

HOME GUARANTY CORPORATION
STATEMENT OF CHANGES IN EQUITY
December 31, 2008
(In Philippine Peso)

	Note	Capital Stock	Revaluation Increment in Property	Retained Earnings Unappropriated	Total
Balance, December 31, 2006		10,000,000,000		(2,870,577,681)	7,129,422,319
Correction of prior period errors	14			(246,519,747)	(246,519,747)
As restated		10,000,000,000		(3,117,097,428)	6,882,902,572
Equity infusion from the National Government		1,673,000,000			1,673,000,000
Net income, as restated				(3,165,997,096)	(3,165,997,096)
Balance, December 31, 2007		11,673,000,000		(6,283,094,524)	5,389,905,476
Balance, December 31, 2007		11,673,000,000		(6,283,094,524)	5,389,905,476
Equity infusion from the National Government		200,000,000		-	200,000,000
Increase in revaluation increment	15		2,407,442,041		2,407,442,041
Net income				(1,084,412,790)	(1,084,412,790)
Balance, December 31, 2008		11,873,000,000	2,407,442,041	(7,367,507,314)	6,912,934,727

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