



Philippine Crop Insurance Corporation

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TOPIC OUTLINE:

I. Brief Background of PCIC

II. Initiatives and Programs

a. Insurance Programs

b. Results of Operations and Accomplishments
as of June 30, 2023

III. Strategies to Improve and Ways Forward

LEGAL BASIS:

The Philippine Crop Insurance Corporation (PCIC) was created under **Presidential Decree (PD) 1467** on June 11, 1978.

Its charter was amended by **P.D. 1733** on October 21, 1980 and **R.A. 8175** on December 29, 1995.

MANDATE:

P.D. No. 1467, as amended by P.D. 1733 and Republic Act 8175, tasks the PCIC to provide insurance protection to the country's agricultural producers, particularly the subsistence farmers, against loss of their crops and non-crop agricultural assets on account of natural calamities, such as typhoons, floods, droughts, earthquakes and volcanic eruptions, plant pests and diseases and/or other perils.



- **PCIC is a corporation under the Department of Finance (DOF)**
- **Delivers its services through its Head Office, 13 regional offices, 57 extension offices, and 23 service desks**



BENEFITS OF AGRICULTURAL INSURANCE

- Protects farm investments, including crops and other properties;
- Serves as substitute collateral for farmers and fisherfolk who have no property in securing loans extended by lending/financing institutions;
- Encourage farmers to invest more in new technologies that would result in increasing productivity;
- Serves as an enabling mechanism that encourages greater investments and production from farmers and fisherfolk, thus promoting food security and poverty alleviation;
- Serves as an effective financial adaptation measure against the destructive effects of climate change.



Initiatives and Programs

INSURANCE LINES



**RICE CROP
INSURANCE**



**CORN CROP
INSURANCE**



**LIVESTOCK
INSURANCE**



**FISHERIES
INSURANCE**



**NON-CROP AGRICULTURAL ASSET
INSURANCE**



**HIGH-VALUE CROP
INSURANCE**



**CREDIT AND LIFE TERM
INSURANCE**

RICE AND CORN CROP INSURANCE

An insurance protection extended to farmers against losses in rice and corn crops due to natural calamities as well as infestation of selected major plant pests and diseases.

HIGH-VALUE CROP INSURANCE

An insurance protection extended to farmers to cover both short-gestating and perennial types of crops against natural calamities as well as infestation of selected major plant pests and diseases.

LIVESTOCK INSURANCE

An insurance protection for livestock raisers against loss of carabao, cattle, horse, swine, goat, sheep, poultry and game fowls and animals due to accidental death or diseases.

NON-CROP AGRICULTURAL ASSET INSURANCE

An insurance protection extended to farmers against loss of their non-crop agricultural assets like agricultural buildings, warehouses, rice mills, irrigation facilities and other farm equipment due to perils such as fire and lightning, and earthquake.

FISHERIES INSURANCE

An insurance protection extended to fish farmer/fisherfolk/growers against losses in unharvested crop or stock in fisheries farms due to natural calamities and fortuitous events.

CREDIT AND LIFE TERM INSURANCE

An insurance protection extended to agricultural producers, fisher folk and other stakeholders that covers death, disablement and dismemberment of the insured.



**RESULTS OF
OPERATIONS AND
ACCOMPLISHMENTS**

ACCOMPLISHMENT AS OF JUNE 30, 2023

Insurance Line	PRODUCTION		CLAIMS	
	No. of Farmer/ Fishers Insured	Premium (PhP M)	No. of Claimants	Indemnity (PhP M)
Rice	457,588	1,185.061	137,126	806.444
Corn	210,735	567.618	26,691	187.191
High-Value Crops	196,542	239.904	7,744	66.550
Livestock	252,777	310.660	5,750	77.425
Fisheries	6,347	16.407	470	3.467
Non-Crop Agri-Assets	38,118	32.102	229	3.393
Credit and Life Term	316,404	30.684	602	13.798
Total	1,478,511	2,382.435	178,612	1,158.268

Other notable accomplishments

- PCIC pursued digitalization of critical insurance process to speed up delivery of service
- PCIC has continuously maintained and upgraded its Quality Management System (ISO)
- PCIC gained high marks in customer satisfaction and governance surveys:
 - PCIC is one of the top-ranking GOCCs from 2016 to 2021 based on Corporate Governance Scorecard for GOCCs;
 - PCIC rated 94.96% in GCG performance scorecard 2020; and
 - PCIC attained 93.01% rating in an independent customer satisfaction survey 2021 conducted by Development Academy of the Philippines
- Creation of Risk Management Office



Strategies to Improve and Ways Forward

On greater inclusion at farm level:

1. Continue to expand insurance coverage among farmers and fisherfolk using other fund sources, including those to be generated from LGUs;
2. Pursue conversation with ACPC on greater financing and insurance coverage for landless farmers and small fisherfolk; and
3. Strong collaboration with LBP, DBP and other LI's , Micro-Finance Institutions providing agricultural loans to agricultural producers and fishers;
4. Optimize insurance coverage in organized farm clusters.

On Digitalization:

1. Increase/enhance use of smartphone technology to shorten field validation time for insurance enrolment and claims;
2. Scale up implementation of the PCIC-LBP agreement on the use of cash card or prepaid card system for indemnification;
3. Build online platforms for insurance registration and filing of claims among farmers and fisherfolk.

On partnership strengthening:

1. Expand current 4000-strong insurance partnerships of lending cooperatives, irrigators associations, other cooperatives, rural banks and other civil society organizations;
2. Increase municipal/city LGU engagement; and
3. Continuous harmonious partnership with other government agencies (DA, DAR, LBP, etc.) and private industry;
4. Encourage private insurance industries to partner with PCIC to scale-up agricultural insurance business in the country
5. Partnered with **Card Pioneer Microinsurance Inc.** under a co-insurance agreement.



THANK YOU!

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