

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

	Note	2012	2011 (as restated)
ASSETS			
Cash and cash equivalents	5	35,348,722,239	40,120,268,360
Premiums and loans receivable - net	6	221,723,716,310	206,155,720,413
Financial assets	7	411,404,294,293	336,833,569,390
Investment in joint ventures	8	1,164,802,421	1,167,448,341
Property and equipment - net	9	10,671,990,336	4,658,234,361
Investment properties	10	29,989,696,703	29,704,289,486
Other assets - net	11	17,272,517,456	15,004,317,394
TOTAL ASSETS		727,575,739,758	633,643,847,745
LIABILITIES AND NETWORKTH			
Insurance liabilities	12	11,769,737,112	9,425,347,083
Other liabilities	13	5,093,688,600	8,507,241,270
Deferred credits	14	2,827,101,179	1,060,819,697
TOTAL LIABILITIES		19,690,526,891	18,993,408,050
Property replacement fund	15	27,487,087	27,487,087
Reserves			
Social insurance fund	16	588,188,338,880	528,437,582,936
Optional life insurance fund	16	7,282,814,928	7,385,387,135
Pre-need insurance fund	16	2,385,611,813	2,593,684,688
Employees' compensation insurance fund	16	1,095,947,289	633,400,532
General insurance fund	16	4,684,943,605	4,099,757,242
		603,637,656,515	543,149,812,533
Surplus	17	104,215,746,928	71,471,297,140
Non-controlling interest		4,322,337	1,842,935
TOTAL NET WORTH		707,885,212,867	614,650,439,695
TOTAL LIABILITIES AND NETWORKTH		727,575,739,758	633,643,847,745

The notes on pages 7 to 62 form part of these financial statements.

GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
For the year ended December 31, 2012
(In Philippine Peso)

	Note	2012	2011 (as restated)
REVENUE			
Revenue from insurance	18	80,371,397,254	70,218,838,699
Revenue from loans and receivable	19	19,466,824,249	17,687,139,381
Revenue from financial assets	20	34,849,653,606	31,735,554,291
Revenue from investment properties	21	778,307,174	1,673,875,709
Other revenues	22	2,051,846,261	2,105,548,155
		137,518,028,544	123,420,956,235
EXPENSES			
Claims and benefits	23	65,544,125,079	54,266,419,119
Investment expenses	24	152,931,507	169,728,108
Insurance expenses	25	2,430,784,522	2,465,188,030
Personal services	26	3,187,030,140	3,921,202,987
Operating expenses	27	3,623,841,899	2,073,389,532
		74,938,713,147	62,895,927,776
Non-controlling interest		(333,719)	(987,126)
NET INCOME		62,579,649,116	60,526,015,585
OTHER COMPREHENSIVE INCOME			
Unrealized gain on investments	28	24,604,154,647	12,685,706,517
Appraisal surplus	28	6,062,873,296	-
		30,667,027,943	12,685,706,517
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		93,246,677,059	73,211,722,102
NET INCOME ATTRIBUTABLE TO:			
Parent		62,579,982,835	60,527,002,711
Non-controlling interest		(333,719)	(987,126)
NET INCOME		62,579,649,116	60,526,015,585
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:			
Parent		93,247,018,738	73,212,709,228
Non-controlling Interest		(341,679)	(987,126)
TOTAL COMPREHENSIVE INCOME		93,246,677,059	73,211,722,102

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GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENT OF CHANGES IN NET WORTH
For the year ended December 31, 2012
(In Philippine Peso)

	Reserves	Property Replacement Fund	Surplus	Donation Surplus	Appraisal Surplus	Unrealized gain/(loss) on Investments	Surplus Reserves	Total Surplus	Non Controlling Interest	Net Worth
Balance, 1/1/2011	486,675,214,662	27,487,087	27,673,620,755	11,677,272	409,706,262	25,889,699,493	632,875	53,985,336,657	1,584,475,924	542,272,514,330
Additions/Provisions:										
Net operating revenue			60,526,015,585					60,526,015,585		60,526,015,585
Increase in reserves	56,474,597,871		(56,474,597,871)					(56,474,597,871)		-
Additions during the year		-		17	-	12,685,706,517	748,836,235	13,434,542,769	(1,582,632,989)	11,851,909,780
Balance, 12/31/2011-1/1/2012	543,149,812,533	27,487,087	31,725,038,469	11,677,289	409,706,262	38,575,406,010	749,469,110	71,471,297,140	1,842,935	614,650,439,695
Additional/Provisions:										
Net operating revenue			62,579,649,116					62,579,649,116		62,579,649,116
Increase in reserves	60,487,843,982		(60,487,843,982)					(60,487,843,982)		-
Additions during the year		-		-	6,062,873,296	24,604,154,646	(14,383,288)	30,652,644,654	2,479,402	30,655,124,056
Balance, December 31, 2012	603,637,656,515	27,487,087	33,816,843,603	11,677,289	6,472,579,558	63,179,560,656	735,085,822	104,215,746,928	4,322,337	707,885,212,867

The notes on pages 7 to 62 form part of these financial statements.

GOVERNMENT SERVICE INSURANCE SYSTEM
CONSOLIDATED STATEMENTS OF CASH FLOWS
For the year ended December 31, 2012
(In Philippine Peso)

	Note	2012	2011 (as restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipt of premiums		75,651,506,928	68,865,569,385
Receipt from other receivable		3,918,603,421	2,121,375,509
Contributions to ECC & OSHC		(91,902,919)	(44,833,290)
Other miscellaneous receipts		6,819,298,891	3,106,521,406
Payment of claims and benefits		(63,368,145,575)	(58,846,752,583)
Payment of reinsurance premiums		(1,562,404,241)	(2,010,716,499)
Payments for operating expenses		(2,841,531,024)	(4,922,658,796)
Net cash provided by operating activities		18,525,425,481	8,268,505,132
CASH FLOWS FROM INVESTING ACTIVITIES			
Net loan releases		(21,106,134,338)	(30,037,561,013)
Receipt of earnings from loans		15,145,258,468	16,687,628,195
Net investment placements		(51,268,271,567)	(34,599,956,768)
Receipt of earnings from investments		34,267,232,411	25,838,005,178
Receipt of earnings from investment properties		190,958,991	173,314,317
Purchase of information technology resources		(309,175,284)	(152,359,557)
Purchase/payments for capital expenditures		(503,402,148)	(419,620,956)
Net cash flow from subsidiaries		286,561,865	450,042,579
Net cash used in investing activities		(23,296,971,602)	(22,060,508,025)
NET CHANGE IN CASH AND CASH EQUIVALENTS		(4,771,546,121)	(13,792,002,893)
CASH AND CASH EQUIVALENTS BEGINNING		40,120,268,360	53,912,271,253
CASH AND CASH EQUIVALENTS, END	5	35,348,722,239	40,120,268,360

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