

ANNUAL STATEMENT OF THE MERCANTILE INSURANCE COMPANY, INC.  
FOR THE YEAR ENDED DECEMBER 31, 2020

EXHIBIT II. STATEMENT OF FINANCIAL POSITION  
LIABILITIES & NET WORTH

Account	Reference	Ledger Balances	Non-ledger Liabilities	Amounts for Net Worth Requirements ( _ December 20XX)	Ledger Balances (Balances as of 31 December 20XX)
LIABILITIES					
30. Claims Liabilities	<a href="#">Schedule 31</a>	1,328,729,007	-	1,328,729,007	-
30.1. Outstanding Claims Reserves		1,066,688,781		1,066,688,781	
30.2. Claims Handling Expenses		116,249,732		116,249,732	
30.3. IBNR Reserves		145,790,495		145,790,495	
31. Premium Liabilities	<a href="#">Schedule 32</a>	1,147,401,446		1,147,401,446	
32. Due to Reinsurers	<a href="#">Schedule 4</a>	49,249,346	-	49,249,346	-
32.1. Premiums Due to Reinsurers - Treaty		9,007,277		9,007,277	
32.2. Premiums Due to Reinsurers - Facultative		40,242,069		40,242,069	
33. Funds Held for Reinsurers	<a href="#">Schedule 4</a>	-	-	-	-
33.1. Premiums Reserve Withheld for Reinsurers - Treaty		-		-	
33.2. Premiums Reserve Withheld for Reinsurers - Facultative		-		-	
34. Other RI Accounts Payable		-		-	
35. Commissions Payable	<a href="#">Schedule 35</a>	256,831,834		256,831,834	
36. Deferred Reinsurance Commissions		8,837,258		8,837,258	
37. Return Premiums Payable	<a href="#">Schedule 36</a>	-		-	
38. Taxes Payable	<a href="#">Schedule 37</a>	238,928,115	-	238,928,115	-
38.1. Premiums Tax Payable		2,353,035		2,353,035	
38.2. Documentary Stamps Tax Payable		74,298,821		74,298,821	
38.3. Value-Added Tax (VAT) Payable		25,454,463		25,454,463	
38.4. Deferred Output VAT		109,448,151		109,448,151	
38.5. Income Tax Payable		-		-	
38.6. Withholding Tax Payable		7,115,254		7,115,254	
38.7. Fire Service Tax Payable		7,541,189		7,541,189	
38.8. Other Taxes and Licenses Payable		12,717,202		12,717,202	
39. Deposit for Real Estate Under Contract to Sell		-		-	
40. Cash Collaterals		-		-	
41. Accounts Payable	<a href="#">Schedule 38</a>	162,928,155	-	162,928,155	-
41.1. SSS Premiums Payable		(1,090.00)		(1,090)	
41.2. SSS Loans Payable		(2,353.38)		(2,353)	
41.3. Pag-ibig Premiums Payable		(100)		(100)	
41.4. Pag-ibig Loans Payable		(547)		(547)	
41.5. Rent Payable		-		-	
41.6. Others (Specify on another sheet)		162,932,246		162,932,246	
42. Dividends Payable	<a href="#">Schedule 39</a>	-		-	
43. Financial Liabilities at Fair Value Through Profit or Loss		-	-	-	-
43.1. Financial Liabilities Held for Trading		-		-	
43.2. Financial Liabilities Designated at Fair value through Profit or Loss		-		-	
43.3. Derivative Liabilities		-		-	
44. Notes Payable	<a href="#">Schedule 40</a>	-		-	
45. Lease Liability	<a href="#">Schedule 26</a>	-		-	
46. Pension Obligation		21,278,629		21,278,629	
47. Accrual for Long-Term Employee Benefits		-		-	
48. Deferred Tax Liability		34,546,958		34,546,958	
49. Provisions	<a href="#">Schedule 41</a>	-		-	
50. Cash-Settled Share-Based Payment		-		-	
51. Accrued Expenses	<a href="#">Schedule 42</a>	15,253,480	-	15,253,480	-
51.1. Accrued Utilities		8,816,716		8,816,716	
51.2. Accrued Services		639,651		639,651	
51.3. Accrual for Unused Compensated Absences		5,797,113		5,797,113	
52. Other Liabilities	<a href="#">Schedule 43</a>	26,727,543	-	26,727,543	-
52.1. Deferred Income		-		-	
52.2. Others		26,727,543		26,727,543	
53. Derivative Liabilities Held for Hedging		-	-	-	-
53.1. Fair Value Hedge		-		-	
53.2. Cash Flow Hedge		-		-	
53.3. Hedges of a Net Investment in Foreign Operation		-		-	
TOTAL LIABILITIES		3,290,711,771	-	3,290,711,771	-
NET WORTH					
54. Capital Stock	<a href="#">Schedule 44</a>	331,442,200	-	331,442,200	-
54.1. Preferred Stock		-		-	
54.2. Common Stock		331,442,200		331,442,200	
55. Statutory Deposit		-		-	
56. Capital Stock Subscribed		-		-	
57. Deposit for Future Subscription		350,000,000			
58. Contributed Surplus		16,380,940		16,380,940	
59. Contingency Surplus/ Home Office Inward		22,659,244		22,659,244	
60. Capital Paid In Excess of Par		-		-	
61. Cost of Share-Based Payment		-		-	
62. Reserve Accounts		8,702,250	-	8,702,250	-
62.1. Reserve for AFS Securities		8,702,250		8,702,250	
62.2. Reserve for Cash Flow Hedge		-		-	
62.3. Reserve for hedge of a net investment in foreign operation		-		-	
62.4. Cumulative Foreign Currency Translation		-		-	
63. Reserve for Appraisal Increment		167,429,239	-	167,429,239	-
63.1. Reserve for Appraisal Increment - Property and Equipment		167,429,239		167,429,239	
63.2. Reserve for Appraisal Increment - Investment Property		-		-	
64. Remeasurement Gains (Losses) on Retirement		(10,956,990)		(10,956,990)	
65. Treasury Stock		-		-	
66. Retained Earnings / Home Office Account		233,159,027	(11,974,093)	245,133,120	
TOTAL NET WORTH		1,118,815,909	(11,974,093)	780,790,003	
TOTAL LIABILITIES AND NET WORTH		4,409,527,681	(11,974,093)	4,071,501,774	