



FINANCIAL STATUS STATE INSURANCE FUND As of September 30, 2017

A. ASSETS

	As at Sept. 30, 2017	% of Total	As at Dec. 31, 2016	% of Total	Peso Inc(dec)	% Inc(dec)
SSS	37,429,156,290.00	62%	34,563,004,693.00	63%	2,866,151,597.00	8%
GSIS	22,792,743,947.00	38%	20,214,949,243.00	37%	2,577,794,704.00	13%
Total	60,221,900,237.00	100%	54,777,953,936.00	100%	5,443,946,301.00	10%

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

As of September 30, 2017, total assets of the State Insurance Fund (SIF) amounts to Php60.22B; sixty-two percent (62%) or Php37.43B under the Social Security System (SSS) while thirty-eight percent (38%) or Php22.79B is under the Government Service Insurance System (GSIS). Assets have 10% or Php5.44 billion increase from December 31, 2016 to September 30, 2017.

B. RESERVES/NETWORTH

	As at Sept.30, 2017	% of Total	As at Dec. 31, 2016	% of Total	Peso Inc(dec)	% Inc(dec)
SSS	37,346,405,285.00	62%	34,550,639,297.00	63%	2,795,765,988.00	8%
GSIS	22,746,937,542.00	38%	20,197,334,559.00	37%	2,549,602,983.00	13%
Total	60,093,342,827.00	100%	54,747,973,856.00	100%	5,345,368,971.00	10%

*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 Php60.69B which has ten percent (10%) or Php5.34 billion increase from December 31, 2016 to September 30, 2017.

As of September 30, 2017, total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php37.35B. Total reserve is increased by 8% or Php2.8 billion from December 31, 2016 to September 30, 2017.

The GSIS SIF-managed fund total Net worth amounts to Php22.75B is broken down as follows:

Appropriated Surplus – ECIF	8,678,000,000.00
Unappropriated Surplus	14,068,937,542.00
Total Network	22,746,937,542.00

From Php20.197B in December 31, 2016 to Php22.75B as of September 30, 2017, the GSIS-ECIF total Net worth was increased by 13% or Php2.55B.

From the GSIS ECIF Net worth of Php22.75B as of September 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
As at Sept. 30, 2017	8,678.00

C. REVENUE

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

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,556,699,217.00	46%	1,921,772,255.00	69%	3,478,471,472.00	57%
Investment and Other Income	1,799,901,257.00	54%	871,295,029.00	31%	2,671,196,286.00	43%
Total	3,356,600,474.00	100%	2,793,067,284.00	100%	6,149,667,758.00	100%
		55%		45%		

From January to September 30 2017, **SIF generated total revenue of Php6.15B**: fifty-seven percent (57%) or Php3.78B came from the collection of members' contributions while forty-three percent (43%) or Php2.67B from investment and other income.

Php3.36 billion or 55% of the total revenue came from the SSS while Php2.79 billion or 45% 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 September, 2016

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,434,180,439.00	49%	2,218,725,800.00	75%	3,652,906,239.00	62%
Investment and Other Income	1,512,859,960.00	51%	731,758,370.00	25%	2,244,618,330.00	38%
Total	2,947,040,399.00	100%	2,950,484,170.00	100%	5,897,524,569.00	100%

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

Particulars	Ph Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
SSS	122,518,778.00	8%	287,041,297.00	10%	409,560,075.00	14%
GSIS	(296,953,545.00)	-41%	139,536,659.00	5%	(157,416,886.00)	-5%
TOTAL	(174,434,767.00)	-3%	426,577,956.00	7%	252,143,189.00	4%

Total Combined Revenue from January to September, 2017 has gone up by 4% or a net increase of **Php252.14 million compared to same period in 2016**. *The total decrease in collection of members' contribution amounts to Php174.43 million while Investment and Other Income has a net increase of Php426.58 million.*

Total SSS revenue from January to September 30, 2017 has **gone up by 14% or Php409.56 million**. However, the total GSIS revenue has gone down **by 5% or Php157.42 M** compared to the same period in 2016.

D. INVESTMENT

I. Investment and Investment Income of Public Sector SIF

As at September 30, 2017, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php17.61B with an investment income of Php871.25 million. Investment has increase by 11% or Php1.80 billion from the Php15.81B investment total at the end of 2016.

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

Particulars	As at		Ph Inc (dec)	% Inc (dec)
	Jan. to Sept. 2017	Dec. 31, 2016		
CURRENT INVESTMENT				
Held to Maturity Investment				
High Yield Short-term placement	84,306,279.00	212,079,778.00	(127,773,499.00)	-60%
NON-CURRENT INVESTMENT				
Fair Value Through Profit or Loss (FVPL)				
ROP Notes & Bonds AFS-Peso	11,195,459,082.00	11,424,123,214.00	(228,664,132.00)	-2%
Corporate Bonds	3,131,041,519.00	2,750,868,670.00	380,172,849.00	100%
Stocks Traded	3,201,245,569.00	1,426,693,479.00	1,774,552,090.00	100%
Total Non-current Investments	17,527,746,170.00	15,601,685,363.00	1,926,060,807.00	12%
TOTAL INVESTMENT	17,612,052,449.00	15,813,765,141.00	1,798,287,308.00	11%
Return of Investment	4.95%	3.29%		

Of the total investment as at September 30, 2017, almost 99% or Php17.53B is placed under non-current investment particularly in ROP Notes and Bonds AFS, Stocks Traded and Corporate Bonds while Php84.31 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 September 30, 2017 and 2016.

PARTICULARS	January to Sept. 2017	January to Sept. 2016	Ph Inc (dec)	% Inc (dec)
CURRENT INVESTMENT				
Held to Maturity Investment High Yield Short-term placement	4,669,805.00	34,678,461.00	(30,008,656.00)	-87%
NON-CURRENT INVESTMENT			-	
Available for Sale Financial Assets			-	
Gain (Loss) on Valuation - Stocks	308,382,595.00	10,762,227.00	297,620,368.00	2765%
Gain (Loss) on Valuation - ROP Notes & Bonds	(23,501,980.00)	206,255,361.00	(229,757,341.00)	-111%
Gain (Loss) on Valuation - Corporate Bonds	25,372,849.00	53,592,360.00	(28,219,511.00)	-53%
Gain on Sale of Stocks	5,785,924.00	-	5,785,924.00	
Dividend on Stocks	44,479,705.00	26,035,882.00	18,443,823.00	71%
Interest on ROP Notes & Bonds AFS-Peso	398,322,519.00	303,687,656.00	94,634,863.00	31%
Interest on Corporate Bonds - AFS	107,954,914.00	76,152,724.00	31,802,190.00	100%
Gain(Loss) on sale of Bonds	(212,192.00)	20,600,798.00	(20,812,990.00)	100%
TOTAL INCOME FROM INVESTMENTS	871,254,139.00	731,765,469.00	139,488,670.00	19%

The January to September, 2017 investment income is 19% or Php139.49M higher compared to the investment income earned during same period in 2016.

II. Investment of Private Sector SIF

As at September 30, 2017, total investment of Private Sector SIF amounts to Ph34.17B. Investment is increased Php486.80 million from Php33.68B in December, 2016. Total Investment Income from January to September 30, 2017 amounts to Php1.77 billion. Investment Income has 14% or Php277.24M increase from Ph1.493B investment Income in the same period in 2016. Return of Investment is at 5.18%.

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 (56%) of its investment under the Non-current Investment and generates total investment income in the amount of Php585.89M from January to September 30, 2017. Total investment in Members' Loan in the amount of Php6.71B comprised the highest rate (20%) of the investment under loans and receivables and contributed Php458.71M investment income.

Cash Equivalent and Interest Income

From January to September 30, 2017, the SIF at SSS has a total Cash and Cash Equivalent of Php3 billion which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php27.8M.

Investment and other Income

Investment and other Income from January to September 30, 2017 amounts to Php1.799 billion is broken down as follows:

Particulars	AMOUNT
Investment Income	1,771,142,630.76
Other Income	
Interest Income –Cash in Bank/term deposits	27,795,795.88
Miscellaneous Income	958,314.66
Recovery of impairment loss	4,515.69
Total Investment and Other Income	1,799,901,256.99

INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT January to Sept. 2017	% of total	Income from Investment Jan. to Sept, 2017	INVESTMENT Jan to Dec. 2016	% Inc. /-Dec	Income from Investment Jan. to Sept, 2016
CURRENT INVESTMENT						
Held to Maturity investments						
-Short term money placement -Int.			-			10,581,100.28
-Corporate Bonds	-			-		
-Corporate Notes	224,805,772.23			2,489,305,568.05	-91%	-
Loans and Receivables						
-NHMFC	8,544,302.82			72,344,685.78	-88%	-
-Commercial and Industrial loans						
-Dormitory/apartment loan program	34,919.26			128,565.34	-73%	-
Held for Trading financial Assets	-			66,778,188.00	-100%	
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	-		7,937,253.71			19,041,976.92
Investment Expenses	-		(456,396.62)			(1,455,793.04)
Total Current Investments/Income	233,384,994.31	1%	9,434,545.59	2,628,557,007.17	-91%	30,744,824.16
NON-CURRENT INVESTMENTS						
Non-current Financial assets						
<i>Available-for-Sale financial assets</i>						
- Marketable securities at FV	6,612,877,212.12	19%	694,606,522.63	5,449,528,829.90	21%	482,764,846.46
<i>Held on Maturity Investments</i>						
- Government bonds	16,417,884,296.06		475,067,042.09	14,710,994,017.29	12%	457,082,608.20
- Corporate Bonds	2,182,000,000.00		80,838,118.94	2,204,112,000.00	-1%	79,925,648.96

- Corporate notes	387,500,000.00		29,984,825.69	387,500,000.00	0%	58,544,302.29
Total	18,987,384,296.06	56%	585,889,986.72	17,302,606,017.29	10%	595,552,559.45
<i>Loans and Receivables</i>						
<i>Members Loan</i>						
- Salary/education/calamity	6,556,029,501.32		240,123,341.11	6,505,924,550.57	1%	251,872,177.00
- Separated member loan	25,274,197.61		137,261,592.01	29,967,302.54	-16%	54,202,778.25
- Emergency loan	238,747,205.85		81,320,394.10	256,740,303.01	-7%	60,386,338.74
- Student Assistance loan	-		632.86	-	0.00%	231.00
- Loan to Voc/tech students	15,585.79		184.51	16,397.16	-5%	-
Total	6,820,066,490.57	20%	458,706,144.59	6,792,648,553.28	0%	366,461,524.99
<i>National Home Mortgage</i>						
Finance Corporation	1,276,023,764.46	4%	4,078,944.92	1,222,860,421.21	4%	5,024,984.16
Home Development Mutual Fund	-		-	-	0%	-
<i>Housing loans</i>						
- Real Estate loan	232,978,849.30	1%	18,406,520.87	279,787,159.59	-17%	12,779,295.80
<i>Commercial and Industrial loans</i>						
- Hospital financing program	-		-	-	0%	-
- Dormitory/apartment loan prog.	4,390,951.28		19,965.44	4,315,350.17	2%	572,854.68
Total	4,390,951.28	0%	19,965.44	4,315,350.17	2%	572,854.68
Total Loans and Receivables	8,333,460,055.61	24%	481,211,575.82	8,299,611,484.25	-10%	384,838,659.63
Total Non-Current Investments	33,933,721,563.79	99%	1,761,708,085.17	31,051,746,331.44	2%	1,463,156,065.54
GRAND TOTAL	34,167,106,558.10	100%	1,771,142,630.76	33,680,303,338.61	1%	1,493,900,889.70
Return of Investment			5.18%			4.49%

E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	865,727,779.00	95%	154,617,219.00	92%	1,020,344,998.00	95%
Operating Expenses	44,048,096.00	5%	3,901,500.00		47,949,596.00	4%
Management fees	-		9,494,660.00	8%	9,494,660.00	1%
Total	909,775,875.00	100%	168,013,379.00	100%	1,077,789,254.00	100%
		84%		16%		

*GSIS Operating Expenses – refer to Investment Fees and Other Expenses

Total expenditures as of September 30, 2017 amounting to Php1.08 billion was spent by the Systems for benefits payments and operating expenses/management fee; Eighty-four percent (84%) or Php909.78 million by the SSS while sixteen percent (16%) or Php168.01 million by the GSIS.

SSS spent Php865.73 million for the payment of 183,751 EC benefits claims in the private sector and Php44.05M 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 Php154.62 million for payment of 30,076 benefits claims in the public sector and Management fee charged by the GSIS to SIF amounts to Php9.49M** 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 September 30, 2017:

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
DEATH AND PENSION	145,816	637,423,040.00	25,652	114,834,034.00
DISABILITY	14,787	118,094,255.00	1,451	10,708,782.00
SICKNESS	21,775	92,959,320.00	726	10,140,785.00
MEDICAL SERVICES	784	9,698,954.00	2012	15,106,997.00
FUNERAL BENEFITS	345	6,460,000.00	214	3,797,910.00
REHABILITATION SERVICES	244	1,092,211.00	21	28,711.00
TOTAL	183,751	865,727,780.00	30,076	154,617,219.00

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 Sept. 30, 2017	At Dec. 31, 2016	At Sept. 30, 2017	At Dec. 31, 2016
ASSETS	37,429,156,290.00	34,563,004,693.00	22,792,743,947.00	20,214,971,785.00
LIABILITIES	82,751,005.00	12,365,396.00	506,405.00	17,614,684.00
RESERVES	37,346,405,285.00	34,550,639,297.00	-	-
NETWORTH *	-	-	22,746,937,542.00	20,197,357,101.00

	Jan. to Sept. 2017	Jan to Sept., 2016	Jan. to Sept. 30, 2017	Jan to Sept. 2016
	REVENUES	3,356,800,474.00	2,947,040,399.00	2,793,067,285.00
EXPENSES	909,775,876.00	896,843,854.00	243,503,879.00	229,386,798.00
NET REVENUES	2,447,024,598.00	2,050,196,545.00	2,549,563,406.00	2,721,097,372.00
Comprehensive Income**	2,900,323,238.00	1,885,562,108.00	2,549,563,406.00	2,721,097,372.00

* GSIS - Networth -Surplus				
- Surplus Appropriated			8,678,000,000.00	8,678,000,000.00
- Surplus Unappropriated			14,068,937,542.00	11,519,357,101.00
**SSS- Comprehensive Income				
-includes Net gain [loss] on Fair Value adjustment	453,298,640.00	(164,634,437.00)		

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