



COMMONWEALTH OF PUERTO RICO  
OFFICE OF THE COMMISSIONER OF INSURANCE

Fermín M. Contreras-Gómez  
Commissioner of Insurance

February 3, 2003

**RULING LETTER NO.: N-E-1-20-2003**

**TO ALL DOMESTIC INSURERS AUTHORIZED TO TRANSACT PROPERTY  
INSURANCE BUSINESS IN PUERTO RICO**

**RE: Catastrophe Reserve**

Dear Sirs and Madams:

On November 20, 2002, the Office of the Commissioner of Insurance issued Ruling Letter No. N-E-11-18-2002, to be applied to net premium on catastrophe insurance and obtain the amount to be contributed to the catastrophe reserve, hereinafter "the reserve", for 2002.

After evaluating the issues brought up by the property and casualty committee of the Puerto Rico Association of Insurance Companies, "ACODESE," regarding the reasonability and method for calculating the reserve and with a view to reducing the impact on several insurers in calculating the contribution to the reserve for 2002 on a ten percent (10%), we have decided to reduce it to two point five percent (2.5%).

In view of the above, we are amending Ruling Letter No. N-E-11-18-2002 only insofar as the percentage to be applied to the net direct catastrophe premium to calculate the catastrophe reserve for 2002.

All of the remaining provisions of the Ruling Letter remain fully in effect.

Strict compliance with the above is hereby ordered.

Very truly yours,

SIGNED

Fermín M. Contreras-Gómez  
Commissioner of Insurance