

GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2013 and 2012
(In Philippine Peso)

	Note	2013	2012 (Restated)
ASSETS			
Cash and cash equivalents	5	25,393,774,278	35,348,722,239
Premiums and loans receivable - net	6	238,206,671,969	227,758,602,452
Financial assets	7	454,194,573,198	411,404,294,293
Other receivables - net	8	26,309,715,084	16,528,963,638
Investment property	9	32,431,860,251	31,026,077,700
Property and equipment - net	10	10,772,036,324	10,671,990,335
Other assets	11	736,986,764	829,239,152
TOTAL ASSETS		788,045,617,868	733,567,889,809
LIABILITIES AND NETWORTH			
Insurance liabilities	12	21,035,918,055	12,228,300,782
Other liabilities	13	6,611,574,962	4,736,273,293
Deferred credits	14	4,250,115,588	4,910,595,595
TOTAL LIABILITIES		31,897,608,605	21,875,169,670
Surplus			
Appropriated surplus	15	661,809,487,087	603,665,143,603
Unappropriated surplus	16	28,509,196,847	38,332,416,582
		690,318,683,934	641,997,560,185
Other comprehensive income	17	65,825,744,759	69,690,837,617
Net worth attributed to parent company		756,144,428,693	711,688,397,802
Non-controlling interest		3,580,570	4,322,337
TOTAL NETWORTH		756,148,009,263	711,692,720,139
TOTAL LIABILITIES AND NETWORTH		788,045,617,868	733,567,889,809

The notes on pages 8 to 76 form part of these financial statements.

GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the years ended December 31, 2013 and 2012
(In Philippine Peso)

	Note	2013	2012 (Restated)
REVENUE			
Revenue from insurance	18	83,728,095,231	80,387,170,384
Revenue from loans	19	21,014,293,473	19,469,059,944
Revenue from financial assets	20	30,404,582,424	34,842,424,455
Revenue from investment properties	21	2,848,539,486	744,915,165
Other revenues	22	1,162,281,180	2,056,841,265
		139,157,791,794	137,500,411,213
EXPENSES			
Claims and benefits	23	83,192,720,247	65,487,000,888
Investment expenses	24	124,125,448	152,931,508
Insurance expenses	25	2,379,800,767	2,430,784,522
Personal services	26	3,369,073,242	3,232,685,986
Operating expenses	27	1,731,554,578	3,578,187,599
		90,797,274,282	74,881,590,503
NON-CONTROLLING INTEREST		(606,237)	(333,719)
NET INCOME		48,361,123,749	62,619,154,429
OTHER COMPREHENSIVE INCOME/(LOSS)			
Items that may be reclassified subsequently to profit or loss			
Net unrealized gains(losses) on investments	28	(3,875,088,119)	24,604,154,647
Items that will not be reclassified subsequently to profit or loss			
Revaluation surplus	28	9,995,261	6,085,075,987
		(3,865,092,858)	30,689,230,634
TOTAL COMPREHENSIVE INCOME		44,496,030,891	93,308,385,063
NET INCOME/(LOSS) ATTRIBUTABLE TO:			
Parent		48,361,729,986	62,619,488,148
Non-controlling interest		(606,237)	(333,719)
NET INCOME		48,361,123,749	62,619,154,429
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO:			
Parent		44,496,644,895	93,308,726,742
Non-controlling interest		(614,004)	(341,679)
TOTAL COMPREHENSIVE INCOME		44,496,030,891	93,308,385,063

The notes on pages 8 to 76 form part of these financial statements.

GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF CHANGES IN NET WORTH
As of December 31, 2013 and 2012
(in Philippine Peso)

	SURPLUS		TOTAL SURPLUS	OTHER COMPREHENSIVE INCOME		TOTAL OTHER COMPREHENSIVE INCOME	NET WORTH ATTRIBUTED TO PARENT COMPANY	NON-CONTROLLING INTEREST	NET WORTH
	Appropriated	Unappropriated		Net unrealized gains(losses) on investments	Revaluation surplus				
Balance, 1/1/2012	543,177,299,621	36,232,198,148	579,409,497,769	38,575,406,009	426,200,974	39,001,606,983	618,411,104,752	4,664,016	618,415,768,768
Net income	-	62,619,154,429	62,619,154,429	-	-	-	62,619,154,429	-	62,619,154,429
Increase in appropriation	60,487,843,982	(60,487,843,982)	-	-	-	-	-	-	-
Dividends declared	-	(31,092,013)	(31,092,013)	-	-	-	(31,092,013)	-	(31,092,013)
Additions/(deductions) during the year	-	-	-	24,604,154,647	6,085,075,987	30,689,230,634	30,689,230,634	(341,679)	30,688,888,955
Balance, 12/31/2012-1/1/2013	603,665,143,603	38,332,416,582	641,997,560,185	63,179,560,656	6,511,276,961	69,690,837,617	711,688,397,802	4,322,337	711,692,720,139
Net income	-	48,361,123,749	48,361,123,749	-	-	-	48,361,123,749	-	48,361,123,749
Increase in appropriation	58,144,343,484	(58,144,343,484)	-	-	-	-	-	-	-
Dividends declared	-	(40,000,000)	(40,000,000)	-	-	-	(40,000,000)	-	(40,000,000)
Additions/(deductions) during the year	-	-	-	(3,875,088,119)	9,995,261	(3,865,092,858)	(3,865,092,858)	(741,767)	(3,865,834,625)
Balance, December 31, 2013	661,809,487,087	28,509,196,847	690,318,683,934	59,304,472,537	6,521,272,222	65,825,744,759	756,144,428,693	3,580,570	756,148,009,263

**GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF CASH FLOW**

For the years ended December 31, 2013 and 2012

(In Philippine Peso)

	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipt of premiums	80,093,514,477	75,553,507,378
Receipt from other receivable	522,322,133	5,420,850,956
Contributions to ECC & OSHC	(46,864,523)	(91,902,919)
Other miscellaneous receipts	11,343,495,255	6,917,298,436
Payment of claims and benefits	(81,064,233,279)	(63,368,145,575)
Payment of reinsurance premiums	(1,733,175,313)	(1,562,404,241)
Payments for operating expenses	(4,508,809,879)	(4,343,778,559)
Net cash provided by operating activities	4,606,248,871	18,525,425,476
CASH FLOWS FROM INVESTING ACTIVITIES		
Net loan releases	(12,917,631,342)	(21,106,134,339)
Receipt of earnings from loans	12,926,807,174	15,145,258,468
Net investment placements	(45,403,582,524)	(51,268,271,567)
Receipt of earnings from investments	31,242,734,012	34,267,232,416
Receipt of earnings from investment property	228,168,310	190,958,991
Purchase of information technology resources	(338,160,363)	(309,175,284)
Purchase/payments for capital expenditures	(204,457,121)	(503,402,148)
Net cash flow from subsidiaries	(95,074,978)	286,561,865
Net cash used in investing activities	(14,561,196,831)	(23,296,971,598)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(9,954,947,961)	(4,771,546,121)
CASH AND CASH EQUIVALENTS, BEGINNING	35,348,722,239	40,120,268,360
CASH AND CASH EQUIVALENTS, END	25,393,774,278	35,348,722,239