

**HOME GUARANTY CORPORATION**  
**BALANCE SHEET**  
December 31, 2007  
(In Philippine Peso)

	Note	2007	As Restated 2006
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash on hand and in banks	3	2,775,581,324	363,728,166
Short-term investments	4	449,838	7,124,282,522
Receivables - net	5	364,451,902	2,575,656,836
Inventories		4,410,346	4,233,256
Prepayments	6	93,754,426	193,825,687
<b>Total Current Assets</b>		<b>3,238,647,836</b>	<b>10,261,726,467</b>
<b>NON-CURRENT ASSETS</b>			
Long-term investments	4	4,144,442,046	1,489,945,016
Receivables - long term	5	1,127,810,353	1,213,583,319
Guaranty deposits		23,834,608	22,564,836
Long-term prepayments	6	78,047,891	149,902,146
Property and equipment - net	7	55,818,207	57,484,744
Other assets - foreclosed	8	18,436,260,090	20,557,638,491
Other assets - assets held-in-trust	9	1,062,038,034	1,062,448,122
Other assets - various		152,290,254	151,199,256
<b>Total Non-Current Assets</b>		<b>25,080,541,483</b>	<b>24,704,765,930</b>
<b>TOTAL ASSETS</b>		<b>28,319,189,319</b>	<b>34,966,492,397</b>
<b>LIABILITIES AND NET WORTH</b>			
<b>CURRENT LIABILITIES</b>			
Payables and other liability accounts	10	4,912,290,475	6,176,065,422
Bonds payable	11	428,066,603	7,761,739,495
<b>Total Current Liabilities</b>		<b>5,340,357,078</b>	<b>13,937,804,917</b>
<b>CONTINGENT LIABILITIES</b>			
Cash guarantee		7,848,932,271	13,989,527,300
Bonds guarantee		63,435,319,279	48,081,808,127
Standard guarantee		1,541,264,615	1,501,454,038
		<u>72,825,516,165</u>	<u>63,572,789,465</u>
<b>NON-CURRENT LIABILITIES</b>			
Bonds payable	11	12,927,951,184	11,631,519,637
Deferred credits	12	1,346,422,276	1,205,297,402
Due to other funds - trust accounts	9	1,062,038,034	1,062,448,122
<b>Total Non-current Liabilities</b>		<b>15,336,411,494</b>	<b>13,899,265,161</b>
<b>Total Liabilities</b>		<b>20,676,768,572</b>	<b>27,837,070,078</b>
<b>Net Worth</b>		<b>7,642,420,747</b>	<b>7,129,422,319</b>
<b>TOTAL LIABILITIES AND NET WORTH</b>		<b>28,319,189,319</b>	<b>34,966,492,397</b>

The notes on pages 7 to 19 form part of these financial statements.