



## FINANCIAL STATUS STATE INSURANCE FUND As of December 31, 2016

### A. ASSETS

	2016	% of Total	2015	% of Total	Peso Inc(dec)	% Inc(dec)
<b>SSS</b>	34,563,004,693.00	63%	33,124,126,268.00	65%	1,438,878,425.00	4%
<b>GSIS</b>	20,226,705,165.00	37%	17,635,402,733.00	35%	2,591,302,432.00	15%
<b>Total</b>	<b>54,789,709,858.00</b>	<b>100%</b>	<b>50,759,529,001.00</b>	<b>100%</b>	<b>4,030,180,857.00</b>	<b>8%</b>

\*Data based on the unaudited FS submitted by the SSS and the GSIS

As of December 31, 2016, total assets of the State Insurance Fund (SIF) amounts to Php54.79B; sixty-three percent (63%) or Php34.56B under the Social Security System (SSS) while thirty-seven percent (37%) or P20.23B is under the Government Service Insurance System (GSIS). Assets have 8% or Php4.03 billion increase from December 31, 2015 to December 31, 2016.

### B. RESERVES/NETWORTH

	As at Dec. 31, 2016	% of Total	as at Dec. 31, 2015	% of Total	Peso Inc(dec)	% Inc(dec)
<b>SSS</b>	34,550,639,297.00	63%	32,912,307,683.00	65%	1,638,331,614.00	5%
<b>GSIS</b>	20,209,090,481.00	37%	17,606,357,091.00	35%	2,602,733,390.00	15%
<b>Total</b>	<b>54,759,729,778.00</b>	<b>100%</b>	<b>50,518,664,774.00</b>	<b>100%</b>	<b>4,241,065,004.00</b>	<b>8%</b>

\*Data based on the unaudited FS submitted by the SSS and the GSIS

\*Reserves

\*\* Net worth

Total Reserves for future payment of EC claims in both private and public sector amounts to Php54.76B which has eight percent (8%) or Php4.24 billion increase from December 31, 2015 to December 31, 2016.

As of December 31, 2016, total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php34.55B. Total reserve is increased by 5% or Php1.64B from December 31, 2015 to December 31, 2016.

The GSIS SIF-managed fund total Net worth amounts to Php20.21B is broken down as follows:

Appropriated Surplus – ECIF	8,678,000,000.00
Unappropriated Surplus	11,531,090,481.00
<b>Total Network</b>	<b>20,209,090,481.00</b>

From Php17.61B in 2015 to Php20.21B as of December 31, 2016, the GSIS-ECIF total Net worth was increased by 15% or Php2.60B.

From the GSIS ECIF Net worth of Php20.21B as of December 31, 2016, a total amount of Ph8.68B is appropriated for payment of future claims, claims pending settlement, rehabilitation services, ECC and OSHC operating fund and for contingencies. Appropriations for years are as follows:

Years	Amount (in millions)
2010	613.96
2011	633.40
2012	1,095.95
2013	6,125.00
2014	7,045.00
2015	7,780.00
2016	8,678.00

## C. REVENUE

**Table C-1 Revenue Collected from January to December 31, 2016**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution Investment and Other Income	1,913,619,552.00	55%	2,901,184,253.00	99%	4,814,803,805.00	75%
	1,578,487,617.00	45%	19,362,270.00	1%	1,597,849,887.00	25%
<b>Total</b>	<b>3,492,107,169.00</b>	<b>100%</b>	<b>2,920,546,523.00</b>	<b>100%</b>	<b>6,412,653,692.00</b>	<b>100%</b>

54.5%

45.5%

From January to December 31, 2016, **SIF generated total revenue of Ph6.41B**: seventy five percent (75%) or Php4.81B came from the collection of members' contributions while twenty five percent (25%) or Php1.598B from investment and other income.

Php3.49 billion or 54.5% of the total revenue came from the SSS while Php2.92 billion or 45.5% from the GSIS.

The table below shows the details of the members Contribution and Investment and other income.

**Table C-2 Revenue Collected from January to December, 2015**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,828,701,491.00	64%	1,924,670,706.00	89%	3,753,372,197.00	75%
Investment and Other Income	1,026,998,283.00	36%	227,345,546.00	11%	1,254,343,829.00	25%
<b>Total</b>	<b>2,855,699,774.00</b>	<b>100%</b>	<b>2,152,016,252.00</b>	<b>100%</b>	<b>5,007,716,026.00</b>	<b>100%</b>
		57.0%		43.0%		

**Table C-3 Comparative Net increase (decrease) in Revenues (December 31, 2015 and 2016)**

Particulars	Php Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
SSS	84,918,061.00	8%	551,489,334.00	19%	636,407,395.00	22%
GSIS	976,513,547.00	430%	(207,983,276.00)	-10%	768,530,271.00	36%
<b>TOTAL</b>	<b>1,061,431,608.00</b>	<b>21%</b>	<b>343,506,058.00</b>	<b>7%</b>	<b>1,404,937,666.00</b>	<b>28%</b>

Total Combined Revenue from January to December 31, 2016 has a net increase of **Php1.404 B compared to same period in 2015**. *The total increase in collection of members' contribution amounts to Php1.06 billion while Investment and Other Income has a net increase of Php343.51 million.*

Total SSS revenue from January to December, 2016 has **gone up by 22% or Php636.41 million**. **Likewise**, the total GSIS revenue has **gone up by 36% or Php768.53M** compared to the same period in 2015.

## D. INVESTMENT

### I. Investment and Investment Income of Public Sector SIF

As of December 31, 2016, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php15.825B with an investment income of Php1.39 million. Investment has increase by 22% or Php2.83B from the Php12.996B investment total at the end of 2015.

The table below shows the comparative details of investment as at December 31, 2015 and 2016:

Particulars	Jan. to Dec. 2016	Jan. to Dec. 2015	Ph Inc (dec)	% Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	212,079,778.00	261,221,694.00	(49,141,916.00)	-19%
<b>NON-CURRENT INVESTMENT</b>				
Fair Value Through Profit or Loss (FVPL)				
ROP Notes & Bonds AFS-Peso	11,424,123,214.00	10,509,130,847.00	914,992,367.00	9%
Corporate Bonds	2,762,669,371.00	1,677,483,300.00	1,085,186,071.00	100%
Stocks Traded	1,426,693,479.00	548,378,475.00	878,315,004.00	100%
Total Non-current Investments	15,613,486,064.00	12,734,992,622.00	2,878,493,442.00	23%
<b>TOTAL INVESTMENT</b>	<b>15,825,565,842.00</b>	<b>12,996,214,316.00</b>	<b>2,829,351,526.00</b>	<b>22%</b>
<b>Return of Investment</b>	<b>0.88%</b>	<b>3.29%</b>		

\*Based on the report submitted by the GSIS; Investment Income as of Dec. 31, 2015 Php428,158,250.00

Of the total investment as of December 31, 2016, 99% or Ph15.61B is placed under non-current investment particularly in ROP Notes and Bonds AFS, Stocks Traded and Corporate Bonds while Ph212.68 million is placed under the Held to Maturity Investment particularly on High Yield Short-term Placement. Return of Investment is at 0.88%..

The table below shows the **comparative details of the investment income** from January to December 31, 2016 and 2015.

PARTICULARS	Jan. to Dec.	Jan. to Dec.	Ph	%
	2016	2015	Inc (dec)	Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	36,407,033.00	2,241,235.00	34,165,798.00	1524%
<b>NON-CURRENT INVESTMENT</b>				
Available for Sale Financial Assets				
Gain (Loss) on Valuation - Stocks	(101,099,298.00)	(12,271,524.00)	(88,827,774.00)	724%
Gain (Loss) on Valuation - ROP Notes	(296,958,871.00)	(285,500,681.00)	(11,458,190.00)	4%
Gain (Loss) on Valuation - Corporate Bonds	(85,063,929.00)	32,201,800.00	(117,265,729.00)	-364%
Gain on Sale of Stocks	-	4,530.00	(4,530.00)	-100%
Dividend on Stocks	28,623,016.00	20,818,380.00	7,804,636.00	37%
Interest on ROP Notes & Bonds AFS-Peso	426,966,859.00	481,033,463.00	(54,066,604.00)	-11%
Gain(Loss) on Sale of Bonds	20,600,798.00	105,440,880.00	(84,840,082.00)	-80%
Interest on Corporate Bonds - AFS	110,007,067.00	84,190,167.00	25,816,900.00	31%
<b>Total Investment Income</b>	<b>139,482,675.00</b>	<b>428,158,250.00</b>	<b>(288,675,575.00)</b>	<b>-67%</b>

The January to December, 2016 investment income is 67% or Php288.68M lower compared to the investment income earned during same period in 2015.

## II. Investment of Private Sector SIF

As of December 31, 2016, total investment of Private Sector SIF amounts to Php33.68B. Investment is increased by 20% or Php5.59B from Php28.09B in December 31, 2015. Total Investment Income from January to December 31, 2016 amounts to Php1.578 billion. Investment Income has 96% or Php571.41M increase from Ph786.27M investment Income in 2015. Return of Investment is at 4.57%.

Eight percent (8%) or Php2.63B of the total Investment is placed under the Current Investment particularly on Corporate Notes, NHMFC and Commercial and Industrial loan while ninety two percent (92%) or Php31.05B is placed under the non-current investments. The table below shows the details of these non-current investments.

Total investment in Held on Maturity Investment in the amount of Ph17.30B comprised the highest rate (52%) of its investment under the Non-current Investment and generates total investment income in the amount of Php797.34M from January to December 31, 2016. Total investment in Members' Loan in the amount of Php6.98B comprised the highest rate (20%) of the investment under loans and receivables and contributed Php413.99M investment income.

*Cash Equivalent and Interest Income*

From January to December 31, 2016, the SIF at SSS has a total Cash and Cash Equivalent of Php556.16 million which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php19.8M.

*Investment and other Income*

Investment and other Income from January to September 30, 2016 amounts to Php1.512B broken down as follows:

<b>Particulars</b>	<b>AMOUNT</b>
Investment Income	1,537,678,969.45
Other Income	
Interest Income –Cash in Bank/term deposits	119,798,115.72
Miscellaneous Income	2,362,948.49
Recovery of impairment loss	18,647,583.76
<b>Total Investment and Other Income</b>	<b>1,578,487,617.42</b>

## INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT As of Dec. 2016	% of total	Income from Investment Jan. to Dec. 2016	INVESTMENT As of Dec. 2015	% Inc. /-Dec Investment	Income from Investment Jan. to Dec. 2015
<b>CURRENT INVESTMENT</b>						
Held to Maturity investments						
-Short term money placement	-		10,581,100.28	1,123,697.91	-100%	51,595,181.62
-Corporate Note	2,489,305,568.05		-	498,511,389.60	399%	-
Held for Trading Financial Assets (FV)	66,778,188.00		20,893,514.25	-	100%	1,128,613.79
Loans and Receivables						
-NHMFC	72,344,685.78		-	71,130,128.83	2%	-
-Commercial and Industrial loans -Dormitory/apartment loan program	128,565.34		-	170,730.40	-25%	-
<b>Total Current Investments</b>	<b>2,628,557,007.17</b>	<b>8%</b>	<b>31,474,614.53</b>	<b>570,935,946.74</b>	<b>360%</b>	<b>52,723,795.41</b>
<b>NON-CURRENT INVESTMENTS</b>						
<b>Non-current Financial assets</b>						
<i>Available-for-Sale financial assets</i>						
- Marketable securities at FV net	<b>5,449,528,829.90</b>	<b>16%</b>	<b>543,071,800.37</b>	<b>1,920,069,936.50</b>	<b>0%</b>	<b>15,237,570.41</b>
<i>Held on Maturity Investments</i>						
-Corporate Notes	387,500,000.00		81,648,059.44	387,500,000.00	0%	12,948,961.56
-Corporate Bonds	14,710,994,017.29		106,910,444.90	14,764,618,934.55	0%	27,667,038.79
-Government Bonds	2,204,112,000.00		609,179,434.44	2,112,112,000.00	0%	277,450,553.73
<b>Total</b>	<b>17,302,606,017.29</b>	<b>51%</b>	<b>797,737,938.78</b>	<b>17,264,230,934.55</b>	<b>0%</b>	<b>318,066,554.08</b>
<i>Loans and Receivables</i>						
Members Loan						
- Salary/education/calamity	6,505,924,550.57		323,070,226.95	6,194,141,420.87	5%	325,672,011.40

- Separated member loan	29,967,392.54		11,693,901.92	39,964,937.01	-25%	27,586,305.15
- Emergency loan	256,740,303.01		79,221,397.71	276,620,444.59	-7%	24,101,493.29
- Student Assistance loan	-		231.00	-		(15,420.26)
- Loan to Voc/tech students	16,397.16		-	16,397.16	0%	-
<b>Total</b>	<b>6,792,648,643.28</b>	<b>20%</b>	<b>413,985,757.58</b>	<b>6,510,743,199.63</b>	<b>4%</b>	<b>377,344,389.58</b>
National Home Mortgage Finance Corporation	<b>1,222,860,421.41</b>	<b>4%</b>	<b>(255,311,793.65)</b>	<b>1,513,224,257.67</b>	<b>-19%</b>	<b>2,768,193.00</b>
Home Development Mutual Fund	-		-	-	<b>0%</b>	-
Housing loans						
- Real Estate loan	<b>279,787,159.59</b>	<b>1%</b>	<b>6,138,590.43</b>	<b>309,019,890.92</b>	<b>-9%</b>	<b>20,067,400.71</b>
Commercial and Industrial loans						
- Hospital financing program	-		-	-	0%	-
- Dormitory/apartment loan prog.	4,315,350.17		582,061.41	4,467,659.65	-3%	57,490.61
<b>Total</b>	<b>4,315,350.17</b>	<b>0%</b>	<b>582,061.41</b>	<b>4,467,659.65</b>	<b>-3%</b>	<b>57,490.61</b>
<b>Total Loans and Receivables</b>	<b>8,299,611,574.45</b>	<b>25%</b>	<b>165,394,615.77</b>	<b>8,337,455,007.87</b>	<b>-28%</b>	<b>400,237,473.90</b>
<b>Total Non-Current Investments</b>	<b>31,051,746,421.64</b>	<b>92%</b>	<b>1,506,204,354.92</b>	<b>27,521,755,878.92</b>	<b>-3%</b>	<b>733,541,598.39</b>
<b>TOTAL INVESTMENT/ INCOME</b>	<b>33,680,303,428.81</b>	<b>100%</b>	<b>1,537,678,969.45</b>	<b>28,092,691,825.66</b>	<b>20%</b>	<b>786,265,393.80</b>
<b>Return on Investment</b>			<b>4.57%</b>			<b>2.80%</b>

**Note: Ph284.35M or 57% increase in Investment Income over the same period in 2014  
Ph751.41M or 96% increase in Investment Income over the same period in 2015**



## E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	1,095,105,411.00	93%	223,277,942.00	92%	1,318,383,353.00	93%
Operating Expenses*	77,714,517.00	7%	3,082,119.00	1%	80,796,636.00	6%
Management fees	-		15,962,572.00	7%	15,962,572.00	1%
<b>Total</b>	<b>1,172,819,928.00</b>	<b>100%</b>	<b>242,322,633.00</b>	<b>100%</b>	<b>1,415,142,561.00</b>	<b>100%</b>

\*GSIS – refers to Investment Fees and Other Expenses

Total expenditures as of December 31, 2016 amounting to Php1.415B was spent by the Systems for benefits payments and operating expenses/management fee; Eighty-three percent (83%) or Php1.172 billion by the SSS while seventeen percent (17%) or Php242.32M by the GSIS.

**SSS spent Php1.095B for the payment of 249,796 EC benefits claims in the private sector and Php77.71M for its operating expenses.** The Operating Expenses is computed using the Benefit Payment Ratio formula re the percentage of the total ECC benefit payments over the combined SSS and ECC benefit payments from the total PS and MOOE of the entire SSS.

The **GSIS spent Php242.32M for payment of 40,404 EC benefits claims in the public sector and Management fee charged by the GSIS to SIF amounts to Php15.96M** computed also using the Benefit Payment ratio. The GSIS adopted the Benefit Payment Ratio formula in the computation of its management fee since 2015.

## F. EC BENEFITS CLAIMS AND PAYMENTS

The table below shows the breakdown of the number of claims and benefits payments made by the Systems from January to December 31, 2016:

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
DEATH AND PENSION	203,257	848,755,859.00	35,136	166,013,978.00
DISABILITY	18,650	124,728,302.00	1,984	22,449,346.00
SICKNESS	25,051	100,442,068.00	630	9,087,944.00
MEDICAL SERVICES	1,100	13,119,467.00	2463	22,630,260.00
FUNERAL BENEFITS	348	6,500,000.00	163	2,990,359.00
REHABILITATION SERVICES	390	1,559,715.00	28	106,056.00
<b>TOTAL</b>	<b>249,796</b>	<b>1,095,105,411.00</b>	<b>40,404</b>	<b>223,277,943.00</b>

Death and pension benefits comprised the highest share in the EC benefit payments made both by the SSS in the private sector and the GSIS (survivorship pension) in the public sector.

**COMPARATIVE FINANCIAL POSITION:**

	<b>SSS</b>		<b>GSIS</b>	
	<b>At December 31, 2016</b>	<b>At December. 31, 2015</b>	<b>At December 31, 2016</b>	<b>At Decemer 31, 2015</b>
<b>ASSETS</b>	345,563,004,693.00	33,124,126,268.00	20,226,705,165.00	17,635,402,733.00
<b>LIABILITIES</b>	12,365,396.00	211,818,585.00	17,614,684.00	29,045,643.00
<b>RESERVES</b>	34,550,639,297.00	32,912,307,683.00	-	-
<b>NETWORTH *</b>	-	-	20,209,090,481.00	17,606,357,091.00

	<b>At December 31, 2016</b>	<b>At December. 31, 2015</b>	<b>At December 31, 2016</b>	<b>At December 31, 2015</b>
<b>REVENUES</b>	2,947,040,399.00	2,855,699,774.00	2,920,546,523.00	2,152,016,252.00
<b>EXPENSES *</b>	1,172,819,928.00	1,155,699,941.00	317,813,133.00	256,349,880.00
<b>NET REVENUES</b>	2,319,287,241.00	1,699,999,833.00	2,602,733,390.00	1,895,666,372.00
<b>Total Comprehensive income**</b>	1,814,476,114.00	1,652,547,564.00	-	-

\* GSIS - Networth - Surplus

- Surplus

Appropriated

- Surplus

Unappropriated

\*GSIS- expenses inclusive of Management fee

\*\*SSS- Net loss on FV

adjustment

(504,811,127.00)

(47,452,269.00)

8,678,000,000.00

7,780,000,000.00

11,531,090,481.00

9,826,357,091.00

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