

HOME GUARANTY CORPORATION
STATEMENT OF CHANGES IN NET WORTH
For the Year Ended December 31, 2006
(With Comparative Figures for 2005)

	<u>2006</u>	<u>2005</u> <u>(As Restated)</u>	<u>Increase</u> <u>(Decrease)</u>
CAPITAL STOCK			
Authorized and subscribed under RA 580, as amended, 50 million shares at P1,000 par value			
Paid-in capital	P <u>10,000,000,000</u>	P <u>6,700,000,000</u>	P <u>3,300,000,000</u>
DEFICIT			
Balance at beginning of year (Note 13)	884,000,228	216,626,309	667,373,919
Net loss	<u>773,475,468</u>	<u>667,373,919</u>	<u>106,101,549</u>
Balance at end of year	<u>1,657,475,696</u>	<u>884,000,228</u>	<u>773,475,468</u>
	P <u>8,342,524,304</u>	P <u>5,815,999,772</u>	P <u>2,526,524,532</u>