

**HOME GUARANTY CORPORATION**  
**STATEMENTS OF CASH FLOWS**  
For the Years Ended December 31, 2016 and 2015  
(In Philippine Peso)

	Note	2016	2015
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
<b>Cash inflows</b>			
Collection of income/revenue		1,333,554,970	1,225,146,870
Collections of receivables		182,854,104	155,872,241
Trust receipts		180,419,028	135,327,107
Receipt of interest		50,431,907	33,403,943
<b>Total cash inflows</b>		<b>1,747,260,009</b>	<b>1,549,750,161</b>
<b>Cash outflows</b>			
Payment of personnel services		(119,620,101)	(137,379,041)
Payment of other maintenance and operating expenses		(117,244,216)	(106,278,990)
Payment of project expenses		(93,822,610)	(322,882,817)
Payment of gross receipts tax		(54,919,840)	(37,656,595)
Remittance of Provident Fund contributions and mandatory deductions		(67,240,821)	(72,907,594)
Prepayments		(19,308,689)	(9,376,898)
Purchases of office supplies		(11,429,130)	(10,736,617)
Payment of payables		(8,711,736)	(718,094)
Other disbursements		(33,764,569)	(33,078,798)
<b>Total cash outflows</b>		<b>(526,061,712)</b>	<b>(731,015,444)</b>
<b>Net cash provided by (used in) operating activities</b>		<b>1,221,198,297</b>	<b>818,734,717</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
<b>Cash inflows</b>			
Proceeds from investment		490,790	32,650,338
Receipt of interest earned		4,373,128	4,771,326
Proceeds from sale of property and equipment		-	527,844
Receipt of dividends		-	476,400
<b>Total cash inflows</b>		<b>4,863,918</b>	<b>38,425,908</b>
<b>Cash outflows</b>			
Investment placement		(43,369,513)	(33,497,053)
Purchase of property, plant and equipment		(3,094,315)	(2,218,197)
<b>Total cash outflows</b>		<b>(46,463,828)</b>	<b>(35,715,250)</b>
<b>Net cash provided by (used in) investing activities</b>		<b>(41,599,910)</b>	<b>2,710,658</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Cash outflows</b>			
Redemption of bonds		(101,397,388)	-
Payment of cash dividends		(210,455,644)	(87,266,197)
Payment of interest and other financial charges		(100,469,667)	(105,155,383)
Payment of NG advances- BTr		-	(87,873,096)
<b>Total cash outflows</b>		<b>(412,322,699)</b>	<b>(280,294,676)</b>
<b>Net cash provided by (used in) financing activities</b>		<b>(412,322,699)</b>	<b>(280,294,676)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>		<b>767,275,688</b>	<b>541,150,699</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>		<b>132,742</b>	<b>127,651</b>
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>		<b>4,517,111,956</b>	<b>3,975,933,606</b>
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	3	<b>5,284,520,386</b>	<b>4,517,211,956</b>

The Notes on pages 8 to 44 form part of these financial statements.