

SOCIAL SECURITY SYSTEM
CONDENSED STATEMENT OF FINANCIAL POSITION
(ALL FUNDS)
AS AT JUNE 30, 2018

	<u>At 30 June 2018</u>	<u>At 31 December 2017</u>	<u>Increase/(decrease)</u>
ASSETS			
Current assets			
Cash and Cash Equivalents	15,040,619,375	26,821,426,069	(11,780,806,694)
Financial assets	29,438,317,141	16,847,812,051	12,590,505,090
Other investments	-	-	-
Receivables	(1,862,171,720)	4,566,519,389	(6,428,691,109)
Inventories	181,933,901	191,278,628	(9,344,727)
Non-Current Assets Held for Sale	5,994,593,958	5,966,330,784	28,263,174
Other current assets	18,488,106	12,272,251	6,215,855
Total Current Assets	48,811,780,761	54,405,639,172	(5,593,858,411)
Non-current assets			
Financial assets	327,150,814,805	326,900,661,415	250,153,390
Receivables	89,263,047,809	87,665,909,114	1,597,138,695
Investment property	30,892,248,159	30,892,248,159	-
Property, Plant and Equipment	4,393,667,984	4,450,181,149	(56,513,165)
Intangible Assets	192,924,102	203,095,350	(10,171,248)
Other Non-Current Assets	357,555,643	347,748,744	9,806,899
	452,250,258,502	450,459,843,931	1,790,414,571
Total assets	501,062,039,263	504,865,483,103	(3,803,443,840)
LIABILITIES			
Current liabilities			
Financial Liabilities	8,108,498,205	8,115,832,971	(7,334,766)
Inter-Agency Payables	139,379,284	178,002,873	(38,623,589)
Trust Liabilities	741,472,019	654,719,321	86,752,698
Deferred Credits/Unearned Income	38,033,738	122,309,497	(84,275,759)
Provisions	5,730,075,662	-	5,730,075,662
Other Payables	2,266,528,543	1,743,958,037	522,570,506
	17,023,987,451	10,814,822,699	6,209,164,752
Non-current liabilities			
Financial Liabilities	42,159,153	37,179,482	4,979,671
Deferred Credits/Unearned Income	396,188,183	409,613,518	(13,425,335)
Provisions	1,359,071,967	1,466,426,806	(107,354,839)
Other Payables	50,000,000	50,000,000	-
	1,847,419,303	1,963,219,806	(115,800,503)
Total liabilities	18,871,406,754	12,778,042,505	6,093,364,249
RESERVES/EQUITY			
Revaluation Surplus	2,879,088,355	2,879,088,355	-
Reserve Fund	500,216,350,848	496,595,968,020	3,620,382,828
Cumulative Changes in Fair Value	(21,710,287,420)	(8,161,549,950)	(13,548,737,470)
Members' Equity	805,480,724	773,934,173	31,546,551
Total Reserves/Equity	482,190,632,507	492,087,440,598	(9,896,808,091)
Total liabilities and reserves	501,062,039,261	504,865,483,103	(3,803,443,842)

**SOCIAL SECURITY SYSTEM
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
(ALL FUNDS)**

	Six months ended 30 June		
	2018	2017	Increase/(decrease)
Income			
Service and Business Income	95,971,780,490	93,402,349,066	2,569,431,424
Gains	705,652,858	3,200,686,728	(2,495,033,870)
Other Non-Operating Income/(loss)	101,338,127	158,749,882	(57,411,755)
Total Income	96,778,771,475	96,761,785,676	16,985,799
Expenses			
Benefit Payments	88,581,235,596	86,035,019,691	2,546,215,905
Personnel Services	3,123,061,186	3,082,505,597	40,555,589
Maintenance and Other Operating Expenses	927,631,480	1,203,386,540	(275,755,060)
Financial Expenses	25,707,109	31,451,010	(5,743,901)
Non-Cash Expenses	1,293,750,824	115,072,528	1,178,678,296
Total Expenses	93,951,386,195	90,467,435,366	3,483,950,829
Profit/(Loss)	2,827,385,280	6,294,350,310	(3,466,965,030)
Assistance and Subsidy	-	266,822,564	(266,822,564)
Net Income/(Loss)	2,827,385,280	6,561,172,874	(3,733,787,594)
Other Comprehensive Income/(Loss) for the Period	(12,738,345,946)	12,055,741,525	(24,794,087,471)
Comprehensive Income/(loss)	(9,910,960,666)	18,616,914,399	(28,527,875,065)

**SOCIAL SECURITY SYSTEM
STATEMENT OF CHANGES IN RESERVES
ALL FUNDS
AS AT JUNE 30, 2018**

	Cumulative Changes in Fair Value of Investments	Revaluation Surplus	Retained Earnings/(Deficit) Reserve fund	Members' equity	TOTAL
BALANCE AT JANUARY 1, 2017	(15,650,037,897)	2,879,088,355	476,562,642,952	628,453,526	464,420,146,936
CHANGES IN RESERVES FOR 2017					
Add/(Deduct):					
Members' Contribution	-	-	-	169,730,583	169,730,583
Comprehensive income for the year	7,488,487,948	-	20,274,898,097	-	27,763,386,045
Other Adjustments					
SSS' share in ECC & OSHC corporate operating budget	-	-	(160,664,875)	-	(160,664,875)
Withdrawal/Management Cost	-	-	-	(52,530,545)	(52,530,545)
Guaranteed income/Annual incentive benefit	-	-	(17,255,982)	28,280,608	11,024,626
Reclassification of property and equipment below P15K capitalization threshold to semi-expendable property	-	-	(63,652,172)	-	(63,652,172)
BALANCE AT DECEMBER 31, 2017	(8,161,549,949)	2,879,088,355	496,595,968,020	773,934,172	492,087,440,598
CHANGES IN RESERVES FOR 2018					
Add/(Deduct):					
Members' Contribution	-	-	-	68,072,001	68,072,001
Net income for the period	-	-	2,827,385,280	-	2,827,385,280
Comprehensive income/(loss) for the period	(13,548,737,469)	-	810,391,524	-	(12,738,345,946)
Other Adjustments					
SSS' share in ECC & OSHC corporate operating budget	-	-	(17,393,976)	-	(17,393,976)
Withdrawal/Management cost	-	-	-	(43,112,888)	(43,112,888)
Guaranteed income/Annual incentive benefit	-	-	-	6,587,439	6,587,439
BALANCE AT JUNE 30, 2018	(21,710,287,418)	2,879,088,355	500,216,350,848	805,480,724	482,190,632,509

**SOCIAL SECURITY SYSTEM
CONDENSED STATEMENT OF CASH FLOWS
ALL FUNDS**

	Six months ended 30 June	
	2018	2017
Cash flows from operating activities		
Members' contribution	82,000,706,835	78,637,597,679
Investment and other income, net	8,673,665,245	13,854,801,640
Payments to members and beneficiaries, net	(82,850,618,711)	(80,771,748,031)
Payments for operations, net	(4,330,730,718)	(4,340,157,577)
Net cash generated by operating activities	<u>3,493,022,652</u>	<u>7,380,493,712</u>
Cash flows from investing activities		
Loan releases and other investment purchases, net	(15,256,435,293)	(4,431,033,769)
Acquisition of property and equipment, net	(24,989,965)	(36,614,746)
Acquisition of intangible assets, net	(6,556,664)	(230,000)
Net cash used in investing activities	<u>(15,287,981,922)</u>	<u>(4,467,878,515)</u>
Cash flows from financing activities		
Corporate operating budget of:		
Employees' Compensation Commission	-	(38,698,100)
Occupational Safety and Health Center	(17,393,976)	(46,510,100)
Flexi-fund equity		
Contribution	55,626,701	66,257,521
Withdrawal	(40,263,904)	(25,805,716)
Guaranteed income	6,587,439	6,071,356
Management cost of investment	(2,848,984)	(2,861,367)
Annual incentive benefit	-	(1,725,598)
PESO fund equity		
Contribution	12,445,300	9,508,300
Withdrawal	-	(35,000)
Net cash used in financing activities	<u>14,152,576</u>	<u>(33,798,704)</u>
Net increase/(decrease) in cash and cash equivalents	(11,780,806,695)	2,878,816,493
Cash and cash equivalents at beginning of the year	<u>26,821,426,070</u>	<u>17,830,920,092</u>
Cash and cash equivalents at end of the period	<u>15,040,619,375</u>	<u>20,709,736,585</u>



SOCIAL SECURITY SYSTEM
CONSOLIDATED TRIAL BALANCE
As at June 30, 2018

Account Name	Debit	Credit
Cash on Hand	854,521,786	
Cash in Bank - Local Currency	607,030,031	
Cash in Bank - Foreign Currency	642,016	
Cash equivalents	13,578,425,542	
Financial Assets at FVTPL	26,728,301,177	
Financial Assets Held to Maturity	181,390,237,294	
Loans and Receivable Accounts	117,485,665,055	
Allowance for Impairment - Loans and Receivables		25,420,697,682
Lease Receivables	100,505,239	
Allowance for Impairment - Lease Receivables		14,078,012
Other Receivables		4,268,116,598
Allowance for Impairment - Other Receivables		482,401,913
Inventory Held for Consumption	181,933,901	
Non-current Assets Held for Sale	6,051,545,556	
Accumulated Impairment Losses-Non-current Assets Held for Sale		56,951,598
Advances	8,214,046	
Prepayments	10,274,060	
Financial Assets - Available for Sale Securities	97,512,559,494	
Financial Asset-FVTOCI	52,249,898,509	
Allowance for Impairment - Available for sale Securities		1,291,864,528
Investment Property	30,892,248,159	
Land	3,317,260,000	
Land Improvements	10,752,881	
Accumulated Depreciation - Land Improvements		8,858,113
Accumulated Impairment Losses - Land Improvements		948,351
Buildings and Other Structures	1,237,332,892	
Accumulated Depreciation - Buildings and Other Structures		745,098,070
Accumulated Impairment Losses-Buildings and Other Structures		138,573,067
Machinery and Equipment	2,612,027,508	
Accumulated Depreciation - Machinery and Equipment		1,983,917,474
Transportation Equipment	169,206,928	
Accumulated Depreciation - Transportation Equipment		154,826,525
Furniture, Fixtures and Books	8,119,969	
Accumulated Depreciation - Books		441,597
Leased Assets Improvements	134,805,894	
Accumulated Depreciation - Leased Assets Improvements		130,273,921
Construction in Progress	67,099,030	
Intangible Assets	739,748,212	
Accumulated Amortization - Intangible Assets		470,995,883
Accumulated Impairment Losses-Intangible Assets		75,828,227
Deposits	80,755,982	
Other Assets	276,799,661	
Financial Liabilities		8,150,657,358
Inter-Agency Payables		139,379,284
Trust Liabilities		741,472,019
Deferred Credits/Unearned Income		434,221,921
Other Payables		2,316,528,543
Provisions		7,089,147,629
Revaluation Surplus		2,879,088,355
Reserve Fund		497,388,965,567



SOCIAL SECURITY SYSTEM
CONSOLIDATED TRIAL BALANCE
As at June 30, 2018

Account Name	Debit	Credit
Cumulative Changes in Fair Value	21,710,287,420	
Members' Equity		805,480,724
Members' Contribution		81,208,067,584
Rent/Lease Income		316,848,822
Dividend Income		1,917,047,251
Interest Income		10,589,026,018
Fines and Penalties-Business Income		1,638,329,842
Income from Acquired/Foreclosed Assets		69,760,074
Management Fees		2,848,984
Other Business Income		229,851,915
Gain on Foreign Exchange (FOREX)		201,942
Gain on Sale/Redemption/Transfer of Investments		324,417,213
Gain on Sale of Property, Plant and Equipment		245,725
Gain from Changes in Fair Value of Financial Instruments		380,787,978
Reversal of Impairment Loss		1,298,552
Miscellaneous Income		100,039,577
Benefit Payments	88,581,235,596	
Salaries and Wages	1,426,818,939	
Other Compensation	734,958,292	
Personnel Benefit Contributions	764,993,031	
Other Personnel Benefits	196,290,924	
Traveling Expenses	22,055,589	
Training Expenses	15,688,038	
Supplies and Materials Expenses	112,119,645	
Utility Expenses	111,260,777	
Communication Expenses	68,496,221	
Awards/Rewards Expenses	3,748	
Extraordinary and Miscellaneous Expenses	543,091	
Professional Services	33,610,237	
General Services	74,711,788	
Repairs and Maintenance	45,701,232	
Taxes, Insurance Premiums and Other Fees	9,860,989	
Labor and Wages	102,405,973	
Other Maintenance and Operating Expenses	331,174,152	
Financial Expenses	25,707,109	
Depreciation	73,688,006	
Amortization	16,727,910	
Impairment Loss	13,122,886	
Loss on Foreign Exchange (FOREX)	163,997	
Loss on Sale/Redemption/Transfer of Investments	28,109,320	
Loss on Sale of Property, Plant and Equipment	605,283	
Loss from Changes in Fair Value of Financial Instruments	1,161,333,421	
	651,967,584,436	651,967,584,436