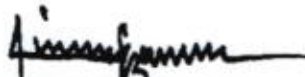


HOME GUARANTY CORPORATION
STATEMENTS OF COMPREHENSIVE INCOME
For the Three Months Ended March 31, 2017
(In Philippine Peso)

	2017	2016
INCOME		
Service and business income	355,852,870	293,190,819
Gains	2,160,462	820,372
Other non-operating income	4,959,140	9,647,095
	362,972,472	303,658,286
EXPENSES		
Personal services	29,080,954	28,955,674
Maintenance and other operating expenses	97,614,677	44,375,288
Financial expenses	100,737,764	103,915,876
Non-cash expenses	3,639,370	4,508,758
	231,072,765	181,755,596
PROFIT BEFORE TAX	131,899,707	121,902,690
TAXES	39,564,952	1,929,419
NET INCOME AFTER TAX	92,334,755	119,973,271
Other Comprehensive Income/(Loss) for the period	-	-
TOTAL COMPREHENSIVE INCOME	92,334,755	119,973,271

CERTIFIED CORRECT:



JIMMY B. SARONA
Vice President - Management Services Group and
Concurrent Vice President - Corporate Services Group

APPROVED BY:



CORAZON G. CORPUZ
Executive Vice President and
Officer-In-Charge



HOME GUARANTY CORPORATION
STATEMENTS OF FINANCIAL POSITION

As At March 31, 2017

(In Philippine Peso)

	2017	2016
ASSETS		
Current assets		
Cash and cash equivalents	4,465,560,791	4,788,737,050
Short term investments	1,328,015	1,818,805
Receivables - Net	1,063,558,270	1,033,018,458
Inventories	1,286,839	1,415,662
Other current assets	21,237,651	18,154,782
	5,552,971,566	5,843,144,757
Non-current assets held for sale	6,804,911,871	8,231,405,455
Non-current assets		
Investments	772,348,547	718,564,690
Other investments	855,835,853	841,219,356
Receivables - Net	5,342,313,197	5,434,763,386
Investment property - net	9,298,113,407	8,038,918,617
Property, plant and equipment	52,262,094	52,274,211
Intangible assets - net	3,343,058	5,341,154
Deferred tax asset	98,927,540	164,598,848
Other non-current assets	4,315,033,112	4,281,759,745
	20,738,176,808	19,537,440,007
TOTAL ASSETS	33,096,060,245	33,611,990,219
LIABILITIES		
Current liabilities		
Financial liabilities	246,209,474	369,944,575
Inter-agency payables	240,900,970	14,002,469
Intra-agency payables	598,329,497	553,495,945
Trust liabilities	23,900,289	16,873,589
Deferred credits	726,361,378	557,177,758
Other payables	5,269,776,781	5,109,242,264
	7,105,478,389	6,620,736,600
Non-current liabilities		
Financial liabilities	12,283,777	15,146,661
Deferred credits	2,454,022,549	2,890,816,954
Deferred tax liabilities	129,436	89,613
Inter-Agency payables	10,463,794,904	11,463,794,904
Trust liabilities	4,136,421,243	4,103,571,119
	17,066,651,909	18,473,419,251
TOTAL LIABILITIES	24,172,130,298	25,094,155,851
EQUITY		
Share capital, P1,000 par value		
Subscribed (Out of the Authorized Capitalization of P50 billion under RA No. 580 as amended by EO No. 535 and RA Nos. 7835 and 8763)	15,073,000,000	15,073,000,000
Revaluation surplus	2,407,442,041	2,407,442,041
Retained earnings (Deficit)-Donated Capital	-	4,069,154,826
Retained earnings (Deficit)	(8,556,677,194)	(13,032,391,498)
Cumulative changes in fair value of investments	165,100	628,999
	8,923,929,947	8,517,834,368
TOTAL LIABILITIES AND EQUITY	33,096,060,245	33,611,990,219

CERTIFIED CORRECT:



JIMMY B. SARONA
VP - Management Services Group and
Concurrent VP - Corporate Services Group

APPROVED BY:


CORAZON G. CORRUZ
Executive Vice President and
Officer-In-Charge



HOME GUARANTY CORPORATION
STATEMENT OF CHANGES IN EQUITY
AS OF MARCH 31, 2017
(In Philippine Peso)

	Capital Stock	Revaluation Increment in Property	Unrealized Gains from Available-for- Sale	Retained Earnings (Deficit)	Total
BALANCE AT JANUARY 1, 2016	15,073,000,000	2,407,442,041	628,999	(9,111,387,011)	8,369,684,029
ADJUSTMENTS:					
Add/(Deduct):					
Prior Period Errors				(76,216)	(76,216)
Other adjustments				-	-
RESTATED BALANCE AT JANUARY 1, 2016	15,073,000,000	2,407,442,041	628,999	(9,111,463,227)	8,369,607,813
CHANGES IN EQUITY FOR 2016					
Add/(Deduct):					
Income for the Year				718,326,103	718,326,103
Dividends				(255,893,301)	(255,893,301)
Decrease in the fair value of available- for-sale investments			(463,899)		(463,899)
Other adjustments				18,476	18,476
BALANCE AT DECEMBER 31, 2016	15,073,000,000	2,407,442,041	165,100	(8,649,011,949)	8,831,595,192
CHANGES IN EQUITY FOR 2017					
Add/(Deduct):					
Income as of March 31, 2017				92,334,755	92,334,755
BALANCE AT MARCH 31, 2017	15,073,000,000	2,407,442,041	165,100	(8,556,677,194)	8,923,929,947

CERTIFIED CORRECT



JIMMY B. SARONA

Vice President - Management Services Group and
Concurrent Vice President - Corporate Services Group

APPROVED BY:



CORAZON G. CORPUZ
Executive Vice President and
Officer-in-Charge



HOME GUARANTY CORPORATION
STATEMENT OF CASH FLOWS
For the Three Months Ended March 31, 2017



CASH FLOWS FROM OPERATING ACTIVITIES

Cash Inflows

Collection of Income/Revenue	557,784,008
Collections of Receivables	48,955,946
Trust Receipts	94,234,778
Receipt of Interest	14,643,751
Total Cash Inflows	715,618,483

Cash Outflows

Payment of personnel services	(30,178,885)
Payment of other maintenance and operating expenses	(27,274,654)
Payment of project expenses	(80,991,151)
Payment of Gross Receipts Tax	(21,879,641)
Remittance of Provident Fund contributions and Mandatory Deductions	(13,098,376)
Prepayments	(8,249,089)
Purchase of office supplies	(772,839)
Payment of payables	(6,718,961)
Other disbursements	(6,136,474)
Total Cash Outflows	(195,300,070)
Net Cash Provided by (used in) Operating Activities	520,318,413

CASH FLOWS FROM INVESTING ACTIVITIES

Cash Inflows

Proceeds from investment	155,000
Total Cash Inflows	155,000

Cash Outflows

Purchase of Property, Plant and Equipment	(8,717,770)
Total Cash Outflows	(8,717,770)
Net Cash Provided by (used in) Investing Activities	(8,562,770)

CASH FLOWS FROM FINANCING ACTIVITIES

Cash Outflows

Redemption of Bonds	(130,417,167)
Payment of Interest and other Financial Charges	(200,298,071)
Payment of NG Advances - BTr	(1,000,000,000)
Total Cash Outflows	(1,330,715,238)
Net Cash Provided by (used in) Financing Activities	(1,330,715,238)

NET INCREASE IN CASH AND CASH EQUIVALENTS **(818,959,595)**

CASH AND CASH EQUIVALENTS, JANUARY 1 **5,284,520,386**

CASH AND CASH EQUIVALENTS, MARCH 31, 2017 **4,465,560,791**

CERTIFIED CORRECT:

JIMMY B. SARONA
Vice President - Management Services Group and
Concurrent Vice President - Corporate Services Group

APPROVED BY:

CORAZON G. CORPUZ
Executive Vice President
Officer-In-Charge