

**BANGKO SENTRAL NG PILIPINAS**  
**STATEMENT OF CHANGES IN EQUITY**  
**For the Year Ended December 31, 2008**  
**(In Thousand Pesos)**

	Capital	Capital Reserves	Surplus	Total
Balance at 01 January 2007	10,000,000	206,849,098	49,913,230	266,762,328
Surplus on revaluation of gold & silver recoveries			860,532	860,532
PICC capital expenditure adjustments, equity and retained earnings			19,760	19,760
Net increment on managed funds (medical benefit fund, currency insurance fund, directors/officers liability fund, fidelity insurance fund & retirement fund)		942,332	(61,391)	880,941
Partial closing of reserve for contingencies pertaining to BSP's deficiency taxes for taxable year 2005.		(286,260)		(286,260)
Partial reversal of reserve for SPC rehabilitation for actual utilization for funds in 2007		(130,480)	130,480	
Dividends			(2,763,441)	(2,763,441)
Marking to market of government securities			(4,222,493)	(4,222,493)
Other adjustments			(618)	(618)
Proceeds from sale of branch franchises of closed First Savings Bank credited to reserve for sale of franchise of closed bank		38,640		38,640
Appraised value of BSP properties			73,160	73,160
Set up of reserves for gold insurance fund		1,113	(821)	292
Reserve for fluctuation in exchange rate applied to losses		(86,943,290)	86,943,290	
Net loss for the period			(86,943,290)	(86,943,290)
<b>Balance at 31 December 2007</b>	<b>10,000,000</b>	<b>120,471,153</b>	<b>43,948,398</b>	<b>174,419,551</b>
Balance at 01 January 2008	10,000,000	120,471,153	43,948,398	174,419,551
Surplus on revaluation of gold & silver recoveries			86,106	86,106
PICC capital expenditure adjustments, equity and retained earnings			224,495	224,495
Net increment on managed funds (medical benefit fund, currency insurance fund, directors/officers liability fund, fidelity insurance fund & retirement fund)		791,401	(65,841)	725,560
Partial closing of reserve for contingencies pertaining to partial settlement of BSP's deficiency taxes for taxable years 2005 to 2007		(2,500,000)		(2,500,000)
Full settlement of BSP's deficiency taxes for taxable years 2005 to 2007			(1,100,000)	(1,100,000)
Costs of various notes and coins issued in CY2006 inadvertently not taken-up			(1,411,443)	(1,411,443)
Partial reversal of reserve for SPC rehabilitation for actual utilization for funds in 2008		(370,703)	370,703	
Closure of SPC's fees and commission/ miscellaneous income to surplus			36,449	36,449
Marking to market of government securities			2,783,837	2,783,837
Disallowed payroll differential in 2001 due for retirees reverted to surplus			119,887	119,887
Other adjustments			(181)	(181)
Set up of reserves for gold insurance fund		1,004	(1,004)	
Set up of reserve for fluctuation in exchange rate		58,688,980		58,688,980
Net Income for the period			8,927,116	8,927,116
<b>Balance at 31 December 2008</b>	<b>10,000,000</b>	<b>177,081,835</b>	<b>53,918,522</b>	<b>241,000,357</b>

The Notes on pages 9 to 53 form part of these Financial Statements.