

SOCIAL SECURITY SYSTEM
CONDENSED STATEMENT OF FINANCIAL POSITION
(ALL FUNDS)

	<u>At 30 September 2018</u>	<u>At 31 December 2017</u>	<u>Increase/(decrease)</u>
ASSETS			
Current assets			
Cash and Cash Equivalents	23,442,225,457	26,821,426,069	(3,379,200,612)
Financial assets	34,014,821,034	16,847,812,051	17,167,008,983
Receivables	(661,860,405)	4,566,519,389	(5,228,379,794)
Inventories	167,736,101	191,278,628	(23,542,527)
Non-Current Assets Held for Sale	5,959,670,266	5,966,330,784	(6,660,518)
Other current assets	20,593,588	12,272,251	8,321,337
Total Current Assets	62,943,186,041	54,405,639,172	8,537,546,869
Non-current assets			
Financial assets	313,494,963,820	326,900,661,415	(13,405,697,595)
Receivables	93,136,074,045	87,665,909,114	5,470,164,931
Investment property	30,892,248,159	30,892,248,159	-
Property, Plant and Equipment	4,363,810,373	4,450,181,149	(86,370,776)
Intangible Assets	213,085,968	203,095,350	9,990,618
Other Non-Current Assets	363,914,428	347,748,743	16,165,685
	442,464,096,793	450,459,843,930	(7,995,747,137)
Total assets	505,407,282,834	504,865,483,102	541,799,732
LIABILITIES			
Current liabilities			
Financial Liabilities	7,152,590,405	8,115,832,971	(963,242,566)
Inter-Agency Payables	135,207,217	178,002,873	(42,795,656)
Trust Liabilities	760,262,585	654,719,321	105,543,264
Deferred Credits/Unearned Income	68,231,744	122,309,497	(54,077,753)
Provisions	8,680,546,628	-	8,680,546,628
Other Payables	4,884,216,233	1,743,958,037	3,140,258,196
	21,681,054,812	10,814,822,699	10,866,232,113
Non-current liabilities			
Financial Liabilities	43,804,504	37,179,482	6,625,022
Deferred Credits/Unearned Income	389,475,516	409,613,518	(20,138,002)
Provisions	1,322,279,972	1,466,426,806	(144,146,834)
Other Payables	50,000,000	50,000,000	-
	1,805,559,992	1,963,219,806	(157,659,814)
Total liabilities	23,486,614,804	12,778,042,505	10,708,572,299
RESERVES/EQUITY			
Revaluation Surplus	2,879,088,355	2,879,088,355	-
Reserve Fund	506,007,410,023	496,595,968,020	9,411,442,003
Cumulative Changes in Fair Value	(27,804,259,960)	(8,161,549,951)	(19,642,710,009)
Members' Equity	838,429,612	773,934,173	64,495,439
Total Reserves/Equity	481,920,668,030	492,087,440,597	(10,166,772,567)
Total liabilities and reserves	505,407,282,834	504,865,483,102	541,799,732

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

	Nine months ended 30 September		
	2018	2017	Increase/(decrease)
Income			
Service and Business Income	148,879,280,586	140,199,950,204	8,679,330,382
Gains	2,037,996,545	5,553,885,120	(3,515,888,575)
Other Non-Operating Income/(loss)	384,776,855	176,225,670	208,551,185
Total Income	151,302,053,986	145,930,060,994	5,371,992,992
Expenses			
Benefit Payments	134,006,935,350	127,780,279,363	6,226,655,987
Personnel Services	4,560,234,159	4,547,385,948	12,848,211
Maintenance and Other Operating Expenses	1,619,980,799	1,782,228,297	(162,247,498)
Financial Expenses	62,075,079	61,716,451	358,628
Non-Cash Expenses	2,432,351,268	166,948,894	2,265,402,374
Total Expenses	142,681,576,655	134,338,558,953	8,343,017,702
Profit/(Loss)	8,620,477,331	11,591,502,041	(2,971,024,710)
Assistance and Subsidy	-	266,822,564	(266,822,564)
Net Income/(Loss)	8,620,477,331	11,858,324,605	(3,237,847,274)
Other Comprehensive Income/(Loss) for the Period			
Realized gain/(loss) on sale of FA at FVTOCI	954,864,805		954,864,805
Changes in fair value of FA at FVTOCI	(19,642,710,010)	14,118,805,492	(33,761,515,502)
	(18,687,845,204)	14,118,805,492	(32,806,650,696)
Comprehensive Income/(loss)	(10,067,367,873)	25,977,130,097	(36,044,497,970)

**SOCIAL SECURITY SYSTEM
STATEMENT OF CHANGES IN RESERVES
ALL FUNDS
AS AT SEPTEMBER 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	-	-	-	97,348,444	97,348,444
Net income for the period	-	-	8,620,477,331	-	8,620,477,331
Comprehensive income/(loss) for the period	(19,642,710,010)	-	954,864,805	-	(18,687,845,205)
Other Adjustments					
SSS' share in ECC & OSHC corporate operating budget	-	-	(144,583,761)	-	(144,583,761)
Withdrawal/Management cost	-	-	-	(62,692,649)	(62,692,649)
Guaranteed income/Annual incentive benefit	-	-	(19,316,372)	29,839,644	10,523,272
BALANCE AT SEPTEMBER 30, 2018	(27,804,259,959)	2,879,088,355	506,007,410,023	838,429,611	481,920,668,030

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

	Nine months ended 30 September	
	2018	2017
Cash flows from operating activities		
Members' contribution	127,012,010,055	119,499,648,563
Investment and other income, net	11,917,651,497	12,810,472,349
Payments to members and beneficiaries, net	(125,461,894,040)	(119,910,848,838)
Payments for operations, net	(3,985,190,674)	(5,960,569,586)
Net cash generated by operating activities	<u>9,482,576,837</u>	<u>6,438,702,489</u>
Cash flows from investing activities		
Loan releases and other investment purchases, net	(12,675,757,839)	9,678,731,621
Acquisition of property and equipment, net	(52,047,066)	(89,303,731)
Acquisition of intangible assets, net	(34,567,850)	(230,000)
Net cash used in investing activities	<u>(12,762,372,755)</u>	<u>9,589,197,890</u>
Cash flows from financing activities		
Corporate operating budget of:		
Employees' Compensation Commission	(38,058,961)	(58,047,150)
Occupational Safety and Health Center	(106,524,801)	(46,510,100)
Flexi-fund equity		
Contribution	79,648,344	107,423,005
Withdrawal	(58,096,546)	(37,181,685)
Guaranteed income	12,454,910	9,413,102
Management cost of investment	(4,596,103)	(4,403,852)
Annual incentive benefit	(1,931,638)	(1,725,598)
PESO fund equity		
Contribution	17,700,100	14,261,300
Withdrawal	-	(56,000)
Management cost of investment	-	-
Net cash used in financing activities	<u>(99,404,694)</u>	<u>(16,826,979)</u>
Net increase/(decrease) in cash and cash equivalents	(3,379,200,612)	16,011,073,400
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>23,442,225,458</u>	<u>33,841,993,492</u>



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

Account Name	Debit	Credit
Cash on Hand	954,790,268	
Cash in Bank - Local Currency	158,883,420	
Cash in Bank - Foreign Currency	691,769	
Cash equivalents	22,327,860,000	
Financial Assets at FVTPL	29,146,814,020	
Financial Assets Held to Maturity	182,215,897,145	
Loans and Receivable Accounts	121,483,694,090	
Allowance for Impairment - Loans and Receivables		25,405,016,668
Lease Receivables	97,394,024	
Allowance for Impairment - Lease Receivables		14,326,929
Other Receivables		3,205,128,964
Allowance for Impairment - Other Receivables		482,401,913
Inventory Held for Consumption	167,736,101	
Non-current Assets Held for Sale	6,023,859,539	
Accumulated Impairment Losses-Non-current Assets Held for Sale		64,189,273
Advances	8,727,261	
Prepayments	11,866,327	
Financial Assets - Available for Sale Securities	93,650,202,478	
Financial Asset-FVTOCI	43,788,735,739	
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		8,926,189
Accumulated Impairment Losses - Land Improvements		948,351
Buildings and Other Structures	1,237,380,070	
Accumulated Depreciation - Buildings and Other Structures		751,349,110
Accumulated Impairment Losses-Buildings and Other Structures		138,573,067
Machinery and Equipment	2,633,682,379	
Accumulated Depreciation - Machinery and Equipment		2,023,967,528
Transportation Equipment	169,206,928	
Accumulated Depreciation - Transportation Equipment		155,897,896
Furniture, Fixtures and Books	8,119,969	
Accumulated Depreciation - Books		443,663
Leased Assets Improvements	160,328,525	
Accumulated Depreciation - Leased Assets Improvements		137,156,266
Construction in Progress	44,341,691	
Intangible Assets	767,759,397	
Accumulated Amortization - Intangible Assets		478,845,202
Accumulated Impairment Losses-Intangible Assets		75,828,227
Deposits	82,637,524	
Other Assets	281,276,904	
Financial Liabilities		7,196,394,909
Inter-Agency Payables		135,207,217
Trust Liabilities		760,262,585
Deferred Credits/Unearned Income		457,707,262
Other Payables		4,934,216,231
Provisions		10,002,826,600
Revaluation Surplus		2,879,088,355
Reserve Fund		497,386,932,691



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

Account Name	Debit	Credit
Cumulative Changes in Fair Value	27,804,259,960	
Members' Equity		838,429,612
Members' Contribution		125,807,695,382
Rent/Lease Income		459,506,838
Dividend Income		2,560,802,908
Interest Income		17,221,662,280
Fines and Penalties-Business Income		2,359,333,713
Income from Acquired/Foreclosed Assets		100,284,440
Management Fees		4,596,103
Other Business Income		365,398,922
Gain on Foreign Exchange (FOREX)		305,528
Gain on Sale/Redemption/Transfer of Investments		656,323,979
Gain on Sale of Property, Plant and Equipment		282,592
Gain from Changes in Fair Value of Financial Instruments		1,381,084,446
Reversal of Impairment Loss		16,979,566
Miscellaneous Income		367,797,289
Benefit Payments	134,006,935,350	
Salaries and Wages	2,141,419,206	
Other Compensation	970,086,847	
Personnel Benefit Contributions	1,148,153,085	
Other Personnel Benefits	300,575,021	
Traveling Expenses	38,537,294	
Training Expenses	27,920,948	
Supplies and Materials Expenses	162,961,542	
Utility Expenses	180,433,279	
Communication Expenses	124,392,303	
Awards/Rewards Expenses	5,748	
Extraordinary and Miscellaneous Expenses	925,880	
Professional Services	54,617,482	
General Services	152,176,840	
Repairs and Maintenance	93,359,650	
Taxes, Insurance Premiums and Other Fees	16,661,440	
Labor and Wages	202,884,600	
Other Maintenance and Operating Expenses	565,103,793	
Financial Expenses	62,075,079	
Depreciation	130,506,918	
Amortization	24,577,230	
Impairment Loss	29,016,696	
Loss on Foreign Exchange (FOREX)	326,998	
Loss on Sale/Redemption/Transfer of Investments	57,908,312	
Loss on Sale of Property, Plant and Equipment	624,897	
Loss from Changes in Fair Value of Financial Instruments	2,189,390,216	
	710,127,983,222	710,127,983,222