

HOME GUARANTY CORPORATION
CASH FLOW STATEMENT
For the year ended December 31, 2008
(In Philippine Peso)

	Note	2008	2007
CASH FLOWS FROM OPERATING ACTIVITIES			
Collection of income		654,833,912	630,956,400
Collection of receivables		817,209,604	166,754,381
Collection received in advance		216,998,451	78,464,293
Collection due to other agencies		25,053,861	29,749,813
Receipts of performance/bidders/bail bonds		12,886,000	3,114,495
Refund of overpayment of collections		683,039	333,009
Payment to employees and suppliers		(202,536,176)	(214,065,143)
Payment of capitalized expenses		(217,283,178)	(142,464,354)
Payment of project expenses		(67,262,794)	(73,595,134)
Remittances of GSIS/Pag-IBIG/withholding taxes		(25,791,795)	(28,646,277)
Remittances of HGCEA, NHMFC, Provident Fund		(18,186,710)	(41,557,950)
Payment of gross receipts tax		(39,162,869)	(38,929,564)
Payment of payables		(14,041,852)	(9,485,853)
Payment of prepaid expenses		(44,616,838)	(13,406,187)
Purchases of office supplies		(10,140,870)	(11,288,860)
Refund of collections		(511,425)	(826,017)
Payment of 35% subsidy to Tejeros		-	(7,429,742)
Payment of advances on various projects		(22,912,546)	(13,404,795)
Net cash provided by operating activities		1,065,217,814	314,272,515
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from investments		-	-
Income from treasury/trading operations		92,136,035	72,503,860
Dividends received		723,816	379,889
Proceeds from sale of property, plant & equipment		643,854	381,616
Investment in marketable securities		(4,244,377)	-
Investment in government securities		(757,916,183)	(7,765,386)
Purchase of property, plant and equipment		(4,360,860)	(3,167,214)
Net cash provided by/(used in) investing activities		(673,017,715)	62,332,765
CASH FLOWS FROM FINANCING ACTIVITIES			
National Government equity		200,000,000	3,573,015,696
Interest on bonds		(174,955,256)	(228,778,706)
Redemption of bonds		(407,768,092)	(684,789,041)
Payment of guarantees fees - BTr		(120,000,000)	-
Guaranty call payments		(883,662,733)	(623,863,672)
Remittance to BTr - sinking fund		(953,000,000)	-
Net cash provided by/(used in) financing activities		(2,339,386,081)	2,035,584,277
Net increase in cash		(1,947,185,982)	2,412,189,557
Net foreign exchange difference		279,389	(336,399)
Cash at beginning of year		2,775,581,324	363,728,166
CASH AT END OF YEAR	4	828,674,731	2,775,581,324

The Notes on pages 7 to 21 form part of these financial statements.