

COMMONWEALTH OF PUERTO RICO  
OFFICE OF THE COMMISSIONER OF INSURANCE  
P. O. BOX 3508 - OLD SAN JUAN STATION  
SAN JUAN, PUERTO RICO 00904

Circular Letter No. A-9-488-70  
September 23, 1970

TO ALL COMPANIES AUTHORIZED TO TRANSACT  
LIFE INSURANCE BUSINESS IN PUERTO RICO

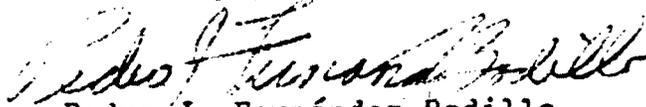
Dear Sirs:

This Office has received a great number of complaints from insureds who seem confused as to the meaning of the word "savings" when used in Life Insurance.

The above complaints indicate that the selling promotion given by the agents, has led them to believe that the term "savings" in Life Insurance functions in much the same way as in a commercial bank. That is, in a bank the depositor may withdraw all of his savings plus any interest earned. This is not so with the insurance premiums paid.

Please instruct your agents to be very careful of the interpretation given to this word in order to avoid any possible misunderstanding. Also, please be advised that if the word "savings" is to be used in any advertising material, such term must then be fully explained.

Cordially yours,



Pedro J. Fernández Badillo  
Commissioner of Insurance