in Belgium
- Development of pilot department datawarehouse



2nd Quarter of 2024

- Testing of pilot department datawarehouse

Let's Connect, Lead, Inspire, Motivate, Build and Sustain Together!



Deepening Our Cooperative Identity through Education - An Info Session with Mr. Neil Calvert

The Co-op College PH team and CLIMBS Life and General Insurance Cooperative team welcomed the CEO and Principal of The Co-operative College (UK), Mr. Neil Calvert to Cagayan de Oro City, Philippines.



Deepening Our Cooperative Identity Through Education & The Usage of Cooperative Statutory Funds

15 Co-operatives with a total of 35 participants coming from Luzon, Visayas and Mindanao joining us on our first face-to-face session for Visayas, particularly, in Cebu City.

Deepening Our Cooperative Identity Through Education and Raising Co-operative Leaders and the Importance of Diversity, Equity, and Inclusion

During our morning session the Co-op College PH Team conducted the Deepening our Cooperative Identity through Education led by the Co-op College PH CEO & Principal, Ms. Donna Dizon. With 37 participants from 13 co-operatives nationwide, we looked back on how the co-op concept began even before we had the Rochdale Pioneers which is now regarded as the official prototype of the modern co-operative society and is the founder of the Co-operative Movement adapted globally.

Board and Management: Working Together Collaborately

An organization's success depends on effective collaboration between our Board of Directors and the Management. In collaboration with REVV Consultancy Corporation, the 2-day training session on “Board and Management: Working Together Collaborately” concluded with 50+ participants coming from 15 co-operatives nationwide.



Co-operative Governance Program

A two-day experiential learning session for members of cooperatives' Board and Management, co-designed and facilitated by CLIMBS Life and General Insurance Cooperative, the Co-operative College of the Philippines, and the Belgian Raiffeisen Foundation (BRS). It ran from June 29 to July 1, 2023 with sessions on Bankinsurance, Sustainability, Microinsurance data management, and strengthening of cooperative education in the Philippines held at the CERA Building in Leuven, Belgium.



Post-Graduate Certification in Cooperative Management (Cohort 2)

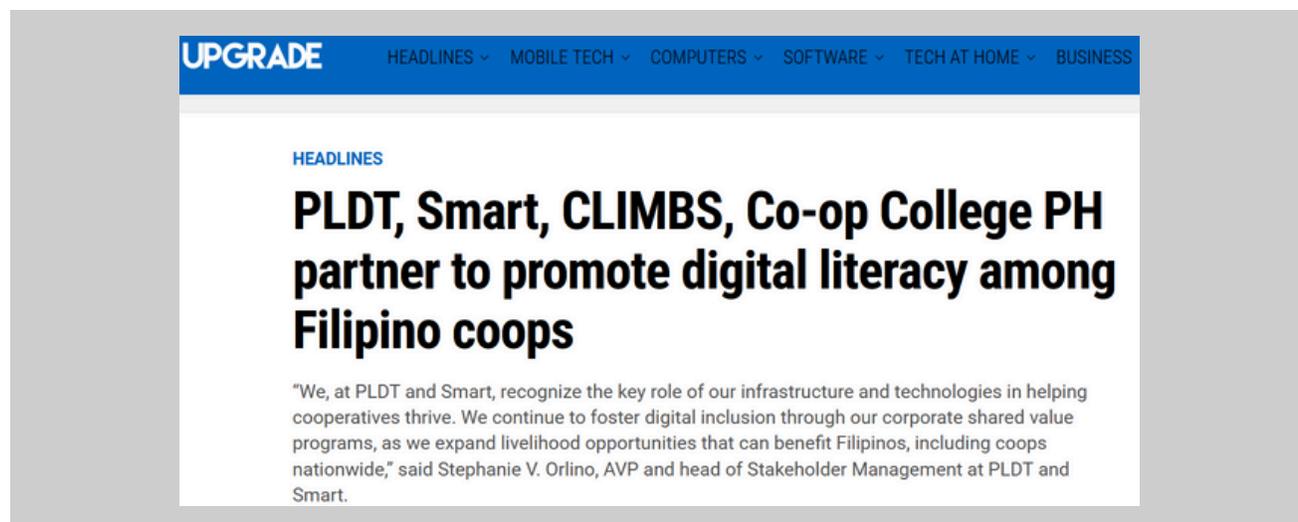
The Post-Graduate Certificate Program in Cooperative Management is a flagship certificate course with the Asian Institute of Management (AIM). Its goal is to have Cohort 2 students gain knowledge on how to create and carry out tactical strategies that are consistent with the cooperative's mission, vision, and goals. F

Brand Activation for Co-operatives

The Co-op College PH conducted a webinar entitled "Brand Activation for Co-operatives", which was attended by 139 participants coming from 78 cooperatives nationwide. The webinar was in collaboration with the National Federation of Cooperative Primaries in the Philippines (NaFeCOOP), Philippines Partnership for Sustainable Agriculture (PPSA), Smart Communications, Inc., and PLDT. The session widened the participants' perspective on the possibilities of creating a stronger, more meaningful connection between our respective brand and our target audience in a co-operative context.

Cooperative Networking Strategies Leadership

"Cooperative Networking Strategies Leadership" with the Chief Trainer of Areté Leadership Development Consultancy, Atty. Marc Castrodos, as speaker. Attended by 25 participants from 11 cooperatives. Participants coming from 10 cooperatives nationwide had the opportunity to grasp the beauty of building professional relationships inside and outside their workspaces, appreciate its benefits in the possibilities of opening doors to new opportunities, and facilitate the exchange of ideas and best practices for their respective cooperatives.

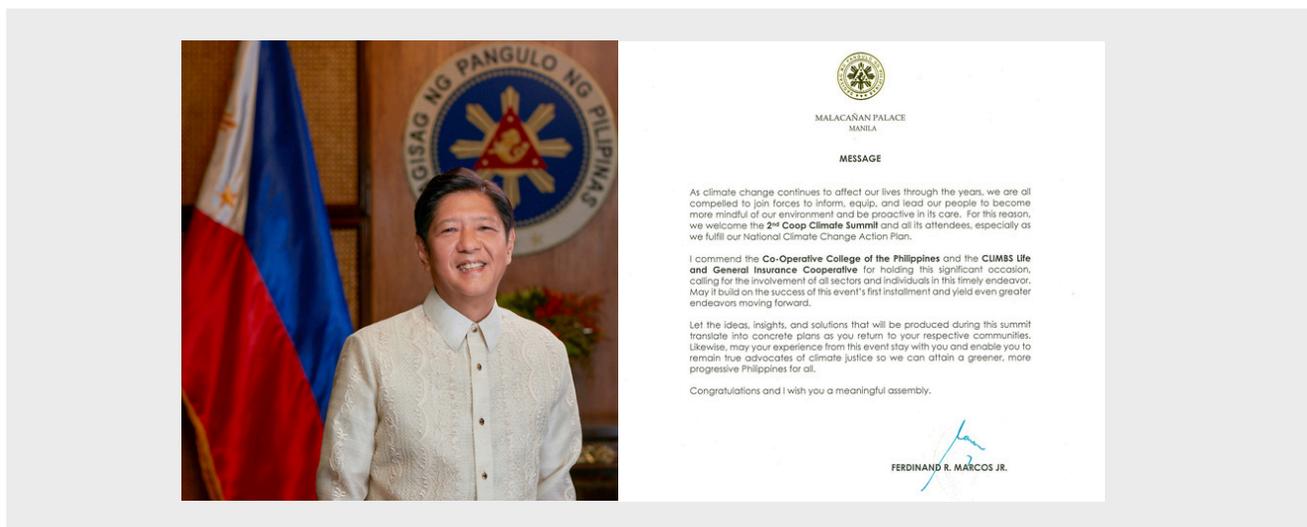




Educational Forum: “Sustainability for Planet and People”

The Educational Forum, a co-event of CLIMBS Life and General Insurance Cooperative's 51st Annual General Assembly of held at The Atrium, Limketkai, Cagayan de Oro City, was presided by Ms. Icee Iñosa, the Program Manager of the Co-op College PH and concurrently OIC-Manager of the National Federation of Cooperative Primaries in the Philippines (NaFeCOOP). It was moderated by Ms. Donna Dizon, CEO & Principal of the Co-op College PH and VP Admin & Corp. Planning for CLIMBS.

This session was graced by esteemed speakers: Mr. James Elwyn D Leyte, Sc, Senior Research Associate of Agriculture Systems Alliance of Bioversity International and CIAT (International Center for Tropical Agriculture), Prof. Luis F. Dumlao, Ph.D, Dean of Ateneo de Manila University (ADMU) & John Gokongwei School of Management, Prof. Dynah Basuil, PhD Executive Director of Asian Institute of Management's Ramon del Rosario Center for Corporate Responsibility, Engr. Arianne Sioson-Weather Specialist I, Mindanao Regional Services Division of Philippine Atmosphere, Geophysical & Astronomical Service Administration (PAGASA), Mr. Mangalath Kurup Balanchandran Head of Growth - IBISA NETWORK, and Mr. Noel D. Raboy, President and CEO, CLIMBS Life and General Insurance Cooperative and Founding Trustee, Co-op College PH.



In partnership with the InsuResilience Solutions Fund (ISF), individuals from different organizations unite for a common cause and redefine the field of climate change as it paves the way for a greener, cleaner tomorrow!



CACs (CoopAssurance Centers) have served as the anchor of our honored commitment to service excellence for policyholders. All year around, we have invested heavily on comprehensive training plans to make our CACs knowledgeable about various fields in the industry with updated technology and developed practices. The goal has consistently been to improve their capabilities, promote a culture of perpetual education and equip them with the ability to adapt within an ever-changing insurance landscape.

We are incredibly proud of our CACs who not only comply with but also adapt to current industry trends. The training programs not only have strengthened their competencies but also given a spirit of confidence in addressing the varied needs of our policyholders.

The tireless efforts of our CACs have not gone unnoticed. Their dedication, professionalism, and unwavering commitment to our core values have been instrumental in achieving several milestones throughout the year. From rapidly dealing with claims to actively offering risk management guidance, our CACs have been instrumental in driving success.

We would like to thank our 168 CoopAssurance Centers for their valuable contributions. It is their commitment and diligence that has supported CLIMBS to become a reliable cooperative insurance in the Philippines.

To promote the widespread availability of our services, we are excited to announce the addition of 11 new CAC's into service this year. These new CACs symbolize our endeavours to bring financial security closer toward communities throughout the country.

The creation of these CACs demonstrates our mission to be the reliable insurer partner in various locations. These new CACs are essential to developing robust relationships with our customers and helping us achieve proximity and accessibility.

With a fresh fiscal period upon us, we are in thrill of the opportunities that await. It is the ground work laid by our CACs together with an inspired team that places us to actualize a continuity of growth and service delivery we are set for in years ahead. We are dedicated to more solidifying our services, fostering innovation and responding dynamically with the requirements of our policyholders.

We thank our policyholders, employees and stakeholders for their continued support. While celebrating last year's achievements, we look ahead to face the challenges and successes that will be ours in years yet to come.

NEW CoopAssurance Centers

- Christian Farmers Multipurpose Cooperative
- Suyo Multipurpose Cooperative
- San Basilio Multipurpose Cooperative
- Kiangang Multipurpose Cooperative
- Victoria Operators Drivers and Commuters Transport Cooperative (VODACTCO)
- Abucay Multipurpose Cooperative
- Provincial Engineering Office Personnel Multipurpose Cooperative
- Kiangang Multipurpose Cooperative
- Carmen Samahang Nayon Multi-purpose Cooperative
- Samal Island Multipurpose Cooperative
- USPD

CLIMBS Investment Management And Advisory Corporation



CLIMBS Investment Management and Advisory Corporation (CIMAC) is a wholly-owned subsidiary of CLIMBS Life and General Insurance Cooperative (CLIMBS) and was registered on May 19, 2017, with the Securities and Exchange Commission (SEC) per registration number CS 201715112 to act as investment adviser of CLIMBS Share Capital Equity Investment Fund Corporation (CSCEIFC).

As of December 31, 2023, CIMAC managed a P479 Million fund and placed it in the top 30 blue chip stocks and REITS under the PSEi. Additional investments of P60 Million were also received from 12 cooperatives in Luzon and CLIMBS: CLIMBS Life and General Insurance Cooperative, P20 Million; Barangka Credit Cooperative, P5 Million; Bukluran Multi-Purpose Cooperative, P5 Million; Christian Farmers Multi-purpose Cooperative, P0.2 Million; Claveria Grassroots Multipurpose Cooperative, P5 Million; Claro M. Recto Hospital Employees Multi-Purpose Cooperative, P5 Million; Gubat Saint Anthony Cooperative (GSAC), P5 Million; Holy Cross Savings and Credit Cooperative, P5 Million; Isabela State University Multi-Purpose Cooperative, P2Million; Kailian Multipurpose Cooperative, P1 Million; Novaliches Development Cooperative (NOVADECI), P5Million; Santa Cruz Savings and Development Cooperative, P2 Million and; Suyo Multi-purpose Cooperative, P6.3 Million after we visited the Cooperatives nationwide from January 22 to March 13, 2024. The fund was deployed in the following equity placements: 20% for Long-term, 30% for medium-term, 40% for short-term, and 10% for operating funds in the form of short-term investments and deposits.

The investment valuation is always based on Net Asset Value Per Share (NAVPS) at the time of placement and redemption. The NAVPS ending December 31, 2023, is P.67

FINANCIAL HIGHLIGHTS as at and for the period ended December 31, 2023 and 2022

As of December 31, 2023, CIMAC's Financial Statements stood as follows:

The total resources of CIMAC amounted to P52,900,799.00 and P52,976,901.00 as of December 31, 2023 and 2022 respectively. The decrease is 0.14% or P76,102.00 mainly due to the decrease in the deficit by P100,320.00 and the net increase in liabilities by P87,201.00.

The operations for the period ended December 31, 2023, resulted in a Net loss of P67,014, lower by 122.62% from P296,266 ending December 31, 2022. The corporation generates income mainly from managing the CLIMBS Mutual Fund and Investment Advisory Services. The revenue decreased by 5.76% from P8,859,393.00 ending December 31, 2022, to P8,348,893.00 ending December 31, 2023, due to a decrease in the management fee from 2% to 1.8% and a decline in NAVPS and a reduction in the number of the advisory services, likewise the Operating expenses by 1.72% or P147,220.00.

CLIMBS Investment Management And Advisory Corporation



THE MANAGEMENT

On October 15, 2023, during the board meeting held on October 13, 2023, the Board of Directors appointed Mr. Reynaldo G. San Andres as the new CEO of CIMAC, following his 18 years of service with CLIMBS. He is a Certified Public Accountant (CPA) and holds a Master’s Degree in Business Administration (MBA) with honors. Before assuming his current role, he served as the Vice President for Finance, Investment, and Treasury (FIT) at CLIMBS. During his tenure at CLIMBS, he held various positions, including Regional Marketing Manager (RMM) for Luzon in 2006, Compliance Officer, Internal Auditor, and Chief Accountant from 2008 to 2014, and Vice President for Compliance, Legal, and Internal Audit in 2015, before being appointed as the Vice President for Finance in 2018. Presently, he continues to serve as the Chief Financial Officer (CFO) of CLIMBS and its subsidiaries.



CIMAC is managed by the following professionals with their assistants. CEO, Mr. Reynaldo G. San Andres, CPA, MBA; Chief Accountant and Compliance Officer, Atty. Marianne Cu Gomez, CPA; Chief Marketing Officer, Mr. Teddy A. Obsina, MBA; Trader Analyst, Mr. John Carlo Lacerna, CTA; and Mr. Rodante Aque, CIS as Channel Manager for Luzon; Lovella S. Ermita as Bookkeeper; Chyka Laurente and Trixia Marinelle Pabelic as Accounting Assistants; Frenchelle Dawn Akut as Cashier; and Ryan Gonzales as Admin Assistant.

PLAN FOR 2024-2026	ACTUAL		PROJECTED		
	2022	2023	2024	2025	2026
NAVPS	P0.69	P0.67	P0.70-0.80	P0.80-0.90	P0.85-0.95
New Investment, net of redemption	P25.2M	P3.5M	P100M	P105M	P115M
Dividend Income	P4.2M	P6.3M	P9.6M	P10.5M	P12.5M
Gain on Trading	9.5M	P1.9M	P30M	P40M	P50M
Net Margin Ratio (before OCI)	45.26%	39.15%	48.00%	48.00%	48.00%

Note:

The CIMAC’s business will also focus on retirement plan programs for the Cooperative’s employees, officers, and members. The minimum contribution is as low as P500 or P300 per month.



Ryan Gonzales
Admin Assistant

John Carlo Lacerna
Trader Analyst

Teddy Obsina
Chief Marketing Officer

Reynaldo G. San Andres, CPA
CEO

Atty. Marianne Cu Gomez, CPA
Chief Accountant/ Compliance Officer

Chyka Laurente
Accounting Assistant

Frenchelle Dawn Akut
Cashier

Lovella S. Ermita
Bookkeeper

Trixia Marinelle Pabelic
Accounting Assistant

CLIMBS REAL ESTATE AND PROPERTY DEVELOPMENT CORPORATION



The corporation mentioned, registered on June 14, 2019, under SEC registration number CS201964647, has a clear mandate to engage in the development of real property and to manage rentable properties. With a significant majority ownership by CLIMBS Life and General Insurance Cooperative, holding ninety-five percent (95%) of the subscribed capital stock, it stands as a substantial entity within the real estate management sector. As of the end of 2023, its portfolio includes managing properties in strategic locations such as Cagayan De Oro City and Cubao, Quezon City, indicating a focused geographical presence in these urban areas. This management likely encompasses a range of responsibilities from tenant relations to maintenance and financial oversight, ensuring the properties remain valuable assets for CLIMBS. The corporation's role in real property development and management is a testament to its contribution to the cooperative's broader financial and strategic goals.

FINANCIAL HIGHLIGHTS

(FOR THE PERIOD ENDED DECEMBER 31 2023 & 2022)

Statement of Financial Position

Particulars	2023	%	2022	%	Increase (Decrease)	%
Total Assets	5,701,323.00	100%	5,087,513.00	100%	613,810.00	12%
Total Liabilities	4,752,587.00	83%	4,470,177.00	88%	282,410.00	6%
Net Worth	948,736.00	17%	617,336.00	12%	331,400.00	54%

Statement of Financial Performance

Particulars	2023	%	2022	%	Increase (Decrease)	%
Gross Revenue	4,706,868.00	100%	4,013,149.00	100%	693,719.00	17%
Operating Expense	4,375,468.00	93%	3,987,312.00	99%	388,156.00	10%
Net Income	331,400.00	7%	25,837.00	1%	305,563.00	1183%

THE MANAGEMENT

LIELA T. EBO

Operations Manager

EZELL M. IDULSA

Cashier / Accounting Clerk

MICHELLE A. CORRO

Bookkeeper

RALPH SAMANTE

Driver / Messenger





CCLPI Plans

COSMOPOLITAN CLIMBS LIFE PLAN INCORPORATED (CCLPI PLANS) is the only leading provider of fixed value life plan that offers increasing memorial service benefits to Filipinos across the country. Since its inception in 2016, the company is owned by five companies and ten large-category cooperative partners as its major stockholders and owners. CCLPI Plans is one of the most stable and formidable preneed company in the country today.

CCLPI Plans mantra is to be at the forefront of providing inclusive, highly innovative, invariably accessible, and affordable life plan options for every Filipino. We continue to evolve and adapt on our services to keep pace with the changing trends, needs and preferences of our clients, ensuring that we are always meeting and exceeding expectations.

In CCLPI Plans, we aim to stay relevant in the lives of our planholders and the communities. We remain committed and true to our values and core principles, for now and the years ahead.



“It is literally true that you can succeed best and quickest by HELPING others to succeed.”

- Napoleon Hill

Angelica Life Plan



- ✓ A fixed value life plan with increasing memorial service benefits
- ✓ Affordable 5-year installment payment
- ✓ Transferable and Assignable to any third person
- ✓ 24/7 availability of Claims hotline
- ✓ No age limit
- ✓ Credit Life Insurance
- ✓ Waiver of Installment due to Permanent Disability
- ✓ GYRT / Life Insurance
- ✓ Accident Death Benefit



visit our website
www.cclpi.com.ph

Tel. No Marketing Claims
(088) 880-1574
0917-853-5144
0998-953-4937 (smart)
0917-154-3459 (globe)

Angelica Life Plan

LUZON AREA OFFICE
Cosmopolitan Memorial Chapel and Crematory
332 Gregorio Araneta Ave., Brgy. Doña Imelda,
Quezon City, Metro Manila, Philippines

VISAYAS AREA OFFICE
S.B. Calabing St., Tabiao-Estancia, Mandaue City,
Cebu, Philippines

MINDANAO OFFICE
Head Office
4th & 5th Floor, Climbs Bldg., Tiano Pacana St.,
Cagayan de Oro City, Philippines

SATELLITE OFFICES

Davao Area Office
2nd Floor RBT Bldg., Ilustre Street, Davao City,
Davao del Sur, Philippines

Bacolod Area Office
3rd Floor Door 7 LCCFCMPC Bldg., Gatudao St.,
Brgy. 11, Bacolod City, Negros Occidental, Philippines



In order to meet the needs of cooperative printing, a group of cooperative leaders led by the late Atty. Mordino R. Cua got together in 2007 and decided to set up a printing press. Consequently, the National Federation of Cooperatives Primaries in the Philippines (NAFECOOP Printing Press) was registered. It began operations in October 2012 with just two machines, but thanks to the contributions of our partner cooperatives, we have been able to expand our business and acquired more machines.

The printing press needed to raise money for growth and expansion as the epidemic struck in 2020. By doing so, it may be in a better position to obtain economies of scale, streamline operations, and respond more effectively to market opportunities and challenges.

In July 2020, NAFECOOP Printing Press was incorporated under the name Climbs Printing Press and Publishing Corporation and eventually became a subsidiary of Climbs Life and General Insurance Cooperative.

Though we have transitioned from a cooperative to a corporation, our commitment to cooperativism remains unwavering. We are dedicated to upholding the principles of democratic governance, member empowerment, and community service that have guided us from the beginning.

Our primary goal is to continuously provide high-quality printed materials. This includes sharp images, accurate colors, and clean text, all of which contribute to customer satisfaction and loyalty. We aim to optimize our processes to maximize efficiency and productivity. This involves minimizing downtime, reducing waste, streamlining workflows, and investing in technology and equipment that enhance throughput. We aspire to be recognized as a leader in the printing industry, continuously pushing boundaries and achieving new heights of success.

We Print:

- PASSBOOKS**
- COOP FORMS**
- LEAFLETS**
- FLYERS**
- BROCHURES**
- SOUVENIR PROGRAMS**
- YEARBOOKS**
- NEWSLETTERS**
- CALENDARS**
- TARPAULIN**
- BOOKS**
- BUSINESS CARDS**
- RECEIPTS AND INVOICES**

*Envisioned To Serve
The Printing Needs of Cooperatives*

Community Action Response to Emergency Services



Households Reached:
8,360



Distributed School Supplies:
300



Outreach Activities: **6**



Barangays Reached:
25



Care Packs: **484**
Health & Hygiene: **350**
Food & Relief: **134**



Superincision: **18**
Total children circumcised:
1,296



Water Distributed:
490,830 Gallons



Computer set with Printer: **3**
Fire Station: **2**
Police Station: **1**



Fire Responses:
15



Outreach Groups Partners:
27 Organizations





STATEMENT OF MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL STATEMENTS

The management of **CLIMBS Life and General Insurance Cooperative (CLIMBS)** is responsible for all information and representations contained in the financial statements for the years ended December 31, 2023 and 2022. The financial statements have been prepared in conformity with Philippine Financial Reporting Framework for Cooperatives as prescribed by Memorandum Circular No. 2022-25 of the Cooperative Development Authority and reflect amounts that are based on the best estimates and informed judgment of management with an appropriate consideration to materiality.

In this regard, management maintains a system of accounting and reporting which provides for the necessary internal controls to ensure that transactions are properly authorized and recorded, assets are safeguarded against unauthorized use or disposition and liabilities are recognized.

The Board of Directors (BOD) reviews the financial statements before such statements are approved and submitted to the members of the Cooperative.

Punongbayan & Araullo, the independent auditors and appointed by the BOD, has examined the financial statements of the cooperative in accordance with Philippine Standards on Auditing and the Standard Audit Systems for Cooperatives, and has expressed an opinion on the fairness of presentation upon completion of such examination, in its report to the members of the cooperative.

Fr. Elmo P. Manching
Chairman

Mr. Noel D. Raboy
Chief Executive Officer

Mr. Reynaldo G. San Andres, CPA
Chief Financial Officer

Signed this 5th day of April 2024.



P&A
Grant Thornton

Financial Statements and
Independent Auditors' Report

CLIMBS Life and General Insurance Cooperative

December 31, 2023

(With Comparative Figures for the Year Ended December 31, 2022)

Report of Independent Certified Public Accountants

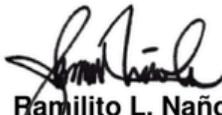
The Cooperative Development Authority:

In connection with our examination of the financial statements of CLIMBS Life and General Insurance Cooperative (the Cooperative) covering the year ended December 31, 2023, which are herewith submitted to the Cooperative Development Authority (CDA), we hereby represent the following:

1. That said financial statements herewith presented are in accordance with the Philippine Financial Reporting Framework for Cooperatives as prescribed by Memorandum Circular No. 2022-25 of the Cooperative Development Authority as described in Note 2 to the financial statements.
2. That in the conduct of our audit, we adhered to the Philippine Standards on Auditing (PSA) and the Standards Audit System for Cooperatives (SASC) as required by the CDA;
3. That we are qualified as provided for in Section 8 of the Code of Professional Ethics for Certified Public Accountants and Article 81 of Republic Act No. 9520 (Philippine Cooperative Code of 2008);
4. That we are fully aware of our responsibility as independent auditors for the audit report issued and attached to the financial statements and the sanctions to be bestowed on us for our misrepresentations that we may have willingly or unwillingly committed;
5. That we or any member of our immediate family do not have any direct or indirect financial interest with the Cooperative;
6. That we are not employees or officers of a secondary cooperative or tertiary cooperative of which the Cooperative is a member;
7. That we are not employees of the CDA nor have we engaged an employee of the CDA in the course of our audit; and,
8. That we make representation in our individual capacity.

It is, however, understood that our accountability is based on matters within the normal coverage of an audit conducted in accordance with PSA and the SASC.

PUNONGBAYAN & ARAULLO



By: **Ramilito L. Nañola**
Partner

CPA Reg. No. 0090741
TIN 109-228-427
PTR No. 10076148, January 3, 2024, Makati City
SEC Group A Accreditation
Partner - No. 90741-SEC (until financial period 2025)
Firm - No. 0002 (until financial period 2024)
BIR AN 08-002511-019-2023 (until Dec. 10, 2026)
Firm's BOA/PRC Cert. of Reg. No. 0002 (until Aug. 27, 2024)
Firm's CDA CEA Accreditation No. 021-AF (until June 1, 2024)

April 5, 2024

Report of Independent Auditors

The Board of Directors and the Members
CLIMBS Life and General Insurance Cooperative
CLIMBS Building
Zone 5 National Highway, Bulua
Cagayan de Oro City, Philippines

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of CLIMBS Life and General Insurance Cooperative (the Cooperative), which comprise the statement of financial condition as at December 31, 2023, and the statement of operations, statement of changes in equity, statutory reserves and donations and grants, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Cooperative as at December 31, 2023, and its financial performance and its cash flows of the year then ended in accordance with Philippine Financial Reporting Framework for Cooperatives (PFRFC), as prescribed by Memorandum Circular No. 2022-25 of the Cooperative Development Authority, as described in Note 2 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with Philippine Standards on Auditing (PSA) and the Standards Audit System for Cooperatives (SASC). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Cooperative in accordance with the Code of Ethics for Professional Accountants in the Philippines (Code of Ethics) together with the ethical requirements that are relevant to our audit of the financial statements in the Philippines, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of the Cooperative as at and for the year ended December 31, 2022 were audited by other auditors whose report, dated March 15, 2023, expressed an unqualified opinion on those statements. We were not engaged to audit, review or apply any procedures to the 2022 financial statements of the Cooperative and, accordingly, we do not express an opinion or any other form of assurance on the 2022 financial statements, taken as a whole.

Other Information

Management is responsible for the other information. The other information comprises the information included in the Annual Report for the year ended December 31, 2023. The other information is expected to be made available to us after the date of the auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audits of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audits, or otherwise appears to be materially misstated.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with PFRFC, as described in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Cooperative's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Cooperative or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Cooperative's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with PSA and SASC will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with PSA and SASC, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

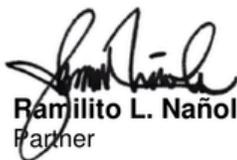
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Cooperative's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Cooperative's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Cooperative to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information for the year ended December 31, 2023 required by the Bureau of Internal Revenue as disclosed in Note 30 to the financial statements is presented for the purposes of additional analysis and is not a required part of the basic financial statements prepared in accordance with PFRFC. Such supplementary information is the responsibility of management. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

PUNONGBAYAN & ARAULLO



By: **Ramilito L. Nañola**
Partner

CPA Reg. No. 0090741
TIN 109-228-427
PTR No. 10076148, January 3, 2024, Makati City
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April 5, 2024

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE
STATEMENT OF FINANCIAL CONDITION
DECEMBER 31, 2023
(With Comparative Figures as of December 31, 2022)
(Amounts in Philippine Pesos)

	<u>Notes</u>	<u>2023</u>	<u>2022</u>
<u>A S S E T S</u>			
CURRENT ASSETS			
Cash and cash equivalents	4	P 894,228,163	P 802,281,096
Short-term placements	5	984,975,484	497,832,082
Insurance receivables - net	6	64,667,282	69,830,491
Financial assets at fair value through profit or loss	7	65,753,971	68,961,119
Financial assets at cost - net	7	264,360,708	264,651,886
Accounts and other receivables - net	8	221,110,306	161,057,933
Prepayments		448,638	1,342,094
		<u>2,495,544,552</u>	<u>1,865,956,701</u>
TOTAL Current Assets			
NON-CURRENT ASSETS			
Financial assets at amortized cost	7	1,363,640,855	1,397,267,277
Financial assets at cost	7	165,616,928	158,923,588
Property and equipment - net	9	358,780,417	364,108,803
Investment property - net	10	166,509,426	146,790,122
Net pension assets	15	-	10,720,648
Other non-current assets - net	11	12,504,681	8,579,440
		<u>2,067,052,307</u>	<u>2,086,389,878</u>
TOTAL Non-current Assets			
		<u>P 4,562,596,859</u>	<u>P 3,952,346,579</u>
TOTAL ASSETS			
<u>LIABILITIES AND EQUITY</u>			
CURRENT LIABILITIES			
Insurance contract liabilities	12	P 1,492,377,697	P 1,323,409,645
Due to reinsurers	13	23,816,075	16,076,908
Interest on share capital payable	18	146,811,842	112,931,605
Patronage refund payable	18	62,919,361	48,399,260
Accounts and other payables	14	165,112,171	170,316,934
		<u>1,891,037,146</u>	<u>1,671,134,352</u>
TOTAL Current Liabilities			
NON-CURRENT LIABILITIES			
Net pension liabilities	15	2,205,141	-
Other non-current liabilities	16	23,098,349	4,395,494
		<u>25,303,490</u>	<u>4,395,494</u>
TOTAL Non-current Liabilities			
		<u>1,916,340,636</u>	<u>1,675,529,846</u>
TOTAL Liabilities			
EQUITY			
Members' equity	17	2,073,209,161	1,828,322,925
Deposit for future share capital subscription		4,016,148	5,051,856
Statutory funds:	18		
Reserve fund		208,536,853	177,908,650
Cooperative education and training fund		16,302,822	11,523,633
Community development fund		9,188,461	10,446,636
Optional fund		149,102,656	127,662,911
Surplus reserves	17	70,000,000	-
Revaluation surplus	9	115,900,122	115,900,122
		<u>2,646,256,223</u>	<u>2,276,816,733</u>
TOTAL Equity			
		<u>P 4,562,596,859</u>	<u>P 3,952,346,579</u>
TOTAL LIABILITIES AND EQUITY			

See Notes to Financial Statements.

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE
STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023
(With Comparative Figures for the Year Ended December 31, 2022)
(Amounts in Philippine Pesos)

	Notes	<u>2023</u>	<u>2022</u>
REVENUES			
Gross premiums earned on insurance contracts	19	P 2,394,864,312	P 2,148,549,902
Reinsurers' share of gross premiums earned on insurance contracts	19	(<u>71,879,784</u>)	(<u>46,361,431</u>)
Net insurance premiums		2,322,984,528	2,102,188,471
Income/interest from investments/deposits	4, 5, 7, 8	109,084,125	76,723,523
Commission and other underwriting income		<u>2,901,575</u>	<u>44,944,480</u>
		<u>2,434,970,228</u>	<u>2,223,856,474</u>
BENEFITS, CLAIMS AND EXPENSES			
Benefits and claims incurred on insurance contracts	20	930,093,468	1,152,096,651
Collection costs	21	701,644,048	629,958,869
Salaries and benefits	22	139,037,561	117,944,785
General and administrative expenses	23	177,974,134	78,690,906
Depreciation and amortization	9, 10, 11	26,824,844	21,335,580
Remeasurement of insurance contract liabilities	12	<u>76,418,904</u>	(<u>8,824,054</u>)
		<u>2,051,992,959</u>	<u>1,991,202,737</u>
OTHER EXPENSES - Net	24	<u>6,695,244</u>	<u>2,181,074</u>
NET SURPLUS		376,282,025	230,472,663
ALLOCATION TO SURPLUS RESERVES	17	<u>70,000,000</u>	<u>-</u>
NET SURPLUS FOR DISTRIBUTION		<u>P 306,282,025</u>	<u>P 230,472,663</u>
DISTRIBUTION OF NET SURPLUS			
Statutory funds:	18		
Reserve fund		P 30,628,203	P 23,047,266
Cooperative education and training fund		30,628,203	23,047,266
Community development		9,188,461	6,914,180
Optional fund		21,439,745	16,133,086
Interest on share capital and patronage refund	18	<u>214,397,413</u>	<u>161,330,865</u>
		<u>P 306,282,025</u>	<u>P 230,472,663</u>

See Notes to Financial Statements.

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE
STATEMENT OF CHANGES IN EQUITY, STATUTORY RESERVES
AND DONATIONS AND GRANTS
FOR THE YEARS ENDED DECEMBER 31, 2023
(With Comparative Figures for the Year Ended December 31, 2022)
(Amounts in Philippine Pesos)

	Note	Number of Shares		2023	2022
		2023	2022		
MEMBERS' EQUITY					
17					
Common - P 1,000 par value					
Authorized		<u>2,500,000</u>	<u>2,500,000</u>		
Subscribed					
Balance at beginning of year		1,690,208	1,533,056	P 1,690,208,000	P 1,533,056,000
Additions		352,501	269,913	352,501,000	269,913,000
Withdrawals		(99,525)	(112,761)	(99,525,000)	(112,761,000)
Balance at end of year		<u>1,943,184</u>	<u>1,690,208</u>	<u>1,943,184,000</u>	<u>1,690,208,000</u>
Subscription receivable					
Balance at beginning of year				(12,201,914)	(12,174,206)
Additions				(310,528,295)	(269,913,000)
Collections				302,412,842	269,881,324
Withdrawals				<u>25,689</u>	<u>3,968</u>
Balance at end of year				(20,291,678)	(12,201,914)
				<u>1,922,892,322</u>	<u>1,678,006,086</u>
Preferred - P1,000 par value					
Authorized		<u>500,000</u>	<u>500,000</u>		
Subscribed					
Balance at beginning of year		154,269	154,984	154,269,000	154,984,000
Additions		-	17,915	-	17,915,000
Withdrawals		-	(18,630)	-	(18,630,000)
Balance at end of year		<u>154,269</u>	<u>154,269</u>	<u>154,269,000</u>	<u>154,269,000</u>
Subscription receivable					
Balance at beginning of year				(3,952,161)	(1,018,821)
Additions				-	(17,915,000)
Collections				-	14,950,695
Withdrawals				-	<u>30,965</u>
Balance at end of year				(3,952,161)	(3,952,161)
				<u>150,316,839</u>	<u>150,316,839</u>
Total Member's Equity				<u>2,073,209,161</u>	<u>1,828,322,925</u>
DEPOSIT FOR FUTURE SHARE					
CAPITAL SUBSCRIPTION					
Balance at beginning of year				5,051,856	5,092,149
Additions				4,016,148	674,658
Transfer to share capital				(5,051,856)	(714,951)
Balance at end of year				<u>4,016,148</u>	<u>5,051,856</u>
<i>Forward</i>				<u>P 2,077,225,309</u>	<u>P 1,833,374,781</u>

	<u>Notes</u>	<u>2023</u>	<u>2022</u>
<i>Forwarded</i>		P 2,077,225,309	P 1,833,374,781
REVALUATION SURPLUS	9	<u>115,900,122</u>	<u>115,900,122</u>
SURPLUS RESERVES	17	<u>70,000,000</u>	<u>-</u>
STATUTORY RESERVES			
Reserve fund	18		
Balance at beginning of year		177,908,650	154,861,384
Allocation from net surplus		<u>30,628,203</u>	<u>23,047,266</u>
Balance at end of the year		<u>208,536,853</u>	<u>177,908,650</u>
Cooperative education and training fund	18		
Balance at beginning of year		11,523,633	17,211,932
Allocation from net surplus		30,628,203	23,047,266
Payable to federation		(15,314,102)	(11,523,633)
Utilization		(10,534,912)	(17,211,932)
Balance at end of the year		<u>16,302,822</u>	<u>11,523,633</u>
Community development fund	18		
Balance at beginning of year		10,446,636	8,029,254
Allocation from net surplus		9,188,461	6,914,180
Utilization		(10,446,636)	(4,496,798)
Balance at end of year		<u>9,188,461</u>	<u>10,446,636</u>
Optional fund	18		
Balance at beginning of year		127,662,911	111,529,825
Allocation from net surplus		<u>21,439,745</u>	<u>16,133,086</u>
Balance at end of year		<u>149,102,656</u>	<u>127,662,911</u>
TOTAL EQUITY		P 2,646,256,223	P 2,276,816,733

See Notes to Financial Statements.

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2023
(With Comparative Figures for the Year Ended December 31, 2022)
(Amounts in Philippine Pesos)

	Notes	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Net surplus		P 376,282,025	P 230,472,663
Adjustments for:			
Increase in claims incurred but not reported	12	116,397,278	14,823,933
Income/interest from investments/deposits	4, 5, 7, 8	(109,084,125)	(76,723,523)
Remeasurement of insurance contract liabilities	12	76,418,904	(8,824,054)
Provision for impairment losses	6, 7, 8	67,590,454	27,695,685
Depreciation and amortization	9, 10, 11	26,824,844	21,335,580
Remeasurement loss (gain) on net pension asset/liability	15	10,262,971	(8,279,429)
Retirement benefits cost	15	2,700,382	3,950,875
Loss (gain) on changes in fair values of financial assets at FVPL	7	(2,392,851)	8,550,895
Gain on disposal of property and equipment	9	(652,501)	(320,489)
Gain on withdrawal of financial assets at cost	7	(78,009)	(2,837,557)
Operating income before working capital changes		<u>564,269,372</u>	209,844,579
Decrease (increase) in insurance receivables		(56,927,380)	24,485,473
Increase in short-term placements		(487,143,402)	(110,162,090)
Increase in accounts receivable		(65,552,238)	(36,755,005)
Decrease (increase) in prepayments		893,456	(923,507)
Decrease (increase) in other non-current assets		(4,981,120)	87,598
Increase (decrease) in insurance contract liabilities		(23,848,130)	12,886,117
Increase in due to reinsurers		7,739,167	1,721,942
Decrease in accounts and other payables		(20,556,429)	(67,282,288)
Increase in other non-current liabilities		<u>18,702,855</u>	<u>1,392,497</u>
Net cash generated from operations		(67,403,849)	35,295,316
Contribution to plan assets	15	-	(15,000,000)
Retirement benefits paid from operating funds	15	-	(5,290,727)
Net Cash From (Used in) Operating Activities		<u>(67,403,849)</u>	<u>15,004,589</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends received from investments		111,710,547	77,101,809
Acquisition of:			
Financial assets at amortized cost	7	(105,000,000)	(68,992,491)
Property and equipment	9	(39,504,689)	(55,236,298)
Financial assets at cost	7	(25,320,725)	(6,907,847)
Investment properties	10	(21,459,910)	-
Financial assets at FVPL	7	(18,531,835)	(19,600,000)
Computer software	11	(2,579,496)	(637,066)
Proceeds from disposals/maturities of:			
Financial assets at amortized cost	7	136,000,000	53,189,367
Financial assets at cost	7	18,996,572	122,536,984
Financial assets at FVPL	7	24,131,834	15,700,000
Property and equipment	9	<u>24,036,713</u>	<u>2,926,826</u>
Net Cash From Investing Activities		<u>102,479,011</u>	<u>120,081,284</u>
<i>Forward</i>		<u>P 35,075,162</u>	<u>P 135,085,873</u>

	Note	2023	2022
<i>Forwarded</i>		P 35,075,162	P 135,085,873
CASH FLOWS FROM FINANCING ACTIVITIES			
Collections of members' share capital		228,175,376	151,259,645
Withdrawals of members' share capital		(99,499,311)	(99,499,311)
Payments of dividend and patronage refund	18	(54,838,760)	(43,000,602)
Utilization of statutory funds	18	(20,981,548)	(21,708,730)
Proceeds from deposits for future share capital subscription		4,016,148	674,658
Net Cash From (Used in) Financing Activities		56,871,905	(12,274,340)
NET INCREASE IN CASH AND CASH EQUIVALENTS		91,947,067	122,811,533
CASH AT BEGINNING OF YEAR		802,281,096	679,469,563
CASH AT END OF YEAR		P 894,228,163	P 802,281,096

Supplemental Information on Non-cash Investing and Financing Activities:

- 1) In 2023 and 2022, various member-cooperatives converted their dividend and patronage refund to common share capital amounting to P111.2 million and P101.0 million, respectively (see Note 18).
- 2) In 2023 and 2022, deposits for future share capital subscription amounting to P5.1 million and P0.7 million was transferred to member's equity.
- 3) In 2022, the Cooperative recognized revaluation surplus from land measured at revaluation model amounting to P115.9 million (see Note 9). There was no similar transaction in 2023.
- 4) In 2022, the Cooperative reclassified certain advances from other non-current assets to property and equipment (see Note 9). There was no similar transaction in 2023.
- 5) In 2022, the Cooperative reclassified certain investments amounting to P43.8 million from financial assets at cost to accounts and other receivables (see Notes 7 and 25). There was no similar transaction in 2023.

See Notes to Financial Statements.

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2023
(With Comparative Figures for December 31, 2022)
(Amounts in Philippine Pesos)

1. GENERAL INFORMATION

1.1 Cooperative Information

CLIMBS Life and General Insurance Cooperative (CLIMBS) (the “Cooperative”) is a national federation of cooperatives organized on March 17, 2004, and was originally registered with the Cooperative Development Authority (CDA) under Registration No. 0202100010 in accordance with the provisions of Republic Act (R.A.) No. 6938. The Cooperative obtained its insurance license to operate as an insurance cooperative from the Insurance Commission (IC) on April 28, 2004. The Cooperative was re-registered with the CDA under Registration No. 9520-10008741 on March 1, 2010 in accordance with the provisions of R.A. No. 9520, otherwise known as the Philippine Cooperative Code of 2008.

The Cooperative has composite insurance license to operate as a life and general insurance cooperative granted by the IC with Certificate of Authority No. 2022/32-R which is valid until December 31, 2024.

The primary purposes of the Cooperative are as follows:

- To provide protection for the life, health and property of the members;
- To conduct, transact, or carry on, and undertake insurance business in all its member- cooperatives and other third persons (juridical or natural) pertaining to life and nonlife such as accident, health, property and surety agreement; to write insurance contracts providing for all risks, hazards, guarantees and contingencies to which life, accident, health, property and surety insurance is applicable; to grant endowment and annuities, payable between any fixed period or contingencies to their commencement or determination upon any event dependent upon human life or the birth or failure of issues; to issue insurance policies providing for participation or non-participation of profits; and,
- To give protection and encouragement on the capital and savings deposits of the individual members of the cooperative.

The secondary purposes of the Cooperative are as follows:

- To reinsure all or parts of the risks underwritten by the Cooperative and to undertake all kinds of reinsurance to the extent allowed by law;
- To establish a training institute on financial literacy and management; and,
- To engage in the business of real estate; acquiring, selling, disposing, leasing and encumbering its properties.

The Cooperative underwrites life insurance, offering to members and beneficiaries the following products:

1. Coop Life Savings Plan;
2. Coop Loan Protection Plan (CLPP);
3. Group Yearly Renewal Term (GYRT); and,
4. Permanent Plan (5 Pay Life, 5 Pay Life - 15 years endowment, 10 Pay Life - 15 years endowment).

Other than individual and group life insurances, the Cooperative also offers nonlife standard and micro-insurance contracts for all risks, hazards and contingencies for marine, fire, motor car and other casualty insurances, as applicable.

The registered office address and principal office of the Cooperative is at Zone 5, National Highway, Bulua, Cagayan de Oro City, Philippines.

On July 25, 2023, the Cooperative was granted by the CDA a Certificate of Compliance (COC) under COC No. 9520-10008741 which is valid until April 30, 2024.

1.2 Tax Exemption

Under R.A. No. 9520, cooperatives are exempted from the payment of all national, city, provincial, municipal or barangay taxes of whatever name and nature, including exemption from customs duties, advance sales of compensating taxes on its importation of machinery, equipment and spare parts which are not available locally as certified by the Department of Trade and Industry.

The cooperative shall enjoy exemptions from government taxes or fees imposed under internal revenue laws provided that the cooperative does not transact business with non-members or the general public. The cooperative, if transacting business with both members and non-members or the general public, may be exempt from tax if the accumulated reserves and undivided net savings of the cooperative does not exceed P10.0 million. The Cooperative serves its members only. Accordingly, the Cooperative is exempt from taxes, including income tax, under R.A. No. 9520.

On March 28, 2022, the Bureau of Internal Revenue (BIR) granted the Cooperative a Certificate of Tax Exemption (CTE), which is valid until March 28, 2027 (see Note 30.1).

1.3 Approval of the Financial Statements

The financial statements of the Cooperative as of and for the year ended December 31, 2023 (including the comparative financial statements as of and for the year ended December 31, 2022) were authorized for issue by the Cooperative's Board of Directors (BOD) on April 5, 2024.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation of Financial Statements

(a) Statement of Compliance with Philippine Financial Reporting Framework for Cooperatives

The financial statements of the Cooperative have been prepared in accordance with Philippine Financial Reporting Framework for Cooperatives (PFRFC).

PFRFC is adopted and prescribed by the CDA, and in conformity with PFRFC, a revised Standard Chart of Accounts (SCA) for cooperatives was prescribed by the CDA to be used by cooperatives in the preparation of their financial statements.

The financial statements have been prepared using the measurement bases specified by PFRFC for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies that follow.

CDA MC No. 2022-24, which was issued on September 5, 2022, prescribes the use of the Revised Standard Chart of Accounts (RSCA) for Cooperatives in conformity with the amended PFRFC. The RSCA shall be applied in the accounting and financial reporting of all types of cooperatives duly registered with the CDA pursuant to R.A. No. 9520.

(b) Functional and Presentation Currency

These financial statements are presented in Philippine pesos, the Cooperative's functional and presentation currency, and all values represent absolute amounts except when otherwise indicated.

Items included in the financial statements of the Cooperative are measured using its functional currency. Functional currency is the currency of the primary economic environment in which the Cooperative operates.

(c) Changes in Accounting Policies and Estimates and Correction of Prior Period Errors

The Cooperative changes its accounting policies if the change is required by PFRF for Cooperatives or as a result of providing reliable and more relevant information about the effects of transactions, other events or conditions on the Cooperative's financial condition. The Cooperative recognizes the effect of changes in accounting policies in the period of change.

In relation to changes in accounting estimates, the Cooperative recognizes the effect of the change prospectively by including it in profit or loss in the period of change and future periods, if applicable.

Prior period errors are omissions from, and misstatements in, the Cooperative's financial statements for one or more periods arising from mathematical mistakes, mistakes in applying accounting policies, oversights or misinterpretation of facts or fraud. The Cooperative recognizes the effect of the correction of prior period error in the financial statements of the current period.

2.2 Financial Instruments

(a) Financial Assets

Classification and Measurement of Financial Assets

The Cooperative determines the classification of its financial assets on initial recognition and, where allowed and appropriate, re-evaluates this designation at each reporting date.

(i) Cash and cash equivalents

Cash includes cash in banks, cash in other cooperatives and working funds. Cash equivalents are short-term, highly liquid investments held to meet short-term cash commitments, rather than for investment or other purposes. Cash equivalents have original maturities of three months or less and are subject to an insignificant risk of change in value.

Classified as cash and cash equivalents are the Cooperative's cash in banks, cash in other cooperatives and working funds presented under Cash and Equivalents.

(ii) Loans and receivables

Loans and receivables are recognized initially at transaction price. These are subsequently measured at amortized cost less accumulated allowance for probable losses. An allowance for probable losses on loans and other receivables is established when there is objective evidence that the Cooperative will not be able to collect all amounts due according to the original terms of the receivables. Objective evidence of impairment loss is based on CDA guidelines on the aging of accounts and the percentage of receivables. The related impairment loss is recognized immediately in the statement of operations.

Classified as loans and receivables are the Cooperative's short-term placements, insurance receivables, accounts and other receivables, and refundable deposits (presented under Other non-current assets).

(iii) Financial assets at fair value through profit or loss (FVPL)

Financial assets at FVPL include investments in publicly-traded securities that are held for trading and are quoted in an active market. These investments are measured at fair value. Gains or losses on financial assets at FVPL are recognized in the statement of operations.

Classified as financial assets at FVPL are the Cooperative's investments in publicly-traded securities which are measured at fair value presented under Financial assets at Fair Value through Profit or Loss.

(iv) Financial assets at cost

Financial assets at cost include investments in unquoted equity securities, mutual funds and other externally managed funds. Accordingly, these investments are carried at cost, less impairment losses, if any. Impairment loss, which is the difference between the carrying value and the present value of estimated cash flows of the investment, is recognized when there is objective evidence that the investment has been impaired.

Classified as financial assets at cost are the Cooperative's investments in shares of stock of related parties, cooperative banks and other cooperatives, mutual funds and externally managed funds.

(v) Financial assets at amortized cost

Financial assets at amortized cost include financial assets with fixed or determinable payments and investments in debt instruments which are measured at amortized cost using the straight-line method, less any impairment in value.

Classified as financial assets at amortized cost are the Cooperative's investments in retail treasury bonds, corporate bonds, fixed-rate treasury notes and long-term negotiable certificate of deposits.

The financial assets (or where applicable, a part of a financial asset or part of a group of financial assets) are derecognized when the contractual rights to receive cash flows from the financial instruments expire, or when the financial assets and all substantial risks and rewards of ownership have been transferred to another party. If the Cooperative neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Cooperative recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Cooperative retains substantially all the risks and rewards of ownership of a transferred financial asset, the Cooperative continues to recognize the financial asset and also recognizes collateralized borrowing for the proceeds received.

Impairment of Financial Assets

In relation to loans and receivables, a provision for impairment is made when there is objective evidence (such as the significant financial difficulty of the debtor, default or delinquency in interest or principal payments, probability that the debtor will enter bankruptcy or other financial reorganization and the like) that the Cooperative will not be able to collect all of the amounts due under the original terms of the loan. If there is objective evidence of impairment, the Cooperative recognizes an impairment loss in profit or loss immediately. The carrying amount of the loans and receivables are reduced by setting up an allowance account.

Allowance for impairment losses is maintained at a level considered adequate to provide for potential losses on loans and receivables. The allowance is increased by provision charged to profit or loss and reduced by reversal or write-offs. The level of allowance is based on past due amount using portfolio at risk (PAR) as prescribed by the CDA.

In relation to financial assets at cost and at amortized cost, the Cooperative assesses at each reporting date whether there is objective evidence of impairment. If there is objective evidence of impairment, the Cooperative recognizes an impairment loss in profit or loss immediately.

If, in a subsequent period, the amount of an impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the Cooperative reverses the previously recognized impairment loss either directly or by adjusting an allowance account. The reversal shall not result in a carrying amount of the financial asset (net of any allowance account) that exceeds what the carrying amount would have been had the impairment not previously been recognized. The Cooperative recognizes the amount of the reversal in profit or loss immediately.

Derecognition of Financial Assets

The financial assets (or where applicable, a part of a financial asset or part of a group of financial assets) are derecognized when the contractual rights to receive cash flows from the financial instruments expire, or when the financial assets and all substantial risks and rewards of ownership have been transferred to another party. If the Cooperative neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Cooperative recognizes its retained interest in the asset and an associated liability for amounts it may have to pay. If the Cooperative retains substantially all the risks and rewards of ownership of a transferred financial asset, the Cooperative continues to recognize the financial asset and also recognizes a collateralized borrowing for the proceeds received.

(b) Financial Liabilities

Financial liabilities, which include claims payable (presented under Insurance Contract Liabilities) due to reinsurers, interest on share capital payable, patronage refund payable, and accounts and other payables (except tax-related payables) are recognized when the Cooperative becomes a party to the contractual terms of the instrument. All interest-related charges incurred on these liabilities are recognized as an expense in the statement of operations.

Financial liabilities are derecognized from the statement of financial condition only when the obligations are extinguished either through discharge, cancellation, or expiration. The difference between the carrying amount of the liability derecognized and the consideration paid or payable is recognized in the statement of operations.

(c) Offsetting of Financial Instruments

The Cooperative does not offset financial assets and liabilities unless required or permitted by PFRFC.

2.3 Insurance Contracts

(a) Product Classification

Insurance contracts are those contracts under which the Cooperative (the insurer) has accepted significant insurance risk from another party (the policyholders) by agreeing to compensate the policyholders if a specified uncertain future event (the insured event) adversely affects the policyholder. As a general guideline, the Cooperative determines whether it has significant insurance risk, by comparing benefits paid with benefits payable if the insured event did not occur.

Insurance contracts can also transfer financial risk. Financial risk is the risk of a possible future change in one or more of a specified interest rate, security price, commodity price, foreign currency exchange rate, index of price or rates, a credit rating or credit index or other variable, provided in the case of a non-financial variable that the variable is not specific to a party to the contract. Investment contracts are financial instruments that do not transfer enough insurance risk to qualify as insurance contracts.

Once a contract has been classified as an insurance contract, it remains an insurance contract for the remainder of its lifetime, even if the insurance risk reduces significantly during this period, unless all rights and obligations are extinguished or expired. Investment contracts can, however, be reclassified as insurance contracts after inception if insurance risk becomes significant.

(b) Policy Acquisition Costs

Collection costs and other acquisition costs pertain to expenses that are directly attributable to securing new insurance contracts and renewal of existing contracts. For life insurance contracts, these are recognized in profit or loss when incurred. For nonlife insurance contracts, these are recognized using the 24th method of amortization as required by IC.

(c) Reinsurance Contracts Held

Contracts entered into by the Cooperative with reinsurers under which the Cooperative is compensated for losses on one or more contracts issued by the Cooperative and that meet the classification requirement for insurance contracts are classified as reinsurance contracts held.

The benefits to which the Cooperative is entitled to under its reinsurance contracts held are recognized as reinsurance assets. These include short-term balances due from reinsurers. Amounts recoverable from or due to reinsurers are measured consistently with the amounts associated with the reinsured insurance contracts and in accordance with the terms of each reinsurance contract. The share of reinsurers in premiums and claims are recognized simultaneously with the related insurance contracts issued by the Cooperative.

If there is objective evidence that reinsurance assets are impaired, the Cooperative reduces the carrying amount of the reinsurance assets and recognizes the impairment loss in profit or loss.

(d) Receivables and Payables Related to Insurance Contracts

Receivables and payables are recognized when due. These include amounts due to and from agents, brokers and insurance contract holders. If there is objective evidence that the insurance receivable is impaired, the Cooperative reduces the carrying amount of the insurance receivable and recognizes the impairment loss in profit or loss.

2.4 Property and Equipment

Property and equipment are carried at acquisition cost less accumulated depreciation and amortization, and any impairment in value, except for land which is stated at revalued amount.

The cost of an asset comprises its purchase price and directly attributable costs of bringing the asset to working condition for its intended use. Expenditures for additions, major improvements and renewals are capitalized, while expenditures for repairs and maintenance are charged to expense as incurred.

If the carrying amount of property and equipment increased as a result of a revaluation, the increase shall be recognized as revaluation increase in Revaluation Surplus account in the statement of financial condition. However, it shall be recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

If the carrying amount of property and equipment decreased as a result of a revaluation, it shall be recognized in profit or loss. However, the decrease shall be recognized as revaluation decrease to the extent of any credit balance existing in the revaluation reserves on properties. The decrease reduces the amount accumulated in equity under the Revaluation Surplus account in the statement of financial condition.

The revaluation reserves on remeasurement of properties is transferred to retained earnings corresponding to the depreciation charge or upon ultimate disposal.

Revaluations are performed every two years unless circumstances require more frequent revaluation.

Depreciation is computed on a straight-line basis over the estimated useful lives of the depreciable assets as follows:

Land improvements	5 years
Building and improvements	15 to 25 years
Transportation equipment	3 to 5 years
Furniture, fixtures and office equipment	2 to 5 years

The useful lives and method of depreciation are reviewed periodically to ensure that the period and method of depreciation are consistent with the expected usage of the assets.

Construction in progress is stated at cost, which includes cost of materials, labor and other construction related costs incurred. Construction in progress is not depreciated until such time as the relevant assets are completed and put into operational use.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

The residual values, estimated useful lives, and method of depreciation and amortization of property and equipment are reviewed and adjusted if appropriate, at the end of each reporting period.

Fully depreciated and amortized assets are retained in the accounts until they are no longer in use, at which time, the cost and the related accumulated depreciation and amortization are written off.

An item of property and equipment, including the related accumulated depreciation, amortization, and impairment losses, is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the item) is included in profit or loss in the year the item is derecognized.

2.6 Investment Property

Investment property is measured at its cost at initial recognition. Investment property pertains to land not used in operation and building held for rentals. The cost of a purchased investment property comprises its purchase price and any directly attributable expenditure such as legal and brokerage fees, property transfer taxes and other transaction costs. If payment is deferred beyond normal credit terms, the cost is the present value of all future payments. Replacement costs are capitalized if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be reliably measured.

Investment property is measured after initial recognition at cost less accumulated depreciation and accumulated impairment losses. Depreciation of buildings held for rentals is computed on a straight-line basis over a maximum period of 25 years.

Expenditures incurred after the investment properties have been put into operations, such as repairs and maintenance costs, are charged to profit or loss in the year in which the costs are incurred.

Transfers are made to investment properties when, and only when, there is a change in use, evidenced by the end of owner occupation, commencement of an operating lease to another party or ending of construction or development. Transfers are made from investment properties when and only when, there is a change in use, evidenced by commencement of owner occupation or of development with a view to sell.

Investment properties are derecognized when it has been disposed of or when permanently withdrawn from use and no future benefit is expected from its disposal. Any gain or loss on the retirement or disposal of investment properties are recognized in the statement of income in the year of retirement or disposal.

2.7 Computerization Cost

Computerization cost is measured at cost at initial recognition. The cost comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, and any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Computerization cost is measured after initial recognition at cost less any accumulated amortization and any accumulated impairment losses. Amortization of computerization costs is computed on a straight-line basis over a period of three to five years.

2.8 Prepayments and Other Assets

Prepayments and other assets pertain to assets controlled by the Cooperative as a result of past events. These are recognized in the financial statements when it is probable that the future economic benefits will flow to the Cooperative and the asset has a cost or value that can be measured reliably.

Other recognized assets of similar nature, where future economic benefits are expected to flow to the Cooperative beyond one year after the end of the reporting period or in the normal operating cycle of the business, if longer, are classified as non-current assets.

2.9 Insurance Contract Liabilities

(a) Legal policy reserves

Life insurance contract liabilities are recognized when the contracts are entered into and the premiums are recognized. These are determined by the Cooperative's actuary in accordance with the requirements of the Amended Insurance Code of the Philippines (the Code) and are calculated on the basis of a prudent prospective actuarial valuation method where the assumptions used depend in the operation of each life insurance product. These reserves represent the amounts which, together with future premiums and investment income, are required to discharge the obligations of the insurance contracts and to pay expenses related to the administration of those contracts. These reserves are determined using generally accepted actuarial practices and have been approved by the IC at the product approval stage.

Gross premium valuation (GPV) is calculated as the sum of the present value of future benefits and expenses, less the present value of future gross premiums arising from the policy discounted at the appropriate risk-free discount rate provided by the IC. For this purpose, the expected future cash flows shall be determined using the best estimate assumptions with due regard to significant recent experience and appropriate margin for adverse deviation (MfAD) from the expected experience. The methods and assumptions shall be in accordance with the internationally accepted actuarial standards and consider the generally accepted actuarial principles concerning financial reporting framework promulgated by the Actuarial Society of the Philippines, which now considers other assumptions such as morbidity, lapse and/or persistency, non-guaranteed benefits and MfAD.

The changes in legal policy reserves for traditional life insurance policies are recognized in profit or loss.

(b) *Insurance Contracts with Fixed and Guaranteed Terms*

A liability for contractual benefit expected to be incurred in the future is recorded when premiums are recognized. The liability is determined as the sum of the present value of future benefits and expenses less the present value of future gross premiums discounted at rates prescribed by the IC. Future cashflows are determined using best estimate assumptions with due regard to significant recent experience and appropriate MfAD from the expected experience.

The Cooperative has different assumptions for different products. However, the reserves are computed to comply with the statutory requirements, wherein discount rates are based on risk-free discount rates and other assumptions such as mortality, disability, lapse, and expenses taken into account the Cooperative's experience.

(c) *Policy and contract claims*

Provision for claims reported by policyholders are based on the estimated ultimate cost of claims incurred which are reported but not settled as at the reporting date together with related claims handling costs and reduction for expected value of salvage and other recoveries. Significant delays can be experienced in the notification and settlement of certain types of insurance claims, particularly in respect of liability business, therefore the ultimate cost of which cannot be known with certainty at the reporting date and subsequent provisions and settlements are included in profit or loss of subsequent years. The liability is derecognized when the contract is discharged, cancelled or has expired.

(d) *Provision for Incurred but not Reported (IBNR) Claims*

Provision is made for the cost of claims incurred as at the reporting date but not reported. For identified individual losses, the provision for IBNR is based on the independent adjuster's report. For unidentified losses, the provision for IBNR is based on the approved valuation method by the IC and using management's estimates for other reserves.

(e) *Unearned Premium Reserves*

The proportion of written premiums attributable to subsequent periods or to risks that have not yet expired is deferred as provision for unearned premiums presented under Insurance Contract Liabilities account in the statement of financial condition. The change in the provision for unearned premiums is taken to profit or loss in order that revenue is recognized over the period of risk. When the anticipated losses, loss adjustment expenses, commissions and other acquisition costs, and maintenance costs exceed the recorded unearned premium reserve, and any future installment premiums on existing policies, a premium deficiency reserve shall be recognized by recording an additional liability for the deficiency, with a corresponding charge to profit or loss.

(f) *Liability Adequacy Tests*

Liability adequacy tests are performed annually to ensure the adequacy of the insurance contract liabilities. In performing these tests, current best estimates of future contractual cash flows, claims handling and policy administration expenses, as well as investment income from assets backing such liabilities are used. Changes in expected claims that have occurred, but which have not been settled, are reflected by adjusting the liability for claims and future benefit. Any inadequacy is immediately charged to the profit or loss by establishing a provision for loss arising from the liability adequacy tests. The reserve for unexpired risk is increased to the extent of the future claims and expenses in respect of current insurance contracts exceed future premiums plus current unearned premium reserve.

2.10 Impairment of Nonfinancial Assets

At each reporting date prepayments, property and equipment, investment property, computerization cost and other non-financial assets are reviewed to determine whether there is an indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its recoverable amount, and an impairment loss is recognized in the statement of operations.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognized for the asset (or group of related assets) in prior years. A reversal of an impairment loss is recognized immediately in the statement of operations.

2.10 Related Party Transactions and Relationships

Related party transactions are transfers of resources, services or obligations between the Cooperative and its related parties, regardless whether a price is charged.

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions. These parties include: (a) individuals owning, directly or indirectly through one or more intermediaries, control or are controlled by, or under common control with the Cooperative; (b) associates; (c) individuals owning, directly or indirectly, an interest in the voting power of the Cooperative that gives them significant influence over the Cooperative and close members of the family of any such individual; and, (d) the Cooperative's funded retirement plan.

In considering each possible related party relationship, attention is directed to the substance of the relationships, and not merely to the legal form.

2.11 Equity

Members' equity are composed of common share capital and preferred share capital:

- (a) Common share capital is measured at par value for all shares subscribed. Common shares are available to regular members only.
- (b) Preferred share capital is measured at par value for all shares subscribed. Preferred shares are available to regular and associate members.

Deposits for future share capital subscription pertain to subscriptions received by the Cooperative which are below the minimum paid-up capital.

Statutory funds are composed of reserve fund, cooperative education and training fund, (CETF) community development fund and optional fund. The funds represent the cumulative balance of the allocation from the distribution of net surplus each year and disbursements thereof.

Revaluation surplus pertains to the appraisal increase in the revaluation of land which are allowed subject to the guidelines issued by the CDA.

Surplus reserves pertains to the appropriation made for impact of the adoption of PFRS 17, *Insurance Contracts*, to the Cooperative's equity.

2.12 Revenue and Expense Recognition

Revenue is recognized only when (or as) the Cooperative satisfied a performance obligation by transferring control of the promised services to the customer. Expenses and costs, if any, are recognized in the statement of operations upon utilization of the resources or services or at the date these are incurred. All finance costs are reported on an accrual basis.

The Cooperative's significant revenues pertain to net insurance premium and investment income. The following specific recognition criteria must also be met before revenue is recognized:

- (a) *Life insurance premiums.* Insurance premiums are recorded as income as these are collected, usually at the policy anniversary date. Accrual of uncollected premiums is made at the end of the year if the grace period is still in effect. Single premiums, however, are amortized over the term of the policy which are recorded as income at each policy anniversary date. Premium income is also deducted by the amount of premiums on insurance business ceded.
- (b) *Nonlife insurance premiums.* Gross insurance written premiums comprise the total premiums receivable for the whole period of cover provided by contracts entered into during the accounting period and are recognized on the date on which the policy incepts. Premiums include any adjustments arising in the accounting period for premiums receivable in respect of business written in prior periods.

Premiums from short-duration insurance contracts are recognized as revenue over the period of the contracts using the 24th method, except for the marine cargo where premiums for the last two months are considered earned the following year. The portion of the premiums written that relate to the unexpired periods of the policies at the reporting dates are accounted for as provision for unearned premiums as part of the insurance contract liabilities and presented in the liabilities section of the statement of financial condition. The related reinsurance premiums ceded that pertains to the unexpired periods at reporting dates are accounted for as deferred reinsurance premiums and shown as part of reinsurance assets in the statement of financial condition.

- (c) *Investment income.* The Cooperative's investment income is comprised of interest income, gain on sale of AFS financial assets, and dividend income.
- (d) *Commissions and other underwriting income.* Commissions earned from short-duration insurance contracts are recognized as revenue over the period of the contracts using the 24th method, except for marine cargo where the deferred reinsurance commissions that relate to the unexpired periods of the policies at the end of the reporting period are accounted for deferred reinsurance commissions and presented in the liabilities section.

Commissions and other underwriting income. Commission earned from short-duration insurance contracts are recognized as revenue over the period of the contracts using the 24th method, except for marine cargo where deferred reinsurance commissions that relate to the unexpired periods of the policies at the end of the reporting period are accounted for deferred reinsurance commissions and presented in the liabilities section.

- (e) *Other income.* Other income is recognized when earned.

The following specific recognition criteria of expenses must also be met before expense is recognized:

- (a) *Benefits and claims.* Gross benefits and claims consist of benefits and claims paid to policyholders and changes in the gross valuation of insurance contract liabilities, except for gross changes in the provision for unearned premiums which are included in net premiums earned. It further includes internal and external claims handling cost that are directly related to the processing and settlement of claims. Amounts receivable in respect of salvage and subrogation are also considered. General insurance claims are recorded on the basis of notifications received.

Share in liabilities for claim costs and claim adjustment expenses relating to insurance contracts are accrued when insured events occur. The shares in liabilities for claims are based on the estimated ultimate cost of settling the claims. The method of determining such estimates and establishing reserves are continually reviewed and updated. Changes in estimates of claim costs resulting from the continuous review process and differences between estimates and payments are recognized as income or expense of the period in which the estimates are changed or payments are made.

- (b) *Collection costs, salaries and benefits, and general and administrative expenses.* These constitute administrative costs of operating the business and costs incurred to sell and market the services. These are expensed when incurred.

2.13 Employee Benefits

The Cooperative provides post-employment benefits to employees through a defined benefit plan and defined contribution plan, and other employee benefits which are recognized as follows:

(a) *Post-employment Defined Benefit Plan*

The Cooperative has a funded, noncontributory and defined benefit retirement plan, administered by an independent trustee, covering all qualified employees. The defined benefit obligation and the related expense are measured using the projected unit credit method, which is determined by an independent actuary. Actuarial gains or losses are recognized in the statement of operations in the period in which they occur.

The retirement benefits liability is the present value of its obligations under defined benefit plans less the fair value at the reporting date of plan assets out of which the obligations are to be settled directly and any unrecognized past service costs.

Actuarial valuations are made with sufficient regularity that the amounts recognized in the financial statements do not differ materially from the amounts that would be determined at reporting date.

(b) *Post-employment Defined Contribution Plan*

A defined contribution plan is a post-employment plan under which the Cooperative pays fixed contributions into an independent entity [i.e., Social Security System (SSS)]. The Cooperative has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognized in respect of defined contribution plans are expensed as they fall due. Liabilities or assets may be recognized if underpayment or prepayment has occurred.

(c) *Short-term Employee Benefits*

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Cooperative has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

2.14 Provisions and Contingencies

Provisions are recognized when the Cooperative has a present legal or constructive obligation as a result of past events; it is probable that a transfer of economic benefits will be required to settle the obligation; and, the amount can be reliably estimated.

Provisions are measured at the present value of the amount expected to be required to settle the obligation using a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the obligation. The increase in the provision due to the passage of time is recognized as interest expense.

In those cases, where the possible outflow of economic resources as a result of present obligations is considered improbable or remote, or the amount to be provided for cannot be measured reliably, no liability is recognized in the financial statements. Similarly, possible inflows of economic benefits to the Cooperative that do not yet meet the recognition criteria of an asset are considered contingent assets, hence, are not recognized in the financial statements. On the other hand, any reimbursement that the Cooperative can be virtually certain to collect from a third party with respect to the obligation is recognized as a separate asset not exceeding the amount of the related provision.

2.15 Allocation and Distribution of Net Surplus

The net surplus of the Cooperative, as required by R.A. No. 9520 and By-Laws of the Cooperative, should be distributed as follows:

(a) Statutory Funds

Reserve Fund

An amount for the reserve fund, which is 10% of the net surplus. This fund is set aside for the stability of the Cooperative and to meet net losses in its operations, if any, in its business operations. The General Assembly may decrease the amount allocated to reserve fund when such fund exceeds the share capital.

CETF

An amount for the education and training fund, which is 10% of the net surplus. This fund is set aside for training, development and other similar cooperative activities geared towards the growth of the cooperative movement. Half of the amount transferred to this fund is spent by the Cooperative for education and training purposes; while the other half may be remitted to the cooperative education and training fund of the union or federation chosen by the Cooperative.

Community Development Fund

An amount for the community development fund, which is 3% of the net surplus. This fund is set aside for projects or activities that will benefit the community where the Cooperative operates.

Optional Fund

An amount for the optional fund, which is 7% of the net surplus. This fund is intended for future use such as acquisition of land and building, or any other necessary purpose.

(b) Interest on Share Capital and Patronage Refund

The remaining net surplus is made available to the members in the form of interest on share capital and patronage refunds not to exceed the normal rate of return on investments and patronage refund.

2.16 Events After the End of the Reporting Period

Any post year-end events that provide additional information about the Cooperative's financial condition at the end of the reporting period (adjusting events) are reflected in the financial statements. Post year-end events that are not adjusting events, if any, are disclosed in the financial statements when material.

3. SIGNIFICANT ACCOUNTING JUDGMENTS AND CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements in compliance with PFRFC requires management to make estimates and assumptions that affect the amounts reported in the financial statements. The estimates and assumptions used in the financial statements are based upon management's evaluation of relevant facts and circumstances at the end of the reporting period. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results could differ materially from such estimates.

3.1 Critical Management Judgments in Applying Accounting Policies

In the process of applying the Cooperative's accounting policies, management has made the following judgments presented below and in the succeeding pages, apart from those involving estimation, which have the most significant effect on the amounts recognized in the financial statements.

(a) Impairment of Financial Assets

The determination when a financial asset is other-than-temporarily impaired requires significant judgment. In making this judgment, the Cooperative evaluates, among other factors, the duration and extent to which the fair value of an investment is less than its cost, and the financial health of and near-term business outlook for the investee, including factors such as industry and sector performance, changes in technology and operational and financing cash flows.

Based on the recent evaluation of information and circumstances affecting the Cooperative's financial assets presented in Note 7. Future changes in those information and circumstances might significantly affect the carrying amount of the assets.

(b) Distinction Between Investment Properties and Owner-managed Properties

The Cooperative determines whether a property qualifies as investment property. In making its judgment, the Cooperative considers whether the property generates cash flows largely independent of the other assets held by an entity. Owner-occupied properties generate cash flows that are attributable not only to the property but also to other assets used in the operation.

As of December 31, 2023 and 2022, the Cooperative classified its properties as owner-occupied properties and investment properties (see Notes 9 and 10).

(c) Recognition of Provisions and Contingencies

Judgment is exercised by management to distinguish between provisions and contingencies. Policies on recognition of provisions and contingencies are discussed in Note 2.14 and disclosures on relevant provisions and contingencies.

3.2 Key Sources of Estimation Uncertainty

The following are the key assumptions concerning the future, and other key sources of estimation uncertainty at the end of the reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(a) Legal Policy Reserves

The estimation of the ultimate liability arising from claims made under life insurance contract is the Cooperative's most critical accounting estimate. There are several sources of uncertainty that need to be considered in the estimation of the liability that the Cooperative will ultimately pay to settle its benefits and claims.

The liability of the life insurance contracts is based on assumptions established at the inception of the contract. The liability for life insurance contracts uses the discount rate as provided by the IC with other assumptions based on best estimate with regard to significant recent experience and appropriate MfAD from the expected experience. At each reporting date, these estimates are reassessed for adequacy and changes will be reflected in adjustments to the liability. The main assumptions used relate to mortality, morbidity, investments and discount rates.

In determining the liabilities for life insurance contracts, estimates are made as to the expected number of deaths, illness or injury for each of the years in which the Cooperative is exposed to such risks. These estimates are based on standard mortality and morbidity tables as required by the Code. The estimated number of deaths, illness or injury determines the value of possible future benefits to be paid out, which will be factored to insure sufficient amount of reserves, which in return is monitored against current and future premiums. Estimates are also made as to future investment income arising from the assets backing life insurance contracts. These estimates are based on current market returns, as well as expectations about future economic and financial developments.

In accordance with the provision of the Code, estimates for future deaths, illness or injury and investment returns are determined at the inception of the contract and are used to calculate the liability over the term of the contract. The interest rate used to discount future liabilities does not exceed the interest rate prescribed by the IC. Likewise, no lapse and surrender assumptions are factored in the computation of the liabilities.

Legal policy reserves represent estimates of present value of future benefits and expenses in excess of present value of future gross premiums. These estimates are based on interest rates, mortality/morbidity tables, lapses and valuation method subject to the provisions of the Code and guidelines set by the IC. Accordingly, the recorded legal policy reserves as at December 31, 2023 and 2022 of P819.7 million and P766.9 million, respectively, is adequate using best estimate assumptions (see Note 12).

(b) Liabilities Arising from Claims Made Under Insurance Contracts

Life Insurance

There are several sources of uncertainty that need to be considered in the estimation of the liability that the Cooperative will ultimately pay for such claims. Although the ultimate liability arising from life insurance contracts is largely determined by the face amount of each individual policy, the Cooperative also issues accident and health policies and riders where the claim amounts may vary. Claims estimation by the Cooperative considers many factors such as industry average mortality and morbidity experience, with adjustments to reflect Cooperative's historical experience.

Non-Life Insurance

There are several sources of uncertainty that need to be considered in the estimate of the liability that the Cooperative will ultimately pay for such claims. Estimation of the ultimate cost of claims is a complex process and can be evaluated with the aid of the adjuster's estimates.

The Cooperative considers that it is impracticable to discuss with sufficient reliability the possible effects of sensitivities surrounding the ultimate liability arising from claims made under insurance contracts as the major uncertainties may differ significantly. With this, it is reasonably possible, based on existing knowledge, that the outcomes within the next financial year that are different from assumptions could require a material adjustment to the carrying amount of the asset or liability affected including reserve for outstanding losses and related insurance balances.

Estimates have to be made both for the expected ultimate cost of claims reported and for the expected ultimate cost of IBNR at the reporting date. It can take a significant period of time before the ultimate claims cost can be established with certainty.

The primary technique adopted by the management in estimating the cost of IBNR is using the past claims settlement trend to predict the future claims settlement. At each reporting date, prior year claims estimates are assessed for adequacy and changes made are charged to provisions. Insurance contract liabilities are not discounted for the time value of money.

These liabilities form part of the Cooperative's IBNR claims which is included in policy and contract claims under Insurance Contract Liabilities in the statements of financial condition. The total IBNR recognized by Cooperative amounted to P194.1 million and P226.1 million as at December 31, 2023 and 2022, respectively (see Note 12).

(c) Impairment of Loans and Receivables and Financial Assets at Amortized Cost

The Cooperative reviews its loans and receivables and financial assets at amortized cost at each reporting date to assess whether an allowance for impairment should be recorded in profit or loss. In particular, judgment by management is required in the estimation of the amount and timing of future cash flows when determining the level of allowance required. Such estimates are based on assumptions about a number of factors and actual results may differ, resulting in future changes to the allowance.

The level of this allowance is evaluated by management on the basis of factor that affects the collectability of the accounts. These factors include, but are not limited to age of balances, the member's current credit status, collection experience, historical loss experience, and known market factors. The Cooperative reviews the age and status of financial assets, and identifies accounts that are to be provided with allowance on a regular basis.

In addition to specific allowance against individually significant financial assets, the Cooperative also makes a collective impairment allowance against exposures which, although not specifically identified as requiring a specific allowance, have a greater risk of default than when originally granted. This collective allowance is based on any deterioration in the credit quality of the loans, receivables, and investments since it was granted or acquired.

The amount and timing of recorded expenses for any period would differ if the Cooperative made different judgments or utilized different estimates. An increase in allowance for impairment losses would increase recorded expenses and decrease net income.

Net impairment loss on insurance receivables amounted to P62.0 million and Nil in 2023 and 2022, respectively, whereas, for accounts and other receivables it amounted to a net impairment loss amounting to P5.5 million in 2023 and net impairment loss amounting to P15.0 million in 2022. Insurance receivables and loans and receivables, net of allowance for impairment losses, amounted to P64.7 million and P69.8 million as at December 31, 2023 and 2022, respectively (see Note 6).

(d) Estimation of Allowance for Impairment Loss on Financial Assets at Cost

The Cooperative treats financial assets at cost as impaired when there has been a significant or prolonged decline in the fair value below its cost or when other objective evidence of impairment exists. The determination of what is significant or prolonged requires judgment. Impairment may be appropriate when there is evidence of deterioration in the industry and sector performance.

The details of financial assets at cost, including the allowance for impairment loss, are disclosed in Note 7.

(e) *Determining the Fair Value of Financial Instruments*

The Cooperative has assets which are carried at fair value and for which fair values are disclosed. Fair value determinations are based generally on quoted market prices. If market prices are not available, fair value is determined using valuation techniques that make maximum use of marketable observable and unobservable inputs and which the Cooperatives determines can best provide a fair value acceptable to market participants.

The details of financial assets at FVPL are disclosed in Note 7. Assumptions and method in determining the fair values of financial instruments are disclosed in Note 28 to the financial statements.

(f) *Fair Value Measurement of Land, Buildings and Improvements under Property and Equipment, and Investment Properties*

The Cooperative's land under property and equipment are carried at revalued amount at the end of the reporting period while its building under property and equipment and investment properties composed of land and buildings are stated at cost but fair value measurement is a required disclosure to the financial statements. In determining the fair value of these assets, the Cooperative engages the services of professional and independent appraisers. The fair value is determined by reference to market-based evidence, which is the amount for which the assets could be exchanged between a knowledgeable willing buyer and seller in an arm's length transaction as at the valuation date. Such amount is influenced by different factors including the location and specific characteristics of the property (e.g., size, features, and capacity), quantity of comparable properties available in the market, and economic condition and behaviour of the buying parties.

As of December 31, 2023 and 2022, the fair value of the Cooperative's land and buildings under property and equipment amounted to P299.1 million for both years (see Note 9). On the other hand, as of December 31, 2023 and 2022, the fair value of the Cooperative's investment properties amounted to P230.1 million and P243.0 million, respectively (see Note 10).

(g) *Estimation of Useful Lives of Property and Equipment (except Land), Investment Property, and Computerization Cost*

The Cooperative estimates the useful lives of property and equipment (except land), investment property, and computerization (presented under "Other noncurrent assets") cost based on the expected usage of the asset, which is assessed by reference to the asset's expected capacity or physical output. Expected physical wear and tear, technical or commercial obsolescence and legal or similar limits on the use of the asset are also considered in determining the useful life of the assets. The estimated useful lives of the assets are reviewed periodically and updated if there has been a significant change since the last annual reporting date in the pattern by which the Cooperative expects to consume an asset's future economic benefits. While the Cooperative believes that the assumptions are appropriate and reasonable, significant changes in the assumptions may materially affect the determination of the estimated useful lives of the assets.

There were no changes in the estimated useful lives of the Cooperative's property and equipment (except land), investment property (except land not used in operations) and computerization cost (presented under "Other noncurrent assets") in 2023 and 2022. The details of property and equipment (except land), investment property (except land not used in operations) and computerization cost (presented under "Other noncurrent assets") are disclosed in Notes 9, 10 and 11.

(h) *Estimation of Impairment for Nonfinancial Assets*

In assessing whether there is any indication that an asset may be impaired, the Cooperative considers certain internal and external sources of information, as follows:

Internal sources of information such as:

- evidence is available of obsolescence or physical damage of an asset;
- significant changes with an adverse effect on the Cooperative have taken place during the period, or are expected to take place in the near future, in the extent to which, or manner in which, an asset is used or is expected to be used. These changes include the asset becoming idle, plans to discontinue or restructure the operation to which an asset belongs, plans to dispose of an asset before the previously expected date, and reassessing the useful life of an asset as finite rather than indefinite; or,
- evidence is available from internal reporting that indicates that the economic performance of an asset is, or will be, worse than expected. In this context economic performance includes operating results and cash flows.

External sources of information such as:

- during the period, an asset's market value has declined significantly more than would be expected as a result of the passage of time or normal use;
- significant changes with an adverse effect on the Cooperative have taken place during the period, or will take place in the near future, in the technological, market, economic or legal environment in which the Cooperative operates or in the market to which an asset is dedicated;
- market interest rates or other market rates of return on investments have increased during the period, and those increases are likely to affect materially the discount rate used in calculating an asset's value in use and decrease the asset's fair value less costs to sell; or,
- the carrying amount of the net assets of the Cooperative is more than the estimated fair value of the Cooperative as a whole.

No impairment loss on prepayments, property and equipment, investment property, advances for property acquisition and computerization cost (both presented under "Other noncurrent assets") was recognized by the Cooperative in 2022 and 2021. The details of prepayments, property and equipment, investment property, advances for property acquisition and computerization cost (both presented under "Other noncurrent assets") are disclosed in Notes 9, 10 and 11.

(i) *Valuation of Net Pension Asset (Liability)*

The determination of the Cooperative's obligation and cost of post-employment benefits is dependent on the selection of certain assumptions used by the actuary in calculation such amounts. Those assumptions include, among others, discount rates and salary rate increase. A significant change in any of these actuarial assumptions may generally affect the recognized expense and the carrying amount of the net pension asset (liability) in the next reporting period.

The amounts of net pension asset (liability) and expense and an analysis of the movements in the estimated present value of post-employment benefit, as well as the significant assumptions used in estimating such liability are presented in Note 15.

(j) *Assessment of Contingencies*

The Cooperative has recognized provisions arising from various third-party claims. The estimate of the probable costs for the resolution of these claims has been developed based on the management's assessment and analysis of potential results. The Cooperative believes that these claims will not have material effect in its financial condition and results of operations.

4. CASH AND CASH EQUIVALENTS

This account consists of:

	2023	2022
Cash in banks	P 427,432,209	P 442,298,140
Cash in other cooperatives	462,207,860	357,741,747
Working funds	4,588,094	2,241,209
	P 894,228,163	P 802,281,096

Cash in banks and in other cooperatives earn interest at the respective deposit rates ranging from 1.00% to 2.50% per annum in both 2023 and 2022. Interest income earned from bank deposits and cash in other cooperatives amounted to P8.5 million and P5.2 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

Working funds represent petty cash funds and revolving funds.

5. SHORT-TERM PLACEMENTS

Short-term placements amounted to P985.0 million and P497.8 million as at December 31, 2023 and 2022, respectively, represent investments in time deposits with terms of more than three months to less than one year from the date of placement and earn interest ranging from 3.25% to 8.00% per annum and 1.25% to 5.75% per annum in 2023 and 2022, respectively.

Interest income amounted to P38.3 million and P7.5 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

6. INSURANCE RECEIVABLES

This account consists of:

	2023	2022
Premiums receivable	P 74,351,623	P 91,476,712
Due from reinsurers	5,710,109	4,810,735
Automatic contribution loans (ACL) from Mutual Aid Services (MAS) members	664,867	664,867
Policy loans	195,643	137,141
	80,922,242	97,089,455
Allowance for probable losses	(16,254,960)	(27,258,964)
	P 64,667,282	P 69,830,491

Premiums receivable represent premiums due and uncollected from member-cooperatives on all policies which are classified as in force. These are non-interest bearing and normally collected within a year.

Due from reinsurers includes receivables from reinsurance companies and reinsurers' share in insurance contracts liabilities. Reinsurer's share in insurance contract liabilities amounted to P1.8 million as of December 31, 2023 (see Note 12). These are non-interest bearing and normally collected within a year.

ACL from MAS members represent premiums receivable from the Cooperative's qualified regular employees.

Policy loan pertains to loan program which policyholders may avail from their life insurance policy.

The changes in the allowance for probable losses for insurance receivables are as follows:

	Note	2023	2022
Balance at beginning of year		P 27,258,964	P 27,258,964
Provision for probable losses	23	62,090,589	–
Write-off		(73,094,593)	–
Balance at end of year		P 16,254,960	P 27,258,964

In 2023, the Cooperative has written off certain long outstanding premium receivables amounting to P73.1 million. There was no similar transaction in 2022.

7. FINANCIAL ASSETS

This account consists of:

	2023	2022
Current		
Financial assets at FVPL	P 65,753,971	P 68,961,119
Financial assets at cost – net	264,360,708	264,651,886
	330,114,679	333,613,005
Non-current		
Financial assets at amortized cost	1,363,640,855	1,397,267,277
Financial assets at cost	165,616,928	158,923,588
	1,529,257,783	1,556,190,865
	P 1,859,372,462	P 1,889,803,870

Financial Assets at FVPL

Financial assets at FVPL represent investments in publicly-traded securities that are held for trading and are quoted in an active market.

The movements in the financial assets at FVPL are as follows:

	Note	2023	2022
Balance at beginning of year		P 68,961,119	P 73,612,014
Additions		18,531,835	19,600,000
Disposals		(24,131,834)	(15,700,000)
Gain (loss) on changes in fair values	24	2,392,851	(8,550,895)
Balance at end of year		P 65,753,971	P 68,961,119

Dividend income from financial assets at FVPL amounted to P0.8 million and P5.1 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

Financial Assets at Cost

Financial assets at cost presented as current assets represent investment in mutual funds and externally managed funds. Financial assets at cost presented as noncurrent assets represent investments in shares of stock of related parties, cooperative banks and other cooperatives which are not quoted in an active market and are expected to be realized in more than one year.

The movements in the financial assets at cost are as follows:

	Note	2023	2022
Current			
Balance at beginning of year		P 322,734,040	P 442,433,467
Additions		827,385	-
Withdrawals		(1,118,563)	(119,699,427)
		322,442,862	322,734,040
Less allowance for impairment of financial assets at cost		(58,082,154)	(58,082,154)
Balance at end of year		264,360,708	264,651,886
Non-current			
Balance at beginning of year		158,923,588	195,765,741
Additions		24,493,340	6,907,847
Disposals		(17,800,000)	-
Reclassification	25	-	(43,750,000)
Balance at end of year		165,616,928	158,923,588
		P 429,977,636	P 423,575,474

Dividend income from financial assets at costs amounted to P6.8 million and P7.0 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

Gain on withdrawal from financial assets at cost amounted to P0.1 million and P2.8 million in 2023 and 2022, respectively, and is presented as part of Other Expenses – net in the statements of operations (see Note 24).

The changes in the allowance for impairment of financial assets at cost are as follows:

	Note	2023	2022
Balance at beginning of year		P 58,082,154	P 45,440,462
Provision for probable losses	23	-	12,641,692
Balance at end of year		P 58,082,154	P 58,082,154

Financial Assets at Amortized Cost

Financial assets at amortized cost represent investments in retail treasury bonds, corporate bonds, fixed-rate treasury notes and long-term negotiable certificate of deposits which are measured at amortized cost using the straight-line interest amortization method.

The movements in the financial assets at amortized cost are as follows:

	2023	2022
Balance at beginning of year	P 1,397,267,277	P 1,381,842,439
Additions	105,000,000	68,992,491
Redemptions at maturity	(136,000,000)	(53,189,367)
Amortization of premium - net	(2,626,422)	(378,286)
Balance at end of year	P 1,363,640,855	P 1,397,267,277

Interest income from financial assets at amortized cost amounted to P54.2 million and P51.6 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

8. ACCOUNTS AND OTHER RECEIVABLES

This account consists of:

	Note	2023	2022
Accounts receivable:			
Member-cooperatives		P 74,851,436	P 107,687,774
Related parties	25	147,061,967	54,360,343
Interest-bearing receivables		19,135,580	13,525,741
Advances for liquidation		615,181	106,189
Accrued interest receivable		-	431,879
		241,664,164	176,111,926
Less allowance for probable losses		(20,553,858)	(15,053,993)
		P 221,110,306	P 161,057,933

Accounts receivable from member-cooperatives are unsecured, non-interest bearing and shall be settled within a year.

Accounts receivable from related parties represent receivables from CLIMBS Share Capital Equity Investment Fund Corporation (CSCEIFC), CLIMBS Real Estate Development Corporation (CREDC), Cosmopolitan CLIMBS Life Plan, Inc. (CCLPI), CLIMBS Printing Press and Publishing Corporation (CPPPC) and CLIMBS Insurance Brokerage Corporation (formerly, CLIFSA General Insurance Agency Inc.) (CIBC) which are unsecured, non-interest bearing and shall be settled within a year.

Interest-bearing receivables represent interest-bearing, mortgage and equity secured receivables from member-cooperatives. Interest rates for these receivables range from 7.0% to 10.0% per annum in 2023 and 2022. Interest income earned on receivables amounted to P0.3 million and P0.4 million in 2023 and 2022, respectively, and is presented as part of Income/interest from investments/deposits under Revenues in the statements of operations.

Accrued interest receivable pertains to interest income earned from financial assets at amortized cost which are already earned but not yet received as at year-end.

The changes in the allowance for probable losses for insurance receivables are as follows:

	Note	2023	2022
Balance at beginning of year		P 15,053,993	P -
Provision for probable losses	23	5,499,865	15,053,993
Balance at end of year		P 20,553,858	P 15,053,993

9. PROPERTY AND EQUIPMENT

The movements in this account are as follows:

		2023						
		Land	Land Improvements	Building and Improvements	Transportation Equipment	Furnitures and Fixtures and Office Equipment	Construction in Progress	Total
Cost								
Balance at beginning of year	P	202,714,875	P 6,969,009	P 161,502,877	P 45,073,689	P 41,383,209	P 17,191,011	P 474,834,670
Additions		-	19,115,783	-	10,102,129	-	10,286,777	39,504,689
Reclassification		-	-	14,236,699	-	2,030,342	(16,267,041)	-
Disposals		-	(14,739,807)	(15,937,075)	(6,673,780)	(759,399)	-	(38,110,061)
Balance at end of year		202,714,875	11,344,985	159,802,501	48,502,038	42,654,152	11,210,747	476,229,298
Accumulated Depreciation								
Balance at beginning of year		-	6,827,851	42,771,022	28,740,566	32,386,428	-	110,725,867
Depreciation		-	596,210	6,150,696	7,308,058	7,393,899	-	21,448,863
Disposals		-	-	(345,181)	(7,380,447)	(7,000,221)	-	(14,725,849)
Balance at end of year		-	7,424,061	48,576,537	28,668,177	32,780,106	-	117,448,881
Net Book Value	P	202,714,875	P 3,920,924	P 111,225,964	P 19,833,861	P 9,874,046	P 11,210,747	P 358,780,417
		2022						
		Land	Land Improvements	Building and Improvements	Transportation Equipment	Furnitures and Fixtures and Office Equipment	Construction in Progress	Total
Cost								
Balance at beginning of year	P	14,822,674	P 6,969,009	P 104,516,948	P 58,439,999	P 51,084,124	P 11,556,722	P 247,389,476
Revaluation		115,900,122	-	-	-	-	-	115,900,122
Additions		25,537,500	-	15,923,804	2,970,125	5,170,580	5,634,289	55,236,298
Reclassification		46,454,579	-	43,545,421	-	-	-	90,000,000
Disposals		-	-	(370,166)	(3,637,562)	(478,322)	-	(4,486,050)
Retirement		-	-	(2,113,130)	(12,698,873)	(14,393,173)	-	(29,205,176)
Balance at end of year		202,714,875	6,969,009	161,502,877	45,073,689	41,383,209	17,191,011	474,834,670
Accumulated Depreciation								
Balance at beginning of year		-	6,813,036	37,814,195	36,385,851	45,277,088	-	126,290,170
Depreciation		-	14,815	7,365,436	6,159,500	1,980,835	-	15,520,586
Disposals		-	-	(295,479)	(1,105,912)	(478,322)	-	(1,879,713)
Retirement		-	-	(2,113,130)	(12,698,873)	(14,393,173)	-	(29,205,176)
Balance at end of year		-	6,827,851	42,771,022	28,740,566	32,386,428	-	110,725,867
Net Book Value	P	202,714,875	P 141,158	P 118,731,855	P 16,333,123	P 8,996,781	P 17,191,011	P 364,108,803

All the depreciation and amortization charges were reported as part of Depreciation and amortization under Benefits, Claims, and Expenses in the statements of operations.

Prior to 2022, the Cooperative made advances for property acquisition amounting to P90.0 million, which was previously presented as part of Other Non-current Assets in the statement of financial condition. In 2022, the required documents supporting the transfer of ownership to the Cooperative were settled. Hence, the advances for property acquisition were reclassified to property and equipment as at December 31, 2022.

In 2022, the Cooperative retire fully depreciation property and equipment no longer in use with cost amounting to P29.2 million. There was no similar transaction in 2023.

In 2023 and 2022, the Cooperative sold certain property and equipment with carrying value amounting to P6.9 million and P2.6 million, respectively. The resulting gain on sale of property and equipment amounting to P0.7 million and P0.3 million in 2023 and 2022, respectively, is presented as part of Other Expenses – net in the statements of operations (see Note 24).

As at December 31, 2023 and 2022, the gross carrying amount of the Cooperative's fully depreciated property and equipment that are still in use is P49.9 million and P94.5 million, respectively.

As at December 31, 2023 and 2022, the Cooperative recognized its land at fair value as determined by an independent appraiser on October 21, 2022. The appraisal increase amounting to P115.9 million is presented as Revaluation Surplus in the statements of financial condition. Had the land been carried at cost, the carrying amount would have been P86.8 million as at December 31, 2023 and 2022.

The fair value of the land, building and improvements as of December 31, 2023 and 2022 amounted to P299.1 million, and are categorized under the Level 2 of the fair value hierarchy (see Note 28.3).

10. INVESTMENT PROPERTY

The Cooperative's investment property is composed of land held for capital appreciation and building managed by CREDC. The movements in this account are as follows:

	2023			
	Land	Building	Construction in Progress	Total
Cost				
Balance at beginning of year	P 120,020,151	P 44,392,832	P 703,978	P 165,116,961
Additions	21,459,910	-	-	21,459,910
Balance at end of year	141,480,061	44,392,832	703,978	186,576,871
Accumulated Depreciation				
Balance at beginning of year	-	18,326,839	-	18,326,839
Depreciation	-	1,740,606	-	1,740,606
Balance at end of year	-	20,067,445	-	20,067,445
Net Book Value	P 141,480,061	P 24,325,387	P 703,978	P 166,509,426
2022				
	Land	Building and Improvements	Construction in Progress	Total
Cost				
Balance at beginning and end of year	P 120,020,151	P 44,392,832	P 703,978	P 165,116,961
Accumulated Depreciation				
Balance at beginning of year	-	16,438,430	-	16,438,430
Depreciation	-	1,888,409	-	1,888,409
Balance at end of year	-	18,326,839	-	18,326,839
Net Book Value	P 120,020,151	P 26,065,993	P 703,978	P 146,790,122

All the depreciation and amortization charges were reported as part of Depreciation and amortization under Benefits, Claims, and Expenses in the statements of operations.

The fair value of investment property, excluding construction in progress, amounted to P243.0 million as at December 31, 2023 and 2022 as determined by an independent appraiser on November 11, 2022, and are categorized under the Level 2 of the fair value hierarchy (see Note 28.3).

11. OTHER NON-CURRENT ASSETS

This account consists of:

	2023		2022
Computerization cost	P 5,651,249	P	6,707,128
Refundable deposit	6,853,432		1,872,312
	P 12,504,681	P	8,579,440

The details of computerization cost are as follows:

	2023		2022
Cost			
Balance at beginning of year	P 26,634,032	P	25,996,966
Addition	2,579,496		637,066
Balance at end of year	29,213,528		26,634,032
Accumulated Amortization			
Balance at beginning of year	19,926,904		16,000,319
Amortization charges during the year	3,635,375		3,926,585
Balance at end of year	23,562,279		19,926,904
Net Book Value	P 5,651,249	P	6,707,128

All the depreciation and amortization charges were reported as part of Depreciation and amortization under Benefits, Claims, and Expenses in the statements of operations.

12. INSURANCE CONTRACT LIABILITIES

This account consists of:

	2023		2022
Legal policy reserves			
Life insurance contracts	P 816,664,298	P	763,878,763
MAS plan	3,086,420		3,030,603
Insurance payables			
Policy and contract claims	285,762,708		169,365,430
Incurred but not reported	194,127,870		226,050,946
Outstanding claims reserve	-		16,583,149
Unearned premium reserves	192,736,401		144,500,754
	P1,492,377,697	P	1,323,409,645

Legal policy reserves and other actuarial items in the financial statements as at and for the years ended December 31, 2023 and 2022 have been computed using management's estimates and actuarial computations as used and certified by the consulting actuary of the Cooperative. The actuarial computations and management's estimates are in accordance with commonly accepted actuarial standards consistently applied and that the legal policy reserves and other actuarial items are fairly stated in accordance with sound actuarial principles.

Outstanding claims reserved pertains to claims which the Cooperative has already received notice of claim but on which, for one reason or another, final action has not been taken either approving the claims for payment in full or rejecting it in part or in full.

Unearned premiums represents the unearned portion of premium income from non-life insurance contracts recognized from policies in-force as at reporting date.

Details of insurance contract liabilities net of reinsurer's share of liabilities are as follows:

	2023		
	Insurance Contract Liabilities	Reinsurers' Share of Liabilities	Net
Legal policy reserves:			
Life insurance contracts	P 816,664,298	P -	P 816,664,298
MAS plan	3,086,420	-	3,086,420
Insurance payables			
Policy and contract claims	194,127,870	681,639	193,446,231
Incurred but not reported	285,762,708	1,127,904	284,634,804
Unearned premium reserves	192,736,401	-	192,736,401
	P 1,492,377,697	P 1,809,543	P 1,490,568,154
	2022		
	Insurance Contract Liabilities	Reinsurers' Share of Liabilities	Net
Legal policy reserves:			
Life insurance contracts	P 763,878,763	P -	P 763,878,763
MAS plan	3,030,603	-	3,030,603
Insurance payables			
Policy and contract claims	226,050,946	-	226,050,946
Incurred but not reported	169,365,430	-	169,365,430
Outstanding claims reserve	16,583,149	-	16,583,149
Unearned premium reserves	144,500,754	-	144,500,754
	P 1,323,409,645	P -	P1,323,409,645

Reinsurers' share of liabilities is presented as part of Due from reinsurers under Insurance Receivables in the statements of financial condition (see Note 6).

The movements in insurance contract liabilities are as follows:

	Notes	2023	2022
Balance at beginning of year		P1,323,409,645	P1,304,523,549
Gross premiums earned during the year	19	2,394,864,312	2,148,549,902
Benefits and claims incurred:	20		
Actual claims		827,410,531	1,177,032,165
Change in IBNR		116,397,278	14,823,933
Reinsurer's share		(13,714,341)	(39,759,447)
Amortization of unearned premiums		(440,239,443)	(375,582,424)
Remeasurement		76,418,904	(8,824,054)
Payments and release of liabilities		(2,792,169,189)	(2,897,353,979)
Balance at end of year		P1,492,377,697	P1,323,409,645

Remeasurement of insurance contract liabilities, which includes change in legal policy reserves, is presented under Benefits, Claims and Expenses in the statements of financial condition.

Payments and release of liabilities includes actual claims paid during the year and insurance contract liabilities released from maturity, lapsation and surrendered benefits.

13. DUE TO REINSURERS

Due to reinsurers amounted to P23.8 million and P16.1 million as at December 31, 2023 and 2022, respectively, represents unpaid premiums for reinsurance policies payable to the reinsurers and reinsurer's share on uncollected premiums, which are normally settled in cash within one year.

14. ACCOUNTS AND OTHER PAYABLES

This account consists of:

	Note	2023	2022
Premium deposits from members		P 71,848,731	P 46,220,417
Accounts payable to:			
Third parties		71,201,751	93,364,851
Related parties	25	2,241,599	13,182,648
CETF payable		15,314,102	11,523,633
Statutory payables		4,505,988	6,025,385
		P 165,112,171	P 170,316,934

Premium deposits from members represent premiums received from member-cooperatives which are not yet specifically identified. These will be recognized as revenue upon determination of the specific premium collected.

Accounts payable pertain to commission payable to Coop Life General Insurance & Financial Services Agency (CLIFSA), and payable to CLIMBS Investment Management and Advisory Corporation (CIMAC). These are unsecured, non-interest bearing and shall be settled within a year.

CETF payable represents the amount for remittance to the cooperative educational and training fund of the federation or union chosen by the Cooperative.

Statutory payables mainly include contributions to SSS, Pag-IBIG and withholding taxes, which are generally remitted within the next reporting year.

15. RETIREMENT PLAN

The Cooperative has a funded and non-contributory defined benefit plan, administered by an independent trustee, covering all qualified employees. Actuarial valuations are made annually to update the retirement benefit costs and the amount of contributions. All amounts presented below and in the succeeding pages are based on the actuarial valuation report obtained from an independent actuary in 2023 and 2022.

The amounts of net pension liabilities (assets) recognized in the statements of financial conditions are determined as follows:

	2023	2022
Present value of defined benefit obligation	P 35,929,583	P 21,120,108
Fair value of plan assets	(33,724,442)	(31,840,756)
	P 2,205,141	(P 10,720,648)

The movements of the present value of defined benefit obligation are as follows:

	2023	2022
Balance at beginning of year	P 21,120,108	P 30,881,394
Current service cost	3,053,015	3,590,239
Interest cost	1,897,895	1,625,173
Retirement benefits paid from operating funds	-	(5,290,727)
Remeasurement loss (gain)	9,858,565	(9,685,971)
Balance at end of year	P 35,929,583	P 21,120,108

The movements in the fair value of the plan assets is as follows:

	2023	2022
Balance at beginning of year	P 31,840,756	P 16,982,761
Interest income	2,288,092	1,264,537
Contributions to the plan	-	15,000,000
Remeasurement loss	(404,406)	(1,406,542)
Balance at end of year	P 33,724,442	P 31,840,756

The composition of the fair value of plan assets at the end of the reporting period by category and risk characteristics is shown below:

	2023	2022
Cash in banks	-	3%
Government debt securities	69%	60%
Corporate debt securities	9%	18%
Unit investment trust fund	22%	19%

The fair value of the plan assets is at Level 1 in the fair value hierarchy except for unit investment trust funds which are at Level 2.

The plan assets earned a return of P1.9 million in 2023 and incurred a negative return of P0.1 million in 2022.

Plan assets do not comprise any of the Cooperative's own financial instruments or any of its assets used in its operations.

Retirement costs recognized in the statements of operations are as follows:

	Notes	2023	2022
Current service cost		P 3,053,015	P 3,590,239
Net interest cost (income)		(390,197)	360,636
Interest on effect of asset ceiling		37,564	-
	22	2,700,382	3,950,875
Net remeasurement loss (gain)	24	10,262,971	(8,279,429)
		P 12,963,353	(P 4,328,554)

Current service cost, net interest cost (income) and Interest on effect of asset ceiling are presented as part of Salaries and Benefits in the statements of operations, while net remeasurement loss (gain) on retirement benefits is presented as part of Other Expenses - net in the statements of operations.

In determining the amounts of the defined benefit post-employment obligation, the following significant actuarial assumptions were used:

	2023	2022
Discount rate	6.07%	7.19%
Salary increase rate	5.00%	5.00%
Average remaining working lives of	19 years	18 years

Assumptions regarding future mortality experience are based on published statistics and mortality tables. These assumptions were developed by management with the assistance of an independent actuary. Discount rates are derived close to the end of each reporting period by reference to the interest rates of a zero coupon government bonds using the reference rates published by Bloomberg using its valuation technology, Bloomberg Valuation, with terms to maturity approximating to the terms of the post-employment obligation. Other assumptions are based on current actuarial benchmarks and management’s historical experience.

Risks Associated with the Retirement Plan

The plan exposes the Cooperative to actuarial risks such as investment risk, interest rate risk, longevity risk and salary risk.

(i) *Investment and Interest Risks*

The present value of the defined benefit obligation is calculated using a discount rate determined by reference to market yields of government bonds published by Bloomberg using its valuation technology, Bloomberg Valuation (BVAL). Generally, a decrease in the interest rate of a reference government bonds will increase the plan obligation. However, this will be partially offset by an increase in the return on the plan’s investments in debt securities and if the return on plan asset falls below this rate, it will create a deficit in the plan. Currently, the plan has relatively balanced investment in cash and cash equivalents, equity securities (i.e., UITFs), and debt securities. Due to the long-term nature of the plan obligation, a level of continuing equity investments is an appropriate element of the Cooperative’s long-term strategy to manage the plan efficiently.

(ii) *Longevity and Salary Risks*

The present value of the defined benefit obligation is calculated by reference to the best estimate of the mortality of the plan participants both during and after their employment, and to their future salaries. Consequently, increases in the life expectancy and salary of the plan participants will result in an increase in the plan obligation.

Other Information

The information on the sensitivity analysis for certain significant actuarial assumptions, the Cooperative’s asset-liability matching strategy, and the timing and uncertainty of future cash flows related to the retirement plan are follows:

(i) *Sensitivity Analysis*

The following table summarizes the effects of changes in the significant actuarial assumptions used in the determination of the post-employment defined benefit obligation:

Changes in assumptions	Effect on defined benefit obligation	
	2023	2022
Discount rate:		
Increase by 1%	(P 4,948,599)	(P 3,441,535)
Decrease by 1%	6,182,516	4,268,897
Salary rate:		
Increase by 1%	5,789,785	4,032,278
Decrease by 1%	(4,739,599)	(3,316,070)

The above sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. This analysis may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated. Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation recognized in the statements of financial condition. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous years.

(ii) *Asset-Liability Matching Strategies*

To efficiently manage the retirement plan, the Cooperative ensures that the investment positions are managed in accordance with its asset-liability matching strategy to achieve that long-term investments are in line with the obligations under the retirement scheme. This strategy aims to match the plan assets to the post-employment obligations by investing in long-term fixed interest securities (i.e., government or corporate bonds) with maturities that match the benefit payments as they fall due and in the appropriate currency. The Cooperative actively monitors how the duration and the expected yield of the investments are matching the expected cash outflows arising from the post-employment obligations.

There has been no change in the Cooperative's strategies to manage its risks from previous periods.

(iii) *Funding Arrangements and Expected Contributions*

The Cooperative does not expect to make a contribution during the next reporting period.

The maturity profile of undiscounted expected benefit payments from the plan follows:

	2023		2022
Within one year	P 1,510,377	P	1,124,352
More than one year to five years	10,619,341		7,767,517
More than five years to ten years	12,611,490		14,435,469
	P 24,741,208	P	23,327,338

The weighted average duration of the defined benefit obligation at the end of the reporting period is 10 years.

16. OTHER NON-CURRENT LIABILITIES

Other non-current liabilities amounting to P23.1 million and P4.4 million as at December 31, 2023 and 2022, respectively, pertains to long-term cash bond deposits from collecting agents.

17. EQUITY

Conversion of Dividend and Patronage Refund to Common Share

Various member-cooperatives converted their dividend and patronage refund to common share capital amounting to P111.2 million and P101.0 million in 2023 and 2022, respectively (see Note 18).

Appropriation to Surplus Reserves

On April 5, 2024, the Cooperative's BOD, as recommended by Management, approved the appropriation of P70.0 million from net surplus to Surplus Reserves in the 2023 statement of financial condition in anticipation of the impact of the adoption of PFRS 17 (effective January 1, 2025) to the equity of the Cooperative.

18. STATUTORY FUNDS

This account consists of funds required to be maintained by the Cooperative pursuant to the provisions of R.A. No. 9520, as follows:

	2023				
	Balance at Beginning of Year	Allocation of Net Surplus	Payable to federation	Utilization	Balance at End of Year
General reserve fund	P 177,908,650	P 30,628,203	P -	P -	P 208,536,853
Cooperative education and training fund	11,523,633	30,628,203	(15,314,102)	(10,534,912)	16,302,822
Community development fund	10,446,636	9,188,461	-	(10,446,636)	9,188,461
Optional fund	127,662,911	21,439,745	-	-	149,102,656
	P 327,541,830	P 91,884,612	(P 15,314,102)	(P 20,981,548)	P 383,130,792

	2022				
	Balance at Beginning of Year	Allocation of Net Surplus	Payable to federation	Utilization	Balance at End of Year
General reserve fund	P 154,861,384	P 23,047,266	P -	P -	P 177,908,650
Cooperative education and training fund	17,211,932	23,047,266	(11,523,633)	(17,211,932)	11,523,633
Community development fund	8,029,254	6,914,180	-	(4,496,798)	10,446,636
Optional fund	111,529,825	16,133,086	-	-	127,662,911
	P 291,632,395	P 69,141,798	(P 11,523,633)	(P 21,708,730)	P 327,541,830

The above funds are not available for distribution to members but are used only for the specific purposes for which they were set up, as may be approved by the BOD and the General Assembly.

The distribution of net surplus is as follows:

	2023	2022
Reserve fund	10%	10%
CETF	10%	10%
Community development fund	3%	3%
Optional fund	7%	7%
Interest on share capital and patronage refund	70%	70%
	100%	100%

Interest on Share Capital and Patronage Refund Payable

The distribution of interest on share capital and patronage refund is as follows:

	2023	2022
Allocation from net surplus	P 214,397,413	P 161,330,865
Distributed as:		
Interest on share capital payments	150,078,188	112,931,605
Patronage refund	64,319,225	48,399,260
Interest on share capital rate	8.49%	7.27%
Patronage refund rate	3.12%	2.37%

The outstanding balance of interest on share capital and patronage refund as of December 31 is as follows:

	2023		2022
Interest on share capital payable	P 146,811,842	P	112,931,605
Patronage refund payable	62,919,361		48,399,260
	P 209,731,203	P	161,330,865

The movements in this account are as follows:

	Note	2023		2022
Balance at beginning of year		P 161,330,865	P	144,001,269
Conversion to share capital	17	(111,158,315)	(101,000,667)
Payments		(54,838,760)	(43,000,602)
Allocation from net surplus		214,397,413		161,330,865
Balance at end of year		P 209,731,203	P	161,330,865

The utilization of CETF amounting to P7.4 million and P17.2 million in 2023 and 2022, respectively, pertains to trainings and seminars, and other incidental and related costs.

The utilization of community development fund amounting to P10.4 million and P4.5 million in 2023 and 2022, respectively, pertains to social and community service and other incidental and related costs.

19. NET INSURANCE PREMIUMS

The details of net premiums earned on insurance contracts are as follows:

	Note	2023		2022
Gross premiums on insurance contracts:				
Loan payment protection insurance		P1,151,755,201	P	1,033,805,996
Group life		753,103,642		666,143,755
Personal accident and other nonlife products		488,475,090		446,128,263
Regular plans		1,530,379		2,471,888
	12	2,394,864,312		2,148,549,902
Reinsurers' share of gross premiums earned on insurance contract		(71,879,784)	(46,361,431)
		P2,322,984,528	P	2,102,188,471

20. BENEFITS AND CLAIMS INCURRED ON INSURANCE CONTRACTS

The details of benefits and claims incurred on insurance contracts are as follows:

	2023		2022
Gross benefits and claims incurred on insurance contracts	P 943,807,809	P	1,191,856,098
Reinsurers' share	(13,714,341)	(39,759,447)
	P 930,093,468		P1,152,096,651

Changes in provision of IBNR claims amounted to a net increase of P116.4 million and P14.8 million in 2023 and 2022, respectively (see Note 12). The net change in the provision of IBNR claims is presented as part of Benefits and claims incurred on insurance contracts under Benefits, Claims, and Expenses in the statements of operations.

21. COLLECTION COSTS

This account pertains to costs incurred for the collection of premium, commissions and incentives paid to the insurance agency, CLIFSA, which amounted to P701.6 million and P630.0 million in 2023 and 2022, respectively.

Commissions paid to agents of CLIFSA for marketing and sale of its various life and non-life insurance products amounted to P245.0 million and P204.1 million in 2023 and 2022, respectively [see Note 25(a)].

22. SALARIES AND BENEFITS

	Note	2023	2022
Salaries and wages		P 71,560,378	P 75,127,294
Employee benefit		64,776,801	38,866,616
Retirement cost	15	2,700,382	3,950,875
		P 139,037,561	P 117,944,785

23. GENERAL AND ADMINISTRATIVE EXPENSES

This account consists of:

	Notes	2023	2022
Impairment losses on receivables	6, 7, 8	P 67,590,454	P 15,053,993
General support services		29,500,400	15,547,858
Meetings, conferences and general assembly		39,309,797	11,113,726
Travel and transportation		11,089,387	9,208,698
Professional fees		9,859,644	8,168,566
Communications		5,367,866	5,418,212
Repairs and maintenance		4,945,572	4,179,792
Power, light and water		4,270,085	4,017,942
Office supplies		2,442,673	1,905,706
License fees and membership		1,127,671	1,774,799
Insurance		1,035,820	977,005
Taxes and licenses		542,883	495,381
Miscellaneous		891,882	829,228
		P 177,974,134	P 78,690,906

Impairment losses on receivables include losses incurred from write-off of certain long-outstanding premiums receivables (see Note 6).

24. OTHER EXPENSES (INCOME) - NET

	Notes	2023	2022
Remeasurement loss (gain) on retirement benefits	15	P 10,262,971	(P 8,279,429)
Loss (gain) on changes in fair values of financial assets at FVPL	7	(2,392,851)	8,550,895
Gain on disposal of property and equipment	9	(652,501)	(320,489)
Gain on disposal of financial assets at cost	7	(78,009)	(2,837,557)
Provision for impairment of financial assets at cost	7	-	12,641,692
Miscellaneous income		(444,366)	(7,574,038)
		P 6,695,244	P 2,181,074

25. RELATED PARTY TRANSACTIONS

The Cooperative, in its regular course of business, has transactions with its related parties, which principally consist of the following:

Investments in Shares of Stock of Related Parties

	2023	2022
CIMAC	P 66,517,737	P 66,500,000
CPPPC	17,132,421	13,862,921
CCLPI	15,500,000	15,000,000
CLIFSA	15,000,000	15,000,000
CIBC	6,250,000	6,250,000
CREDC	218,334	218,334
	P 120,618,492	P 116,831,255

Investment in shares of stock of related parties is presented as part of financial assets at cost in the statements of financial condition.

Receivables and Payables from/to Related Parties

	Note	2023		2022	
		Amount of Transactions	Outstanding Balance	Amount of Transactions	Outstanding Balance
Receivables from:					
CLIFSA	25(a)	P 83,213,120	P 83,213,120	P 22,009,497	P -
CPPPC	25(b)	8,723,667	10,272,863	566,674	1,549,196
	25(b)				
	25(b)				
CIBC	25(b)	760,886	46,207,040		45,446,154
CSCEIF	25(b)	(252,346)	56,237	(709,684)	308,583
CCLPI	25(b)	-	2,262,614	-	2,262,614
			P 142,011,874		P 49,566,547
Payables to:					
CLIFSA	25(a)	(P 11,820,657)	P 156,207	P 4,975,242	P 11,976,864
CSCEIF	25(b)	1,711,272	1,711,272	-	-
CIBC	25(b)	(28,468)	369,811	389,529	398,279
CCLPI	25(b)	4,309	4,309	-	-
CIMAC	25(b)	(807,505)	-	807,505	807,505
			P 2,241,599		P 13,182,648

- 25(a) These amounts pertain to the collection of premiums and payment of commissions to CLIFSA for the marketing and sale of the Cooperative's insurance products. Total commissions paid to CLIFSA amounted to P245.0 million and P204.1 million in 2023 and 2022, respectively (see Note 21).

25(b) These are cash advances provided or received by the Cooperative to/from related parties.

The movements of the accounts receivable from related parties at the beginning and end of 2023 and 2022 are shown below:

	Notes	2023	2022
Balance at beginning of year		P 54,360,343	P 9,759,529
Additions		97,572,448	23,569,995
Collections		(4,870,824)	(22,719,181)
Reclassification to cash advances from financial assets at cost	7	-	43,750,000
Balance at end of year	8	P 147,061,967	P 54,360,343

The movements of the accounts payable from related parties at the beginning and end of 2023 and 2022 are shown below:

	Note	2023	2022
Balance at beginning of year		P 13,182,648	P 7,404,847
Additions		1,715,581	16,497,828
Repayments		(12,656,630)	(10,720,027)
Balance at end of year	14	P 2,241,599	P 13,182,648

Compensation of Key Management Personnel of the Cooperative

Compensation of the Cooperative's key management personnel consists of salaries and wages and other short-term benefits amounting to P13.4 million and P12.0 million in 2023 and 2022, respectively.

26. SEGMENT REPORTING

The Cooperative considers its life and nonlife operations as its operating segments. The financial information for each segment as at and for the years ended December 31, 2023 and 2022 are as follows:

Statements of Financial Condition

	Life		Non-life	
	2023	2022	2023	2022
ASSETS				
Current Assets				
Cash	P 678,827,176	P 503,519,936	P 215,400,987	P 298,761,160
Short-term placements	318,907,106	118,850,758	666,068,378	378,981,324
Insurance receivables	1,680,556	19,204,468	62,986,726	50,626,023
Financial assets at FVPL	54,147,426	54,730,856	11,606,545	14,230,263
Financial assets at cost	256,360,708	256,347,212	8,000,000	8,304,674
Accounts and other receivables	201,331,701	138,358,696	19,778,605	22,699,237
Prepayments	448,638	709,694	-	632,400
Total Current Assets	1,511,703,311	1,091,721,620	983,841,241	774,235,081
Non-current Assets				
Financial assets at amortized cost	802,222,200	P838,886,479	561,418,655	558,380,798
Financial assets at cost - net of current portion	165,616,928	158,923,588	-	-
Property and equipment	302,532,209	312,250,684	56,248,208	51,858,119
Investment property	166,509,426	146,790,122	-	-
Pension asset	-	10,205,632	-	515,016
Other noncurrent assets	12,263,136	8,332,571	241,545	246,869
Total Noncurrent Assets	1,449,143,899	1,475,389,076	617,908,408	611,000,802
	P 2,960,847,210	P2,567,110,696	P1,601,749,649	P1,385,235,883

	Life		Non-life	
	2023	2022	2023	2022
LIABILITIES AND EQUITY				
Current Liabilities				
Insurance contract liabilities	P 1,154,320,648	P 1,076,468,317	338,057,049	P246,941,328
Due to reinsurers	9,582,220	9,449,300	14,233,855	6,627,608
Interest on share capital payable	74,467,870	39,773,771	72,343,972	73,157,834
Patronage refund payable	31,914,802	17,045,902	31,004,559	31,353,358
Accounts and other payables	73,674,345	122,854,332	91,437,826	47,462,602
Total Current Liabilities	1,343,959,885	1,265,591,622	547,077,261	405,542,730
Non-current Liabilities				
Retirement benefits liability (asset)	13,432,293	-	(11,227,152)	-
Other non-current liabilities	16,038,948	3,887,618	7,059,401	507,876
Total Non-current Liabilities	29,471,241	3,887,618	(4,167,751)	507,876
Equity				
Members' equity	1,075,299,187	912,734,841	997,909,974	915,588,084
Deposits for future share capital	1,040,815	2,521,986	2,975,333	2,529,870
Statutory funds	325,175,960	266,474,507	57,954,832	61,067,323
Revaluation surplus	115,900,122	115,900,122	-	-
Surplus reserves	70,000,000	-	-	-
Total Equity	1,587,416,084	1,297,631,456	1,058,840,139	979,185,277
	P 2,960,847,210	P 2,567,110,696	1,601,749,649	P1,385,235,883

Statements of Operations

	Life		Non-life	
	2023	2022	2023	2022
REVENUES				
Gross premiums earned on insurance contracts	P1,906,389,222	P1,702,421,639	P488,475,090	P446,128,263
Reinsurers' share of gross premiums earned on insurance contracts	(38,475,982)	(38,241,438)	(33,403,802)	(8,119,993)
Net insurance premiums	1,867,913,240	1,664,180,201	455,071,288	438,008,270
Income/interest from investments/deposits	62,940,732	49,173,897	46,143,393	27,549,626
Commissions and other underwriting income	1,123,266	19,666,772	1,778,309	25,277,708
	1,931,977,238	1,733,020,870	502,992,990	490,835,604
BENEFITS, CLAIMS AND EXPENSES				
Benefits and claims incurred on insurance contracts	823,022,546	1,037,121,994	107,070,921	114,974,657
Collection costs	554,749,115	495,886,658	146,894,933	134,072,211
Salaries and benefits	95,138,233	77,852,080	43,899,328	40,092,705
General and administrative expenses	54,386,162	40,420,176	123,587,972	38,270,730
Depreciation and amortization	21,430,020	19,380,674	5,394,824	1,954,906
Remeasurement of insurance contract liabilities	37,327,547	(29,451,543)	39,091,358	20,627,489
	1,586,053,623	1,641,210,039	465,939,336	349,992,698
OTHER EXPENSES (INCOME) – Net	8,019,025	10,639,869	(1,323,781)	(8,458,795)
NET SURPLUS	P 337,904,590	P 81,170,962	P 38,377,435	P 149,301,701

27. FINANCIAL RISK MANAGEMENT POLICIES AND OBJECTIVES

The Cooperative is exposed to a variety of risks arising from its operating, investing and financing activities. The BOD has overall responsibility for the Cooperative's financial risk management, which includes establishment and approval of risk strategies, policies and limits. The main objective of the financial risk management is to minimize the adverse impact of financial risks on the Cooperative's financial performance and financial condition due to the unpredictability of financial markets.

The Cooperative’s financial instruments consist of cash, short-term placements, insurance receivables, financial assets at FVPL, financial assets at amortized cost, financial assets at cost, accounts and other receivables, refundable deposits (presented under “Other noncurrent assets”), insurance contract liabilities, due to reinsurers, interest on share capital and patronage refund payable, accounts and other payables (excluding statutory payables) and, other noncurrent liabilities. The main purpose of these financial instruments is to generate surplus and raise funds for the Cooperative’s operations.

The main risks arising from the Cooperative’s use of financial instruments are summarized are as follows:

Insurance Risk

The risk under an insurance contract is the risk that an insured event will occur including the uncertainty of the amount and timing of any resulting claim. The principal risk the Cooperative faces under such contracts is when the actual claims and benefit payments exceed the carrying amount of insurance liabilities. This is organized by the frequency of claims, severity of claims, actual benefits paid that are greater than original estimates and subsequent development of long- term claims.

The risk exposure is mitigated by diversification across a large portfolio of insurance contracts.

The variability of risks is also improved by careful selection and implementation of underwriting strategy guidelines, as well as the use of reinsurance arrangements.

Amounts recoverable from reinsurers are estimated in a manner consistent with the outstanding claims provision and are in accordance with the reinsurance contracts. Although the Cooperative has reinsurance arrangements, it is not relieved of its direct obligations to its policyholders and thus a credit exposure exists with respect to ceded insurance, to the extent that any reinsurer is unable to meet its obligations assumed under such reinsurance agreements. The Cooperative’s placement of reinsurance is diversified such that it is neither dependent on a single reinsurer nor are the operations of the Cooperative substantially dependent upon any single reinsurance contract.

The Cooperative principally writes life insurance where the life of a policyholder is insured against death, illness, injury or permanent disability which are usually for a predetermined amount.

The table below presents the concentration of risk by attained age based on data of in-force policies as at December 31, 2023. Exposures are concentrated on age brackets 18-35, 36-45, 46-55, 56-65, 66-75 and, 76 and above.

Attained Age	Gross of Reinsurance		
	Coverage (in millions)		Exposure
18-35	P 32,922		18.52%
36-45	76,370		42.97%
46-55	35,795		20.14%
56-65	25,192		14.17%
66-75	6,437		3.62%
76 and above	1,033		0.58%
Total	P 177,749		100.00%

Material judgment is required in determining the liabilities and in choosing assumptions relating to insurance contracts. Assumptions in use are based on past experience, current internal data and conditions and external market indices and benchmarks, which reflect current observable market prices and other published information. Such assumptions are determined as appropriate at inception of the contract and no credit is taken for possible beneficial effects of voluntary withdrawals. Assumptions are further evaluated on a continuous basis in order to ensure realistic and reasonable valuations. Assumptions are subject to the provisions and guidelines set by the IC.

For insurance contracts, the Cooperative determines the assumptions in relation to future deaths, illness or injury and investment returns at inception of the contract.

Subsequently, new estimates are developed at each reporting date and liabilities are tested to determine whether such liabilities are adequate in the light of the latest current estimates. The initial assumptions are not altered if the liabilities are considered adequate. Otherwise, the assumptions are altered to reflect the latest current estimates. As a result, the effect of changes in the underlying variables on insurance liabilities and related assets is not symmetrical.

The key assumptions to which the estimation and adequacy testing of liabilities are particularly sensitive are the following:

Mortality Rates. Assumptions are based on standard industry and national mortality tables, according to the type of contract written and which may be adjusted where appropriate to reflect the Cooperative's own experiences. Assumptions are differentiated by sex, underwriting class and contract type.

For life insurance policies, increased mortality rates would lead to a larger number of claims occurring sooner than anticipated, increasing the expenditure and thereby reducing profits from operations.

Discount Rates. Life insurance liabilities are determined as the sum of the present value of the expected benefits less the present value of the expected premiums that would be required to meet these future cash outflows. The weighted average rate of return is derived based on model portfolio that is assumed to back liabilities, consistent with the long-term asset allocation strategy. These estimates are based on current market returns as well as expectations about future economic and financial development. A decrease in the discount rate will increase the value of the liability.

Lapse and Surrender Rates. Lapses relate to the termination of policies due to non-payment of premiums. Surrenders relate to the voluntary termination of policies by policyholders. Policy termination assumptions are determined using statistical measures based on the Cooperative's experience and vary by product type, policy duration and sales trends.

An increase in lapse rates early in the life of the policy would tend to reduce net surplus to members, but later increases are broadly neutral in effect.

Expenses. Administrative expenses assumptions reflect the projected costs of maintaining and servicing in-force policies and associated overhead expenses. The current level of expenses is taken as an appropriate expense base, adjusted for expected expense inflation if appropriate. A decrease in the discount rate will increase the value of the insurance liability and therefore reduce net surplus to members.

Investment Risk

Investment risk represents the exposure to loss resulting from cash flows from invested assets, primarily long-term fixed rate investments, being less than the cash flows required to meet the obligations of the expected policy and contract liabilities and the necessary return on investments. Additionally, future investment risk associated with certain policies currently in force exists which will have premium receipts in the future. That is, the investment of those future premium receipts may be at a yield below that required to meet future policy liabilities.

To maintain an adequate yield to match the interest necessary to support future policy liabilities, management focus is required to reinvest the proceeds of the maturing securities and to invest the future investment receipts while continuing to maintain satisfactory investment quality.

The Cooperative likewise adopts investment strategy to invest primarily in high quality securities while maintaining diversification to avoid exposure to issuer or industry concentrations. The Cooperative also adopts strategy to produce cash flows required to meet maturing insurance liabilities. The Cooperative invests in equities for various reasons, including diversifying its overall exposure to interest rate risk. Equity securities are subject to declines in fair value. Generally, insurance regulations restrict the type of assets in which an insurance cooperative may invest when permitted by regulatory authorities and when deemed necessary to protect insurance assets including invested assets, from adverse movement of foreign currency exchange rates, interest rates and equity prices. The Cooperative may also enter into derivative transactions as end users.

Financial Risk

The Cooperative is exposed to financial risk through its financial assets and liabilities. In particular, the key financial risk that the Cooperative is exposed to is that the proceeds from its financial assets are not sufficient to fund the obligations arising from its insurance contracts.

The most important components of this financial risk are credit risk, liquidity risk and market risk. These risks arise from open positions in interest rate and equity products. These are all exposed to general and specific market movements.

- **Credit Risk**

Credit risk is the risk that a party to a financial instrument will fail to discharge an obligation and cause the other party to incur a financial loss.

The Cooperative manages the level of credit risk it accepts through a comprehensive credit risk policy setting out the assessment and determination of what constitutes credit risk for the Cooperative; setting up exposure limits by each counterparty or group of counterparties and industry segment; right of offset where both counterparties are debtors and creditors; guidelines in obtaining collateral and guarantees; reporting of credit risk exposures; monitoring compliance with credit risk policy; and review of credit risk policy for pertinence and changing environment.

Although the Cooperative has reinsurance arrangements, it is not relieved of its direct obligations to its policyholders and thus, a credit exposure exists with respect to reinsurance ceded, to the extent that the Cooperative may be unable to meet its obligations assumed under such reinsurance agreements. The Cooperative selects only member-cooperatives with strong financial standing and excellent track records which are allowed to participate in the Cooperative’s reinsurance programs.

In respect of investment securities, the Cooperative limits its exposure by setting maximum limits of portfolio securities with a single or group of issuers. The Cooperative also makes use of institutions of high credit worthiness.

The Cooperative sets maximum amounts and limits that may be advanced to or placed with individual corporate counterparties which are set by reference to their long-term ratings.

The table below shows the maximum gross exposure to credit risk for the components of the statements of financial condition:

	2023	2022
Cash in banks and other cooperatives	P 889,640,069	P 800,039,887
Short-term placements	984,975,484	497,832,082
Insurance receivables	80,922,242	97,089,455
Financial assets at FVPL	65,753,971	68,961,119
Financial assets at cost	488,059,790	481,657,628
Financial assets at amortized cost	1,363,640,855	1,397,267,277
Accounts and other receivables	241,048,983	176,111,926
Refundable deposits*	6,853,432	1,872,312
	P4,120,894,826	P 3,520,831,686

**Presented under "Other non-current assets"*

Credit Quality per Class of Financial Assets. The Cooperative's bases in grading its financial assets are as follows:

High grade - These are receivables which have a high probability of collection (the counterparty has the apparent ability to satisfy its obligation and the security on the receivables are readily enforceable).

Standard Grade - These are receivables where collections are probable due to the reputation and the financial ability of the counterparty to pay but have been outstanding for a certain period of time.

Substandard Grade - These are receivables that can be collected provided the Cooperative makes persistent effort to collect the amounts due.

The table below shows the credit quality by class of financial assets of the Cooperative based on their historical experience with the corresponding parties:

		2023								
		Neither Past Due nor Impaired			Past Due but not					
		High Grade	Standard Grade	Substandard Grade	Impaired	Impaired	Total			
Cash in banks and other cooperatives	P	889,640,069	P	–	P	–	P	–	P	889,640,069
Short-term placements		984,975,484	–	–	–	–	–	–		984,975,484
Insurance receivables		64,667,282	–	–	–	16,254,960	–	–		80,922,242
Financial assets at FVPL		65,753,971	–	–	–	–	–	–		65,753,971
Financial assets at cost		429,977,636	–	–	–	58,082,154	–	–		488,059,790
Financial assets at amortized cost		1,363,640,855	–	–	–	–	–	–		1,363,640,855
Accounts and other receivables		–	220,495,125	–	–	20,553,858	–	–		241,048,983
Refundable deposits*		6,853,432	–	–	–	–	–	–		6,853,432
	P	3,805,508,729	P	220,495,125	P	–	P	–	P	4,120,894,826

		2022								
		Neither Past Due nor Impaired			Past Due but not					
		High Grade	Standard Grade	Substandard Grade	Impaired	Impaired	Total			
Cash in banks and other cooperatives	P	800,039,887	P	–	P	–	P	–		800,039,887
Short-term placements		497,832,082	–	–	–	–	–	–		497,832,082
Insurance receivables		69,830,491	–	–	–	27,258,964	–	–		97,089,455
Financial assets at FVPL		68,961,119	–	–	–	–	–	–		68,961,119
Financial assets at cost		423,575,474	–	–	–	58,082,154	–	–		481,657,628
Financial assets at amortized cost		1,397,267,277	–	–	–	–	–	–		1,397,267,277
Accounts and other receivables		–	161,057,933	–	–	15,053,993	–	–		176,111,926
Refundable deposits*		1,872,312	–	–	–	–	–	–		1,872,312
	P	3,259,378,642	P	161,057,933	P	–	P	–	P	3,520,831,686

*Presented under "Other Non-current Assets"

▪ **Liquidity Risk**

Liquidity or funding risk is the risk that an entity will encounter difficulty in raising funds to meet commitments associated with financial instruments. Liquidity risk may result from either the inability to sell financial assets quickly at their fair values; or the counterparty failing on repayment of a contractual obligation; or the insurance liabilities falling due for payment earlier than expected; or the inability to generate cash inflows as anticipated.

The Cooperative manages its cash and investment position to meet its obligations arising from insurance agreements and other financial liabilities. Currently, the Cooperative's excess cash is invested in short-term placement, financial assets at FVPL, and financial assets at amortized cost.

It is unusual for a company primarily transacting insurance business to predict the requirements of funding with absolute certainty as theory of probability is applied on insurance contracts to ascertain the likely provision and the time period when such liabilities will require settlement. The projected timing and amounts need to meet insurance liabilities are based on management's best estimate based on statistical techniques and past experience.

The tables below summarize the maturity profile of the financial liabilities, and insurance accounts of the Cooperative based on the undiscounted contractual obligations, except for the legal policy reserves of the life insurance contracts which shows the maturity analysis based on the estimated timing of the net cash outflows using the recognized insurance liability accounts.

2023						
	Total	On Demand	Due Within 1Year	Due More Than 1 Year Up To 5 years	Due More Than 5 Years	
Policy and contract claims*	P 285,762,708	P 285,762,708	P -	P -	P -	
IBNR claims*	194,127,870	-	194,127,870	-	-	
Due to reinsurers	23,816,075	-	23,816,075	-	-	
Interest on share capital payable	146,811,842	146,811,842	-	-	-	
Patronage refund payable	62,919,361	62,919,361	-	-	-	
Accounts and other payables**	160,606,183	143,050,482	17,555,701	-	-	
Other non-current liabilities	23,098,349	-	-	23,098,349	-	
	P 897,142,388	P 638,544,393	P 235,499,646	P 23,098,349	P -	

2022						
	Total	On Demand	Due Within 1Year	Due More Than 1 Year Up To 5 years	Due More Than 5 Years	
Policy and contract claims*	P 169,365,430	P 169,365,430	P -	P -	P -	
IBNR claims*	226,050,946	-	226,050,946	-	-	
Outstanding claims reserve*	16,583,149	-	16,583,149	-	-	
Due to reinsurers	16,076,908	-	16,076,908	-	-	
Interest on share capital payable	112,931,605	112,931,605	-	-	-	
Patronage refund payable	48,399,260	48,399,260	-	-	-	
Accounts and other payables**	164,291,549	139,846,445	24,445,104	-	-	
Other non-current liabilities	4,395,494	-	-	4,395,494	-	
	P 758,094,341	P 470,542,740	P 283,156,107	P 4,395,494	P -	

*Presented under "Insurance Contract Liabilities"

**Excluding statutory payables

Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The Cooperative's exposure to market risk relates to changes in interest rates and equity prices.

The following policies and procedures are in place to mitigate the Cooperative's exposure to market risks:

- A market risk policy setting out the assessment and determination of what constitutes market risk for the Cooperative. Compliance with the policy is monitored and exposures and breaches are reported to the BOD. The policy is reviewed regularly for pertinence and for changes in the risk environment.
- Set asset allocation and portfolio limit structure, to ensure that assets back specific policyholders' liabilities and those assets are held to deliver income and gains for policyholders which are in line with expectations to the policyholders.
- Stipulated diversification benchmarks by type of instrument, as the Cooperative is exposed to guaranteed bonuses, cash and annuity options when interest rates fall.

Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates.

The Cooperative's market risk policy requires it to manage interest rate risk by maintaining significant level of fixed rate instruments. The policy also requires it to manage the maturities of interest-bearing financial assets and liabilities. No sensitivity analysis is needed as future interest rate changes are not expected to affect the Cooperative's net surplus. The Cooperative continuously manages the interest rate risk and ensures that the impact of changes in interest rates on the Cooperative's investment strategies is minimal.

Equity Price Risk

Equity price risk is the risk that fair value of future cash flows will fluctuate because of changes in market prices of individual stocks and the changes in the level of Philippine Stock Exchange index (PSEi).

The Cooperative's equity price risk exposure relates to equity shares classified as financial assets at FVPL. The effect on equity is caused by reasonably possible changes in the relevant market indices which lead to changes in the market value of investment securities. The effect on surplus is caused by reasonably possible changes in the relevant market indices which lead to changes in the market value of investment securities classified as financial assets at FVPL.

Due to the insignificant level of the Cooperative's investments in financial assets at FVPL, the Cooperative assessed that the possible impact of changes in equity prices in net surplus is minimal.

28. CATEGORIES OFFSETTING OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES, FAIR VALUE MEASUREMENT

28.1 Carrying Amounts and Fair Values by Category

The carrying amounts and fair values of the categories of financial assets and financial liabilities presented in the statements of financial position are shown below.

	Notes	2023		2022	
		Carrying Values	Fair Values	Carrying Values	Fair Values
Financial Assets					
<i>At amortized cost:</i>					
Cash in banks and					
other cooperatives	4	P 889,640,069	P 889,640,069	P 800,039,887	P 800,039,887
Short-term placements	5	984,975,484	984,975,484	497,832,082	497,832,082
Insurance receivables - net	6	64,667,282	64,667,282	69,830,491	69,830,491
Financial assets at cost - net	7	429,977,636	429,977,636	423,575,474	423,575,474
Financial assets at					
amortized cost	7	1,363,640,855	1,363,640,855	1,397,267,277	1,397,267,277
Accounts and					
other receivables - net	8	220,495,125	220,495,125	160,951,744	160,951,744
Refundable deposits*	11	6,853,432	6,853,432	1,872,312	1,872,312
		3,960,249,883	3,960,249,883	3,351,369,267	3,351,369,267
<i>At fair value -</i>					
Financial assets at FVPL	7	65,753,971	65,753,971	68,961,119	68,961,119
		P 4,026,003,854	P 4,026,003,854	P 3,420,330,386	P 3,420,330,386

*Presented under "Other Non-current Assets"

Financial Liabilities					
<i>At amortized cost:</i>					
Policy and contract claims	12	P 285,762,708	P 285,762,708	P 169,365,430	P 169,365,430
IBNR claims	12	194,127,870	194,127,870	226,050,946	226,050,946
Outstanding claims reserve	12	-	-	16,583,149	16,583,149
Due to reinsurers	13	23,816,075	23,816,075	16,076,908	16,076,908
Interest on share capital					
payable	18	146,811,842	146,811,842	112,931,605	112,931,605
Patronage refund payable	18	62,919,361	62,919,361	48,399,260	48,399,260
Accounts and					
other payables**	14	160,606,183	160,606,183	164,291,549	164,291,549
Other non-current liabilities	16	23,098,349	23,098,349	4,395,494	4,395,494
		P 897,142,388	P 897,142,388	P 758,094,341	P 758,094,341

**Excluding statutory payables

For the Cooperative's financial assets and financial liabilities measured at amortized cost as at December 31, 2023 and 2022, management determined that the carrying amounts of these financial instruments are equal to or approximate their fair values and effects of discounting of long-term financial instruments is insignificant.

See Note 2.2 for the description of the accounting policies for each category of financial instruments including the determination of fair values. A description of the Cooperative's risk management objectives and policies for financial instruments is provided in Note 27.

28.2 Offsetting of Financial Assets and Financial Liabilities

The Cooperative has not set-off financial instruments in 2023 and 2022 and does not have relevant offsetting arrangements. Currently, financial assets and financial liabilities are settled on a gross basis; however, each party to the financial instrument (particularly related parties) will have the option to settle all such amounts on a net basis in the event of default of the other party through approval by the BOD and stockholders of both parties.

28.3 Fair Value Hierarchy

The fair value of financial assets and financial liabilities and non-financial assets which are measured at fair value on a recurring or non-recurring basis and those assets and liabilities not measured at fair value but for which fair value is disclosed in accordance with other relevant financial reporting standards, are categorized into three levels based on the significance of inputs used to measure the fair value. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that an entity can access at the measurement date;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and,
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

For purposes of determining the market value at Level 1, a market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

For investments which do not have quoted market price, the fair value is determined by using generally acceptable pricing models and valuation techniques or by reference to the current market of another instrument which is substantially the same after taking into account the related credit risk of counterparties, or is calculated based on the expected cash flows of the underlying net asset base of the instrument.

When the Cooperative uses valuation technique, it maximizes the use of observable market data where it is available and relies as little as possible on entity specific estimates. If all significant inputs required to determine the fair value of an instrument are observable, the instrument is included in Level 2. Otherwise, it is included in Level 3.

Financial Instruments Measured at Fair Value

As of December 31, 2023 and 2022, the Cooperative's financial assets at FVPL are composed of publicly listed equity securities. Publicly listed equity securities are valued at the closing market price as published by Philippine Stock Exchange (PSE). These instruments are included in Level 1.

There were neither transfers between Levels 1 and 2 nor changes in Level 3 instruments in both years.

Financial Instruments Measured at Fair Value

Management considers that the hierarchy of fair values of financial assets and financial liabilities measured at amortized cost, is at Level 3 (except for cash and cash equivalents which is at Level 1).

Fair Value Measurement of Property and Equipment and Investment Properties

As of December 31, 2023 and 2022, the fair value of the Cooperative’s land and building and improvements, and investment properties amounted to P299.1 million and P243.0 million, respectively (see Notes 9 and 10).

The fair value of the Cooperative’s property and equipment, and investment properties is determined on the basis of the appraisals performed by an independent appraiser with appropriate qualifications and recent experience in the valuation of similar properties in the relevant locations. To some extent, the valuation process was conducted by the independent appraiser in discussion with the Cooperative’s management with respect to the determination of the inputs such as the size, age, and condition of the land and buildings, and the comparable prices in the corresponding property location. In estimating the fair value of these properties, management takes into account the market participant’s ability to generate economic benefits by using the assets in their highest and best use.

Fair value of property and equipment and investment properties are categorized under Level 2 of the fair value hierarchy. There had been no change in the valuation techniques used by the Cooperative in 2023 and 2022 for its non-financial assets. Also, there were no transfers into or out of Level 2 fair value hierarchy in 2023 and 2022.

29. CAPITAL MANAGEMENT AND REGULATORY FRAMEWORK

29.1 Capital Management Framework

All insurance cooperatives are required to maintain a certain level of capital to ensure sufficient solvency margins and to adequately protect the policyholders. The level of capital maintained is usually higher than the minimum capital requirements set by the regulators and the amount computed under the Risk-Based Capital (RBC) Model.

Insurance cooperatives manage capital through a process that determines future projected capital requirements through the development of long-term financial plans and projections that consider the impact on the surplus of new business, profitability of in-force business and other major initiatives that will affect capitalization levels. The results of the financial plans and projections provide basis in the determination of capitalization changes and surplus distribution decisions.

The Cooperative’s capital are as follows:

	2023	2022
Members’ equity	P2,073,209,161	P1,828,322,925
Statutory funds:		
Reserve fund	208,536,853	177,908,650
CETF	16,302,822	11,523,633
Community development fund	9,188,461	10,446,636
Optional fund	149,102,656	127,662,911
	P 2,456,339,953	P2,155,864,755

No changes were made to the Cooperative’s capital base, objectives, policies, and processes from the previous year.

29.2 Regulatory Framework

Regulators are interested in protecting the rights of the policyholders and maintaining close vigil to ensure that the Cooperative is satisfactorily managing affairs for the policyholders’ benefit. At the same time, the regulators are also interested in ensuring that the Cooperative maintains an appropriate solvency position to meet liabilities arising from claims and that the risk levels are at acceptable levels.

The operations of the Cooperative are subject to the regulatory requirements of the IC. Such regulations not only prescribe approval and monitoring of activities but also impose certain restrictive provisions (e.g., margin of solvency to minimize the risk of default and insolvency on the part of the insurance cooperatives to meet the unforeseen liabilities as these arise, fixed capitalization requirements, RBC requirements).

29.3 Minimum Statutory Net Worth Requirements

The Code provides the new capitalization requirements of all existing insurance companies based on net worth on a staggered basis starting June 30, 2013 up to December 31, 2022. As of December 31, 2022, all insurance companies doing business in the Philippines is required to have a minimum net worth of P1.3 billion.

In accordance with Article 107 of the Philippine Cooperative Code of 2008, the requirements on the capitalization, investments and reserves of insurance cooperatives may be modified upon consultation with the CDA and the cooperative sector, but in no case may the requirements be reduced to less than half of those provided under the Code. Pursuant to this, the IC issued Circular Letter (CL) 2021-61, *Guidelines on the Minimum Paid-up Capitalization and Net Worth Requirements for Cooperative Insurance Companies*, which set the minimum net worth of existing insurance cooperatives to P650 million as at December 31, 2022 and succeeding periods.

Pursuant to Section 202 of the Code, the Cooperative's estimated amount of non-admitted assets as at December 31, 2023 and the actual non-admitted assets as at December 31, 2022 are as follows:

	2023	2022
Cash	P 24,950,681	P 33,541,869
Short-term placements	-	4,382,770
Insurance receivables	72,772,902	35,340,752
Accounts and other receivables	221,110,305	164,986,238
Financial assets	429,977,636	151,167,530
Property and equipment	60,205,797	286,533,076
Investment property	89,113,437	67,964,443
Other assets	12,953,319	24,945,672
	P 911,084,077	P 768,862,349

Pursuant to the Code and related circulars, cash and short-term investments to cooperative banks in excess of P500,000, insurance receivables beyond 90 days, accounts receivable and loans receivable beyond 90 days and, advances to officers and employees, investments in cooperatives, office furniture and fixtures, office equipment, motor vehicles and other assets are generally non-admitted assets.

The Cooperative's estimated net worth as at December 31, 2023 and actual net worth as at December 31, 2022 are as follows:

	Life		Non-life		Total	
	2023 (Estimated)	2022 (Actual)	2023 (Estimated)	2022 (Actual)	2023 (Estimated)	2022 (Actual)
Total assets	P 2,960,847,210	P 2,567,110,696	P 1,601,749,649	P 1,385,235,883	P 4,562,596,859	P 3,952,346,579
Total liabilities	1,373,431,126	1,269,479,240	551,245,012	406,050,606	1,924,676,138	1,675,529,846
Equity	1,587,416,084	1,297,631,456	1,050,504,637	979,185,277	2,637,920,721	2,276,816,733
Less: Non-admitted assets	781,934,268	695,799,231	129,149,809	73,063,118	911,084,077	768,862,349
Net worth	P 805,481,816	P 601,832,225	P 921,354,828	P 906,122,159	P 1,726,836,644	P 1,507,954,384

As at December 31, 2023 and 2022, the Cooperative has complied with the minimum paid-up capital and statutory net worth requirements required by IC.

29.4 Risk-based Capital Requirements

The Code provides that the Commissioner may require the adoption of the Risk-based Capital (RBC) approach and other internationally accepted forms of capital framework. Together with the insurance industry, the IC is currently in the process of adopting a new RBC approach that would be more tailored to the Philippine insurance industry. In 2016, the IC issued CL 2016-68 regarding the Amended RBC framework to be known as “RBC2 Framework” which was effective starting January 1, 2017.

CL 2016-68 provides for the RBC2 framework for the life insurance industry which establishes the required amounts of capital to be maintained by the insurance cooperatives in relation to their investment and insurance risks. Every life insurance cooperative is annually required to maintain an RBC ratio of at least 100% and not to fail the trend test. Failure to meet the minimum RBC ratio shall subject the insurance cooperative to regulatory intervention which could be at various levels depending on the degree of the violation.

The RBC2 ratio shall be calculated as total available capital (TAC) divided by the RBC requirement. TAC is the aggregate of Tier 1 and Tier 2 capital minus deductions, subject to applicable limits and determinations. Tier 1 Capital represents capital that is fully available to cover losses of the insurer at all times on a going-concern and winding up basis. Tier 2 Capital which includes reserve for appraisal increment and remeasurement gains or losses on retirement pension asset or obligation shall not exceed 50% of Tier 1 Capital. RBC2 requirement shall be computed based on the formula provided in the circular and shall include asset default risk, insurance pricing risk, interest rate risk and general business risk.

Every insurance cooperative is annually required to maintain a minimum RBC2 ratio of 100% and not fail the trend test. The trend test has failed, in the event that all have occurred:

- a. The RBC2 ratio is less than 125% but is not below 100%;
- b. The RBC2 ratio has decreased over the past year; and,
- c. The difference between RBC ratio and the decrease in the RBC2 ratio over the past year is less than 100%.

Failure to meet the RBC ratio shall subject the insurance cooperative to the corresponding regulatory intervention which has been defined at various levels.

The following table shows the RBC2 ratio of the life and nonlife unit based on internal calculations as at December 31, 2023 and the final RBC2 ratio as determined by the IC as at December 31, 2022:

	Life		Non-life	
	2023 (Estimated)	2022 (Actual)	2023 (Estimated)	2022 (Actual)
Total available capital	P 1,810,522,813	P 1,079,064,792	P 1,075,115,668	P 1,120,590,935
RBC2 requirement	317,602,455	299,793,023	88,879,035	100,852,846
RBC2 ratio	570%	360%	1210%	1111%

The final amount of the RBC2 ratio can be determined only after the accounts of the Cooperative have been examined by the IC specifically for the determination of admitted and non-admitted assets as defined under the Code.

29.5 Financial Reporting Framework (FRF) and Valuation Standards

The IC issued CL No. 2016-65, FRF, under Section 189 of The Insurance Code (R.A. No. 10607). Whereas, the FRF will adopt the economic valuation of assets and liabilities based on internationally accepted accounting, actuarial and insurance core principles.

IC also released CL No. 2016-66, Valuation Standards for Life Insurance Policy Reserves, pursuant to Sections 216 and 423 of the Code. Where appropriate, the life insurance policy reserves shall be valued using the Gross Premium Valuation (GPV) considering other assumptions such as morbidity, lapse and/or persistency, expenses, non-guaranteed benefits and margin for adverse deviation.

IC decided to treat the change in the basis of valuation as a change in accounting policy and shall be retrospectively applied in its regulatory financial reporting requirements. However, for purposes of compliance with PFRF for Cooperatives, the effects of the change in valuation model is recognized in the current period.

FRF and gross premium valuation are effective starting January 1, 2017. Moreover, the IC provides the submission of the regulatory requirements for the following covered period and corresponding submission date starting 2017:

<u>Period Covered</u>	<u>Submission Date</u>
As of March 31	May 31
As of June 30	August 31
As of September 30	November 30
As of December 31	April 30

The Cooperative has complied with the submission requirements of IC as at December 31, 2023 and 2022 for FRF and gross premium valuation.

30. SUPPLEMENTARY INFORMATION REQUIRED BY THE BUREAU OF INTERNAL REVENUE

30.1 Certificate of Tax Exemption

The BIR issued a CTE to the Cooperative, which entitles the Cooperative to the following tax exemptions and incentives provided for under Article 60 of R.A. 9520, as implemented by the Joint Rules and Regulations Implementing Articles 60, 61 and 144 of R.A. 9520:

- Exemption from income tax on income from CDA-registered operations;
- Exemption from value-added tax (VAT) on CDA-registered sales or transactions;
- Exemption from other percentage tax;
- Exemption from donor's tax on donations to duly accredited charitable, research and educational institutions, and reinvestment to socio-economic projects within the area of operation of the Cooperative;
- Exemption from excise tax for which it is directly liable;
- Exemption from documentary stamp tax; provided however, that the other party to the taxable document/transaction who is not exempt shall be the one directly liable for the tax;
- Exemption from payment of annual registration fee of ₱500; and,
- Exemption from all taxes on transactions with insurance companies and banks, including but not limited to 20% final tax on interest deposits and 7.5% final income tax on interest income derived from a depository bank under the expanded foreign currency deposit system.

The CTE is valid until March 28, 2027.

30.2 Revenue Regulations No. 15-2010

The information for 2023 as required by the above regulation is presented below.

Output VAT

As discussed in Note 30.1, the Cooperative is exempt from VAT on CDA-registered sales or transactions. Furthermore, the Cooperative has not entered into non-CDA-registered transactions that are subject to output VAT in 2023. Hence, the Cooperative did not declare any output VAT in 2023.

As covered by the VAT exemption per Cooperative's CTE, no input VAT was claimed by the Cooperative in 2023.

Taxes on Importation

The Cooperative did not have any transactions in 2023, which are subject to landed cost, customs duties, and tariff fees since it does not have importation during the year.

Excise Tax

The Cooperative did not have any transactions in 2023, which are subject to excise tax. Under the Code, cooperatives are exempt from the payment of all national taxes of whatever name and nature, including excise taxes.

Documentary Stamp Tax (DST)

Under RA No. 9520, the Cooperative is entitled to tax exemptions and incentives, which include DST, provided, however, that the other party to the taxable document or transaction who is not exempt shall be directly liable for the tax.

The Cooperative has not paid nor accrued any DST in 2023.

All Other Local and National Taxes

All other local and national taxes paid in 2023 consist of:

	Amount
Permits and licenses	P 302,025
Registration fees	87,250
Community tax	12,500
Real estate tax	25,125
Others	115,983
	P 542,883

The above local and national taxes are presented as Taxes and licenses under General and Administrative Expenses account in the 2023 statements of operations.

Withholding Taxes

Details of total withholding taxes for the year ended December 31, 2023 are as follows:

	Paid	Accrued (Overpayment)	Total
Withholding tax on compensation	P 4,143,815	(P 77,819)	P 4,056,996
Expanded withholding taxes	2,233,772	215,617	2,449,389
	P 6,377,587	P 137,798	P 6,515,385

There were no income payments subjected to final withholding tax in 2023.

Tax Assessments and Tax Cases

As of December 31, 2023, the Cooperative does not have any final deficiency tax assessment from the BIR nor does it have tax cases outstanding or pending in court or bodies outside of the BIR in any of the open years.



STATEMENT OF OPINION

I, Panfilo P de la Paz, consulting actuary of CLIMBS, express the opinion that, based on the data supplied to me by the Accounting and IT Departments of CLIMBS, the legal certificate/policy reserves and claim reserves of the Cooperative as of 31 December 2023 amounting to

- P **816,664,298.49** (individual/group life insurance contracts)
- P **3,086,419.74** (MAS plan)
- P **333,750,583.32** (claims reserve liability net of reinsurance receivables)

are adequate and accurate. The calculations of the legal certificate/policy reserves are based on reasonable actuarial assumptions and are in accordance with generally accepted actuarial principles. The due and unpaid policy and contract claims were derived solely from the inventory of such claims conducted by CLIMBS as of December 31, 2023. The Incurred But Not Reported (IBNR) reserves was derived using the chain-ladder method on claims recorded for the last 60 months.

PANFILO P DE LA PAZ, FASP, FSA
Consulting Actuary
PTR No 3941

08 March 2024

TESTIFIED AND SWORN TO BEFORE ME THIS
MAR 22 2024 IN THIS CITY OF CAGAYAN DE ORO
PHILIPPINES.

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PAGE NO. 33
BOOK NO. III
SERIES OF 2024

ATTY. DIXIE GALE G. OLAPE

Notary Public / NC-2024-110
Until December 31, 2025
Roll No. 80979
PTR No. 5808366 - 11/28/2023 CDOC
IBP No. 370205 - 11/24/2023
TIN 412-715-162
MCLE Compliance No. VIII-0002748
For Cagayan de Oro & Misamis Oriental

PH14 VGP Center (formerly ManilaBank Bldg.) Ayala Ave. Makati City
Tel: 7752-0963 E-mail: panfilodelapaz@yahoo.com



STATEMENT OF OPINION

I, Panfilo P de la Paz, consulting actuary of CLIMBS, express the opinion that, based on the data supplied to me by the Accounting and IT Departments of CLIMBS, the legal certificate/policy reserves and claim reserves of the Cooperative as of 31 December 2023 amounting to

- P **816,664,298.49** (individual/group life insurance contracts)
- P **3,086,419.74** (MAS plan)
- P **333,750,583.32** (claims reserve liability net of reinsurance receivables)

are adequate and accurate. The calculations of the legal certificate/policy reserves are based on reasonable actuarial assumptions and are in accordance with generally accepted actuarial principles. The due and unpaid policy and contract claims were derived solely from the inventory of such claims conducted by CLIMBS as of December 31, 2023. The Incurred But Not Reported (IBNR) reserves was derived using the chain-ladder method on claims recorded for the last 60 months.

PANFILO P DE LA PAZ, FASP, FSA
Consulting Actuary
PTR No 3941

08 March 2024

TESTIMONIAL SUBMITTED AND SWORN TO BEFORE ME THIS
MAR 22 2024 IN THIS CITY OF CAGAYAN DE ORO
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Tel: 7752-0963 E-mail: panfilodelapaz@yahoo.com



STATEMENT OF OPINION

I, **Panfilo P de la Paz**, Consulting Actuary of **CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE (CLIMBS)**, based on the data supplied to me by CLIMBS, to the best of my knowledge and belief, after conducting such tests I have deemed necessary, express the opinion that:

1. the maturities and surrender balances for traditional life insurance products of CLIMBS as of **31 December 2023** amounting to **P 2,491,975.58** are accurate.
2. for surrendered certificates, the corresponding surrender values are based on the non-forfeiture values as approved by the Insurance Commission.

PANFILO P DE LA PAZ, F.A.S.P., F.S.A.
Consulting Actuary
PTR No. 3941
February 26, 2024

SUBSCRIBED AND SWORN TO BEFORE ME THIS
MAR 19 2024 **IN THIS CITY OF CAGAYAN DE ORO**
PHILIPPINES.

DOC NO. 12
PAGE NO. 31
BOOK NO. II
SERIES OF 2024

ATTY. DIXIE GALE G. OLAPE
Notary Public / NC-2024-110
Until December 31, 2025
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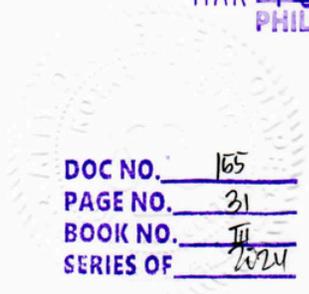
STATEMENT OF OPINION

This is to certify that the amount of reinsurance recoverable by CLIMBS from its reinsurers as of December 31, 2023 is **820,045.50**.

In issuing this certification, I completely relied on the data and information provided to me by the Head of Reinsurance of CLIMBS.

PANFILO P DE LA PAZ, F.A.S.P., F.S.A.
Consulting Actuary
PTR No. 3941
February 26, 2024

**SUBSCRIBED AND SWORN TO BEFORE ME THIS
MAR 19 2024 IN THIS CITY OF CAGAYAN DE ORO
PHILIPPINES.**



DOC NO. 165
PAGE NO. 31
BOOK NO. JII
SERIES OF 2024

ATTY. DIXIE COLE G. OLAPE

Notary Public / NC-2024-110
Until December 31, 2025
Roll No. 80979
PTR No. 5808366 - 11/28/2023 CDOC
IBP No. 370205 - 11/24/2023
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For Cagayan de Oro & Misamis Oriental

Section G: CERTIFICATION BY THE ACTUARY

I have relied on the certification of the CEO as to the reasonableness and integrity of the valuation data. Given this data, the policy reserves as calculated are adequate and in accordance with the Valuation Standards prescribed by the Insurance Commission and the standards of practice by the Actuarial Society of the Philippines.


PANFILO DE LA PAZ, FSA, FASP
Actuary

Date: 23 February 2024

Section H: CERTIFICATION BY THE CEO OR RESPONSIBLE OFFICER

I hereby certify that the database is properly maintained, and I have satisfied myself that the data provided to the certifying Actuary are accurate and complete.


NOEL D. RABOY
CLIMBS President and CEO

Date:


MAR 06 2024
**SUBSCRIBED AND SWORN TO BEFORE ME THIS
IN THIS CITY OF CAGAYAN DE ORO
PHILIPPINES.**


ATTY. DIXIE DALE G. OLAPE
Notary Public / NC-2024-110
Until December 31, 2025
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BOOK NO. III
SERIES OF 2024

REPORT ON THE ACTUARIAL VALUATION OF NON-LIFE INSURANCE POLICY RESERVES

CLIMBS LIFE AND GENERAL INSURANCE COOPERATIVE For the Period Ended December 31, 2023

SECTION A: SCOPE OF REVIEW

CLIMBS Life and General Insurance Cooperative (“the Company”) has engaged the services of AMI Actuarial Consultants Philippines, Inc. to perform an actuarial valuation at December 31, 2023 of the following, by line of business, consistent with the Revised Financial Reporting Framework and Valuation Standards for Non-life Insurance Policy Reserves:

- Premium Liabilities;
- Unpaid Claim Liabilities; and
- Margin for Adverse Deviation (MfAD).

This Actuarial Valuation Report, together with the attached Valuation Results, is provided solely for the use of, and is only to be relied upon by, the Company, its Board of Directors, external auditors, and the Insurance Commission, for their evaluation of the Company’s policy reserves, and may not be used or distributed for any other purpose.

In performing the actuarial valuation, the assumptions used are intended to be neutral estimates of the most likely or expected outcome (“best estimate”). A Margin for Adverse Deviation (MfAD) is then applied to the best estimate to bring the estimated liabilities to a 75% confidence level of assurance or sufficiency.

Recorded reserves for loss and loss adjustment expenses are the sum of reserves for known claims (case/outstanding reserves) and reserves for Incurred but Not Reported (IBNR) claims, which include Incurred but Not Enough Reported (IBNER) claims.

I have not examined the assets underlying the Company’s policy reserves, and I have formed no opinion as to the validity or value of these assets. I have assumed throughout my analysis that the Company’s reserves are backed by valid assets that have scheduled maturities and/or adequate liquidity to meet cash flow requirements.

I, Aguedo M. Ingco, am the President of AMI Actuarial Consultants Philippines, Inc. and a Fellow of the Actuarial Society of the Philippines, a Fellow of the Casualty Actuarial Society, a Fellow of the Actuarial Society of Hong Kong, and a Member of the American Academy of Actuaries. For the purpose of calculating and evaluating the Company’s policy reserves as of December 31, 2023, I meet the Insurance Commission’s accreditation standards for certifying non-life insurance policy reserves. I was appointed by the Board of Directors on April 25, 2023 as an external consultant.

AMI Actuarial Consultants Philippines, Inc.

18-F Arras St, San Juan City 1500 • Telefax: (632) 8727-9504 • Website: <http://amirisk.com>
Actuaries • Risk Management Consultants

**Back-testing of IBNR and Claims Liabilities from Prior Periods
 (Undiscounted at 75% Confidence Level)
 Using Data as of December 31, 2023
 One-Year Development on Gross Unpaid Claims
 (Amounts in Pesos)**

One-Year Development on Gross Unpaid	IBNR Reserves at 12/31/2022	Actual Reported after 12/31/2022	Adequacy Ratio	Claims Liabilities at 12/31/2022	Actual Paid and Remaining OS	Adequacy Ratio
Fire	13,344,405	3,347,515	399%	17,950,081	7,711,139	233%
Motor	18,493,035	31,143,426	59%	28,698,411	40,932,579	70%
Personal Accident	42,092,916	30,591,707	138%	52,542,750	40,093,130	131%
Others	3,097,682	3,933,111	79%	3,249,332	4,033,111	81%
Total	77,028,038	69,015,759	112%	102,440,574	92,769,959	110%

*IBNR includes MfAD.

**Back-testing of IBNR and Claims Liabilities from Prior Periods
 (Undiscounted at 75% Confidence Level)
 Using Data as of December 31, 2023
 One-Year Development on Net Unpaid Claims
 (Amounts in Pesos)**

One-Year Development on Net Unpaid	IBNR Reserves at 12/31/2022	Actual Reported after 12/31/2022	Adequacy Ratio	Claims Liabilities at 12/31/2022	Actual Paid and Remaining OS	Adequacy Ratio
Fire	15,114,862	3,386,223	446%	19,237,596	7,266,905	265%
Motor	18,067,067	31,342,528	58%	28,257,243	41,116,481	69%
Personal Accident	42,092,916	30,591,707	138%	52,542,750	40,093,130	131%
Others	3,097,682	3,933,111	79%	3,249,332	4,033,111	81%
Total	78,372,527	69,253,569	113%	103,286,921	92,509,627	112%

*IBNR includes MfAD.

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**Comparative Analysis between
 Current and Previous Valuations
 Gross of Reinsurance
 (Amounts in Pesos)**

	Valuation @9/30/2023	Valuation @12/31/2023	Increase/Decrease
(1) UPR: Gross of Reinsurance	213,953,782	192,736,401	(21,217,381)
(2) URR: Best Estimate	116,905,806	100,427,286	(16,478,520)
(3) MfAD	46,561,799	38,246,077	(8,315,722)
(4) Excess of URR + MfAD over UPR net of DAC	0	0	0
(5) Total Premium Liabilities	213,953,782	192,736,401	(21,217,381)
(6) Outstanding Claims Reserve	20,018,990	72,954,083	52,935,092
(7) Claims Handling Expense	2,270,251	4,022,561	1,752,310
(8) IBNR	56,836,938	51,499,755	(5,337,183)
(9) MfAD	18.3%	13.1%	(5.2%)
(10) Total Losses and Claims Payable	93,583,132	145,319,948	51,736,816
(11) Policy Reserves	307,536,914	338,056,349	30,519,435

**Comparative Analysis between
 Current and Previous Valuations
 Net of Reinsurance
 (Amounts in Pesos)**

	Valuation @9/30/2023	Valuation @12/31/2023	Increase/Decrease
(1) UPR: Net of Reinsurance	210,843,086	187,306,303	(23,536,783)
(2) URR: Best Estimate	116,319,735	99,049,230	(17,270,506)
(3) MfAD	43,849,133	37,351,248	(6,497,885)
(4) Excess of URR + MfAD over UPR net of DAC	0	0	0
(5) Total Premium Liabilities	210,843,086	187,306,303	(23,536,783)
(6) Outstanding Claims Reserve	19,853,268	72,954,083	53,100,815
(7) Claims Handling Expense	2,270,251	4,022,561	1,752,310
(8) IBNR	56,454,977	50,818,116	(5,636,860)
(9) MfAD	17.7%	12.9%	(4.7%)
(10) Total Losses and Claims Payable	92,476,665	144,330,451	51,853,785
(11) Policy Reserves	303,319,751	331,636,753	28,317,002

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SECTION F: CERTIFICATION BY THE ACTUARY

I hereby certify that I have conducted tests necessary to verify the reasonableness and integrity of the data, confirm that the information contained in this Report is accurate to the best of my knowledge and that I have calculated the policy reserves in accordance with the Valuation Standards prescribed by the Insurance Commission and the standards of practice of the Actuarial Society of the Philippines.

The accuracy and completeness of the data, as well as the use of the Valuation Standards, do not guarantee accuracy of our estimates, however, as the valuation process involves predicting the future. We cannot give assurance that the actual results will match our estimates.



Aguedo M. Ingco, FASP, FCAS, FASHK, MAAA
Date: March 18, 2024
IC Accreditation No.: AC-09-2024-R
PTR No.: N/A

SECTION G: CERTIFICATION BY THE CEO OR RESPONSIBLE OFFICER

I hereby certify that the database is properly maintained and I have satisfied myself that the data provided to the certifying Actuary are accurate and complete.



Noel D. Raboy
President & CEO

Date: March 19, 2024

SUBSCRIBED AND SWORN TO BEFORE ME THIS
MAR 19 2024 IN THIS CITY OF CAGAYAN DE ORO
PHILIPPINES.



ATTY. DIXIE G. OLAPE

Notary Public / NC-2024-110
Until December 31, 2025
Roll No. 80979
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AMI Actuarial Consultants Philippines, Inc.

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Proposed Budget for 2024

In Million Peso

	ACTUAL		PROPOSED BUDGET	
	2023	%	2024	
Gross Premium	2,394.86	103%	3,050.00	105.9%
Refund & Reinsurance	71.88	3%	170.00	5.9%
Net Premium	2,322.98	100%	2,880.00	100.0%
Underwriting Costs				
Claims paid and incurred	930.09	40.04%	1,382.40	48.00%
Commission	689.88	29.70%	806.40	28.00%
Increase/decrease in Reserves	76.42	3.29%	172.80	6.00%
Agency Expenses	5.00	0.22%	6.75	0.23%
Sales Awards & Incentives	6.76	0.29%	14.40	0.50%
	1,708.15	73.53%	2,382.75	82.73%
Underwriting income	614.83	26.47%	497.25	17.27%
Operating Expenses	343.84	14.80%	288.00	10.00%
Operating Income	270.99	11.67%	209.25	7.27%
Investment & Other Income	105.29	4.53%	136.22	4.73%
Surplus Reserve	(70.00)	-3.01%	-	0.00%
Net Surplus	306.28	13.18%	345.47	12.00%

BUDGET 2024 -CAPEX	AMOUNT	%
IT Equipment	13,216,690.00	11%
Vehicles	12,788,000.00	10%
System Development & Licenses	92,717,000.00	76%
Furniture, Fixtures & Equipment	3,407,150.00	3%
Total CAPEX	122,128,840.00	100%

Notes to Budget:

1. for 2023 Budget, the collection fee amounting to 210.1M has been reclassified to rebates
2. By 2024 budget, all collection fees will be reclassified to returned premium, with the exemption of collections fees associated to CLIFSA
3. These assumptions are in line with PFRS 4, and there will be adjustments in the 2025 budget to align with the full implementation of PFRS 17.
 - a. Notable changes will include adjustments in recognition, presentation, measurement, and disclosure
 - b. Immediate recognition of losses for onerous contracts that are identified.

Proposed CDF and CETF Plan and Budget for 2024

CLIMBS Community Development Fund Plan

Code	Key Area	Budget
A	Education, Training, Seminar for Community	500,000.00
B	Environment Conservation and Preservation	100,000.00
C	Health & Sanitation	100,000.00
D	Partnership and Community Groups Projects	500,000.00
E	Sports, Cultural and Religious Activities	200,000.00
F	Disaster Risk Reduction and Management	500,000.00
G	Gender Equality and Women Empowerment	100,000.00
H	Support to the Vulnerable Sector of Society	700,000.00
I	Fire Brigade	1,000,000.00
J	Peace and Order	300,000.00
K	Infrastructure - Adopt a barangay	1,000,000.00
L	CARES Operating costs - volunteers and staff	2,188,461.00
M	Climate Change Activities	2,000,000.00
TOTAL BUDGET		9,188,461.00

CLIMBS Cooperative Education and Training Fund Plan

Key Area	Budget	%
Member/Coop Training and Seminars	8,151,411.00	50%
Employees Training and Seminars	4,890,846.60	30%
Officers Training and Seminars	3,260,564.40	20%
TOTAL BUDGET	16,302,822.00	100%



Proposed Operational Plan for 2024

Particulars	Base Year 2019	Year 1: 2020 Actual	Year 2: 2021 Actual	Year 3: 2022 Actual	Year 4: 2023 Actual	Year 5: 2024 Target
• Gross Premium in Billion (Inclusive of refund)	1.94 B	1.77 B	2.00 B	2.15 B	2.39 B	3.05 B
• Life	1.58 B	1.479 B	1.50 B	1.70 B	1.91 B	2.38 B
• Non Life	0.343 B	0.36 B	0.45 B	0.446 B	0.48 B	0.67 B
• Investment Return	2.9%	4.46%	2%	4.1%	5.87%	4.73%
• Return on Equity	10%	10.05%	11.2%	10.1%	14.22%	12%
• Million Paying Accounts	160	148	194	213	400	500
• Business Mix (Luzon, Visayas, Mindanao)	27/23/50	27/25/48	22/27/51	26/27/46	30/25/45	24/26/50
• Net Surplus in Million	206	170.21	205.72	230.47	306.28	345.47
• Dividend Rate	6%	5.3%	7.3%	7.27%	8.49%	7.5%
• CoopAssurance Centers with MOA	115	178	190	154	168	250
• Active CoopAssurance Centers		138	146	154	168	250
• Number of Coops with Non Life Policies	1,800	1,260	1,309	1,295	2,465	5,000
• Number of Lives Insured	4.4 M	5.29 M	6.1 M	6.5 M	8.7 M	20 M

Insuring Where You Are

Let's
Connect
Lead
Inspire
Motivate
Build
Sustain

AUDIT COMMITTEE REPORT

The Audit Committee supports the Board in overseeing the integrity of CLIMBS' financial statements and the financial reporting process, the effectiveness of the internal control system, and adherence to laws and regulations. This responsibility extends to supervising the audit process, evaluating the performance of internal auditors, and assessing the qualifications, performance and independence of CLIMBS' external auditors.

In 2023, the Audit Committee convened four times to review the Internal Audit Plan, Internal Audit Reports, and the Audit Report from the independent external auditors. The findings from these reviews were presented to and deliberated upon with the Board of Directors during a Joint Officers and Management meeting held on December 05, 2023, at Chali Beach Resort and Conference Center, Cagayan de Oro City.

The Committee issued two (2) Audit Observation Memoranda (AOM) containing fourteen (14) audit recommendations for the year 2023. As of April 5, 2024, eleven (11) of these recommendations have been fully implemented, while three (3) are currently in progress.

AOM NO./DATE	OBSERVATIONS	RECOMMENDATIONS	MANAGEMENT REPLIES
2023-02/ 11.23.23	<p>1. Premium Receivable / Accounts Receivable</p> <p>The CLIMBS policy regarding the Provision for Probable Losses on Receivables, encompassing the aging of premium receivables and accounts/other receivables, stipulates that it should be prepared on a monthly basis. However, it has come to our attention that, despite adherence to the policy, the aging of receivables is currently conducted annually. According to the accounting staff, the aging process is performed manually, and the integration of this aging into the accounting system (aging facility) is still in progress.</p>	<p>We already have an established policy concerning the aging of premium receivables and accounts receivable. Accordingly, we recommend adhering to this policy to efficiently and promptly assess whether adequate provisions for doubtful accounts have been set up.</p>	<p>We have promptly taken action to the recommendation. We are currently in the process of reviewing and updating our policies to ensure the timely and accurate preparation of aging of receivables on a monthly basis. This adjustment will not only enhance the accuracy of our financial reporting but also facilitate more meaningful comparisons and analysis.</p>
	<p>2. Mortgage Receivable</p> <p>There is an outstanding mortgage receivable of Eight Million Pesos (Php 8,000,000.00) recorded in the books, due from a specific cooperative. This amount was granted in 2014 for a housing development project.</p>	<p>We recommend to file a case or to enforce collection of this receivable with interest as stated in the agreement.</p>	<p>Management has already secured the services of an external attorney to handle the foreclosure proceedings.</p> <p>In February 2024, our hired attorney is currently processing the petition for extrajudicial foreclosure.</p>

	<p>3. Premium Payable / Accounts Payable</p> <p>During our audit, we observed that there is no regular monitoring of the aging of payables to track these obligations. Additionally, there is lacking policy outlining the procedures for managing long overdue payables.</p>	<p>We recommend that the responsible department review and update our policies and guidelines to include aging and monitoring of payables, as well as procedures for handling long overdue obligations.</p> <p>Monitoring these payables, in our opinion, is an important aspect of our internal controls. It will help us identify issues in recording and enable us to correct them, as well as assist in proper planning for when to make payments.</p>	<p>We will develop a comprehensive policy outlining criteria for identifying overdue payables, escalation procedures, responsibilities, and necessary approvals for write-offs or offsetting against receivables.</p> <p>Concurrently, we will review our internal controls, provide staff training, and establish a process for regular policy review to ensure ongoing effectiveness.</p>

Upon review of the Financial Statements as at and for the years ended December 31, 2023 and 2022, the following relevant financial ratios were highlighted:

Relevant Ratios	2023	2022
Current Ratio	1.32:1	1.12:1
Solvency Ratio	2.38:1	2.36:1
Net Profit Margin	13.18%	10.96%
Return on Equity	13.40%	11.46%

Current Ratio measures the Cooperative's ability to cover its short-term liabilities with its short-term assets. CLIMBS' current ratio has increased this year compared to last year due to a significant rise in current assets, particularly from accounts and other receivable. A higher current ratio suggests better short-term financial health and liquidity.

Solvency Ratio is a financial metric used to assess the Cooperative's ability to meet its long-term debt obligations. In 2023, the ratio of the Cooperative stood at 2.38:1, showing an improvement compared to the previous year. This suggests that CLIMBS is financially stable and can meet its long-term obligations.

Net Profit Margin measures CLIMBS' operational efficiency. The Cooperative has improved its Net Profit Margin compared to the previous year, driven by higher revenue generation and a notable decrease in claims expenses.

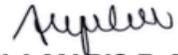
Return on Equity (ROE) measures CLIMBS' efficiency in generating profits from the capital provided by its members. The increase in ROE for 2023 is a result of higher net income, demonstrating that CLIMBS has improved its ability to generate returns on the investments made by its members compared to the previous year.

In conclusion, the Audit Committee has diligently reviewed the financial statements, internal controls, and compliance matters for the year 2023 as presented by both the internal auditors and independent external auditors. We commend the cooperation and transparency demonstrated by the management and staff throughout the audit process.

We believe that our recommendations, once fully implemented, will further enhance the integrity and effectiveness of CLIMBS' financial reporting and internal control systems. We look forward to continued collaboration with the Board of Directors and management to ensure the ongoing improvement of the Cooperative's financial governance and operational efficiency.



JOSELITO O. SANTILLAN
Audit Committee Chair



STELLA MARIS R. PELINO
Audit Committee Vice- Chair



BRIAN P. YAP
Audit Committee Secretary



**MINUTES OF THE VIRTUAL ELECOM MEETING
January 17, 2024, 2:00 pm via ZOOM Application**

Present:

- 1. Atty. Rolando Casaway (Nabunturan Integrated Cooperative) - Chairperson
- 2. Alexander Raquepo (Santa Cruz Savings & Development Credit Coop) - Vice Chairperson
- 3. Eudeza Racadag (CamSur MPC) - Secretary

Also Present:

- 4. Cyfred Odarve - IT Manager
- 5. Rowena P. Casinillo - Recording Secretary

Agenda:

- I. Call to Order
- II. Approval of Agenda
 - A. Election Guidelines and Vacancies 2024
 - B. Proposed mobile application for election
- III. Adjournment

Meeting Proper

I. Call to Order

The meeting was called to order by Chairperson Atty. Casaway at 2:00 pm.

II. Approval of Agenda

The reading and approval of agenda was made by Atty. Casaway, explaining the agenda briefly.

A. Election Guidelines and Vacancies 2024

The 2024 Elecom Guidelines and Vacancies was presented to the Election Committee for their approval. It was approved by Mr. Raquepo and seconded by Ms. Racadag with additional election time table included in the election guidelines as follows:

ELECTION TIME TABLE

DATES	PARTICULARS	REMARKS
Feb 1, 2024	Sending of notice for General Assembly including the Election Guidelines and Vacancies 2024.	To be done by CLIMBS G.A Committee.
April 1, 2024	Start of filing of Certificate of Candidacy (COC)	To be submitted via email at election@climbs.coop or
April 17, 2024	Last day of filing of COC until 12:00 midnight	rowenacasinillo@climbs.coop
April 19, 2024	Partial screening assessment and initial evaluation.	CLIMBS ELECOM SECRETARIAT.
April 22, 2024	Final screening for all qualified candidates via zoom.	ELECTION COMMITTEE.
April 23, 2024	Declaration of qualified candidates.	ELECTION COMMITTEE.
April 23, 2024	Sending of notice to the qualified candidates.	CLIMBS ELECOM SECRETARIAT.
April 26, 2024	General Assembly Proper – Election Day Proclamation of winning candidates	ELECOM CHAIRPERSON

The following list below are the vacant seats due for 2024 elections:

Board of Directors

- Among the top five coop investors - three (3) vacant seats
- Luzon Area - one (1) vacant seat
- Visayas Area - one (1) vacant seat
- Mindanao Area - one (1) vacant seat
- Director at Large - one (1) vacant seat

Committees

- Audit Committee - two (2) vacant seats
- Election Committee - one (1) vacant seat

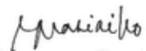
That Election Committee will then commence for the final screening and sending of notice of all the qualified candidates; only the authorized candidate or representative will get the ballot code. This was unanimously approved by the Election Committee.

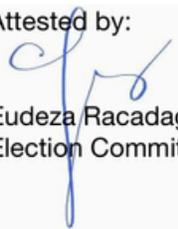
- B.** Mr. Odarve on the other hand, presented to the Election Committee the Proposed mobile application idea to be used during the election day. The Elecom then agree to the idea presented granting he will present the actual election process to the Elecom and approved before using the app during the election day proper.

III. Adjournment

There been no matters discussed, the meeting was adjourned at 3:45 pm.

Minutes taken by:


Rowena Casinillo
Recording Secretary

Attested by:

Eudeza Racadag
Election Committee Secretary

Congratulations!

52nd Annual General Assembly

Excellence Awardees

Fresh Capital Infusion

Analog Devices Employees and Community Multipurpose Cooperative
Angono Credit And Development Cooperative
La Trinidad Orchidarium Multi-Purpose Cooperative
Mapag-Ampon Parish Multi-Purpose Cooperative
PCARRD Multi-Purpose Cooperative
PECCI Multi-Purpose Cooperative
Regional & Central Comelec Employees Multi-Purpose Cooperative
Cypress Employees Multi-Purpose Cooperative
Tam-an Banaue Multi-Purpose Cooperative
Barangka Credit Cooperative
Novaliches Development Cooperative

Rookie of the Year

Samahang Kooperatiba Ng M. Lhuillier Pawnshops Employees
Dasmariñas Van Drivers Operators Transport Service Cooperative
Easyway Transport Services and Multipurpose Cooperative

New Millionaire's Club (1M to 4.99M Premium)

Baguio General Hospital And Medical Center Employees Multipurpose Cooperative
Barcelona Development Cooperative
Cooperative Bank Of La Union
Cordova Multi-Purpose Cooperative
Gabay-Kaunlaran Ng Bulacan Multi-Purpose Cooperative
IFSU Employees Multi-Purpose Cooperative
Iloilo Science And Technology University (Isat U) & Community Multi-Purpose Cooperative
Kauyagan Savers Multi-Purpose Cooperative
Koopnaman Multi-Purpose Cooperative
Marilao Municipal Employees Multi-Purpose Cooperative
New Horizon Multi-Purpose Cooperative
Peoples Development Fund Savings & Credit Cooperative
Quezon Public School Teachers And Employees Multipurpose Cooperative
San Basilio Credit Cooperative
Sindangan Facoma Community Multi-Purpose Cooperative
Cypress Employees Multi-Purpose Cooperative
Dasmariñas Van Drivers Operators Transport Service Cooperative
Easyway Transport Services and Multipurpose Cooperative
Samahang Kooperatiba Ng M. Lhuillier Pawnshops Employees

New Millionaire's Club (5M - 9.99M Premium)

Benguet State University And Community Multipurpose Cooperative
Isabela State University Multi-Purpose Cooperative
Kiblawan Multi-Purpose Cooperative
Manuel Guianga And Sirib Growers And Employees Multi-Purpose Cooperative
Midsalip Farmers Multi-Purpose Cooperative
Oro Savings & Sharing Multi-Purpose Cooperative
Sacred Heart Savings Cooperative
Simbayanan Ni Maria Multi-Purpose Cooperative
Holy Child Multi-Purpose Cooperative
Providers Multipurpose Cooperative
Tam-an Banaue Multi-Purpose Cooperative

Increase in Premium, 5M up (Life)

Southern Leyte Employees Multi-Purpose Cooperative
Makilala Multi-Purpose Cooperative
Providers Multipurpose Cooperative
Bansalan Multipurpose Cooperative
Sta. Catalina Credit Cooperative

New Millionaire's Club (10M up Premium)

Mambajao Multi Purpose Cooperative
Ibaan Market Vendors & Community Multi-Purpose Cooperative
Ilocos Consolidated Cooperative Bank
Socorro Empowered People's Cooperative
Toril Community Cooperative
Barangka Credit Cooperative

Increase in Premium, 10M up (Life)

MSU-IIT National Multi-Purpose Cooperative
Nabunturan Integrated Cooperative
Novaliches Development Cooperative
Perpetual Help Community Cooperative
Tagum Cooperative

Increase in Premium, 5M up (Non Life)

DCCCO Multipurpose Cooperative
Tagum Cooperative

Increase in Premium, 10M up (Non Life)

Sta. Catalina Credit Cooperative

52nd Annual General Assembly

Excellence Awardees

Top Premium Producer (Consolidated, Regional Level)

Agusan Del Norte Teachers Retirees & Employees Community Cooperative
 Aurora Integrated Multi-Purpose Cooperative
 Baao Parish Multi-Purpose Cooperative
 Baclaran Vendors Development Cooperative
 Bagong Silang 2 Multipurpose Cooperative
 Barbaza Multi-Purpose Cooperative
 Basud Development Cooperative
 Baug Carp Beneficiaries Multi-Purpose Cooperative
 Belison Multi-Purpose Cooperative
 Bohol Community Multi-Purpose Cooperative
 Bohol Diocesan Multi-Purpose Cooperative
 Buenavista Development Cooperative
 Bugasong Multi-Purpose Cooperative
 Bukidnon Government Employees Multi-Purpose Cooperative
 Bukidnon Pharmaceutical Multi-Purpose Cooperative
 Camsur Multi-Purpose Cooperative
 Caniogon Credit & Development Cooperative
 Cebu Mitsumi Multi-Purpose Cooperative
 Cebu People's Multi-Purpose Cooperative
 Claveria Grassroots Multi-Purpose Cooperative
 Cooperative Bank Of Cotabato
 Dao Multi-Purpose Cooperative
 Denraceae Multi-Purpose Cooperative
 Digos Market Vendors Multi-Purpose Cooperative
 Holy Cross Savings & Credit Cooperative
 Iwahori Multi-Purpose Cooperative
 Kiangnan Community Multi-Purpose Development Cooperative
 Kisandal Multi-Purpose Cooperative
 Koop King Multipurpose Cooperative
 La Trinidad Vegetable Trading Post Multi-Purpose Cooperative
 Laak Multi-Purpose Cooperative
 Laguna Prime Multipurpose Cooperative
 Libacao Development Cooperative
 Ligas Kooperatiba Ng Bayan Sa Pagpapaunlad
 MADECO Multipurpose Cooperative
 Mambajao Multipurpose Cooperative
 Manatal Multi-Purpose Cooperative
 Mandaue City Public Market Vendors Multi-Purpose Cooperative
 Maragusan Growers Multi-Purpose Cooperative
 Mauban Credit And Development Cooperative
 Mediatrix Multi-Purpose Cooperative
 Most Holy Rosary Multi-Purpose Cooperative
 Mother Rita Multi-Purpose Cooperative
 Northern Samar Multi-Purpose Cooperative
 Pantukan Chess Club Multipurpose Cooperative
 Patnongon Multi-Purpose Cooperative
 San Dionisio Credit Cooperative
 San Jose Del Monte Savings And Credit Cooperative
 Sibuguey Valley Multi-Purpose Cooperative
 St. Lucy Multi-Purpose Cooperative
 St. Martin Of Tours Credit & Development Cooperative
 St. Vincent Ferrer Parish Multi-Purpose Cooperative
 Sta. Cruz Savings And Development Cooperative
 Tabuk Multi-Purpose Cooperative
 Tubao Multipurpose Cooperative
 Salvacion Farmers Development Cooperative
 Agdao Multi-Purpose Cooperative
 Benguet State University And Community Multipurpose Cooperative
 Guadalupe Community Multi-Purpose Cooperative
 Gubat St. Anthony Cooperative
 Ibaan Market Vendors & Community Multi-Purpose Cooperative
 Ilocos Consolidated Cooperative Bank
 Isabela State University Multi-Purpose Cooperative
 Kiblawan Multi-Purpose Cooperative
 Manuel Guianga And Sirib Growers And Employees Multi-Purpose Cooperative
 Midsalip Farmers Multi-Purpose Cooperative
 MSU-IIT National Multi-Purpose Cooperative
 Oro Savings & Sharing Multi-Purpose Cooperative
 PHCCI Multi-Purpose Cooperative - Tacloban
 Sacred Heart Savings Cooperative
 Simbayanan Ni Maria Multi-Purpose Cooperative
 Socorro Empowered People's Cooperative
 Sorosoro Ibaba Development Cooperative
 Southern Leyte Employees Multi-Purpose Cooperative
 Sta. Ana Multi-Purpose Cooperative
 ACDI Multi-Purpose Cooperative
 Cypress Employees Multi-Purpose Cooperative
 Holy Child Multi-Purpose Cooperative
 Makilala Multi-Purpose Cooperative
 Micro-Entrepreneur's Multi-Purpose Cooperative
 Paglaum Multi-Purpose Cooperative
 Panabo Multi-Purpose Cooperative
 Providers Multipurpose Cooperative
 Tam-an Banaue Multi-Purpose Cooperative
 Toril Community Cooperative
 Bansalan Multipurpose Cooperative
 Barangka Credit Cooperative
 DCCCO Multipurpose Cooperative
 Metro Ormoc Community Multi-Purpose Cooperative
 Nabunturan Integrated Cooperative
 Novaliches Development Cooperative
 Sta. Catalina Credit Cooperative
 Oro Integrated Cooperative
 Perpetual Help Community Cooperative
 Tagum Cooperative

Top 10 Premium Producer (NON LIFE, National Level)

Gubat St. Anthony Cooperative
 Sorosoro Ibaba Development Cooperative
 ACDI Multi-Purpose Cooperative
 Makilala Multi-Purpose Cooperative
 DCCCO Multipurpose Cooperative
 Nabunturan Integrated Cooperative
 Sta. Catalina Credit Cooperative
 Oro Integrated Cooperative
 Perpetual Help Community Cooperative
 Tagum Cooperative

Top 10 Premium Producer (LIFE, National Level)

Micro-Entrepreneur's Multi-Purpose Cooperative
 Paglaum Multi-Purpose Cooperative
 Panabo Multi-Purpose Cooperative
 Bansalan Multipurpose Cooperative
 Metro Ormoc Community Multi-Purpose Cooperative
 Nabunturan Integrated Cooperative
 Sta. Catalina Credit Cooperative
 Oro Integrated Cooperative
 Perpetual Help Community Cooperative
 Tagum Cooperative

52nd Annual General Assembly

Excellence Awardees

Top 10 Premium Producer (Consolidated, National Level)

Micro-Entrepreneur's Multi-Purpose Cooperative
Paglaum Multi-Purpose Cooperative
Panabo Multi-Purpose Cooperative
Bansalan Multipurpose Cooperative
DCCCO Multipurpose Cooperative
Nabunturan Integrated Cooperative
Sta. Catalina Credit Cooperative
Oro Integrated Cooperative
Perpetual Help Community Cooperative
Tagum Cooperative

Top 5 Investor (Visayas)

Guadalupe Community Multi-Purpose Cooperative
PHCCI Multi-Purpose Cooperative - Tacloban
Holy Child Multi-Purpose Cooperative
Metro Ormoc Community Multi-Purpose Cooperative
Perpetual Help Community Cooperative

Top 5 Investor (National Level)

Landbankers Multi-Purpose Cooperative
Metro Ormoc Community Multi-Purpose Cooperative
Novaliches Development Cooperative
Oro Integrated Cooperative
Perpetual Help Community Cooperative

Top 5 Investor (Luzon)

Makati Medical Center Family Credit Cooperative
Landbankers Multi-Purpose Cooperative
ACDI Multi-Purpose Cooperative
Barangka Credit Cooperative
Novaliches Development Cooperative

Top 5 Investor (Mindanao)

Agdao Multi-Purpose Cooperative
Sta. Ana Multi-Purpose Cooperative
Toril Community Cooperative
Oro Integrated Cooperative
Tagum Cooperative

CAC Achievers Award

Luzon

Novaliches Development Cooperative
Bagong Silang 2 Multi-purpose Cooperative
Barangka Credit Cooperative
Gubat St. Anthony Cooperative
Mother Rita Multipurpose Cooperative
San Jose Del Monte Savings And Credit Cooperative
St. Martin Of Tours Credit & Development Cooperative

Visayas

Bohol Diocesan Multi-purpose Cooperative
Perpetual Help Community Cooperative- Dumaguete
Metro Ormoc Community Multi-purpose Cooperative Inc.
PHCCI Multi-Purpose Cooperative - Tacloban
DCCCO Multi-Purpose Cooperative

Northern Mindanao

Bukidnon Government Employees MPC
Mambajao Multipurpose Cooperative
Paglaum Multi-purpose Cooperative
Sta. Monica of Pangantucan Multi-Purpose Cooperative
Oro Integrated Cooperative

Southern Mindanao

Tagum Cooperative
Maragusan Growers Multipurpose Cooperative (MAGROW MPC)
Sta. Catalina Credit Cooperative
Nabunturan Integrated Cooperative (NICO)
Panabo Multipurpose Cooperative (PMPC)
Makilala Multipurpose Cooperative (Mak- MPC)

52nd Annual General Assembly

Excellence Awardees

Top Cooperatives

Bansalan Multipurpose Cooperative

Increase in Premium, 5M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

DCCCO Multipurpose Cooperative

Increase in Premium, 5M up (Non Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Nabunturan Integrated Cooperative

Increase in Premium, 10M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Sta. Catalina Credit Cooperative

Increase in Premium, 10M up (Non Life)
 Increase in Premium, 5M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Perpetual Help Community Cooperative

Increase in Premium, 10M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 Top 5 Investor (National Level)
 Top 5 Investor (Visayas)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Barangka Credit Cooperative

Increase in Premium, 5M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Metro Ormoc Community Multi-Purpose Cooperative

Increase in Premium, 5M up (Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Novaliches Development Cooperative

Fresh Capital Infusion
 Increase in Premium, 10M up (Life)
 Top 5 Investor (Luzon)
 Top 5 Investor (National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Oro Integrated Cooperative

Fresh Capital Infusion
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 Top 5 Investor (Mindanao)
 Top 5 Investor (National Level)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Tagum Cooperative

Increase in Premium, 10M up (Life)
 Increase in Premium, 5M up (Non Life)
 Top 10 Premium Producer (Consolidated, National Level)
 Top 10 Premium Producer (LIFE, National Level)
 Top 10 Premium Producer (NON LIFE, National Level)
 Top 5 Investor (Mindanao)
 TOP PREMIUM PRODUCER (Consolidated, Regional Level)

Weather Protect Insurance Onboarded Cooperatives for Year 3

PANDAN MPC
 BAYANIHAN HUNDRED ISLANDS AGRARIAN REFORM COOPERATIVE
 CEBU MARKET VENDORS MPC
 DCCCO MPC
 STO. TOMAS DE VILLANUEVA PARISH MPC
 SACRED HEART SAVINGS COOPERATIVE
 WESTERN MINDANAO CREDIT COOPERATIVE
 BULAWAN AGRARIAN REFORM COOPERATIVE
 SUGPON MPC
 ALIPAO MPC
 VENUS HEALTH AND WELLNESS MARKETING COOPERATIVE
 BAGNOS MPC
 JACUPIT COCONUT FARMERS AGRICULTURE COOPERATIVE
 MIDSALIP FARMERS MPC
 ENTREPRENEURS ALUMNI DEVELOPMENT COOPERATIVE
 CVCCO MPC
 GUADALUPE COMMUNITY MPC
 CARMEN SAMAHANG NAYON MPC
 COWASCO MPC
 MANDAUE CITY PUBLIC MARKET VENDORS MPC
 MACTAN ISLAND MPC
 BOHOL COMMUNITY MPC
 CANDIYAY TEACHERS AND COMMUNITY MPC
 HOLY CROSS SAVINGS AND CREDIT COOPERATIVE
 LOURDES MPC
 NOVALICHES DEVELOPMENT COOPERATIVE
 SAN JOSE PARISH HINUNDAYAN MPC
 MOST HOLY ROSARY MPC
 OZAMIZ CITY NATIONAL HIGHSCHOOL MPC
 TALISAY PRIMARY MPC
 MAAWI ALOS FARMERS MPC
 SAN JOAQUIN MPC
 SAN BASILIO CREDIT COOPERATIVE
 LACASNA FARMER-IRRIGATORS MPC
 LIBERCON MPC
 SAN DIONISIO CREDIT COOPERATIVE
 SPRINGSIDE IRRIGATORS AND FARMERS MPC
 JOBNET MPC
 SAN FRANCISCO GROWTH ENHANCEMENT MPC
 STA. CATALINA CREDIT COOPERATIVE
 ZAMBOANGA DEL NORTE TEACHERS & EMPLOYEES MPC
 ONE KARAGA COMMUNITY MPC
 SHRINE FEDERATION OF COOPERATIVES
 KIMAFICO KITCHARAO MAHARLIKAN FISHERMEN COOP
 BUUG MPC
 FIRST AGRARIAN REFORM CREDIT COOPERATIVE
 MARAMAG COMMUNITY MPC

PANAW SUMILAO MPC
 ST. LUCY MPC
 ILOCANDIA SEED GROWERS MPC
 MINDANAO CONSOLIDATED COOPERATIVE BANK
 BAOO PARISH MPC
 PHCCI MPC-TACLOBAN
 METRO ORMOC COMMUNITY MPC
 OLD CENTRAL MPC
 ORMOC VENDORS MPC
 SAMAHANG PANGKABUHAYAN
 NG RIVERSIDE (SAPARI) MPC
 BANSALAN MPC
 CONCEPCION DUMLAN HIJO ARB MPC
 CATEEL FARMERS, FISHERFOLKS, PRODUCERS COOPERATIVE
 TORIL COMMUNITY COOPERATIVE
 GREENFIELDS SAMAHANG NAYON MPC
 BARACBAC SANTA FE MPC
 LUNA SAVINGS AND CREDIT COOPERATIVE
 BONBONON FARMERS AGRARIAN REFORM MPC
 SAN JULIO AGRARIAN REFORM BENEFICIARIES COOPERATIVE
 AGUSAN DEL SUR CAPITOL EMPLOYEES MPC
 MISAMIS OCCIDENTAL DAR EMPLOYEES MPC
 MAHAYAHAY MPC
 MICRO-ENTREPRENEURS MPC
 ORO SAVINGS AND SHARING MPC
 KISANDAL MPC
 TALABUTAB NORTE PRIMARY MPC
 SAN ISIDRO FREE FARMERS MPC
 UNITED LABORERS MPC
 SIBUGUEY VALLEY MPC
 SAN JOSE RICE AND CORN FARMERS MPC
 LAAK MPC
 PAGLAUM MPC
 MSU-HIT NATIONAL MPC
 PANABO MPC
 KAUAYAGAN SAVERS MPC
 BUKIDNON GOVERNMENT EMPLOYEES MPC
 ILIGAN DEALERS MPC
 EL GRANDE MPC
 NORTH EAST WEST SOUTH (NEWS) MPC
 FPPI ARB MPC
 DINAGATNON MPC
 MANGAGOGY FARMERS FISHERFOLKS AND COMMUNITY MPC
 GOLDEN CARAGA MPC
 SACRED HEART CREDIT
 AND DEVELOPMENT COOPERATIVE
 DAVAO ORIENTAL MARKET MPC

STO. DOMINGO DEVELOPMENT COOPERATIVE
 ST. MARTIN OF TOURS CREDIT
 AND DEVELOPMENT COOPERATIVE
 BOHOL DIOCESAN MPC
 ILOCOS CONSOLIDATED COOPERATIVE BANK
 ST. GABRIEL MPC
 ABUYOG ST. FRANCIS OF XAVIER CREDIT COOPERATIVE
 GUBAT ST. ANTHONY COOPERATIVE
 CAMARINES NORTE DEVELOPMENT COOPERATIVE
 LA CONSOLACION COLLEGE FACULTY COMMUNITY MPC
 JCA AGRARIAN REFORM BENEFICIARIES MPC
 MAIBU AGRICULTURE COOPERATIVE
 ST. VINCENT FERRER MPC
 SALVACION FARMERS DEVELOPMENT COOPERATIVE
 PILI MARKET DEVELOPMENT COOPERATIVE
 DAVAO ORIENTAL HEALTH PERSONNEL MPC
 COOPERATIVE BANK OF COTABATO
 MAKILALA MPC
 PROVINCIAL ENGINEERING OFFICE PERSONNEL MPC
 STA. CRUZ SAVINGS
 AND DEVELOPMENT COOPERATIVE
 GROW LAMBO MPC
 COMPOSTELA MARKET VENDORS MPC
 MANTACIDA UNITED FARMERS MPC
 CEBU PEOPLE'S MPC
 PAGADIAN CITY GOVERNMENT EMPLOYEES MPC
 NABUNTURAN INTEGRATED COOPERATIVE
 CHRISTIAN FARMERS MPC
 PERPETUAL HELP COMMUNITY COOPERATIVE
 COOPERATIVE BANK OF LA UNION
 LIBERTY FARMERS MPC
 ST. PASCHAL BAYLON MPC
 SLYO MPC
 STA. MONICA BUKIDNON MPC
 ZAMBOANGA DEL NORTE COOPERATIVE BANK
 LABANGAN FARMERS FIRST COOPERATIVE
 (LAFICO) - STA. CRUZ
 DR. VICENTE F. GUSTILO MEMORIAL NHS MPC
 ANDRES SORIANO MEMORIAL HOSPITAL COOPERATIVE
 MOTHER RITA MPC
 CARCANMADCARLAN AGRI-BASED MPC
 PALOMPON COMMUNITY MPC
 CENTRAL KAPANGAN MPC
 BARANGKA CREDIT COOPERATIVE MPC
 BUKIDNON PHARMACEUTICAL MPC
 AGDAO MPC

BASUD DEVELOPMENT COOPERATIVE
 FARMERS ALTERNATIVE FOR SELF-RELIANCE MPC
 BACOLOD CITY NATIONAL HIGHSCHOOL MPC
 MARGASUN GROWERS MPC
 SINDANGAN FACOMA COMMUNITY MPC
 MINDANAO CREDIT COOPERATIVE (MCC) MPC
 ORO INTEGRATED COOPERATIVE
 NIA SAUG EMPLOYEES AND IRRIGATORS MPC
 NONESTCOST MPC
 BAWAWAN COMMUNITY COOPERATIVE
 LOVE CORPS COVENANT MPC
 UNIFIED EMPLOYEES MPC
 NORTHERN SAMAR MPC
 LIBACAO DEVELOPMENT COOPERATIVE
 MAMBUASO MPC
 MAGSIGE MPC
 PANTUKAN CHESS CLUB MPC
 SAN JUAN PARISH MPC
 ISABELA VEGETABLE SEED PRODUCERS MPC
 PECCI MPC
 MACO DEVELOPMENT COOPERATIVE MPC
 STS. PETER AND PAUL MPC
 GOVERNMENT OF LAOAG EMPLOYEES DEVELOPMENT
 COOPERATIVE (GLEDCO) MPC
 SAINT BERNARD MPC
 ACDI MPC
 SAN MIGUEL MPC
 KOOPERATIBA NG STO. TOMAS MPC
 CESLA
 SILAGO MPC
 CARNAGA MPC
 NCAPA MARKETING COOPERATIVE
 CRISPIN FARMERS MPC
 CATICLAN BORACAY TRANSPORT MPC
 KABILISIG SAVINGS AND AGRIC DEVELOPMENT COOPERATIVE
 AYUPANAN CREDIT COOPERATIVE
 AGRI-COOP'S SALES AND MARKETING SERVICE (SMS)
 KAMADA ARC COOPERATIVE
 ZARRAGA MPC
 PANTNONGON MPC
 GRAMEEN PHILIPPINES MICROFINANCE INC.
 QUEZON COMMUNITY MPC
 BARBAZA MPC
 LIBAGON AREA MPC
 AURORA INTEGRATED MPC
 The Philippine Family Farmers Agriculture-Fishery-Forestry
 Cooperatives Federation (AgriCOOPH)

A Look Back 51st Annual General Assembly

The Atrium, Limketkai Center, Cagayan de Oro City | April 26 -27, 2023

Cooperative Attendees

Luzon

- Abrasa Multi-purpose Cooperative
- Alfonso Lista Multipurpose Cooperative
- Analog Devices Employees Multipurpose Cooperative
- Angono Credit and Development Cooperative
- Baao Parish Multi-Purpose Cooperative
- Bagong Silang 2 Multipurpose Cooperative
- Baguio Entrepreneurs Credit Cooperative
- Bahong Multipurpose Cooperative
- Bakakeng Norte-Sur Multipurpose and Development Cooperative
- Basud Development Cooperative
- BAVESCO Multipurpose Cooperative
- Benguet Government Employees Multipurpose Cooperative
- Bukluran Multi-Purpose Cooperative
- Bureau of Jail Management and Penology Multipurpose Cooperative
- Caliking Farmers Multipurpose Cooperative
- Calumpit Responsible Entrepreneurs Savings and Credit Cooperative
- Camarines Sur Teachers and Employees Multi-Purpose Cooperative
- Cavite Provincial Capitol Employees Multi-Purpose Cooperative
- Christian Farmers Multi-Purpose Cooperative
- City of Paranaque Multi-purpose Employees Cooperative
- Claveria Grassroots Multi-Purpose Cooperative
- Cooperative Bank of Cagayan
- Credit Cooperative Ti Umili
- D.A. Region 02 Multi-Purpose Cooperative
- Dasmariñas City Employees Multipurpose Cooperative
- DENR-CAR Farmers Multipurpose Cooperative
- Epiphany Multipurpose Cooperative
- Fatima (Vigan) Multi Purpose Cooperative
- Gubat St. Anthony Cooperative
- Gumaca Teachers Credit Cooperative
- Iba Credit Cooperative
- Ibaan Market Vendors and Community Multipurpose Cooperative
- IBC-13 Broadcast Worker Cooperative
- IDEA Multi-Purpose Cooperative
- Ifugao Public Servants Multipurpose Cooperative
- Ilocos Consolidated Cooperative Bank
- Imus Vendors Development Cooperative
- Investrener Multi-Purpose Cooperative
- ISU Multipurpose Cooperative
- Jollibee Foods Corporation Employees Multipurpose Cooperative
- Kabayan Multipurpose Cooperative
- Kabisig Savings and Agri-Development Cooperative
- Kailian Multipurpose Cooperative
- Karuhan Multi-Purpose Cooperative
- Kiang Community Multipurpose and Development Cooperative
- King Multipurpose Cooperative
- Kisandal Multipurpose Cooperative
- Kitanglad Multi-Purpose Cooperative
- Koop King Multipurpose Cooperative
- Kooperatiba Para sa Kaunlaran ng Lagonoy
- Labo Progressive Multi-Purpose Cooperative
- Lamut Grassroots Savings and Development Cooperative
- Ligas Kooperatiba ng Bayan sa Paggapaunlad
- Lingayen Catholic Credit Cooperative
- Magallanes Women's Club Multi-Purpose Cooperative
- Mapag-Ampon Parish Multi-Purpose Cooperative
- Mothers and Family Multipurpose Cooperative
- Mountaineers Lowlanders Multipurpose Cooperative
- National Confederation of Cooperatives
- New Horizon Multi-Purpose Cooperative
- NKI Employees Multi-Purpose Cooperative
- Northern Luzon Federation of Cooperatives and Development Center
- Nueva Vizcaya Alay Kapwa Multi-Purpose Cooperative
- Paco Soriano Pandacan Development Cooperative
- Parish of St. Francis of Assisi Meycauayan Credit & Development Cooperative
- Pateros Public School Teachers Multi-Purpose Cooperative
- PCAARRD Multipurpose Cooperative
- Pili Market Development Cooperative
- Pinaglabanan Credit Cooperative
- PLDT Emps Credit Cooperative
- Printing and Publishing Multipurpose Cooperative
- Quezon Medical Mission Group Multipurpose Cooperative
- Sacred Heart Savings Cooperative
- Salvacion Farmers Development Cooperative
- Samahang Mare at Pare Multipurpose Cooperative
- San Isidro (SN) Development Cooperative
- San Juan Dela Cruz Parish Savings and Credit Cooperative
- Sarrat Namnama Multi-Purpose Cooperative
- Simbayanan ni Maria Development Cooperative
- Sorosoro Ibaaba Development Cooperative
- Sorsogon Medical Mission Group Hospital and Health Services Cooperative
- St. Lucy Multi Purpose Cooperative
- Sta. Cruz Savings and Development Cooperative
- Sta. Monica of Bustos Multipurpose Cooperative
- Sto. Rosario Multi-Purpose Cooperative
- Sto. Tomas De Villanueva Parish Multi-Purpose Cooperative
- Sulong sa Tagumpay Multi-purpose Cooperative
- Suyo Multi Purpose Cooperative
- Tabuk Multipurpose Cooperative
- Tanay Market Vendors and Community Multi-Purpose Cooperative
- Taytay Development Cooperative
- Thanksgiving Multipurpose Cooperative
- Trinidad Based Agawa Multipurpose Cooperative
- Valenzuela Development Cooperative
- Vincentian Family Multi-Purpose Cooperative

Visayas

- Abuyog St. Francis Xavier Credit Cooperative
- Antique Federation of Cooperatives
- Antique Provincial Government Employees Multi-Purpose Cooperative
- Bacolod City National High School Multipurpose Cooperative
- Bacolod City Public School Teachers and Employees Multipurpose Cooperative (BAPSTEMPCO)
- Bais City Officials & Employees Multi-purpose Cooperative
- Barbaza Multi-purpose Cooperative
- Basak-Layog Agricultural Multipurpose Cooperative
- Belison Multi-Purpose Cooperative
- Binalagan Multipurpose Cooperative
- Bohol APC Multi-purpose Cooperative
- Bohol Diocesan Multipurpose Cooperative
- Bol-anon Multi-purpose Cooperative
- Buenavista Development Cooperative
- Bugasong Multi-Purpose Cooperative
- Cabugayan Multipurpose Cooperative
- CAPGEM Community Multipurpose Cooperative
- Catilban-Boracay Transport Multi-Purpose Cooperative
- Cebu CFI Community Cooperative
- Cebu Market Vendors Development Cooperative
- Cebu Mitsumi Multi-purpose Cooperative
- Cebu People's Multi-Purpose Cooperative
- CENECO Employees Multi-Purpose Cooperative
- Commission On Audit (COA) Employees Multi-Purpose Cooperative
- Compostela Market Vendors Multi-purpose Cooperative
- Consolacion Multi-Purpose Cooperative
- Cooperative Bank of Negros Oriental
- Cordova Multi-purpose Cooperative
- COWASCO Multipurpose Cooperative
- Danao Employees Multi-purpose Cooperative
- Dao Multi-Purpose Cooperative
- Department of Agriculture Regional Employees Multipurpose Cooperative
- Dr. Vicente F. Gustilo Memorial National High School Multi Purpose Cooperative
- EPSTEMPCO-Visayas
- Government Employees Multi-Purpose Cooperative of Silay City
- Guadalupe Community Multi-purpose Cooperative
- Guimaras Employees Multi-Purpose Cooperative
- Hilongos Multipurpose Cooperative
- Himamaylan City Employees Multi-Purpose Cooperative
- Holy Child Multipurpose Cooperative
- Iloilo Science and Technology University (ISAT U) and Community Multipurpose Cooperative
- Jordan Municipal Officials & Employees Multi-Purpose Cooperative
- Kabankalan Government Employees Multipurpose Cooperative
- Kabankalan-Ilog Teachers And Employees Multi-Purpose Cooperative
- Kangara Multipurpose Cooperative
- La Consolacion College Faculty Community Multipurpose Cooperative
- Lear Employees Multi Purpose Cooperative
- Maasin Community Multipurpose Cooperative
- Maasin Employees Multipurpose Cooperative
- Maayon Development Cooperative
- Mactan Peoples Multipurpose Cooperative
- Maripipi Multipurpose Cooperative
- National Teachers And Employees Cooperative Bank
- Northern Samar Multipurpose Cooperative
- Ormoc Vendors Multipurpose Cooperative
- Palompon North District Credit Cooperative
- Pandan Multi-Purpose Cooperative
- Patnongon Multi-Purpose Cooperative
- People's Development Fund Savings and Credit Cooperative
- Regional and Central COMELEC Employees Multipurpose Cooperative
- Riverside Medical Center Multi-Purpose Cooperative
- Saint Bernard Multipurpose Cooperative
- Saint Ignatius Loyola Multi-purpose Cooperative
- Saint Vincent De Paul Multipurpose Cooperative
- San Carlos City Government Employees Multi-Purpose Cooperative
- San Jose Parish Hinundayan Multipurpose Cooperative
- San Jose Parish Multipurpose Cooperative
- San Juan Parish Multipurpose Cooperative
- Southern Leyte Employees Multi-purpose Cooperative
- Southern Leyte State University Credit Cooperative
- Sts. Peter and Paul Multipurpose Cooperative
- Talayo Yuden Employees Multipurpose Cooperative
- TMX Credit Cooperative
- Tubugan Employees Development Cooperative
- Twenty-Five Peso Multi- Purpose Cooperative
- VICTO National Cooperative Federation And Development Center
- Zarraga Multi-Purpose Cooperative

Mindanao

- Agusan del Sur Capitol Employees Multi-Purpose Cooperative
- Agusan National High School Multi-Purpose Cooperative
- Aurora Integrated Multipurpose Cooperative
- Avon Cagayan de Oro Multi-Purpose Cooperative
- Baug CARP Beneficiaries Multi-purpose Cooperative
- BCS Credit Cooperative
- BOC X MULTI-PURPOSE COOPERATIVE
- Bukidnon Government Employees Multi-purpose Cooperative
- Bukidnon II Electric Cooperative Inc
- Bukidnon Pharmaceutical Multi-purpose Cooperative
- Buklod Multi-Purpose Cooperative
- City Hall Employees Multi-Purpose Cooperative
- Cooperative Bank of Cotabato
- COOPERATIVE UNION OF ILIGAN CITY
- Cotelco Employees and Retirees Multi-Purpose Cooperative
- DAR Region-10 Employees Multi-Purpose Cooperative
- Davao Allied Development & Services Cooperative
- Davao Government Officials & Employees Multi-Purpose Cooperative
- Denraceae Multi-Purpose Cooperative
- Digos Market Vendors Multipurpose Cooperative
- DOLE-10 CARES MULTI-PURPOSE COOPERATIVE
- Eco Church Consumers Cooperative
- El Grande Multi-Purpose Cooperative
- First Agrarian Reform Credit Cooperative
- Gata Daku Multi-Purpose Cooperative
- Greater Midisayap Area Multipurpose Cooperative
- ICTUS Premier Multipurpose Cooperative
- Iligan Cement Multi-Purpose Cooperative
- Iligan City Government Employees Multi-purpose Cooperative
- Iligan Dealers Multi-Purpose Cooperative
- Iligan Light Employees Multi-Purpose Cooperative
- Independent Cooperative Movement of Employees of Davao
- Inter-Office Employees & Businessmen Credit Cooperative
- JC Workers-Members Multipurpose Cooperative
- Jobnet Multipurpose Cooperative
- Kapalong Cooperative
- KERDOS MULTI-PURPOSE COOPERATIVE
- Kiblawan Multipurpose Cooperative
- KST Multipurpose Cooperative
- Laak Multipurpose Cooperative
- Libungan National Employees Multipurpose Cooperative
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- MSU IIT MPC CAC
- MSU Self-Help Society Multi-Purpose Cooperative
- Municipal Employees of Mati Cooperative
- Nestle CDO Employees District-Purpose Cooperative
- North East West South Multipurpose Cooperative
- Northern Mindanao Medical Center Multi-Purpose Cooperative
- Oro Integrated Cooperative
- OROQUIETA CITY EMPLOYEES MULTI-PURPOSE COOPERATIVE
- Pag-asa Farmers' Development Cooperative
- Paglaum Multi-Purpose Cooperative
- Panabo Multipurpose Cooperative
- Pantukan Chess Club Cooperative
- Police Regional Office 11 Multi-Purpose Cooperative
- Polomolok Multipurpose Cooperative
- Quezon Community Multipurpose Cooperative
- Samal Island Multi-Purpose Cooperative
- Servus Multipurpose Cooperative
- Sibuguey Valley Multi-Purpose Cooperative
- Sindangan Facoma-Community Multipurpose Cooperative
- SRT Tacurong City Cooperative of Sultan Kudarat
- Sultan Kudarat State University Multipurpose Cooperative
- Tagum City Employees Cooperative
- Universal Robina Corporation El Salvador Employees Multi-Purpose Cooperative
- USPD Savings and Credit Cooperative
- Xavier University Community Credit Cooperative
- Xavier University Community Multi-Purpose Cooperative
- Zamboanga Del Norte Cooperative Bank

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