

HOME GUARANTY CORPORATION
STATEMENTS OF CHANGES IN EQUITY
For the Years Ended December 31, 2017 and 2016
(In Philippine Peso)

| | Cumulative Changes in Fair Value of Investments | Revaluation Increment in Property Note 24 | Retained Earnings (Deficit) Note 23 | Share Capital Note 22 | Total |
|---|---|---|---|--------------------------|----------------------|
| BALANCE AT JANUARY 1, 2016 | 628,999 | 2,407,442,041 | (9,111,387,011) | 15,073,000,000 | 8,369,684,029 |
| ADJUSTMENTS: | | | | | |
| Add/(Deduct): | | | | | |
| Changes in Accounting Policy | - | - | - | - | - |
| Prior Period Errors | - | - | 129,264,507 | - | 129,264,507 |
| Other adjustments | - | - | - | - | - |
| RESTATED BALANCE AT JANUARY 1, 2016 | 628,999 | 2,407,442,041 | (8,982,122,504) | 15,073,000,000 | 8,498,948,536 |
| CHANGES IN EQUITY FOR 2016 | | | | | |
| Add/(Deduct): | | | | | |
| Income for the Year | - | - | 690,940,363 | - | 690,940,363 |
| Dividends | - | - | (255,893,300) | - | (255,893,300) |
| Decrease in the fair value of available-for-sale investments | (463,899) | - | - | - | (463,899) |
| Other Adjustments | - | - | - | - | - |
| BALANCE AT DECEMBER 31, 2016 | 165,100 | 2,407,442,041 | (8,547,075,441) | 15,073,000,000 | 8,933,531,700 |
| CHANGES IN EQUITY FOR 2017 | | | | | |
| Add/(Deduct): | | | | | |
| Sale of available-for-sale investments | (165,100) | - | - | - | (165,100) |
| Comprehensive Income for the year | - | - | 535,635,165 | - | 535,635,165 |
| Dividends | - | - | (277,496,407) | - | (277,496,407) |
| Other Adjustments | - | (722,232,612) | - | - | (722,232,612) |
| BALANCE AT DECEMBER 31, 2017 | - | 1,685,209,429 | (8,288,936,683) | 15,073,000,000 | 8,469,272,746 |

The Notes on pages 9 to 49 form part of these financial statements.