SOCIAL SECURITY SYSTEM

Schedule 1

(All amounts in Philippine peso unless otherwise stated)

Schedule of Revenues and Expenditures

	Three months ended 31 March 2018	2017	Increase/(decrease)
Revenues			
Members' contribution[1]	42,568,722,708	39,546,757,345	3,021,965,363
Investment and other income[2]	7,155,869,720	9,233,148,501	(2,077,278,781)
	49,724,592,429	48,779,905,846	944,686,583
Expenditures			
Benefit payments			
Retirement	25,464,184,284	24,235,397,845	1,228,786,439
Death	13,699,504,468	13,632,089,512	67,414,955
Disability	1,653,158,064	1,514,664,150	138,493,915
Maternity	1,772,581,333	1,628,065,135	144,516,198
Funeral grant	997,460,512	967,427,705	30,032,807
Sickness	648,747,211	614,242,733	34,504,478
Medical services	3,897,282	3,894,462	2,820
Rehabilitation services	871,252	69,125	802,128
	44,240,404,405	42,595,850,666	1,644,553,739
Operating expenses			
Personnel services[3]	1,579,536,252	1,515,361,982	64,174,270
Maintenance and other operating expenses[4]	400,713,818	660,938,365	(260,224,547)
	1,980,250,070	2,176,300,347	(196,050,277)
Total expenditures	46,220,654,475	44,772,151,014	1,448,503,461
Net revenue/profit for the period	3,503,937,954	4,007,754,833	(503,816,879)
Other comprehensive income/(loss)			
Items that may be reclassified subsequently to profit or loss			
Available-for-sale financial assets			
Reclassification adjustments	(4,922,472)	(152,553,859)	147,631,388
Net gain/(loss) on fair value adjustment	(1,642,294,146)	6,571,495,985	(8,413,790,131)
	(1,647,216,618)	6,418,942,126	(8,266,158,744)
Total comprehensive income for the period	1,656,721,336	10,426,696,959	(8,769,975,623)

[1] *includes interest and penalty on contribution in arrears*

[2] *includes gains/losses,interest and dividend income,subsidy and investment expenses*

[3] *excludes FSA-local hires and counsel allow*

[4] *includes FSA-local hires, counsel allow, bank charges, depreciation & amortization*

$$\text{Administrative expense loading} = \frac{1.98 \text{ Billion}}{(12\% \times 42.57 \text{ Billion}) + (3\% \times 7.16 \text{ Billion})}$$

Administrative expense loading = 37.2%

SOCIAL SECURITY SYSTEM
(All amounts in Philippine peso unless otherwise stated)

Schedule of investment and related income
(At Fair Value)

	At 31 March 2018	% to IRF	At 31 December 2017	% to IRF	Investment income Three months ended 31 March 2018	2017
FIXED INCOME	**358,083,827,487.56**	**72.95**	**348,707,811,247.60**	**71.28**	**5,056,329,799.67**	**6,029,719,126.28**
1. GOVERNMENT SECURITIES	**205,172,744,432.51**	**41.80**	**203,297,998,174.61**	**41.56**	**3,034,797,239.13**	**2,824,085,091.50**
Government notes and bonds	192,737,483,729.12	39.26	192,783,395,528.35	39.41	2,995,627,677.77	2,822,847,153.20
Government bonds - HFT (at fair value)	12,435,260,703.39	2.53	10,514,602,646.26	2.15	39,169,561.36	1,237,938.30
Treasury bills	-	0.00	-	0.00	-	-
Other government securities						
UP-PGH	-	0.00	-	0.00	-	-
HGC debenture bonds	-	0.00	-	0.00	-	-
Gain/(loss) on foreign exchange					-	-
2. CORPORATE NOTES AND BONDS	**32,568,920,246.87**	**6.63**	**32,672,358,411.67**	**6.68**	**386,679,365.89**	**419,479,275.39**
Corporate notes	10,258,466,666.67	2.09	10,356,300,000.00	2.12	117,685,526.36	143,919,243.03
Corporate bonds	20,843,130,000.00	4.25	20,843,130,000.00	4.26	273,434,735.50	277,379,942.35
Available-for-sale financial assets - corporate notes	1,379,862,905.11	0.28	1,379,862,905.11	0.28	-	-
Held-for-trading - corporate bonds (at fairvalue)	87,460,675.09	0.02	93,065,506.56		(4,440,895.97)	(1,819,909.99)
Reversal of impairment loss					-	-
3. LOANS TO MEMBERS	**85,631,836,147.40**	**17.44**	**85,218,254,647.93**	**17.42**	**1,420,193,717.98**	**2,661,913,179.22**
a. SALARY LOANS	**79,478,399,534.20**	**16.19**	**78,953,985,619.02**	**16.14**	**1,339,509,595.60**	**2,556,159,658.45**
Salary/educational/calamity loan	68,326,856,614.07	13.92	67,113,064,366.99	13.72	1,297,681,622.99	1,017,372,856.23
Separated member loan	17,759,454.71	0.00	19,645,213.60	0.00	5,398,041.42	16,692,297.05
Emergency loan	236,273,307.94	0.05	237,231,147.04	0.05	6,641,687.39	37,271,275.81
Student assistance loan	62,402.83	0.00	62,402.63	0.00	-	-
Stock investment loan	69,293,297.90	0.01	68,448,751.45	0.01	-	-
Privatization loan	68,519,542.19	0.01	68,099,620.23	0.01	-	-
Loan to vocational/technical students	88,564.28	0.00	88,584.28	0.00	-	-
Special educational loan fund - Y2K	117,517.24	0.00	117,517.24	0.00	-	-
Educational assistance loan program	4,817,307,574.19	0.98	4,759,851,633.91	0.97	-	-
Restructured member loan - 2016	5,942,121,258.85	1.21	6,687,376,401.45	1.37	29,788,243.80	1,484,823,229.36
Reversal of impairment loss					-	-
b. HOUSING LOANS	**6,152,229,283.44**	**1.25**	**6,262,939,103.10**	**1.28**	**80,669,242.18**	**105,688,475.36**
Loan to National Home Mortgage Finance Corporation	5,504,614,141.60	1.12	5,542,262,384.63	1.13	16,359,151.44	18,532,974.81
Loan to Home Development Mutual Fund	-	0.00	-	0.00	-	-
Real estate loans	231,265,448.40	0.05	295,269,564.95	0.06	60,202,538.34	82,640,555.71
Dormitory/apartment loans	10,382,586.35	0.00	10,382,586.35	0.00	51,195.62	81,935.51
SSS employees housing loans	405,967,107.09	0.08	415,024,567.17	0.08	4,056,356.78	4,433,009.33
Reversal of impairment loss					-	-
c. DEVELOPMENT LOANS	**1,207,329.76**	**0.00**	**1,329,925.81**	**0.00**	**14,880.20**	**65,045.41**
Commercial loans	-	0.00	-	0.00	-	-
Community hospital loans	-	0.00	-	0.00	-	-
Investment incentive loans	42,245.30	0.00	42,507.25	0.00	854.40	-
Small scale industry	1.00	0.00	1.00	0.00	-	-
Hospital financing program	-	0.00	-	0.00	-	-
Educational institution financing program	1.00	0.00	1.00	0.00	-	65,045.41
Industry modernization and expansion loan program	1.00	0.00	1.00	0.00	-	-
Direct business loan	-	0.00	-	0.00	-	-
Tourism project	-	0.00	-	0.00	-	-
SSS/GSIS special financing program	-	0.00	-	0.00	-	-
SSS industry loan program	-	0.00	-	0.00	-	-
Business development facility	1,165,080.46	0.00	1,287,414.56	0.00	14,025.80	-
Social Development Loan Facility	-	0.00	-	0.00	-	-
Program MADE	1.00	0.00	1.00	0.00	-	-
Reversal of impairment loss					-	-
4. BANK DEPOSITS	**34,710,326,660.78**	**7.07**	**27,519,200,013.39**	**5.63**	**214,659,476.67**	**124,241,580.17**
Short-term money placements	1,830,000,000.00	0.37	-	0.00	2,928,000.00	-
Savings/time/special savings deposits/current accounts [1]	32,879,314,836.90	6.70	27,518,188,448.02	5.63	211,702,980.03	123,621,105.19
Externally managed fund (at fair value)	1,011,823.88	0.00	1,011,565.37	0.00	258.51	644.79
Gain/(loss) on foreign exchange [2]					28,238.13	619,830.19
VARIABLE INCOME	**140,549,187,866.17**	**28.63**	**139,622,608,496.87**	**28.54**	**2,004,981,435.14**	**2,938,248,046.90**
1. EQUITIES	**108,655,494,890.77**	**22.13**	**107,777,105,313.76**	**22.03**	**1,822,174,813.34**	**2,779,091,655.82**
Held-for-trading financial assets - MS (at fair value)	5,315,405,991.34	1.08	5,712,048,470.58	1.17	(97,167,712.40)	700,586,645.00
Available-for-sale financial assets						
Marketable securities (at fair value)	102,871,973,841.76	20.96	101,596,941,785.51	20.77	1,886,128,994.67	2,017,383,044.68
Ordinary and preference shares (at cost)	468,115,057.67	0.10	468,115,057.67	0.10	-	-
Sales contract receivable - available-for-sale financial assets	-	0.00	-	0.00	-	-
Director's fee					33,213,531.07	61,121,966.14

	At 31 March 2018	% to IRF	At 31 December 2017	% to IRF	Investment income Three months ended 31 March 2018	2017
2. REAL ESTATE PROPERTY	31,893,692,975.40	6.50	31,845,503,183.11	6.51	182,806,621.80	159,156,391.08
Investment property (at fair value)	30,892,248,158.48	6.29	30,892,248,158.48	6.31	173,452,657.94	143,023,517.12
Sales contract receivable - investment property	34,497,083.16	0.01	36,408,376.40	0.01	1,083,065.92	1,253,313.04
Sales contract receivable - non-current assets held for sale	966,947,733.76	0.20	916,846,648.23	0.19	8,248,590.51	14,879,560.92
Reversal of impairment loss					22,307.43	-
TOTAL INVESTMENTS	498,633,015,353.73	101.58	488,330,419,744.47	99.82	7,061,311,234.81	8,967,967,173.18
Investment reserve fund (IRF)						
Reserve fund[3]	500,088,513,994.30		496,584,576,039.86			
Investments revaluation reserve	(10,008,766,568.49)		(8,161,549,950.50)			
Flexi-fund members' equity	749,586,991.54		732,054,415.42			
PESO fund equity	48,818,556.41		41,879,756.41			
Investment reserve fund	490,878,152,973.76		489,196,960,261.19			
Cash and cash equivalents	31,295,430,667.71		26,821,426,070.05			
Donated Property reclassified to reserve fund	11,391,980.00		11,391,980.00			
Realized gain on sale of AFSFA-MS					699,362,322.84	

1 Presented as part of cash and cash equivalents under current assets; excludes main fund and other current accounts used in operations

2 Includes gain/(loss) on foreign exchange of foreign currency denominated (FCD) short-term money placements, savings/time/special savings deposits/current accounts and other asset/liability accounts

3 Excludes donated property reclassified to reserve fund

Additional notes:

1. Income from salary/educational/calamity loan includes service fee - salary loan
2. Income from real estate loan includes processing fee - housing loan
3. IFRS 9 adoption will be reflected in April 2018 FS

$$\text{1Q2018 Annualized ROI} = \left[1 + \frac{(2{,}272.00 + 2{,}410.47 + 2{,}378.84)}{\frac{(488{,}330.42 + 495{,}793.26)}{2} + \frac{(495{,}793.26 + 499{,}468.26)}{2} + \frac{(499{,}468.26 + 498{,}633.02)}{2} +}\right]^{12} - 1$$

$$\text{1Q2018 Annualized ROI} = \left[1 + \frac{7{,}061.31}{1{,}488{,}743.24}\right]^{12} - 1$$

$$\text{1Q2018 Annualized ROI} = \underline{5.84\%}$$

TABLE 1
PAYING MEMBERS
BY TYPE OF MEMBER
ACTUAL 2018 VS. ACTUAL 2017
JANUARY TO MARCH

Type of Member	Actual 2018	*% to Total*	Actual 2017	*% inc./ (dec.)*
Employed	**9,103,100**	***74.6***	**7,827,051**	***16.3***
Regular	**9,087,209**	***74.4***	**7,791,487**	***16.6***
Large Account	5,060,987	*41.5*	4,849,560	*4.4*
Branch Account	4,026,222	*33.0*	2,941,927	*36.9*
Househelper	**15,891**	***0.1***	**35,564**	***(55.3)***
Self-Employed	**816,504**	***6.7***	**826,183**	***(1.2)***
Regular	341,619	*2.8*	237,921	*43.6*
Informal Sector	474,885	*3.9*	588,262	*(19.3)*
Voluntary	**1,894,780**	***15.5***	**1,743,916**	***8.7***
Separated	1,893,747	*15.5*	1,742,984	*8.6*
Non-Working Spouse	1,033	*0.0*	932	*10.8*
OFW	**393,183**	***3.2***	**364,773**	***7.8***
Total	**12,207,567**	***100.0***	**10,761,923**	***13.4***

Rundate:
2018 Paying Members - July 14, 2018
2017 Paying Members - May 7, 2017

$$\text{\% of PM for 1Q2018} = \frac{\text{12.208 Million paying SSS members}}{\text{41.755 Million employed persons - 3.396 Million workers in gov't/gov't corp.}}$$

% of PM for 1Q2018 = 31.83%

TABLE 7 - Employed Persons by Class of Workers, Philippines: 2016 - April 2018

	2016					2017					2018	
	Ave	Jan	Apr	July	Oct	Ave	Jan	Apr	July	Oct	Jan	Apr p
ALL CLASSES OF WORKERS	**40,998**	**40,689**	**40,664**	**40,954**	**41,685**	**40,334**	**39,347**	**40,271**	**40,171**	**41,547**	**41,755**	**40,896**
Wage and Salary Workers	**25,240**	**25,599**	**25,065**	**25,047**	**25,248**	**25,209**	**24,712**	**24,699**	**25,555**	**25,868**	**25,776**	**26,079**
Worked for Private Household	2,096	2,315	2,042	2,020	2,009	1,925	1,905	1,804	1,971	2,018	1,916	1,923
Worked for Private Establishment	19,694	19,654	19,667	19,605	19,848	19,776	19,310	19,640	19,978	20,177	20,327	20,558
Worked with Pay in Own Family-operated Farm or Business	132	148	150	121	110	119	119	100	113	145	137	146
Worked for Government/Government Corporation	3,317	3,482	3,206	3,300	3,281	3,388	3,377	3,155	3,493	3,528	3,396	3,452
Self-employed without Any Paid Employee	**11,097**	**10,650**	**10,896**	**11,322**	**11,521**	**11,198**	**10,706**	**11,370**	**11,129**	**11,586**	**11,581**	**11,132**
Employer in Own Family-operated Farm or Business	**1,376**	**1,404**	**1,343**	**1,437**	**1,319**	**1,491**	**1,461**	**1,505**	**1,393**	**1,604**	**1,506**	**1,517**
Without Pay in Own-Family-operated Farm or Business (Unpaid Family Workers)	**3,285**	**3,037**	**3,360**	**3,148**	**3,597**	**2,437**	**2,468**	**2,697**	**2,094**	**2,488**	**2,893**	**2,168**

Notes: 1. Details may not add up to totals due to rounding.
2. Starting April 2016 round, the Labor Force Survey (LFS) adopted the 2013 Master Sample Design as well as the population projections based on the 2010 Census of Population and Housing (2010 CPH) while the previous survey round used 2000 CPH as population projection benchmark.
3. January 2016 data reflected were based on the 2010 Census-based population projections to compute for the annualized data for 2016.

p Preliminary.

Source : Philippine Statistics Authority, Labor Force Survey.

Memorandum –

FOR	:	**JEAN V. LAGRADA** VP and Division Head, Financial and Budget
DATE	:	04 April 2018
RE	:	*Creation of Robinsons Place Naga Service Office (SO)*

Relative to the creation of Robinsons Place Naga Service Office located at the third floor in Lingkod Pinoy Center, Robinsons Place Naga, Roxas Avenue corner Almeda Highway, Naga City, Camarines Sur, attached is a copy of certification regarding the creation of the said SO.

Gloria Y. Cuisia
Department Manager III

cc.: SVP Magana
OIC-VP Sambiero
ITMG
HRMD
BSPD
MAD
CCD
CPPD
GAD
Naga

2018-0471

SERVICE OFFICE CREATED IN CY 2018

March 2018

Service Office	Location	PCEO Approval	Start of Operation
1 Robinsons Place Naga	3/F, Lingkod Pinoy Center, Robinsons Place Naga, Roxas Avenue corner Almeda Highway, Naga City, Camarines Sur	7 Dec-17	19-Mar-18

Certified Correct:

Jose Eduardo S. Ramos
Sr. Architect, BEMSD

Mary Gay R. Galang
CEO III, BEMSD

Virgilio S. Santiago
Branch Head, Naga
(Mother Branch)

Approved By:

Gloria Y. Cuisia
Department Manager III, BEMSD

Josie C. Magana
SVP Group Head, Luzon Operations

SOCIAL SECURITY SYSTEM
OSVP LUZON OPERATIONS GROUP
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Republic of the Philippines
SOCIAL SECURITY SYSTEM
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OFFICE ORDER NO. 2018-020

SUBJECT : **ESTABLISHMENT OF ADDITIONAL PHYSICAL EXAMINATION CENTERS (PECs)**

In line with management's mandate to provide prompt, convenient and efficient service to SSS members and their beneficiaries, three (3) additional PECs are hereby established in the following branches to complement with the existing ninety (90) PECs.

Branch	Total number of MDs	Required MDs per PE Center
1. Binondo	1	1
2. San Francisco del Monte	2	1
3. Legarda	1	1

These PECs shall perform physical examination and interview (PEI) on members/ claimants daily.

All other existing guidelines under Office Order No. 2012 - 078 shall continue to be observed and implemented.

Please be guided accordingly.

EMMANUEL F. DOOC
President and CEO

09 MAR 2018
Date

(Policies – Medical)