

TRANSPARENCY STATEMENT

In fulfilment of our commitment to transparency and accountability, we are pleased to present to members the audited accounts for the year ended 30th June 2018.

National Social Security Fund Statement of Financial Position as at 30th June 2018

Particulars	30.06.2018 Ushs. Millions	30.06.2017 Ushs. Millions
ASSETS		
Non current assets & Investments		
Equity Securities Held for Trading	112,181	88,374
Investment securities Held to maturity	7,354,564	5,747,060
Equity investments at Fair value through P&L	1,326,207	899,972
Loans and advances at amortized cost	22,986	26,880
Investment in associates	298,310	266,525
Capital Work in Progress	177,846	323,835
Investment properties	464,627	188,210
Property, plant and equipment (PPE)	11,318	10,967
Intangible assets - software	6,629	5,771
Finance Lease	630	650
Total Non Current Assets	9,775,298	7,558,242
Current Assets		
Cash and cash equivalents	17,895	56,243
Deposits with Commercial Banks	99,836	224,775
Trade and Other Receivables	64,693	60,120
Tax Deposit Receivable	25,324	25,324
Total Current Assets	207,747	366,461
TOTAL ASSETS	9,983,045	7,924,703

LIABILITIES AND MEMBERS' FUND

Particulars	30.06.2018 Ushs. Millions	30.06.2017 Ushs. Millions
Liabilities		
Trade and Other Payable	32,957	28,259
Alcon provision	13,797	12,801
	46,753	41,061
Members' Fund and Reserves		
Members' Fund	9,407,593	7,623,061
Reserves	105,313	90,070
Accumulated surplus	423,385	170,511
Members fund & Reserves	9,936,292	7,883,642
TOTAL MEMBERS' FUND & LIABILITIES	9,983,045	7,924,703

National Social Security Fund Statement of Comprehensive Income for the year ended 30th June 2018

Particulars	30.06.2018 Ushs. Millions	30.06.2017 Ushs. Millions
Cost to Income Ratio	12.6%	13.4%
Income		
Interest Income	978,134	781,099
WHT on Interest Income	(145,850)	(130,638)
Rental Income	10,858	12,061
Dividend Income	52,990	52,311
Total Realised Income net of Tax	896,133	714,834
Operating Costs	115,664	96,210
Operating Profit Before Members' Interest provision	780,469	618,624
Unrealized (Loss)/Income	560,055	73,784
Members Fund Interest Provision	1,100,080	681,405
Profit/(Loss) for the period	240,444	11,003
Other Comprehensive Income		
Share of other comprehensive income of associates	12,430	(6,890)
Total comprehensive income for the year, net of tax	252,874	4,114

The financial statements were audited and signed by the Auditor General on 27th September 2017.

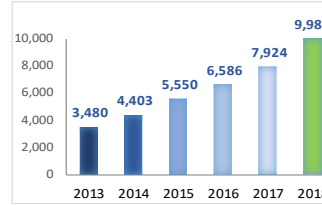
CERTIFICATE OF RESPONSIBILITY 2017/18

Pursuant to S.15 of the Public Enterprise Reform and Divesture Act CAP. 98, this is to acknowledge our responsibility for the safeguarding of the assets of the company and our compliance with that responsibility.


Richard Byarugaba
Managing Director /CEO

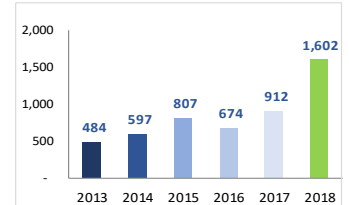

Stevens Mwanje
Chief Finance Officer

Assets Under Management (AUM) in Ushs Billions



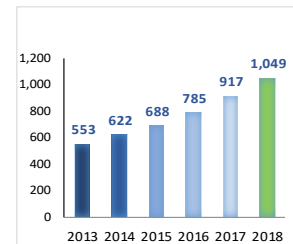
AUM of the Fund increased by 26% from Ushs 7.92 Trillion in 2017 to Ushs 9.98 Trillion in 2018

Total Revenue in Ushs Billions



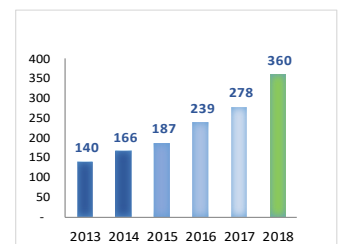
Total Revenue increased by 76% to Ushs 1.6 Trillion in 2018 from Ushs 912 Billion in 2017

Contributions Received in Ushs Billions



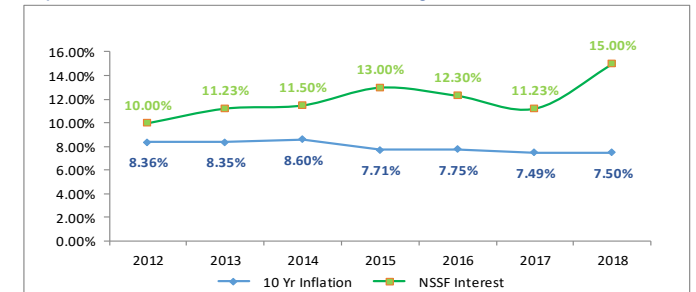
Total contributions grew by 14% to Ushs 1.05 Trillion in 2018 from Ushs 917 Billion in 2017 averaging Ushs 87.4 billion per month up from Ushs 76.4 per month in 2017

Benefits Paid out in Ushs Billions



Benefits paid out grew by 29% to Ushs 360 Billion in 2018 from Ushs 278 Billion in 2017

Comparison between NSSF interest rates and 10 Yr average Inflation



Interest to members of 15% is above 10 year inflation rate, over the past seven years. NSSF preserves value.

PERFORMANCE COMMENTARY

- Interest income increased by 25% from last year 2017 due to better returns on the Fixed Income assets.
- Cost income ratio improved from 13.4% in 2017 to 12.6% due to improved efficiencies.
- Members' contributions grew by 14% to Ushs 1.05 Trillion in 2018, while benefits paid increased by 29% to Ushs 359.7 Billion.
- Unrealised income improved in line with growth of stock prices across the East African region. Depreciation of UGX also increased the UGX value of our investments in the region.
- Fund size stood at Ushs 9.9 Trillion, a growth of 26% from the prior year, due to the continued growth in investment assets and collections.
- Members' Fund interest expense was Ushs 1.1 Trillion compared to Ushs 681.4 Billion in 2017/6.