

**HOME GUARANTY CORPORATION**  
**STATEMENT OF CHANGES IN EQUITY**  
For the Period Ended December 31, 2009  
(With Comparative Figures for 2008)

	Capital Stock	Revaluation Surplus	Unrealized Gains from Available-for- Sale	Retained Earnings Unappropriated	Total
Balance, December 31, 2007	11,673,000,000.00			(6,283,094,523.61)	5,389,905,476.39
Correction of prior period errors				(599,401,159.67)	(599,401,159.67)
As Restated	11,673,000,000.00			(6,882,495,683.28)	4,790,504,316.72
Equity infusion from the National Government	200,000,000.00				200,000,000.00
Net Income, as restated				(1,197,664,950.51)	(1,197,664,950.51)
Increase in revaluation increment		2,407,442,041.09			2,407,442,041.09
<b>Balance, December 31, 2008</b>	<b>11,873,000,000.00</b>	<b>2,407,442,041.09</b>		<b>(8,080,160,633.79)</b>	<b>6,200,281,407.30</b>
Balance, December 31, 2008	11,873,000,000.00	2,407,442,041.09		(8,080,160,633.79)	6,200,281,407.30
Subscribed Capital Stock	400,000,000.00				400,000,000.00
Subscription Receivable	(400,000,000.00)				(400,000,000.00)
Equity infusion from the National Government	200,000,000.00				200,000,000.00
Increase in the Fair Value of available-for-sale investments			6,742,541.09		6,742,541.09
Net Income				(1,769,556,540.18)	(1,769,556,540.18)
<b>Balance, December 31, 2009</b>	<b>12,073,000,000.00</b>	<b>2,407,442,041.09</b>	<b>6,742,541.09</b>	<b>(9,849,717,173.97)</b>	<b>4,637,467,408.21</b>

**CERTIFIED CORRECT:**

**CORAZON G. CORPUZ**  
VP, Corporate Services Group

**APPROVED BY:**

**GONZALO BENJAMIN A. BONGOLAN**  
President