



## FINANCIAL STATUS STATE INSURANCE FUND As of September 30, 2020

### A. ASSETS

	As of Sept 30, 2020	% of Total	As of Dec. 31, 2019	% of Total	Peso Inc(dec)	% Inc(dec)
SSS	41,072,088,443.00	57%	40,327,409,348.00	60%	744,679,095.00	2%
GSIS	31,000,686,049.00	43%	27,316,888,572.00	40%	3,683,797,477.00	13%
<b>Total</b>	<b>72,072,774,492.00</b>	<b>100%</b>	<b>67,644,297,920.00</b>	<b>100%</b>	<b>4,428,476,572.00</b>	<b>7%</b>

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

As of September 30, 2020, total assets of the State Insurance Fund (SIF) amounts to Php72.07B; fifty seven percent (57%) or Php41.07B under the Social Security System (SSS) while forty three percent (43%) or Php31B is under the Government Service Insurance System (GSIS). Assets have Php4.43 billion increase from December 31, 2019 to September 30, 2020.

### B. RESERVES/NETWORTH

	As of Sept.30, 2020	% of Total	As of Dec. 31, 2019	% of Total	Peso Inc(dec)	% Inc(dec)
SSS*	41,072,003,209.00	57%	40,322,191,396.00	60%	749,811,813.00	2%
GSIS**	30,814,029,690.00	43%	27,242,209,689.00	40%	3,571,820,001.00	13%
<b>Total</b>	<b>71,886,032,899.00</b>	<b>100%</b>	<b>67,564,401,085.00</b>	<b>100%</b>	<b>4,321,631,814.00</b>	<b>6%</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 Php71.89B which has Php4.32 billion increase from December 31, 2019 to September 30, 2020.

As of September 30, 2020 the total reserves of the SSS-managed SIF for future payment of EC claims in private sector amounted to Php41.07B. Total reserve is increased by Php4.32 billion from December 31, 2019.

The GSIS SIF-managed fund total Net worth amounts to Php30.81B is broken down as follows:

Appropriated Surplus – ECIF	12,556,000,000.00
Unappropriated Surplus	15,310,842,822.00
Other Comprehensive Income	
Net unrealized gain on Investments	2,947,186,869.00
<b>Total Net Worth</b>	<b>30,814,029,690.00</b>

From Php27.24B in December 31, 2019 to Php30.81B as of September 30, 2020, the GSIS-ECIF total Net worth has increased by Php3.57 billion.

From the GSIS ECIF Net worth of Php30.81B balance as of September 30, 2020, a total amount of Ph12.556B 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
2019	12,556.00
<b>As of September 30, 2020</b>	<b>12,556.00</b>

## C. REVENUE

**Table C-1 Revenue Collected from January 1 to September 30, 2020**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,575,597,143.00	56%	2,000,264,810.00	94%	3,575,861,953.00	73%
Investment and Other Income	1,224,144,315.00	44%	125,675,795.00	6%	1,349,820,110.00	27%
<b>Total</b>	<b>2,799,741,458.00</b>	<b>100%</b>	<b>2,125,940,605.00</b>	<b>100%</b>	<b>4,925,682,063.00</b>	<b>100%</b>

57%

43%

From January to September, 2020, **SIF generated total revenue of Php4.925B:** seventy-three percent (73%) or Php3.575B came from the collection of members' contributions while twenty-seven percent (27%) or Php1.35 billion from investment and other income.

Php2.80 billion or 57% of the total revenue came from the SSS while Php2.125 billion or 43% 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 30, 2019**

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Members Contribution	1,843,595,444.00	57%	2,019,495,510.00	67%	3,863,090,954.00	62%
Investment and Other Income	1,415,006,481.00	43%	998,596,158.00	33%	2,413,602,639.00	38%
<b>Total</b>	<b>3,258,601,925.00</b>	<b>100%</b>	<b>3,018,091,668.00</b>	<b>100%</b>	<b>6,276,693,593.00</b>	<b>100%</b>
		52%		48%		

**Table C-3 Comparative Net increase (decrease) in Revenues (September 30, 2020 and 2019)**

Particulars	Ph Increase (Decrease) Members' Contributions	% Inc(dec)	Ph Increase (Decrease) Investment & Other Income	% Inc (dec)	TOTAL	% Inc (dec)
<b>SSS</b>	(267,998,301.00)	-19%	(190,862,166.00)	-6%	(458,860,467.00)	-14%
<b>GSIS</b>	(19,230,700.00)	-2%	(872,920,363.00)	-29%	(892,151,063.00)	-30%
<b>TOTAL</b>	<b>(287,229,001.00)</b>	<b>-5%</b>	<b>(1,063,782,529.00)</b>	<b>-17%</b>	<b>(1,351,011,530.00)</b>	<b>-22%</b>

Total Combined Revenue from January to September 30, 2020 has gone down by 22% or a decrease of Php1.35 billion compared to same period in 2019. *The total decrease in collection of members' contribution amounts to Php287.23 million. Likewise, Investment and Other Income has a decrease of Php1.06 billion.*

Total SSS revenue from January to September has **gone down by 14% or Php458.86 million.** Likewise, the total GSIS revenue has **gone down by 30% or Php892.15 M** compared to the same period in 2019.

## D. INVESTMENT

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

As at September 30, 2020, the **Government Service Insurance System (GSIS)** has a total investment amounting to Php28.40B with an investment income of Php125.538 million. Investment has increased by 30% or Php6.63 billion from the Php21.77B investment total at the end of 2019.

The table below shows the **comparative details of investment** as at September 30, 2020 and as at the end of 2019:

Particulars	Jan to Sept 2020	Jan. to Dec. 2019	Ph Inc (dec)	% Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	2,108,801,045.00	207,004,216.00	1,901,796,829.00	919%
<b>NON-CURRENT INVESTMENT</b>				
Fair Value Through Profit or Loss (FVPL)				
Stocks Traded -Traded-FVPL	3,069,774,761.00	3,325,625,408.00	(255,850,647.00)	100%
Fair Value through Other Comprehensive Income (FVOCI)				
ROP Notes & Bonds FVOCI	17,788,260,119.00	16,882,113,426.00	906,146,693.00	5%
Corporate Bonds-FVOCI	5,435,476,602.00	4,681,316,768.00	754,159,834.00	100%
Total Non-current Investments	26,293,511,482.00	21,563,430,194.00	4,730,081,288.00	22%
<b>TOTAL INVESTMENT</b>	<b>28,402,312,527.00</b>	<b>21,770,434,410.00</b>	<b>6,631,878,117.00</b>	<b>30%</b>
<b>Return of Investment</b>	<b>0.44%</b>	<b>5.19%</b>		

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

Of the total investment as at September 30, 2020, almost 100% or Php24.89B is placed under non-current investment particularly in ROP Notes, Corporate Bonds and Stocks Traded while Php2.108B million is placed under the High Yield Short-term Placement. Return of Investment (ROI) is at 0.44%

The table below shows the **comparative details of the investment income** from January to September, 2020 and 2019

PARTICULARS	January to Sept. 2020	January to Sept. 2019	Ph Inc (dec)	% Inc (dec)
<b>CURRENT INVESTMENT</b>				
Held to Maturity Investment				
High Yield Short-term placement	21,882,945.00	5,214,876.00	16,668,069.00	320%
<b>NON-CURRENT INVESTMENT</b>			-	
Available for Sale Financial Assets			-	
Gain (Loss) on Valuation - Stocks	(842,380,487.00)	125,128,148.00	(967,508,635.00)	-773%
Gain (Loss) on Valuation - ROP Notes & Bonds			-	
Gain (Loss) on Valuation - Corporate Bonds			-	
Gain on Sale of Stocks			-	
Dividend on Stocks	43,487,801.00	50,434,265.00	(6,946,464.00)	-14%
Interest on ROP Notes & Bonds - FVOCI	675,738,557.00	605,444,781.00	70,293,776.00	12%
Interest on Corporate Bonds -FVOCI	226,809,199.00	212,159,919.00	14,649,280.00	100%
Gain(Loss) on sale of Bonds			-	100%
Gain(Loss) on Derecognition of Bonds	-	133,593.00		
<b>TOTAL INCOME FROM INVESTMENTS</b>	<b>125,538,015.00</b>	<b>998,515,582.00</b>	<b>(872,977,567.00)</b>	<b>-87%</b>

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

The January to September, 2020 investment income is Php872.98B million less compared to the Php998.515M million investment income earned during same period in 2019.

## II. Investment of Private Sector SIF

As of September 30, 2020, total investment of Private Sector SIF amounts to Php37.376B. Investment is decreased by 4.89% or Php1.92 billion from the Php39.299B amount of investment at the end of December, 2019. Total Investment Income from January to September 30, 2020 amounts to Php1.206 billion. Investment Income has 12.59% or Php173.85 million decrease from Ph1.380 billion investment Income in the same period in 2019. Return on Investment (ROI) is at 3.23%

Ninety-one percent (91%) 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 Financial Assets at amortized cost in the amount of Ph19.908 billion comprised the highest rate (59%) of its investment under the Non-current Investment and generates total investment income in the amount of Php858.10 million from January to September, 2020. Total investment in Members' Loan in the amount of Php8.176 billion comprised the highest rate (24%) of the investment under loans and receivables and contributed Php286.66 million investment income.

### *Cash Equivalent and Interest Income*

From January to September, 2020, the SIF at SSS has a total Cash and Cash Equivalent of Php3.331billion which is placed under a savings and term deposits. Such cash and cash equivalent generates a total interest income of Php17.695M.

### *Investment and other Income*

Investment and other Income from January to September, 2020 amounts to Php1.224 billion is broken down as follows:

<b>Particulars</b>	<b>AMOUNT</b>
Investment Income	1,206,448,845.61
Other Income	
Interest Income –Cash in Bank/term deposits	16,123,476.05
Miscellaneous Income	1,571,993.61
Recovery of impairment loss	0
<b>Total Investment and Other Income</b>	<b>1,224,144,315.27</b>

## INVESTMENT AND INVESTMENT INCOME OF THE PRIVATE SECTOR SIF

Particulars	INVESTMENT Jan to Sept 2020	% of total	INVESTMENT Jan 1 to Dec 31 2019	INVESTMENT	Income from Investment Jan to Sept 2020	Income from Investment Jan to Sept 2019
				% Inc. /-Dec		
<b>CURRENT INVESTMENT</b>						
Held to Maturity investments						
-Short term money placement -Int.	-		300,000,000.00		1,076,666.66	4,264,978.20
-Government Bonds	1,123,720,722.19		1,872,393,203.44			
-Corporate Bonds	1,840,000,000.00		850,000,000.00			
-Corporate Notes	220,038,264.89		246,702,893.98			
Financial Assets at FVTPL						
Equity Securities	399,794,123.10		362,506,549.09		(122,958,082.92)	10,649,512.83
<b>Total Current Investments</b>	<b>3,583,553,110.18</b>	<b>10%</b>	<b>3,631,602,646.51</b>	<b>-1%</b>	<b>(121,881,416.26)</b>	<b>14,914,491.03</b>
<b>NON-CURRENT INVESTMENTS</b>						
<b>Non-current Financial assets</b>						
<i>Financial Assets at FVTOCI</i>						
- Marketable securities at FV	<b>4,373,593,243.85</b>	<b>13%</b>	<b>5,170,948,544.19</b>	<b>-15%</b>	<b>176,953,602.35</b>	<b>208,625,953.24</b>
<i>Financial assets at amortized cost</i>						
- Government bonds	17,657,022,180.85		18,729,540,597.86	<b>-5.73%</b>	691,322,774.60	654,186,778.74
- Corporate Bonds	2,076,310,000.00		2,766,310,000.00	<b>-24.94%</b>	148,026,609.01	107,232,631.62
- Corporate notes	175,000,000.00		145,000,000.00	<b>21%</b>	18,752,617.17	17,943,873.12
<b>Total</b>	<b>19,908,332,180.85</b>	<b>59%</b>	<b>21,640,850,597.86</b>	<b>-8.01%</b>	<b>858,102,000.78</b>	<b>779,363,283.48</b>
<i>Loans and Receivables</i>						
Members Loan						
- Salary/education/calamity	7,954,264,685.41		7,273,958,199.39	<b>9%</b>	273,889,558.48	315,938,255.46
- Separated member loan	12,948,539.63		14,017,066.90	<b>-8%</b>	5,585,622.75	20,129,287.24

- Emergency loan	208,996,308.28		218,138,963.40	-4.2%	7,187,365.92	25,385,725.23
- Student Assistance loan	-		(7,047.99)	-100.0%	-	20.88
- Loan to Voc/tech students	15,748.06		15,748.06	0.0%	-	-
<b>Total</b>	<b>8,176,225,281.38</b>	<b>24%</b>	<b>7,506,122,929.76</b>	<b>8.9%</b>	<b>286,662,547.15</b>	<b>361,453,288.81</b>
National Home Mortgage						
Finance Corporation	1,207,249,477.09	4%	1,214,838,899.51	-0.6%	2,235,615.84	3,312,036.65
Home Development Mutual Fund	-		-		-	-
Housing loans						
- Real Estate loan	123,552,247.21	0.4%	130,759,951.41	-6%	4,357,457.75	12,612,216.97
Commercial and Industrial loans						
- Hospital financing program	-		-		-	-
- Dormitory/apartment loan prog.	4,267,471.93		4,267,471.93	0%	19,038.00	17,602.97
<b>Total</b>	<b>4,267,471.93</b>	<b>0.01%</b>	<b>4,267,471.93</b>	<b>0%</b>	<b>19,038.00</b>	<b>17,602.97</b>
<b>Total Loans and Receivables</b>	<b>9,511,294,477.61</b>	<b>25%</b>	<b>8,855,989,252.61</b>	<b>7%</b>	<b>293,274,658.74</b>	<b>377,395,145.40</b>
<b>Total Non-Current Investments</b>	<b>33,793,219,902.31</b>	<b>90%</b>	<b>35,667,788,394.66</b>	<b>-5%</b>	<b>1,328,330,261.87</b>	<b>1,365,384,382.12</b>
<b>GRAND TOTAL</b>	<b>37,376,773,012.49</b>	<b>100%</b>	<b>39,299,391,041.17</b>	<b>-5%</b>	<b>1,206,448,845.61</b>	<b>1,380,298,873.15</b>
<b>Return on Investment</b>					<b>3.23%</b>	<b>3.55%</b>
<b>Financial Assets at FVTPL</b>	603,391,131.71		431,588,393.96			

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



## E. EXPENDITURES

Particulars	SSS	% of Total	GSIS	% of Total	TOTAL	% of Total
Benefits Payments	1,138,554,473.00	81%	131,093,356.00	45%	1,269,647,829.00	75%
MOOE	48,158,335.00	3%	-		48,158,335.00	3%
Financial/Investment Expenses	805,054.00	0%	1,642,596.00	1%	2,447,650.00	0%
Non-Cash Expenses	222,024,505.00	16%	152,956,211.00	52%	374,980,716.00	22%
Management fees	-		7,031,411.00	2%	7,031,411.00	0%
<b>Total</b>	<b>1,409,542,367.00</b>	<b>100%</b>	<b>292,723,574.00</b>	<b>100%</b>	<b>1,702,265,941.00</b>	<b>100%</b>

\*based on SSS and GSIS submitted reports

Total expenditures as of September 30, 2020 amounting to Php1.702 billion was incurred by the Systems for benefits payments, financial/investment expenses, operating expenses and management fee.

The **SSS spent Php1.138 billion for the payment of 173,939 EC benefits claims in the private sector. Operating expenses which include financial and non-cash expenses is at Php270.987 million.** 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 Php131.093 million for payment of 18,927 EC benefits claims in the public sector. Operating expenses which include financial and non-cash expenses is at Php154.598 million. Non-cash expenses refer to Impairment Loss. The Management fee charged by the GSIS to SIF amounts to Php7.031 million** 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, 2020.

Particulars	SSS		GSIS	
	NO. OF CLAIMS	AMOUNT	NO. OF CLAIMS	AMOUNT
<b>DEATH AND PENSION</b>	<b>140,044</b>	<b>786,321,355.00</b>	<b>16,324</b>	<b>105,606,278.65</b>
<b>DISABILITY</b>	<b>15,495</b>	<b>196,829,884.00</b>	<b>1,032</b>	<b>7,343,461.31</b>
<b>SICKNESS</b>	<b>18,000</b>	<b>145,723,127.00</b>	<b>273</b>	<b>4,014,912.63</b>
<b>MEDICAL SERVICES</b>	<b>272</b>	<b>5,900,107.00</b>	<b>1212</b>	<b>11,885,895.81</b>
<b>FUNERAL BENEFITS</b>	<b>128</b>		<b>84</b>	

		3,780,000.00		2,211,207.77
REHABILITATION SERVICES	0	-	2	31,600.00
<b>TOTAL</b>	<b>173,939</b>	<b>1,138,554,473.00</b>	<b>18,927</b>	<b>131,093,356.17</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 AND PERFORMANCE:

	SSS		GSIS	
	As of Sept 30, 2019	As of December 31, 2019	As of Sept 30, 2019	As of December 31, 2019
<b>ASSETS</b>	41,072,088,540.00	40,327,409,348.00	31,000,686,049.00	27,316,888,572.00
<b>LIABILITIES</b>	85,234.00	5,217,952.00	186,656,359.00	74,678,883.00
<b>RESERVES</b>	41,072,003,209.00	40,322,191,396.00		
<b>NETWORTH *</b>	-	-	30,814,029,690.00	27,242,209,689.00
	Jan to Sept, 2019	Jan to Sept, 2019	Jan to Sept, 2019	Jan to Sept, 2019
<b>REVENUES</b>	3,022,571,017.00	3,311,936,732.00	2,125,940,605.00	3,018,091,668.38
<b>EXPENSES *</b>	1,409,542,367.00	1,377,167,676.00	292,363,574.00	747,235,379.79
<b>NET REVENUES</b>	1,613,028,651.00	1,934,769,055.00	1,833,577,031.00	2,270,856,288.59
<b>Total Comprehensive income</b>	850,381,762.00	2,094,257,186.00	3,576,189,772.00	4,718,755,932.05
* GSIS - Networth - Surplus				
- Surplus Appropriated			12,556,000,000.00	12,556,000,000.00
- Surplus Unappropriated			15,310,842,822.00	13,481,635,560.00
*GSIS- expenses inclusive of Management fee			7,031,411.00	24,495,770.53
*SSS -expenses inclusive of financial and non-cash expenses	₱ 222,829,559.00	₱ 53,334,807.00		
Other Comprehensive Income (Loss)	₱ (762,646,889.00)	₱ 159,488,131.00	1,742,612,740.00	2,447,899,643.46

Submitted by:

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