



FINANCIAL STATUS STATE INSURANCE FUND As of September 30, 2019

A. ASSETS

	As at Sept. 30, 2019	% of Total	As at Dec. 31, 2018	% of Total	Peso Inc(dec)	% Inc(dec)
SSS	40,446,599,025.00	60%	38,416,905,489.00	64%	2,029,693,536.00	5%
GSIS	26,524,901,069.00	40%	21,758,166,721.00	36%	4,766,734,348.00	22%
Total	66,971,500,094.00	100%	60,175,072,210.00	100%	6,796,427,884.00	11%

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

As of September 30, 2019, total assets of the State Insurance Fund (SIF) amounts to Php66.97B; sixty percent (60%) or Php40.45B under the Social Security System (SSS) while forty percent (40%) or Php26.52B is under the Government Service Insurance System (GSIS). Assets have Php6.796 billion increase from December 31, 2018 to September 30, 2019.

B. RESERVES/NETWORTH

	As at Sept.30, 2019	% of Total	As at Dec. 31, 2018	% of Total	Peso Inc(dec)	% Inc(dec)
SSS*	40,423,513,134.00	60%	38,407,529,534.00	64%	2,015,983,600.00	5%
GSIS**	26,459,676,637.00	40%	21,608,065,508.00	36%	4,851,611,129.00	22%
Total	66,883,189,771.00	100%	60,015,595,042.00	100%	6,867,594,729.00	11%

*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 Php66.88B which has Php6.87 billion increase from December 31, 2018 to September 30, 2019.

As of September 30, 2019 total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php40.42B. Total reserve is increased by Php2.015billion from December 31, 2018.

The GSIS SIF-managed fund total Net worth amounts to Php26.459B is broken down as follows:

Appropriated Surplus – ECIF	12,095,000,000.00
Unappropriated Surplus	13,351,961,712.00
Other Comprehensive Income Net unrealized gain on Investments	1,012,714,925.00
Total Net Worth	26,459,767,637.00

From Php21.61B in December 31, 2018 to Php26.459B as of September 30, 2019, the GSIS-ECIF total Net worth has increased by Php2.403 billion.

From the GSIS ECIF Net worth of Php26.459B balance as of September 30, 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 September 30, 2019	12,095.00

C. REVENUE

Table C-1 Revenue Collected from January to September 30, 2019

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,843,595,444.00	57%	2,019,495,510.06	67%	3,863,090,954.06	62%
Investment and Other Income	1,415,006,481.00	43%	998,596,158.32	33%	2,413,602,639.32	38%
Total	3,258,601,925.00	100%	3,018,091,668.38	100%	6,276,693,593.38	100%
		52%		48%		

From January to September, 2019, **SIF generated total revenue of Php6.28B**: sixty-two percent (62%) or Php3.86B came from the collection of members' contributions while thirty-eight percent (38%) or Php2.41 billion from investment and other income.

Php3.26 billion or 52% of the total revenue came from the SSS while Php3.02 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 September, 2018

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,601,428,223.00	54%	1,969,046,533.00	88%	3,570,474,756.00	68%
Investment and Other Income	1,365,217,945.00	46%	280,269,073.00	12%	1,645,487,018.00	32%
Total	2,966,646,168.00	100%	2,249,315,606.00	100%	5,215,961,774.00	100%
		57%		43%		

Table C-3 Comparative Net increase (decrease) in Revenues (September 30, 2019 and 2018)

Particulars	Ph Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
SSS	242,167,221.00	18%	49,788,536.00	2%	291,955,757.00	10%
GSIS	50,448,977.06	18%	718,327,085.32	32%	768,776,062.38	34%
TOTAL	292,616,198.06	6%	768,115,621.32	15%	1,060,731,819.38	20%

Total Combined Revenue from January to September, 2019 has gone up by 20% or a net increase of Php1.06 billion compared to same period in 2018. *The total net increase in collection of members' contribution amounts to Php292.62 million while Investment and Other Income has a net increase of Php768.11 million.*

Total SSS revenue from January to September, 2019 has **gone up by 10% or Php291.96 million**. Likewise, the total GSIS net revenue has **gone up by 34% or Php768.78 M** compared to the same period in 2018.

D. INVESTMENT

I. Investment and Investment Income of Public Sector SIF

As at September 30, 2019, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php24.35B with an investment income of Php998.51 million. Investment has increased by 23.85% or Php4.69 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 September, 2019 and as at the end of 2018:

Particulars	Jan to Sept 2019	Jan. to Dec. 2018	Ph Inc (dec)	% Inc (dec)
CURRENT INVESTMENT				
Held to Maturity Investment				
High Yield Short-term placement	29,131,583.00	365,957,576.00	(336,825,993.00)	-92%
NON-CURRENT INVESTMENT				
Fair Value Through Profit or Loss (FVPL)				
ROP Notes & Bonds - FVOCI	16,295,612,799.00	11,924,000,085.00	4,371,612,714.00	37%
Corporate Bonds - FVOCI	4,688,344,218.00	4,159,703,914.00	528,640,304.00	100%
Stocks Traded	3,336,039,415.00	3,210,911,267.00	125,128,148.00	100%
Total Non-current Investments	24,319,996,432.00	19,294,615,266.00	5,025,381,166.00	26%
TOTAL INVESTMENT	24,349,128,015.00	19,660,572,842.00	4,688,555,173.00	23.85%
Return of Investment	4.10%	3.20%		

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

Of the total investment as at September 30, 2019, almost 100% or Php24.32B is placed under non-current investment particularly in ROP Notes, Corporate Bonds and Stocks Traded while Php29.13 million is placed under the High Yield Short-term Placement. Return of Investment (ROI) is at 4.10%.

The table below shows the **comparative details of the investment income** from January to September 30, 2019 and 2018.

PARTICULARS	January to Sept. 2019	January to Sept. 2018	Ph Inc (dec)	% Inc (dec)
CURRENT INVESTMENT				
Held to Maturity Investment				
High Yield Short-term placement	5,214,876.00	11,601,502.00	(6,386,626.00)	-55%
NON-CURRENT INVESTMENT			-	
Available for Sale Financial Assets			-	
Gain (Loss) on Valuation - Stocks	125,128,148.00	(417,484,579.00)	542,612,727.00	-130%
Gain (Loss) on Valuation - ROP Notes & Bonds			-	
Gain (Loss) on Valuation - Corporate Bonds			-	
Gain on Sale of Stocks			-	
Dividend on Stocks	50,434,265.00	58,910,632.00	(8,476,367.00)	-14%
Interest on ROP Notes & Bonds AFS-Peso	605,444,781.00	497,390,023.00	108,054,758.00	22%
Interest on Corporate Bonds - AFS	212,159,919.00	139,478,378.00	72,681,541.00	100%
Gain(Loss) on sale of Bonds		(9,625,983.00)	9,625,983.00	100%
Gain(Loss) on Derecognition of Bonds	133,593.00			
TOTAL INCOME FROM INVESTMENTS	998,515,582.00	280,269,973.00	718,245,609.00	256%

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

The January to September, 2019 investment income is Php718.24 million higher compared to the Php280.27 million investment income earned during same period in 2018.

II. Investment of Private Sector SIF

As at September 30, 2019, total investment of Private Sector SIF amounts to Php38.84B. Investment is increased by 5% or Php2.01 billion from the Php36.83B amount of investment at the end of December, 2018. Total Investment Income from January to September 30, 2019 amounts to Php1.38 billion. Investment Income has 4.19% or Php55.51 million increase from Ph1.32 billion investment Income in the same period in 2018. Return on Investment (ROI) is at 3.55%

Ninety-three percent (93%) 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 Ph21.83 billion comprised the highest rate (60%) of its investment under the Non-current Investment and generates total investment income in the amount of Php779.36 million from January to September, 2019. Total investment in Members' Loan in the amount of Php7.22 billion comprised the highest rate (20%) of the investment under loans and receivables and contributed Php361.45 million investment income.

Cash Equivalent and Interest Income

From January to September 30, 2019, the SIF at SSS has a total Cash and Cash Equivalent of Php1.22 billion which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php33.13M.

Investment and other Income

Investment and other Income from January to September, 2019 amounts to Php1.415 billion is broken down as follows:

Particulars	AMOUNT
Investment Income	1,380,298,873.15
Other Income	
Interest Income –Cash in Bank/term deposits	33,133,954.14
Miscellaneous Income	1,573,653.93
Recovery of impairment loss	-
Total Investment and Other Income	1,415,006,481.22

INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT January to Sept. 2018	% of total	INVESTMENT Jan to Dec. 2018	INVESTMENT	Income from Investment Jan. to Sept. 2019	Income from Investment Jan. to Sept, 2018
				% Inc. /-Dec		
CURRENT INVESTMENT						
Held to Maturity investments						
-Short term money placement -Int.	381,820,000.00		-	100.00%	4,264,978.20	-
-Government Bonds	2,021,923,275.00		49,885,348.10	3953.14%		
-Corporate Notes	26,976,800.36		24,162,052.50	11.65%		
Financial Assets at FVTPL						
Equity Securities	302,880,679.09		270,552,638.37	11.95%	-	-
Dividend Income	-				7,607,085.41	1,429,375.50
Gain/(Loss) on fair value adjustment	-				(18,784,570.70)	(15,756,128.96)
Gain/(Loss) on sale/disposal	-				22,914,158.23	19,422,052.79
Investment Expenses	-				(1,087,160.11)	(1,068,019.01)
Total Current Investments	2,733,600,754.45	7%	344,600,038.97	4065%	14,914,491.03	4,027,280.32
NON-CURRENT INVESTMENTS						
Non-current Financial assets						
<i>Available-for-Sale financial assets</i>						
- Marketable securities at FV	5,707,420,246.19	16%	6,973,075,354.91	-18%	208,625,953.24	196,190,782.88
<i>Held on Maturity Investments</i>						
- Government bonds	18,333,983,776.14		18,270,132,396.23	0.35%	654,186,778.74	550,079,846.00
- Corporate Bonds	3,154,500,000.00		2,544,500,000.00	23.97%	107,232,631.62	85,894,776.06
- Corporate notes	342,233,333.33		342,233,333.33	0%	17,943,873.12	18,690,411.57
Total	21,830,717,109.47	60%	21,156,865,729.56	3.19%	779,363,283.48	654,665,033.63
<i>Loans and Receivables</i>						

Members Loan						
- Salary/education/calamity	7,005,728,965.20		6,730,784,231.38	4%	315,938,255.46	333,643,657.52
- Separated member loan	12,369,070.76		23,540,635.25	-47%	20,129,287.24	61,512,224.08
- Emergency loan	198,972,606.39		223,855,059.27	-11.1%	25,385,725.23	58,032,289.93
- Student Assistance loan	4,302.22		10,260.31	-58.1%	20.88	75.77
- Loan to Voc/tech students	15,748.06		15,748.06	0.0%	-	-
Total	7,217,090,692.63	20%	6,978,205,934.27	3.4%	361,453,288.81	453,188,247.30
National Home Mortgage						
Finance Corporation	1,211,246,048.74	3%	1,224,413,412.21	-1.1%	3,312,036.65	2,071,097.29
Home Development Mutual Fund	-		-		-	-
Housing loans						
- Real Estate loan	133,612,290.90	0.4%	146,950,216.40	-9%	12,612,216.97	14,626,620.57
Commercial and Industrial loans						
- Hospital financing program	-		-		-	-
- Dormitory/apartment loan program.	4,267,471.93		4,267,471.93	0%	17,602.97	15,743.34
Total	4,267,471.93	0.01%	4,267,471.93	0%	17,602.97	15,743.34
Total Loans and Receivables	8,566,216,504.20	22%	8,353,837,034.81	3%	377,395,145.40	469,901,708.50
Total Non-Current Investments	36,104,353,859.86	93%	36,483,778,119.28	-1%	1,365,384,382.12	1,320,757,525.01
GRAND TOTAL	38,837,954,614.31	100%	36,828,378,158.25	5%	1,380,298,873.15	1,324,784,805.33
Return of Investment					3.55%	3.62%

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

E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	1,266,217,198.00	96%	457,530,680.48	69%	1,723,747,878.48	86%
Operating Expenses	59,220,164.00	4%	185,794,495.08		245,014,659.08	12%
Management fees	-		24,495,770.53	31%	24,495,770.53	1%
Total	1,325,437,362.00	100%	667,820,946.09	100%	1,993,258,308.09	100%
		66%		34%		

*based on SSS and GSIS submitted reports

Total expenditures as of September 30, 2019 amounting to Php1.993 billion was incurred by the Systems for benefits payments, financial/investment expenses, operating expenses and management fee; sixty-six percent (66%) or Php1.325 billion by the SSS while thirty-four percent (34%) or Php667.82 million by the GSIS.

The **SSS spent Php1.266 billion for the payment of 190,529 EC benefits claims in the private sector. Operating expenses which include financial expenses is at Php59.22 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 Php456.53 million for payment of 37,385 EC benefits claims in the public sector and operating expenses which include Impairment Loss in the amount of P185.78 million.** The **Management fee charged by the GSIS to SIF amounts to Php24.496M** 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 September, 2019:

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
DEATH AND PENSION	146,242	877,927,655.00	33,557	421,565,627.10
DISABILITY	17,365	184,283,472.00	1,349	8,001,011.31
SICKNESS	25,826	185,633,237.00	447	7,148,765.45
MEDICAL SERVICES	713	7,142,884.00	1872	17,498,240.77
FUNERAL BENEFITS	383	11,229,950.00	149	3,300,915.85
REHABILITATION SERVICES	0	-	11	16,120.00
TOTAL	190,529	1,266,217,198.00	37,385	457,530,680.48

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	
	As at Sept 30, 2019	At December 31, 2018	As at Sept 30, 2019	At December 31, 2018
ASSETS	40,446,599,025.00	38,416,905,489.00	26,524,901,069.00	21,756,184,264.00
LIABILITIES	23,085,891.00	9,375,955.00	65,224,432.00	148,118,756.00
RESERVES	40,423,513,134.00	38,407,529,534.00	-	-
NETWORTH *	-	-	26,459,676,637.00	21,608,065,508.00
	January to Sept. 2019	January to Sept. 2018	January to Sept 2019	January to Sept. 2018
REVENUES	3,311,936,732.00	3,011,354,903.00	3,018,091,668.38	2,249,316,506.00
EXPENSES *	1,377,167,676.00	985,136,146.00	667,820,946.09	415,959,503.54
NET REVENUES	1,934,769,055.00	2,026,218,757.00	2,350,270,578.18	1,833,357,002.46
Total Comprehensive income	2,094,257,186.00	827,835,640.00	4,718,755,932.05	228,552,548.00
* GSIS - Networth -Surplus				
- Surplus Appropriated			12,095,000,000.00	12,095,000,000.00
- Surplus Unappropriated			13,351,961,712.00	10,948,250,227.00
*GSIS- expenses inclusive of:				10,360,552.54
1) Management Fee			24,495,770.53	
2) Impairment Loss			185,784,319.67	
*SSS -expenses inclusive of financial and non-cash expenses	51,730,315.00	43,050,571.00		
Other Comprehensive Income (Loss)	159,488,131.00	(1,316,967,523.00)	2,447,899,643.46	(1,604,804,454.00)