



FINANCIAL STATUS STATE INSURANCE FUND As of March 31, 2019

A. ASSETS

	As at March 31, 2019	% of Total	As at Dec. 31, 2018	% of Total	Peso Inc(dec)	% Inc(dec)
SSS	39,245,125,175.00	62%	38,416,905,489.00	64%	828,219,686.00	2%
GSIS	23,875,886,167.00	38%	21,758,166,721.00	36%	2,117,719,446.00	9.7%
Total	63,121,011,342.00	100%	60,175,072,210.00	100%	2,945,939,132.00	4.9%

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

As of March 31, 2019, total assets of the State Insurance Fund (SIF) amounts to Php63.12B; sixty-two percent (62%) or Php39.24B under the Social Security System (SSS) while thirty-eight percent (38%) or Php23.88B is under the Government Service Insurance System (GSIS). Assets have Php2.94 billion increase from December 31, 2018 to March 31, 2019.

B. RESERVES/NETWORTH

	As at March 31, 2019	% of Total	As at Dec. 31, 2018	% of Total	Peso Inc(dec)	% Inc(dec)
SSS*	39,244,681,527.00	62%	38,407,529,534.00	64%	837,151,993.00	2%
GSIS**	23,861,334,973.00	38%	21,610,047,966.00	36%	2,251,287,007.00	10.4%
Total	63,106,016,500.00	100%	60,017,577,500.00	100%	3,088,439,000.00	5.1%

*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 Php63.11B which has Php3.09 billion increase from December 31, 2018 to March 31, 2019.

As of March 31, 2019 total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php39.24B. Total reserve is increased by Php837.15 million from December 31, 2018.

The GSIS SIF-managed fund total Net worth amounts to Php23.86B is broken down as follows:

Appropriated Surplus – ECIF	12,095,000,000.00
Unappropriated Surplus	11,920,208,116.00
Other Comprehensive Income Net unrealized losses on FVOCI Investment	(153,873,143.00)
Total Network	23,861,334,973.00

From Php21.61B in December 31, 2018 to Php23.68B as of March 31, 2019, the GSIS-ECIF total Net worth has increased by Php2.25 billion.

From the GSIS ECIF Net worth of Php23.86B balance as of March 31, 2019, a total amount of Ph12.095B 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
2017	8,989.00
2018	12,095.00
As of March 31, 2019	12,095.00

C. REVENUE

Table C-1 Revenue Collected from January to March 31, 2019

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	628,443,912.00	57%	647,978,286.00	54%	1,276,422,198.00	55%
Investment and Other Income	481,808,482.00	43%	547,071,157.00	46%	1,028,879,639.00	45%
Total	1,110,252,394.00	100%	1,195,049,443.00	100%	2,305,301,837.00	100%
		48%		52%		

From January to March 31, 2019, **SIF generated total revenue of Php2.305B**: fifty-five percent (55%) or Php1.28B came from the collection of members' contributions while forty-five percent (45%) or Php1.03 billion from investment and other income.

Php1.11 billion or 48% of the total revenue came from the SSS while Php1.20 billion or 52% 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 March, 2018

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	543,752,799.00	54%	774,369,802.00	97%	1,318,122,601.00	73%
Investment and Other Income	465,120,541.00	46%	22,836,350.00	3%	487,956,891.00	27%
Total	1,008,873,340.00	100%	797,206,152.00	100%	1,806,079,492.00	100%
		56%		44%		

Table C-3 Comparative Net increase (decrease) in Revenues (March 31, 2019 and 2018)

Particulars	Ph Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
SSS	84,691,113.00	16%	16,687,941.00	4%	101,379,054.00	10%
GSIS	(126,391,516.00)	-16%	524,234,807.00	2296%	397,843,291.00	50%
TOTAL	(41,700,403.00)	-9%	540,922,748.00	111%	499,222,345.00	28%

Total Combined Revenue from January to March, 2019 has gone up by 28% or a net increase of Php499.22 million compared to same period in 2018. *The total net decrease in collection of members' contribution amounts to Php41.70 million while Investment and Other Income has a net increase of Php540.92 million.*

Total SSS revenue from January to March, 2019 has **gone up by 10% or Php101.38 million**. Likewise, the total GSIS net revenue has **gone up by Php397.84 M** compared to the same period in 2018.

D. INVESTMENT

I. Investment and Investment Income of Public Sector SIF

As at March 31, 2019, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php21.83B with an investment income of Php547.05 million. Investment has increased by 11% or Php2.17 billion from the Php19.66B investment total at the end of 2018.

The table below shows the comparative details of investment as at January to March, 2019 and as at the end of 2018:

Particulars	Jan. to March, 2019	Jan. to Dec. 2018	Ph Inc (dec)	% Inc (dec)
CURRENT INVESTMENT				
Held to Maturity Investment				
High Yield Short-term placement	75,247,285.00	365,957,576.00	(290,710,291.00)	-79%
NON-CURRENT INVESTMENT				
Fair Value Through Profit or Loss (FVPL)				
ROP Notes & Bonds AFS-Peso	14,051,365,698.00	11,924,000,085.00	2,127,365,613.00	18%
Corporate Bonds	4,244,873,401.00	4,159,703,914.00	85,169,487.00	100%
Stocks Traded	3,462,739,368.00	3,210,911,267.00	251,828,101.00	100%
Total Non-current Investments	21,758,978,467.00	19,294,615,266.00	2,464,363,201.00	13%
TOTAL INVESTMENT	21,834,225,752.00	19,660,572,842.00	2,173,652,910.00	11%
Return of Investment	2.50%	3.20%		

*Data based on the unaudited FS submitted by the GSIS.

Of the total investment as at March 31, 2019, almost 100% or Php21.76B is placed under non-current investment particularly in ROP Notes, Corporate Bonds and Stocks Traded while Php75.25 million is placed under the High Yield Short-term Placement. Return on Investment (ROI) is at 2.50%.

The table below shows the **comparative details of the investment income** from January to March 31, 2019 and 2018.

PARTICULARS	Jan to March 2019	Jan to March 2018	Ph Inc (dec)	% Inc (dec)
CURRENT INVESTMENT				
Held to Maturity Investment				
High Yield Short-term placement	1,801,850.00	6,083,593.00	(4,281,743.00)	-70%
NON-CURRENT INVESTMENT				
Available for Sale Financial Assets			-	
Gain (Loss) on Valuation - Stocks	251,828,101.00	(199,426,629.00)	451,254,730.00	-226%
Gain (Loss) on Valuation - ROP Notes			-	
Gain (Loss) on Valuation - Corporate Bonds			-	
Gain (Loss) on Sale of Bonds-FVOIC		(423,596.00)	423,596.00	100%
Gain on Sale of Stocks			-	
Dividend on Stocks	20,619,716.00	25,937,635.00	(5,317,919.00)	-21%
Interest on ROP Notes & Bonds AFS-Peso	206,359,056.00	151,286,522.00	55,072,534.00	36%
Interest on Corporate Bonds - AFS	66,445,570.00	39,550,237.00	26,895,333.00	100%
TOTAL INVESTMENT INCOME	547,054,293.00	23,007,762.00	524,046,531.00	2277.5%

*Data based on the unaudited FS submitted by the GSIS.

The January to March 2019 investment income is Php547.05 million higher compared to the Php23.01 million investment income earned during same period in 2018.

II. Investment of Private Sector SIF

As at March 31, 2019, total investment of Private Sector SIF amounts to Php37.48B. Investment is increased by 2% or Php647.99 million from the Php36.83B amount of investment at the end of December, 2018. Total Investment Income from January to March 31, 2019 amounts to Php470.38 million. Investment Income has 4.29% or Php19.37 million increase from Ph451.00 million investment Income in the same period in 2018. Return on Investment (ROI) is at 1.26%.

Ninety-nine percent (99%) 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 Ph21.87 billion comprised the highest rate (59%) of its investment under the Non-current Investment and generates total investment income in the amount of Php245.51 million from January to March, 2019. Total investment in Members' Loan in the amount of Php7.04 billion comprised the highest rate (19%) of the investment under loans and receivables and contributed Php107.59 million investment income.

Cash Equivalent and Interest Income

From January to March 31, 2019, the SIF at SSS has a total Cash and Cash Equivalent of Php1.29 billion which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php11.13M.

Investment and other Income

Investment and other Income from January to March, 2019 amounts to Php481.81 million is broken down as follows:

Particulars	AMOUNT
Investment Income	470,378,616.39
Other Income	
Interest Income –Cash in Bank/term deposits	11,129,263.81
Miscellaneous Income	300,601.54
Recovery of impairment loss	-
Total Investment and Other Income	481,808,481.74

INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT January to March, 2019	% of total	INVESTMENT Jan to Dec. 2018	INVESTMENT	Income from Investment Jan. to March, 2019	Income from Investment Jan. to March, 2018
				% Inc. /-Dec		
CURRENT INVESTMENT						
Held to Maturity investments						
-Short term money placement -Int.					-	-
-Government Bonds	49,935,144.68		49,885,348.10			
-Corporate Notes	24,583,408.06		24,162,052.50			
Financial Assets at FVTPL						
Equity Stocks	209,742,255.05		270,552,638.37			
Dividend Income					4,802,783.49	
Gain/(Loss) on fair value adjustment					(7,485,776.71)	
Gain/(Loss) on sale/disposal					9,227,866.37	
Investment Expenses					(85,310.85)	
Total Current Investments	284,260,807.79	1%	344,600,038.97	-18%	6,459,562.30	-
NON-CURRENT INVESTMENTS						
Non-current Financial assets						
<i>Available-for-Sale financial assets</i>						
- Marketable securities at FV	6,911,548,321.06	19%	6,973,075,354.91	-1%	104,902,105.37	118,639,091.62
<i>Held on Maturity Investments</i>						
- Government bonds	18,988,833,888.29		18,270,132,396.23	3.93%	207,208,539.23	175,269,089.37
- Corporate Bonds	2,544,500,000.00		2,544,500,000.00	0.00%	32,272,965.64	26,487,125.01
- Corporate notes	342,233,333.33		342,233,333.33	0%	6,031,820.65	7,469,481.39
Total	21,875,567,221.62	59%	21,156,865,729.56	3.40%	245,513,325.52	209,225,695.77

<i>Loans and Receivables</i>						
Members Loan						
- Salary/education/calamity	6,813,183,035.09		6,730,784,231.38	1%	75,663,780.46	105,239,458.33
- Separated member loan	15,334,578.55		23,540,635.25	-35%	15,344,642.86	5,398,041.42
- Emergency loan	208,400,821.87		223,855,059.27	-6.9%	16,576,878.24	6,641,687.39
- Student Assistance loan	5,366.00		10,260.31	-47.7%	12.86	-
- Loan to Vocational/technical students	15,748.06		15,748.06	0.0%	-	-
Total	7,036,939,549.57	19%	6,978,205,934.27	0.8%	107,585,314.42	117,279,187.14
National Home Mortgage						
Finance Corporation	1,220,898,080.00	3%	1,224,413,412.21	-0.3%	1,146,074.43	1,251,475.09
Home Development Mutual Fund	-		-		-	-
Housing loans						
- Real Estate loan	142,881,875.59	0.4%	146,950,216.40	-3%	4,766,236.78	4,605,494.18
Commercial and Industrial loans						
- Hospital financing program	-		-		-	-
- Dormitory/apartment loan program	4,267,471.93		4,267,471.93	0%	5,997.57	3,916.46
Total	4,267,471.93	0.01%	4,267,471.93	0%	5,997.57	3,916.46
Total Loans and Receivables	8,404,986,977.09	22%	8,353,837,034.81	1%	113,503,623.20	123,140,072.87
Total Non-Current Investments	37,192,102,519.77	99%	36,483,778,119.28	2%	463,919,054.09	451,004,860.26
GRAND TOTAL	37,476,363,327.56	100%	36,828,378,158.25	2%	470,378,616.39	451,004,860.26
Return of Investment					1.26%	1.60%

*Data based on the unaudited FS submitted by the SSS.

E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	437,878,730.00	92%	242,503,087.00	95%	680,381,817.00	93%
PS and MOOE	20,111,689.00	4%	-	-	20,111,689.00	3%
Financial/Investment Expenses	221,807.00	0%	1,976.00	0%	223,783.00	0%
Non-Cash Expenses	19,069,895.00	4%	-	0%	19,069,895.00	3%
Management fees	-	-	13,792,470.00	5%	13,792,470.00	2%
Total	477,282,121.00	100%	256,297,533.00	100%	733,579,654.00	100%

*based on SSS and GSIS submitted reports

Total expenditures as of March 31, 2019 amounting to Php733.58 million was incurred by the Systems for benefits payments, financial/investment expenses, operating expenses and management fee; sixty-five percent (65%) or Php477.28 million by the SSS while thirty-five percent (35%) or Php256.30 million by the GSIS.

SSS spent Php437.88 million for the payment of 64,068 EC benefits claims in the private sector. Operating expenses is at Php20.11 million. The Operating Expenses (PS and MOOE) 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 Php242.50 million for payment of 15,570 EC benefits claims in the public sector, and the Management fee charged by the GSIS to SIF amounts to Php13.79M** which is 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 March, 2019:

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
DEATH AND PENSION	48,972	311,099,151.00	14,273	232,483,301.00
DISABILITY	6,757	68,817,792.00	486	1,549,720.00
SICKNESS	7,901	51,185,039.00	141	2,304,252.00
MEDICAL SERVICES	320	3,296,749.00	630	5,634,169.00
FUNERAL BENEFITS	118	3,480,000.00	37	530,685.00
REHABILITATION SERVICES	0	-	3	960.00
TOTAL	64,068	437,878,731.00	15,570	242,503,087.00

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 AND PERFORMANCE:

	SSS		GSIS	
	At March 31, 2019	At December 31, 2018	At March 31, 2019	At December 31, 2018
ASSETS	39,245,125,175.00	38,416,905,489.00	23,875,886,167.00	21,758,166,721.00
LIABILITIES	443,648.00	9,375,955.00	14,551,194.00	148,118,756.00
RESERVES	39,244,681,527.00	38,407,529,534.00		
NETWORTH *	-	-	23,861,334,973.00	21,610,047,966.00

	January to March, 2019	January to March, 2018	January to March, 2019	January to March, 2018
REVENUES	1,110,252,394.00	1,118,592,507.00	1,195,049,442.00	797,206,152.00
EXPENSES *	477,282,121.00	310,199,518.00	256,297,533.00	131,761,832.00
NET REVENUES	652,261,975.00	727,867,190.00	938,751,909.00	665,444,320.00
Total Comprehensive income	852,485,681.00	244,194,702.00	2,251,287,007.00	(53,146,211.00)

* GSIS - Networth - Surplus

- Surplus Appropriated

12,095,000,000.00

12,095,000,000.00

- Surplus Unappropriated

11,920,208,116.00

10,981,456,207.00

*GSIS- expenses inclusive of Management fee

13,792,470.00

3,071,763.00

*SSS -expenses inclusive of financial and non-cash expenses

₱ 19,292,702.00

₱ 546,769.00

Other Comprehensive Income (Loss)

200,223,706.00

₱ (454,479,120.00)

(153,873,143.00)

(1,466,408,242.00)

Submitted by:

**MARIA TERESA M. URBANO (SGD)
Chief, Finance Division**

Date: May 30, 2019