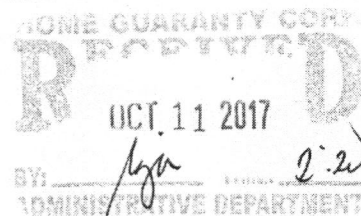




27 September 2017

MS. CORAZON G. CORPUZ
 OIC President
HOME GUARANTY CORPORATION (HGC)
 Jade Building, 335 Sen. Gil J. Puyat Ave.,
 Makati City, Philippines



RE: **MODIFIED CY 2017 PERFORMANCE SCORECARD OF HGC**

Dear OIC President Corpuz,

This refers to your letter dated 16 August 2017¹ requesting for some modifications in the CY 2017 Performance Scorecard of HGC to reflect the agreements reached during the Technical Working Group (TWG) meeting held last 23 March 2017.

At the onset, we wish to clarify that the GOCC performance for CY 2017 shall be evaluated using the CY 2017 Performance Scorecard as approved by the Governance Commission. Item 4 of GCG Memorandum Circular No. 2017-02 provides that GOCC performance scorecards shall be evaluated by the technical panel consisting of representatives from the Governance Commission and the GOCC. Parent and/or supervising agency of the GOCCs as well as technical experts will also be consulted in the finalization of the GOCCs' performance scorecard. While there are agreements reached during the TWG meeting, recommendations of other members of the technical panel should also be considered. Although absent at that time, the Governance Commission sought the comments and insights of the Housing and Urban Development Council, being the supervising agency of HGC, before finalizing the CY 2017 Performance Scorecard.

Using the above parameters, the Governance Commission has evaluated and considered the recommendations submitted by HGC, as follows:

SM 2: Percentage of value of outstanding guaranty allocated for socialized and low-cost housing (excluding HDMF accounts)

HGC proposed to use number of housing units for socialized and low-cost housing for its Strategic Measure (SM) 2 and its component formula instead of the value of outstanding guaranty. SM 2 is a performance metric for monitoring HGC's compliance to its charter provision on Guaranty Coverage and Composition of Guaranty Accounts.

Section 15 of Republic Act No. 8763 provides that the composition of the guaranty accounts or the housing packages shall be allocated as follows:

¹ Officially received by the Governance Commission on 17 August 2017