



## FINANCIAL STATUS STATE INSURANCE FUND As of June 30, 2017

### A. ASSETS

	As of June 30, 2017	% of Total	As at Dec. 31, 2016	% of Total	Peso Inc(dec)	% Inc(dec)
<b>SSS</b>	36,665,497,454.00	62%	34,563,004,693.00	63%	2,102,492,761.00	6%
<b>GSIS</b>	22,048,420,505.00	38%	20,214,971,785.00	37%	1,833,448,720.00	9%
<b>Total</b>	<b>58,713,917,959.00</b>	<b>100%</b>	<b>54,777,976,478.00</b>	<b>100%</b>	<b>3,935,941,481.00</b>	<b>7%</b>

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

As of June 30, 2017, total assets of the State Insurance Fund (SIF) amounts to Php58.71B; sixty-two percent (62%) or Php36.67B under the Social Security System (SSS) while thirty-eight percent (38%) or Php22.05B is under the Government Service Insurance System (GSIS). Assets have 7% or Php3.93 billion increase from December 31, 2016 to June 30, 2017.

### B. RESERVES/NETWORTH

	As at June 30, 2017	% of Total	As at Dec. 31, 2016	% of Total	Peso Inc(dec)	% Inc(dec)
<b>SSS*</b>	36,393,400,329.00	62%	34,550,639,297.00	63%	1,842,761,032.00	5%
<b>GSIS**</b>	21,985,240,936.00	38%	20,197,357,101.00	37%	1,787,883,835.00	9%
<b>Total</b>	<b>58,378,641,265.00</b>	<b>100%</b>	<b>54,747,996,398.00</b>	<b>100%</b>	<b>3,630,644,867.00</b>	<b>7%</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 Php58.38B which has seven percent (7%) or Php3.63 billion increase from December 31, 201 to June 30, 2017.

As of June 30, 2017, total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php36.39B. Total reserve is increased by 5% or Php1.84 billion from December 31, 2016 to June 30, 2017.

The GSIS SIF-managed fund total Net worth amounts to Php21.98B is broken down as follows:

Appropriated Surplus – ECIF	8,678,000,000.00
Unappropriated Surplus	13,307,240,936.00
<b>Total Network</b>	<b>21,985,240,936.00</b>

From Php20.197B in December 31, 2016 to Php21.99B as of June 30, 2017, the GSIS-ECIF total Net worth was increased by 9% or Php1.79B.

From the GSIS ECIF Net worth of Php21.99B as of June 30, 2017, 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
<b>As at June 30, 2017</b>	<b>8,678.00</b>

## C. REVENUE

**Table C-1 Revenue Collected from January to June 30, 2017**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	991,709,442.00	47%	1,383,882,850.00	70%	2,375,592,292.00	58%
Investment and Other Income	1,134,431,151.00	53%	589,352,526.00	30%	1,723,783,677.00	42%
<b>Total</b>	<b>2,126,140,593.00</b>	<b>100%</b>	<b>1,973,235,376.00</b>	<b>100%</b>	<b>4,099,375,969.00</b>	<b>100%</b>
		52%		48%		

From January to June 30 2017, **SIF generated total revenue of Php2.13B**: fifty-eight percent (58%) or Php2.375 came from the collection of members' contributions while forty-two percent (42%) or Php1.723B from investment and other income.

Php2.13 billion or 52% of the total revenue came from the SSS while Php197 billion or 48% came 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 June, 2016**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	957,565,259.00	49%	1,677,295,441.00	67%	2,634,860,700.00	59%
Investment and Other Income	990,540,663.00	51%	832,400,914.00	33%	1,822,941,577.00	41%
<b>Total</b>	<b>1,948,105,922.00</b>	<b>100%</b>	<b>2,509,696,355.00</b>	<b>100%</b>	<b>4,457,802,277.00</b>	<b>100%</b>
		44%		56%		

**Table C-3 Comparative Net increase (decrease) in Revenues (June 30, 2017 and 2016)**

Particulars	Ph Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
<b>SSS</b>	34,144,183.00	3%	143,890,488.00	7%	178,034,671.00	9%
<b>GSIS</b>	(293,412,591.00)	-35%	(243,048,388.00)	-10%	(536,460,979.00)	-21%
<b>TOTAL</b>	<b>(259,268,408.00)</b>	<b>-6%</b>	<b>(99,157,900.00)</b>	<b>-2%</b>	<b>(358,426,308.00)</b>	<b>-8%</b>

Total Combined Revenue from January to June, 2017 has gone down by 9% or a net decrease of **Php358.43 million compared to same period in 2016**. The total decrease in collection of members' contribution amounts to *Php259.27 million* while *Investment and Other Income* has a net decrease of *Php99.16 million*.

Total SSS revenue from January to June 30, 2017 has **gone up by 9% or Php178.03 million**. However, the total GSIS revenue has gone down **by 21% or Php536.46 M** compared to the same period in 2016.

## D. INVESTMENT

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

As at June 30, 2017, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php17.87B with an investment income of Php589.31 million. Investment has increase by 13% or Php2.05 billion from the Php15.81B investment total at the end of 2016.

The table below shows the comparative details of investment as at June 30, 2017 and from January to December, 2016:

Particulars	Jan to June, 2017	As at Dec. 31, 2016	Ph Inc (dec)	% Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	836,398,341.00	212,079,778.00	624,318,563.00	294%
<b>NON-CURRENT INVESTMENT</b>				
Fair Value Through Profit or Loss (FVPL)				
ROP Notes & Bonds AFS-Peso	11,347,186,446.00	11,424,123,214.00	(76,936,768.00)	-1%
Corporate Bonds	3,050,800,809.00	2,750,868,670.00	299,932,139.00	100%
Stocks Traded	2,634,266,845.00	1,426,693,479.00	1,207,573,366.00	100%
Total Non-current Investments	17,032,254,100.00	15,601,685,363.00	1,430,568,737.00	9%
<b>TOTAL INVESTMENT</b>	<b>17,868,652,441.00</b>	<b>15,813,765,141.00</b>	<b>2,054,887,300.00</b>	<b>13%</b>
Return of Investment	3.29%	<b>1.92%</b>		

Of the total investment as at June 30, 2017, 95% or Php17.03B is placed under non-current investment particularly in ROP Notes and Bonds AFS, Stocks Traded and Corporate Bonds while Php836.40 million is placed under the Held to Maturity Investment particularly on High Yield Short-term Placement. Return of Investment is at 3.29%.

The table below shows the **comparative details of the investment income** from January to June 30, 2017 and 2016.

PARTICULARS	January to June, 2017	January to June, 2016	Ph Inc (dec)	% Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	3,081,991.00	23,612,710.00	(20,530,719.00)	-87%
<b>NON-CURRENT INVESTMENT</b>				
Available for Sale Financial Assets				
Gain (Loss) on Valuation - Stocks	206,101,057.00	48,319,043.00	157,782,014.00	327%
Gain (Loss) on Valuation - ROP Notes	9,768,899.00	443,384,047.00	(433,615,148.00)	-98%
Gain (Loss) on Valuation - Corporate Bonds	(67,861.00)	49,208,280.00	(49,276,141.00)	-100%
Dividend on Stocks	29,929,020.00	19,144,289.00	10,784,731.00	56%
Interest on ROP Notes & Bonds AFS-Peso	266,475,608.00	201,695,472.00	64,780,136.00	32%
Interest on Corporate Bonds - AFS	69,517,590.00	47,045,734.00	22,471,856.00	100%
Gain on Sale of stocks	4,707,420.00	-	4,707,420.00	100%
<b>TOTAL INVESTMENT INCOME</b>	<b>589,513,724.00</b>	<b>832,409,575.00</b>	<b>(242,895,851.00)</b>	<b>-29%</b>

The January to June, 2017 investment income is 29% or Php242.895M lower compared to the investment income earned during same period in 2016.

## II. Investment of Private Sector SIF

As at June 30, 2017, total investment of Private Sector SIF amounts to Php33.495B. Investment is decreased Php184.48 million from Php33.68B in December, 2016. Total Investment Income from January to June 30, 2017 amounts to Php1.11 billion. Investment Income has 14% or Php139.88M increase from Ph974.47M investment Income in the same period in 2016. Return of Investment is at 3.33%.

Almost 100% of the total Investment is placed under the Non-Current Investment. 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 (53%) of its investment under the Non-current Investment and generates total investment income in the amount of Php382.68M from January to June 30, 2017. Total investment in Members' Loan in the amount of Php6.71B comprised the highest rate (22%) of the investment under loans and receivables and contributed Php280.71M investment income.

### *Cash Equivalent and Interest Income*

From January to June 30, 2017, the SIF at SSS has a total Cash and Cash Equivalent of Php2.74 billion which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php19.365M.

### *Investment and other Income*

Investment and other Income from January to June 30, 2017 amounts to Php1.134 billion is broken down as follows:

<b>Particulars</b>	<b>AMOUNT</b>
Investment Income	1,114,350,554.66
Other Income	
Interest Income –Cash in Bank/term deposits	19,365,160.37
Miscellaneous Income	710,920.55
Recovery of impairment loss	4,515.69
<b>Total Investment and Other Income</b>	<b>1,134,431,151.27</b>

## INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT January to June, 2017	% of total	Income from Investment Jan. to June, 2017	INVESTMENT Jan to Dec. 2016	% Inc. /-Dec	Income from Investment Jan. to June, 2016
<b>CURRENT INVESTMENT</b>						
Held to Maturity investments						
-Short term money placement -Int.			-			10,581,100.28
-Corporate Bonds	225,000,000.00			-		
-Corporate Notes	-			2,489,305,568.05		-
Loans and Receivables						
-NHMFC	35,892,246.34			72,344,685.78	-50%	-
-Commercial and Industrial loans -Dormitory/apartment loan program	116,479.28			128,565.34	-9%	-
Held for Trading financial Assets	-			66,778,188.00		
Financial Assets at FVTPL						
Equity Stocks						
Dividend Income			180,976.25			2,577,540.00
Gain/(Loss) on fair value adjustment			1,772,712.25			
Gain/(Loss) on sale/disposal			7,902,424.06			18,737,259.49
Investment Expenses			(431,283.21)			(1,386,407.51)
<b>Total Current Investments</b>	<b>261,008,725.62</b>	<b>1%</b>	<b>9,424,829.35</b>	<b>2,628,557,007.17</b>	<b>-90%</b>	<b>30,509,492.26</b>
<b>NON-CURRENT INVESTMENTS</b>						
<b>Non-current Financial assets</b>						
<i>Available-for-Sale financial assets</i>						
- Marketable securities at FV	<b>7,366,313,893.40</b>	<b>22%</b>	<b>426,216,416.40</b>	<b>5,449,528,829.90</b>	<b>35%</b>	<b>332,558,161.62</b>
<i>Held on Maturity Investments</i>						
- Government bonds	15,212,186,585.47		304,117,055.10	14,710,994,017.29	3%	304,771,359.31

- Corporate Bonds	2,082,000,000.00		55,008,130.04	2,204,112,000.00	-6%	52,940,853.00
- Corporate notes	387,500,000.00		23,554,694.45	387,500,000.00	0%	35,662,422.93
<b>Total</b>	<b>17,681,686,585.47</b>	<b>53%</b>	<b>382,679,879.59</b>	<b>17,302,606,017.29</b>	<b>2%</b>	<b>393,374,635.24</b>
<i>Loans and Receivables</i>						
Members Loan						
- Salary/education/calamity	6,449,685,678.98		148,171,774.16	6,505,924,550.57	-1%	182,130,492.69
- Separated member loan	25,001,879.01		56,595,915.73	29,967,302.54	-17%	10,972,009.74
- Emergency loan	231,863,803.22		75,938,168.71	256,740,303.01	-10%	12,788,465.58
- Student Assistance loan	-		632.86	-	0.00%	231.00
- Loan to Voc/tech students	15,585.79		184.51	16,397.16	-5%	-
<b>Total</b>	<b>6,706,566,947.00</b>	<b>20%</b>	<b>280,706,675.97</b>	<b>6,792,648,553.28</b>	<b>-1%</b>	<b>205,891,199.01</b>
National Home Mortgage						
Finance Corporation	1,238,328,789.24	4%	2,748,825.96	1,222,860,421.21	1%	3,367,325.65
Home Development Mutual Fund	-		-	-	0%	-
Housing loans						
- Real Estate loan	237,632,261.10	1%	12,551,548.32	279,787,159.59	-15%	8,198,688.26
Commercial and Industrial loans						
- Hospital financing program	-		-	-	0%	-
- Dormitory/apartment loan prog.	4,285,175.91		22,379.07	4,315,350.17	-1%	568,039.52
<b>Total</b>	<b>4,285,175.91</b>	<b>0%</b>	<b>22,379.07</b>	<b>4,315,350.17</b>	<b>-1%</b>	<b>568,039.52</b>
<b>Total Loans and Receivables</b>	<b>8,186,813,173.25</b>	<b>24%</b>	<b>296,029,429.32</b>	<b>8,299,611,484.25</b>	<b>-16%</b>	<b>218,025,252.44</b>
<b>Total Non-Current Investments</b>	<b>33,234,813,652.12</b>	<b>99%</b>	<b>1,104,925,725.31</b>	<b>31,051,746,331.44</b>	<b>-1%</b>	<b>943,958,049.30</b>
<b>GRAND TOTAL</b>	<b>33,495,822,377.74</b>	<b>100%</b>	<b>1,114,350,554.66</b>	<b>33,680,303,338.61</b>	<b>-1%</b>	<b>974,467,541.56</b>
<b>Return of Investment</b>			<b>3.33%</b>			



## E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	571,783,365.00	95%	100,738,551.00	92%	672,521,916.00	95%
Operating Expenses*	28,950,957.00	5%	2,683,824.00		31,634,781.00	4%
Management fees	-		6,455,699.00	8%	6,455,699.00	1%
<b>Total</b>	<b>600,734,322.00</b>	<b>100%</b>	<b>109,878,074.00</b>	<b>100%</b>	<b>710,612,396.00</b>	<b>100%</b>

85%

15%

\*GSIS – refers to Investment Fees and Other Expenses

Total expenditures as of June 30, 2017 amounting to Php710.61 million was spent by the Systems for benefits payments and operating expenses/management fee; Eighty-five percent (85%) or Php600.73 million by the SSS while fifteen percent (15%) or Php109.88 million by the GSIS.

**SSS spent Php571.78 million for the payment of 122,707 EC benefits claims in the private sector and Php28.95M 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 Php100.74 million for payment of 20,104 EC benefits claims in the public sector and Management fee charged by the GSIS to SIF amounts to Php6.455M** 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 June 30, 2017:

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
DEATH AND PENSION	97,918	421,078,553.00	17,300	75,733,784.00
DISABILITY	9,904	78,718,057.00	958	6,838,122.00
SICKNESS	13,724	60,646,929.00	356	5,960,925.00
MEDICAL SERVICES	784	6,505,284.00	1387	10,601,503.00
FUNERAL BENEFITS	229	4,320,000.00	88	1,580,567.00
REHABILITATION SERVICES	148	414,543.00	16	23,650.00
<b>TOTAL</b>	<b>122,707</b>	<b>571,783,365.00</b>	<b>20,105</b>	<b>100,738,551.00</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:**

	SSS		GSIS	
	At June 30, 2017	At Dec. 31, 2016	At June 30, 2017	At Dec. 31, 2016
<b>ASSETS</b>	36,665,497,454.00	34,563,004,693.00	22,048,420,505.00	20,214,949,243.00
<b>LIABILITIES</b>	272,097,125.00	12,365,396.00	63,179,569.00	17,614,684.00
<b>RESERVES</b>	36,393,400,329.00	34,550,639,297.00	-	-
<b>NETWORTH *</b>	-	-	21,985,240,936.00	20,197,357,101.00
	<b>Jan. to June, 2017</b>	<b>Jan. to June, 2016</b>	<b>Jan. to June, 2017</b>	<b>Jan. to June, 2016</b>
<b>REVENUES</b>	2,126,140,593.00	1,948,105,922.00	1,973,235,376.00	2,509,696,355.00
<b>EXPENSES</b>	600,734,322.00	596,544,979.00	185,368,575.00	172,772,778.00
<b>NET REVENUES</b>	727,867,190.00	1,351,560,943.00	1,787,866,801.00	2,336,923,577.00
<b>Comprehensive Income**</b>	1,927,969,232.00	1,018,966,680.00	1,787,866,801.00	2,336,293,577.00
* GSIS - Networth -Surplus				
- Surplus Appropriated			8,678,000,000.00	8,678,000,000.00
- Surplus Unappropriated			13,307,240,936.00	11,519,357,101.00
**SSS- Comprehensive Income				
-includes Net gain on Fair Value Adj	402,562,961.00	(334,594,262.00)		

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