



QUARTERLY STATEMENT

AS OF JUNE 30, 2011
OF THE CONDITION AND AFFAIRS OF THE

ASSURED GUARANTY MUNICIPAL CORP.

NAIC Group Code 0194, 0194 NAIC Company Code 18287 Employer's ID Number 13-3250292
(Current Period) (Prior Period)

Organized under the Laws of New York, State of Domicile or Port of Entry New York
Country of Domicile United States

Incorporated/Organized 03/16/1984 Commenced Business 09/23/1985

Statutory Home Office 31 West 52nd St., New York, NY 10019
(Street and Number) (City or Town, State and Zip Code)

Main Administrative Office 31 West 52nd St. New York, NY 10019 212-826-0100
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Mail Address 31 West 52nd St., New York, NY 10019
(Street and Number or P.O. Box) (City or Town, State and Zip Code)

Primary Location of Books and Records 31 West 52nd St. New York, NY 10019 212-339-3492
(Street and Number) (City or Town, State and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.assuredguaranty.com

Statutory Statement Contact Luz Trinidad Vivas 212-339-3492
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OFFICERS

Name	Title	Name	Title
<u>Dominic John Frederico</u>	<u>President, Chairman & CEO</u>	<u>James Michael Michener</u>	<u>Secretary</u>
<u>Robert Adam Bailenson</u>	<u>Chief Financial Officer</u>		

OTHER OFFICERS

<u>Robert Bruce Mills</u>	<u>Chief Operating Officer</u>	<u>Donald Hal Paston</u>	<u>Treasurer</u>
<u>James Michael Michener</u>	<u>General Counsel & Secretary</u>	<u>Howard Wayne Albert</u>	<u>Chief Risk Officer</u>
<u>Benjamin Gad Rosenblum</u>	<u>Chief Actuary</u>	<u>William John Findlay</u>	<u>Managing Director</u>
<u>John Mahlon Ringler</u>	<u>Assistant Vice President Statutory Accounting</u>		

DIRECTORS OR TRUSTEES

<u>Howard Wayne Albert</u>	<u>Robert Adam Bailenson</u>	<u>Richard James Bauerfeld</u>	<u>Russell Brown Brewer II</u>
<u>Gon Ling Chow #</u>	<u>Stephen Donnarumma</u>	<u>Dominic John Frederico</u>	<u>Philip Richard Kastlelec #</u>
<u>James Michael Michener</u>	<u>Robert Bruce Mills</u>	<u>Donald Hal Paston</u>	<u>Andrew Hoyt Pickering</u>
<u>Bruce Elliot Stern</u>			

State of New York

ss

County of New York

The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Dominic John Frederico
President

James Michael Michener
Secretary

Donald Hal Paston
Treasurer

a. Is this an original filing? Yes [X] No []

Subscribed and sworn to before me this August, 2011 day of _____

- b. If no,
1. State the amendment number _____
 2. Date filed _____
 3. Number of pages attached _____

Luz T. Vivas, Notary Public
Oct. 16, 2013

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	2,815,620,465		2,815,620,465	2,669,682,889
2. Stocks:				
2.1 Preferred stocks				
2.2 Common stocks	652,723,527		652,723,527	455,553,043
3. Mortgage loans on real estate:				
3.1 First liens				
3.2 Other than first liens				
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$38,373,728), cash equivalents (\$467,518,483) and short-term investments (\$15,224,700)	521,116,911		521,116,911	553,733,365
6. Contract loans (including \$ premium notes)				
7. Derivatives				
8. Other invested assets	337,082,440		337,082,440	318,028,257
9. Receivables for securities	564,137		564,137	20
10. Securities lending reinvested collateral assets				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	4,327,107,480		4,327,107,480	3,996,997,574
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	35,616,488		35,616,488	32,587,539
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	42,403,769	11,999,125	30,404,644	32,957,224
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				
15.3 Accrued retrospective premiums				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers	47,869,282		47,869,282	71,120,698
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts				
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	79,271,396		79,271,396	
18.2 Net deferred tax asset	153,215,825	73,306,757	79,909,068	89,781,433
19. Guaranty funds receivable or on deposit				
20. Electronic data processing equipment and software	139,693	113,271	26,422	80,375
21. Furniture and equipment, including health care delivery assets (\$)	17,232,407	17,232,407		
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	3,096,034	1,065,892	2,030,142	11,454,594
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	6,957,353	4,128,419	2,828,934	2,337,048
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	4,712,909,727	107,845,871	4,605,063,856	4,237,316,485
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
28. Total (Lines 26 and 27)	4,712,909,727	107,845,871	4,605,063,856	4,237,316,485
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 through 1103 plus 1198)(Line 11 above)				
2501. Miscellaneous Receivables	2,269,163	662,374	1,606,789	37,239
2502. Prepaid Expenses	2,805,394	2,805,394		
2503. Other Assets	1,882,796	660,651	1,222,145	2,299,809
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 through 2503 plus 2598)(Line 25 above)	6,957,353	4,128,419	2,828,934	2,337,048

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$10,680,002)	318,110,575	282,020,606
2. Reinsurance payable on paid losses and loss adjustment expenses		
3. Loss adjustment expenses	5,203,501	5,439,837
4. Commissions payable, contingent commissions and other similar charges		
5. Other expenses (excluding taxes, licenses and fees)	18,911,259	17,894,540
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	1,096,218	4,739,101
7.1 Current federal and foreign income taxes (including \$(2,723,569) on realized capital gains (losses))		113,324,490
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$1,728,067,751 and including warranty reserves of \$)	1,452,190,319	1,482,036,901
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	29,206,944	60,707,138
13. Funds held by company under reinsurance treaties	111,450,282	114,517,696
14. Amounts withheld or retained by company for account of others	12,676	13,169
15. Remittances and items not allocated		
16. Provision for reinsurance		
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	25,525,483	53,412,067
20. Derivatives		
21. Payable for securities	54,923,568	
22. Payable for securities lending		
23. Liability for amounts held under uninsured plans		
24. Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,284,584,920	1,176,171,782
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	3,301,215,745	3,310,277,327
27. Protected cell liabilities		
28. Total liabilities (Lines 26 and 27)	3,301,215,745	3,310,277,327
29. Aggregate write-ins for special surplus funds		
30. Common capital stock	15,000,000	15,000,000
31. Preferred capital stock		
32. Aggregate write-ins for other than special surplus funds		
33. Surplus notes	200,000,000	225,000,000
34. Gross paid in and contributed surplus	776,884,430	776,884,430
35. Unassigned funds (surplus)	311,963,681	(89,845,272)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		
36.2 shares preferred (value included in Line 31 \$)		
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	1,303,848,111	927,039,158
38. Totals (Page 2, Line 28, Col. 3)	4,605,063,856	4,237,316,485
DETAILS OF WRITE-INS		
2501. Contingency reserve.....	1,141,820,367	1,034,236,675
2502. Miscellaneous liability.....	142,764,553	141,935,107
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,284,584,920	1,176,171,782
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page		
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)		
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page		
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)		

STATEMENT OF INCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 159,851,633)	226,617,817	198,076,660	433,552,441
1.2 Assumed (written \$ 14,638,207)	21,709,141	19,895,293	38,180,677
1.3 Ceded (written \$ 93,273,375)	128,476,383	109,252,026	244,857,218
1.4 Net (written \$ 81,216,465)	119,850,575	108,719,927	226,875,900
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 10,781,829):			
2.1 Direct	(202,344,990)	250,241,855	197,621,482
2.2 Assumed			
2.3 Ceded	(68,504,759)	136,966,422	98,667,343
2.4 Net	(133,840,231)	113,275,433	98,954,139
3. Loss adjustment expenses incurred	9,629,783	1,880,662	8,640,005
4. Other underwriting expenses incurred	28,413,460	30,401,768	48,828,968
5. Aggregate write-ins for underwriting deductions			
6. Total underwriting deductions (Lines 2 through 5)	(95,796,988)	145,557,863	156,423,112
7. Net income of protected cells			
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	215,647,563	(36,837,936)	70,452,788
INVESTMENT INCOME			
9. Net investment income earned	66,830,117	64,250,557	140,774,585
10. Net realized capital gains (losses) less capital gains tax of \$ (2,723,569)	(17,559,218)	(8,131,545)	(19,328,205)
11. Net investment gain (loss) (Lines 9 + 10)	49,270,899	56,119,012	121,446,380
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)			
13. Finance and service charges not included in premiums			
14. Aggregate write-ins for miscellaneous income	(19,624,623)	43,685,862	72,673,501
15. Total other income (Lines 12 through 14)	(19,624,623)	43,685,862	72,673,501
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	245,293,839	62,966,938	264,572,669
17. Dividends to policyholders			
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	245,293,839	62,966,938	264,572,669
19. Federal and foreign income taxes incurred	(82,753,917)	9,495,895	14,269,215
20. Net income (Line 18 minus Line 19)(to Line 22)	328,047,756	53,471,043	250,303,454
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	927,039,157	854,201,579	854,201,578
22. Net income (from Line 20)	328,047,756	53,471,043	250,303,454
23. Net transfers (to) from Protected Cell accounts			
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	177,533,543	(21,757,368)	53,366,805
25. Change in net unrealized foreign exchange capital gain (loss)	(9,119,883)	13,248,612	5,027,193
26. Change in net deferred income tax	(174,969,937)	(154,009,234)	(11,076,201)
27. Change in nonadmitted assets	168,823,137	115,993,223	(13,222,830)
28. Change in provision for reinsurance			
29. Change in surplus notes	(25,000,000)	(25,000,000)	(50,000,000)
30. Surplus (contributed to) withdrawn from protected cells			
31. Cumulative effect of changes in accounting principles			
32. Capital changes:			
32.1 Paid in			
32.2 Transferred from surplus (Stock Dividend)			
32.3 Transferred to surplus			
33. Surplus adjustments:			
33.1 Paid in			
33.2 Transferred to capital (Stock Dividend)			
33.3 Transferred from capital			
34. Net remittances from or (to) Home Office			
35. Dividends to stockholders			
36. Change in treasury stock			
37. Aggregate write-ins for gains and losses in surplus	(88,505,662)	(47,761,631)	(161,560,842)
38. Change in surplus as regards policyholders (Lines 22 through 37)	376,808,954	(65,815,355)	72,837,579
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	1,303,848,111	788,386,224	927,039,157
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page			
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)			
1401. Miscellaneous Income	(19,624,623)	43,685,862	72,673,501
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page			
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	(19,624,623)	43,685,862	72,673,501
3701. Change in Contingency Reserve	(107,583,692)	(65,789,888)	(179,067,047)
3702. Tax and Loss Bonds	19,054,183	18,028,257	18,028,257
3703. Change in net unrealized on other assets			(522,052)
3798. Summary of remaining write-ins for Line 37 from overflow page	23,847		
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	(88,505,662)	(47,761,631)	(161,560,842)

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance.....	61,452,060	26,933,410	174,301,732
2. Net investment income	60,355,934	73,824,753	150,549,382
3. Miscellaneous income	(19,624,623)	43,685,862	72,673,501
4. Total (Lines 1 to 3)	102,183,371	144,444,025	397,524,615
5. Benefit and loss related payments	(193,181,616)	207,577,014	415,091,779
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
7. Commissions, expenses paid and aggregate write-ins for deductions	41,705,733	316,531	70,598,450
8. Dividends paid to policyholders			
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	107,118,400	158,375,337	55,451,297
10. Total (Lines 5 through 9)	(44,357,483)	366,268,882	541,141,526
11. Net cash from operations (Line 4 minus Line 10)	146,540,854	(221,824,857)	(143,616,911)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	365,493,611	528,813,404	718,058,214
12.2 Stocks			1,731,397
12.3 Mortgage loans			
12.4 Real estate			
12.5 Other invested assets			
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	21,056	385,241	1,111,089
12.7 Miscellaneous proceeds	54,359,451		4,856,078
12.8 Total investment proceeds (Lines 12.1 to 12.7)	419,874,118	529,198,645	725,756,778
13. Cost of investments acquired (long-term only):			
13.1 Bonds	527,843,189	157,189,707	293,262,923
13.2 Stocks	276,819	995,338	1,145,309
13.3 Mortgage loans			
13.4 Real estate			
13.5 Other invested assets	19,054,183	18,028,257	18,028,257
13.6 Miscellaneous applications	28,126,620	4,882,144	22
13.7 Total investments acquired (Lines 13.1 to 13.6)	575,300,811	181,095,446	312,436,511
14. Net increase (or decrease) in contract loans and premium notes			
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14)	(155,426,693)	348,103,199	413,320,267
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	(25,000,000)	(25,000,000)	(50,000,000)
16.2 Capital and paid in surplus, less treasury stock			
16.3 Borrowed funds			
16.4 Net deposits on deposit-type contracts and other insurance liabilities			
16.5 Dividends to stockholders			
16.6 Other cash provided (applied).....	1,269,387	23,214,670	72,852,907
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(23,730,613)	(1,785,330)	22,852,907
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(32,616,452)	124,493,012	292,556,263
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	553,733,365	261,177,102	261,177,102
19.2 End of period (Line 18 plus Line 19.1)	521,116,913	385,670,114	553,733,365

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Practices

A. Accounting Practices

The financial statements of Assured Guaranty Municipal Corp., (the "Company" or "AGM") are presented on the basis of accounting practices prescribed or permitted by the New York Insurance Department ("NYID"). The New York Insurance Department recognizes only statutory accounting practices prescribed or permitted by the state of New York for determining and reporting the financial condition and results of operations of an insurance company, for determining its solvency under the New York Insurance Law. The National Association of Insurance Commissioners' ("NAIC") *Accounting Practices and Procedures* manual ("NAIC SAP") has been adopted as a component of prescribed or permitted practices by the state of New York. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

A reconciliation of the Company's net income and capital and surplus between practices prescribed and permitted by the New York Insurance Commissioner and NAIC SAP is shown below:

	June 2011	December 2010
Net Income (Loss), New York Basis	\$ 328,047,756	\$ 250,303,455
Net Income (Loss), NAIC SAP	\$ 328,047,756	\$ 250,303,455
Statutory Surplus, New York Basis	\$1,303,848,111	\$ 927,039,158
Effect of New York prescribed practices:		
NYSID 1408 limit, reduction of carrying value of subsidiary	----	----
NYSID 1408 non admit asset of subsidiaries	----	----
Statutory Surplus, NAIC SAP	\$1,303,848,111	\$ 927,039,158

2. Accounting Changes and Corrections of Errors

There has been no change from the 2010 annual statement.

3. Business Combinations and Goodwill

There has been no change from the 2010 annual statement.

4. Discontinued Operations

There has been no change from the 2010 annual statement.

5. Investments

A, B, C, E, F, G. Not Applicable

D. Loan-Backed Securities

1. Prepayment assumptions for single class and multi-class residential/commercial asset backed securities were obtained from publicly available sources and internal models.
2. The following table summarizes by quarter other-than-temporary-impairments for loan-backed securities recording during the year because the Company had either the intent to sell the securities or the inability or lack of intent to retain as cited in the table:

Description	Amortized Cost Before Other-Than-Temporary-Impairment	Other-Than-Temporary-Impairment	Fair Value
OTTI Recognized 1st Quarter			
a. Intent To Sell	-	-	-
b. Lack of Intent to retain security	-	-	-
c. PV of cash flows less than amortized cost	\$7,180,105	\$1,447,613	\$5,732,491
d. Total 1st Quarter	\$7,180,105	\$1,447,613	\$5,732,491
OTTI Recognized 2nd Quarter			
e. Intent To Sell	-	-	-
f. Lack of Intent to retain security	-	-	-
g. PV of cash flows less than amortized cost	\$142,341,202	\$10,924,030	\$131,417,172
h. Total 2nd Quarter	\$142,341,202	\$10,924,030	\$131,417,172
OTTI Recognized 3rd Quarter			
i. Intent To Sell	-	-	-
j. Lack of Intent to retain security	-	-	-
k. PV of cash flows less than amortized cost			
l. Total 3rd Quarter	-	-	-
OTTI Recognized 4th Quarter			
m. Intent To Sell	-	-	-
n. Lack of Intent to retain security	-	-	-
o. PV of cash flows less than amortized cost			
p. Total 4th Quarter	-	-	-
q. ANNUAL AGGREGATE TOTAL	\$149,521,307	\$12,371,643	\$137,149,663

3. The following table summarizes other-than-temporary-impairments recorded for loan-backed securities which the Company still owns at June 30, 2011, based on the fact that the present value of projected cash flows expected to be collected was less than the amortized cost of the securities:

NOTES TO FINANCIAL STATEMENTS

Cusip	Amortized Cost Before OTTI	Present Value of Projected Cash Flow	OTTI	Amortized Cost After OTTI	Fair Value of OTTI	Date of Financial Statement Where Reported
07401W-AP-4	\$ 8,593,991	\$ 7,641,096	\$ 952,895	\$ 7,641,096	\$ 1,075,988	6/30/2011
126682-AA-1	14,422,500	13,828,560	593,940	13,828,560	4,328,844	6/30/2011
126686-AH-7	9,504,109	9,396,451	107,658	9,396,451	2,808,174	6/30/2011
23242L-AB-9	17,661,236	16,154,125	1,507,111	16,154,125	5,537,130	6/30/2011
576431-AC-4	625,595	544,547	81,048	544,547	283,108	6/30/2011
88156V-AA-6	13,451,558	12,337,770	1,113,789	12,337,770	5,688,249	6/30/2011
88156V-AB-4	2,306,393	2,086,152	220,241	2,086,152	1,594,740	6/30/2011
88157D-AA-5	37,225,026	35,577,304	1,647,722	35,577,304	14,848,529	6/30/2011
88157G-AA-8	36,063,980	31,561,425	4,502,555	31,561,425	9,808,591	6/30/2011
88157G-AB-6	2,486,813	2,289,743	197,071	2,289,743	737,021	6/30/2011
TOTAL	\$142,341,202	\$ 131,417,172	\$ 10,924,030	\$ 131,417,172	\$ 46,710,373	

4. The following summarizes gross unrealized investment losses on loan-backed securities by the length of time that securities have continuously been in an unrealized loss position.

	Less than 12 months		12 Months or More		Total	
	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses	Fair Value	Unrealized Losses
Defined Multi-Class Commercial Backed Securities	\$ 5,027,642	\$ (21,929)	\$-	\$-	\$ 5,027,642	\$ (21,929)
Other Multi-Class Residential Mortgage Backed Securities	90,416,423	(90,112,148)	9,859,565	(18,555,290)	100,275,988	(108,667,438)
Other Multi-Class Residential Mortgage Backed Securities	11,177,009	(8,485,740)	-	-	11,177,009	(8,485,740)
Total	\$106,621,074	\$(98,619,817)	\$ 9,859,565	\$(18,555,290)	\$116,480,640	\$(117,175,107)

5. All loan-backed securities in an unrealized loss position were reviewed to determine whether an other-than-temporary impairment should be recognized. For those securities in an unrealized loss position as of June 30, 2011, the Company has not made a decision to sell any such securities. The Company has evaluated its cash flow requirements and believes that its liquidity is adequate and it will not be required to sell these securities before recovery of their cost basis. This unrealized loss is primarily attributable to the market illiquidity and volatility in the U.S. economy and not specific to individual issuer credit.

6. Joint Ventures, Partnerships and Limited Liability Companies

There has been no change from the 2010 annual statement.

7. Investment Income

There has been no significant change from the 2010 annual statement.

8. Derivative Instruments

There has been no change from the 2010 annual statement.

9. Income Taxes

There has been no significant change from the 2010 annual statement.

10. Information Concerning Parent, Subsidiaries and Affiliates

The Company did not make a dividend payment in the second quarter of 2011

11. Debt

There has been no change from the 2010 annual statement.

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans.

There has been no change from the 2010 annual statement.

13. Capital and Surplus, Dividend Restrictions and Quasi-Reorganizations

There has been no significant change from the 2010 annual statement.

14. Contingencies

There has been no significant change from the 2010 annual statement.

NOTES TO FINANCIAL STATEMENTS

15. Leases

There has been no change from the 2010 annual statement.

16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

There has been no significant change from the 2010 annual statement.

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

C. The Company did not engage in any wash sale transactions during the second quarter of 2011.

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

There has been no change from the 2010 annual statement.

19. Direct Premium Written or Produced by Managing General Agents or Third Party Administrators

There has been no change from the 2010 annual statement.

20. Fair Value

Effective January 1, 2008, the Company adopted Statement of Financial Accounting Standards ("FAS") 157, "Fair Value Measurements." FAS 157 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements.

Fair Value Hierarchy

FAS 157 specifies a fair value hierarchy based on whether the inputs to valuation techniques used to measure fair value are observable or unobservable. Observable inputs reflect market data obtained from an independent source, while unobservable inputs reflect Company estimates of market assumptions. In accordance with FAS 157, the fair value hierarchy model inputs into three broad levels as follows:

- Level 1 – Quoted prices for identical instruments in active markets
- Level 2 – Quoted process for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and observable inputs other than quoted prices, such as interest rates or yield curves and other inputs derived from or corroborated by observable market inputs
- Level 3 – Model derived valuations in which one or more significant inputs or significant value drivers are unobservable. This hierarchy requires the use of observable market data when available.

An asset or liability's categorization within the fair value hierarchy is based on the lowest level of significant input to its valuation.

The following table presents information about financial instruments carried at fair value and indicates the level of the fair value measurement on the levels of the inputs used. Bonds are generally recorded at amortized cost. The following fair value hierarchy table presents information about the Company's asset measured at fair value as of June 30, 2011. Stocks, excluding those for investments in subsidiaries, are reported at fair value on a recurring basis.

As of 06/30/11	Level 1	Level 2	Level 3	Total
Bonds	\$ 0	\$ -	-	\$ -
Stocks	358,739	-	-	358,739
Total	\$ 358,739	\$ -	-	\$ 5,223,484

Cash and Short Term Investments

The carrying amounts reported in the statement of admitted assets, liabilities and surplus for these instruments approximate fair value.

Bonds

The estimated fair value for investments in bonds is determined using one of three different pricing services: pricing vendors, index providers or broker-dealer quotations. Pricing services for each sector of the market are determined based upon the provider's expertise.

The Company's third party investment manager obtains prices from pricing services, index providers or broker-dealers. From time to time a pricing source may be updated to improve consistency of coverage and/or accuracy of prices. A pricing service is also used to obtain prices independent of the third party accounting provider. The price provided by the accounting provider is used to price any security priced by both the accounting provider and the pricing service.

Generally, one price is obtained for each security. Where multiple prices are obtained, the accounting provider maintains a hierarchy by asset class to prioritize the pricing source to be used. The accounting provider performs daily and monthly controls to ensure completeness and accuracy of security prices, such as reviewing missing price or stale price data and day-over-day variance reports by asset class. The accounting provider maintains a valuation oversight committee that is required to approve all changes in pricing practices and policies.

Fixed maturity securities are valued by broker-dealers, pricing services or index providers using standard market conventions. The market conventions utilize market quotations, market transactions in comparable instruments, and various relationships between instruments such as yield to maturity, dollar prices and spread prices in determining value. Generally, all of the Company's fixed maturity securities are priced using matrix pricing.

Broker-dealer quotations obtained to price securities are generally considered to be indicative and are nonactionable (i.e. non-binding).

The Company is provided with a pricing chart, which for each asset class provides the pricing source, pricing methodology and recommended fair value level in accordance with the fair value framework. The Company reviews the pricing source of each security each reporting period to determine the method of pricing and appropriateness of fair value level. The Company considers securities prices from pricing services, index providers or broker-dealers to be Level 2 in the fair value hierarchy. Prices determined based upon model processes are considered to be Level 3 in the fair value hierarchy.

After analyzing Level 3 prices provided by a third party pricing service, the Company determined it was necessary to reduce the price of one security based on the Company's own cash flow analysis.

NOTES TO FINANCIAL STATEMENTS

Stocks

The Company's stocks are comprised primarily of investments in subsidiaries. Unaffiliated common stocks are carried at fair value. As discussed within our significant accounting policies, investments in subsidiaries are recorded in compliance with SSAP97.

21. Other Items

A. – F. There has been no change from the 2010 annual statement.

G. U.S. Subprime Mortgage-Backed and Home Equity ("HELOC") Exposures

In accordance with the Company's standard practices the Company evaluated the most current available information as part of its loss estimation process, including trends in delinquencies and charge-offs on the underlying loans and its experience in requiring providers of representations and warranties to purchase ineligible loans out of these transactions. Most of the Company's expected loss and loss adjustment expense reserves and paid losses relate to U.S. Residential Mortgage Backed Securities ("RMBS"). As has been widely reported in the press, unprecedented levels of delinquencies, and defaults have negatively impacted the mortgage market, especially U.S. RMBS issued in the period from 2005 through 2007. Based on information during the quarter, the Company increased probabilities that a recovery in the housing and mortgage markets was beginning. The Company also formed a view that the recovery in the second-lien loan markets may be more gradual than it had assumed in its prior projection scenarios for second liens. As a result, the Company adjusted from prior quarters the assumptions and probability weightings of its loss projection scenarios to reflect those views. These changes were made with respect to how scenarios were run in the second quarter of 2011.

U.S. Second Lien RMBS: HELOCs and Closed end second lien

The Company insures two types of second lien RMBS: those secured by HELOCs and those secured by closed end second lien mortgages. HELOCs are revolving lines of credit generally secured by a second lien on a one to four family home. A mortgage for a fixed amount secured by a second lien on a one to four family home is generally referred to as a closed end second lien. The Company has material exposure to second lien mortgage loans originated and serviced by a number of parties, but the Company's most significant second lien exposure is to HELOCs originated and serviced by Countrywide, a subsidiary of Bank of America Corporation.

The delinquency performance of HELOC and closed end second lien exposures included in transactions insured by the Company began to deteriorate in 2007, and such transactions, particularly those originated in the period from 2005 through 2007, continue to perform below the Company's original underwriting expectations. While insured securities benefit from structural protections within the transactions designed to absorb collateral losses in excess of previous historical high levels, in many second lien RMBS projected losses now exceed those structural protections.

The Company believes the primary variables impacting its expected losses in second lien RMBS transactions are the amount and timing of future losses in the collateral pool supporting the transactions and the amount of loans repurchased for breaches of R&W. Expected losses are also a function of the structure of the transaction, the voluntary prepayment rate, typically also referred to as conditional prepayment rate of the collateral; the interest rate environment; and assumptions about the draw rate and loss severity. These variables are: interrelated, difficult to predict and subject to considerable volatility. If actual experience differs from the Company's assumptions, the losses incurred could be materially different from the estimate. The Company continues to update its evaluation of these exposures as new information becomes available.

The following table shows the Company's key assumptions used in its calculation of estimated expected losses for these types of policies as of June 30, 2011 and December 31, 2010:

**Key Assumptions in Base Case Expected Loss Estimates
Second Lien RMBS(1)**

<u>HELOC Key Variables</u>	<u>As of June 30, 2011</u>	<u>As of December 31, 2010</u>
Plateau conditional default rate.....	4.6 – 34.6%	4.2 – 22.1%
Final conditional default rate trended down to.....	.4 – 3.2%	.4 – 3.2%
Expected period until final conditional default rate.....	36 months	24 months
Initial conditional prepayment rate.....	.9 – 15.5%	3.3 – 17.1%
Final conditional prepayment rate.....	10.0%	10.0%
Loss severity	98%	98%
Initial draw rate	0.0 – 8.6%	0.0 – 6.8%
	As of	As of
	June 30, 2011	December 31, 2010
<u>Closed end second line Key Variables</u>		
Plateau conditional default rate.....	14.8 – 22.8%	17.7 – 38.8%
Final conditional default rate trended down to.....	3.3 – 8.6%	3.3 – 8.6%
Expected period until final conditional default rate achieved.....	36 months	24 months
Initial conditional prepayment rate.....	2.2 – 4.1%	1.4 – 5.8%
Final conditional prepayment rate.....	10%	10%
Loss severity.....	98%	98%

(1) Represents assumptions for most heavily weighted scenario (the "base case").

For second lien transactions, the Company calculates expected losses in the following fashion: A loan is generally "charged off" by the securitization's servicer once the loan is 180 days past due and therefore the Company's projections assume that a loss is charged off once it is 180 days past due. Most second lien transactions report the amount of loans in five monthly delinquency categories (*i.e.*, 30-59 days past due, 60-89 days past due, 90-119 days past due, 120-149 days past due and 150-179 days past due). The Company estimates the amount of loans that will default over the next five months by calculating current representative liquidation rates (the percent of loans in a given delinquency status that are assumed to ultimately default) from selected transactions and then applying those liquidation rates to the amount of loans in the delinquency categories. The amount of loans projected to default in the first through fifth months are then expressed as conditional default rate, and the average of those conditional default rates is then used as the basis for calculating defaults after the fifth month. As was the case last quarter, in the base scenario, this conditional default rate (the "plateau conditional default rate") is held constant for one month. Once the plateau period has ended, the conditional default rate is assumed to gradually trend down in uniform increments to its final long-term steady state conditional default rate. In the base scenario, the time over which the conditional default rate trends down to its final conditional default rate is eighteen months. Therefore, in the base case scenario, the total time from the current period to the end of the ramp (when the long-term steady conditional default rate is reached) is 24 months. The long-term steady state conditional default rates are calculated as the constant conditional default rates that would have yielded the amount of losses originally expected at underwriting. When a second lien loan defaults, there

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is generally very low recovery. Based on current expectations of future performance, the Company reduced its loss recovery assumption to 2% from 5% (thus increasing its severity from 95% to 98%) as of December 31, 2010.

The rate at which the principal amount of a loan is prepaid may impact both the amount of losses projected (which is a function of the conditional default rate and the loan balance over time) as well as the amount of excess spread (which is the excess of the interest paid by the borrowers on the underlying loan over the amount of interest and expenses owed on the insured obligations). In the base case, the current conditional prepayment rate is assumed to continue until the end of the plateau before gradually increasing to the final conditional prepayment rate over the same period the conditional default rate decreases. For transactions where the initial conditional prepayment rate is higher than the final conditional prepayment rate, the initial conditional prepayment rate is held constant. The final conditional prepayment rate is assumed to be 10% for both HELOC and closed end second lien transactions. This level is much higher than current rates, but lower than the historical average, which reflects the Company's continued uncertainty about performance of the borrowers in these transactions. This pattern is consistent with how the Company modeled the conditional prepayment rate in both the first three quarters of 2010 and fourth quarter of 2009.

The Company uses a number of other variables in its second lien loss projections, including the spread between relevant interest rate indices, and HELOC draw rates (the amount of new advances provided on existing HELOCs expressed as a percent of current outstanding advances). For HELOC transactions, the draw rate is assumed to decline from the current level to the final draw rate over a period of three months. The final draw rates were assumed to range from 0.0% to 4.3%.

In estimating expected losses, the Company modeled and probability weighted three possible conditional default rate curves applicable to the period preceding the return to the long-term steady state conditional default rate. Given that draw rates have been reduced to levels below the historical average and that loss severities in these products have been higher than anticipated at inception, the Company believes that the level of the elevated conditional default rate and the length of time it will persist is the primary driver behind the likely amount of losses the collateral will suffer (before considering the effects of repurchases of ineligible loans). The Company continues to evaluate the assumptions affecting its modeling results.

As in the case of third quarter of 2010, the Company's base case assumed a one month conditional default rate plateau and an 30 month ramp down. Increasing the conditional default rate plateau to 4 months and keeping the ramp down at 30 months would increase the expected loss by approximately \$50.6 million for HELOC transactions and \$10.7 million for closed end second lien transactions. On the other hand, keeping the conditional default rate plateau at one month but decreasing the length of the conditional default rate ramp down back to the 24 month assumption for third quarter of 2010 would decrease the expected loss from those taken by approximately \$44.7 million for HELOC transactions and \$2.6 million for closed end second lien transactions.

U.S. First Lien RMBS: Alt-A, Option ARM, Subprime and Prime

First lien RMBS are generally categorized in accordance with the characteristics of the first lien mortgage loans on one to four family homes supporting the transactions. The collateral supporting "Subprime RMBS" transactions is comprised of first-lien residential mortgage loans made to subprime borrowers. A "subprime borrower" is one considered to be a higher risk credit based on credit scores or other risk characteristics. Another type of RMBS transaction is generally referred to as "Alt-A RMBS." The collateral supporting such transactions is comprised of first-lien residential mortgage loans made to "prime" quality borrowers who lack certain ancillary characteristics that would make them prime. When more than 66% of the loans originally included in the pool are mortgage loans with an option to make a minimum payment that has the potential to negatively amortize the loan (*i.e.*, increase the amount of principal owed), the transaction is referred to as an "Option ARM." Finally, transactions may be primarily composed of loans made to prime borrowers.

The performance of the Company's first lien RMBS exposures began to deteriorate in 2007 and such transactions, particularly those originated in the period from 2005 through 2007 and continue to perform below the Company's original underwriting expectations. The Company currently projects first lien collateral losses many times those expected at the time of underwriting. While insured securities benefitted from structural protections within the transactions designed to absorb some of the collateral losses, in many first lien RMBS transactions, projected losses exceed those structural protections.

The majority of projected losses in first lien RMBS transactions are expected to come from mortgage loans that are delinquent or in foreclosure. An increase in delinquent and foreclosed loans beyond those delinquent and foreclosed last quarter is one of the primary drivers of loss development in this portfolio. In order to determine the number of defaults resulting from these delinquent and foreclosed loans, the Company applies a liquidation rate assumption to loans in each of various delinquency categories. The following table shows the Company's liquidation assumptions for various delinquency categories as of June 30, 2011 and December 31, 2010, respectively. The liquidation rate is a standard industry measure that is used to estimate the number of loans in a given aging category that will default within a specified time period. The Company projects these liquidations to occur over two years.

	<u>June 30, 2011</u>	<u>December 31, 2010</u>
30 - 59 Days Delinquent		
Alt-A first lien	50%	50%
Alt-A option ARM	50	50
Subprime	45	45
60 - 89 Days Delinquent		
Alt-A first lien	65	65
Alt-A option ARM	65	65
Subprime	65	65
90 - Bankruptcy		
Alt-A first lien	75	75
Alt-A option ARM	75	75
Subprime	70	70
Foreclosure		
Alt-A first lien	85	85
Alt-A option ARM	85	85
Subprime	85	85
Real Estate Owned		
Alt-A first lien	100	100
Alt-A option ARM	100	100
Subprime	100	100

Losses are also projected on first lien RMBS that are presently current loans. The Company projects these losses by applying a conditional default rate trend. The start of that conditional default rate trend is based on the defaults the Company projected would emerge from currently delinquent and foreclosed loans. The total amount of expected defaults from these loans is then translated into a constant conditional default rate (*i.e.*, the conditional default rate plateau), which, if applied for each of the next 24 months, would be sufficient to produce approximately the amount of losses that were calculated to emerge from the various delinquency categories. In the base case, each transaction's conditional default rate is projected to improve over 12 months to

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an intermediate conditional default rate (calculated as 15% of its conditional default rate plateau); that intermediate conditional default rate is held constant for 36 months and then trails off in steps to a final conditional default rate of 5% of the conditional default rate plateau. Under the Company's methodology, defaults projected to occur in the first 24 months represent defaults that can be attributed to loans that are currently delinquent or in foreclosure, while the defaults projected to occur using the projected conditional default rate trend after the first 24 month period represent defaults attributable to borrowers that are currently performing.

Another important driver of loss projections is loss severity, which is the amount of loss the transaction incurs on a loan after the application of net proceeds from the disposal of the underlying property. Loss severities experienced in first lien transactions have reached historical high levels and the Company is assuming that these historical high levels will continue for another year. The Company determines its initial loss severity based on actual recent experience. The Company then assumes that loss severities begin returning to levels consistent with underwriting assumptions beginning in September 2010, and in the base scenario decline over two years to 40%.

The following table shows the Company's key assumptions used in its calculation of expected losses for these types of policies as of June 30, 2011 and December 31, 2010:

Key Assumptions in Base Case Expected Loss Estimates of First Lien RMBS Transactions

	As of June 30, 2011	As of December 31, 2010
Alt-A First Lien		
Plateau conditional default rate.....	5.5% - 36.6%	7.6% - 42.0%
Intermediate conditional default rate	.8% - 5.5%	1.1% - 6.0%
Final conditional default rate.....	.3% - 1.8%	.4% - 2.1%
Initial loss severity.....	65%	60%
Initial conditional prepayment rate.....	0.0% - 10.3%	0.0% - 20.0%
Final conditional prepayment rate.....	10%	10%
Alt-A option ARM		
Plateau conditional default rate.....	13.1% - 30.8%	14.4% - 32.0%
Intermediate conditional default rate	2.0% - 4.6%	2.2% - 4.5%
Final conditional default rate.....	.7% - 1.5%	.7% - 1.6%
Initial loss severity.....	65%	60%
Initial conditional prepayment rate.....	0.0% - 6.5%	0.0% - 6.0%
Final conditional prepayment rate.....	10%	10%
Subprime		
Plateau conditional default rate.....	11.6% - 34.2%	12.4% - 34.0%
Intermediate conditional default rate	1.7% - 5.1%	1.9% - 5.2%
Final conditional default rate.....	.6% - 1.7%	.6% - 1.7%
Initial loss severity.....	80%	80%
Initial conditional prepayment rate.....	0.0% - 9.3%	0.0% - 4.7%
Final conditional prepayment rate.....	10%	10%

The rate at which the principal amount of a loan is prepaid may impact both the amount of losses projected (since that amount is a function of the conditional default rate and the loan balance over time) as well as the amount of excess spread (the amount by which the interest paid by the borrowers on the underlying loan exceeds the amount of interest owed on the insured obligations). The assumption for the conditional prepayment rate follows a similar pattern to that of the conditional default rate. The current level of voluntary prepayments is assumed to continue for the plateau period before gradually increasing over 12 months to the final conditional prepayment rate, which is assumed to be either 10% or 15% depending on the scenario run. For transactions where the initial conditional prepayment rate is higher than the final conditional prepayment rate, the initial conditional prepayment rate is held constant.

The ultimate performance of the Company's first lien RMBS transactions remains highly uncertain and may be subject to considerable volatility due to the influence of many factors, including the level and timing of loan defaults, changes in housing prices and other variables. The Company will continue to monitor the performance of its RMBS exposures and will adjust the risk ratings of those transactions based on actual performance and management's estimates of future performance.

In estimating expected losses, the Company modeled and probability weighted sensitivities for first lien transactions by varying its assumptions of how fast an economic recovery is expected to occur. The primary variable when modeling sensitivities was how quickly the conditional default rate returned to its modeled equilibrium, which was defined as 5% of the current conditional default rate. The Company also stressed conditional prepayment rates and the speed of recovery of loss severity rates. In a somewhat more stressful environment than that of the base case, where the conditional default rate recovery was more gradual and the final conditional prepayment rate was 15% rather than 10%, the Company's expected losses would increase by approximately \$6.1 million for Alt-A first liens, \$43.4 million for Option ARMs and \$10.8 million for subprime transactions. In an even more stressful scenario where the conditional default rate plateau was extended 3 months (to be 27 months long) before the same more gradual conditional default rate recovery and loss severities were assumed to recover over 4 rather than 2 years (and subprime loss severities were assumed to recover only to 60%), the Company's expected losses would increase by approximately \$29.0 million for Alt-A first liens, \$110.5 million for Option ARMs and \$138.0 million for subprime transactions. The Company also considered a scenario where the recovery was faster than in its base case. In this scenario, where the conditional default rate plateau was 3 months shorter (21 months, effectively assuming that liquidation rates would improve) and the conditional default rate recovery was more pronounced, the Company's expected losses would decrease by approximately \$16.6 million for Alt-A first liens, \$60.0 million for Option ARMs and \$21.8 million for subprime transactions.

Bank of America Settlement

On April 14, 2011, Assured Guaranty reached a comprehensive agreement with Bank of America Corporation and its subsidiaries, including Countrywide Financial Corporation and its subsidiaries (collectively, "Bank of America"), regarding their liabilities with respect to 29 RMBS transactions insured by Assured Guaranty, including claims relating to reimbursement for breaches of representations and warranties ("R&W") and historical loan servicing issues ("Bank of America Agreement"). Of the 29 RMBS transactions (of which 18 are insured by AGM), eight are second lien transactions and 21 are first lien transactions. The Bank of America Agreement covers Bank of America sponsored securitizations that AGM or Assured Guaranty Corp. ("AGC") has insured, as well as certain other securitizations containing concentrations of Countrywide originated loans that AGM or AGC has insured. The transactions insured by AGM and covered by the Bank of America Agreement have a gross par outstanding of \$3.5 billion (\$2.0 billion net par outstanding) as of June 30, 2011, or 16% of AGM's total below investment grade ("BIG") RMBS net par outstanding.

Bank of America paid Assured Guaranty \$928.0 million (approximately \$734.3 million of which was to AGM) on the second quarter of 2011 in relation to the eight second lien transactions. In consideration of the \$1.1 billion, the Company has agreed to release its claims for the repurchase of mortgage loans underlying the eight second lien transactions (i.e. Assured Guaranty will retain the risk of future insured losses without further offset for R&W claims against Bank of America).

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In addition, Bank of America will reimburse Assured Guaranty 80% of claims Assured Guaranty pays on the 21 first lien transactions, until aggregate collateral losses on such RMBS transaction reaches \$6.6 billion. The Company accounts for the 8-% loss sharing agreement with Bank of America as subrogation. As the Company calculates expected losses for these 21 first lien transactions, it will include an R&W benefit from Bank of America for 80% of these amounts. On April 14, 2011, Bank of America placed \$1 billion of eligible assets into trust in order to collateralize the reimbursement obligation relating to the first lien transactions. The amount of assets required to be posted may increase or decrease from time to time, as determined by rating agency requirements.

As of June 30, 2011, estimated gross expected losses to the Company for these 12 first lien transactions, before considering R&W recoveries from Bank of America, are projected to be \$468.1 million and \$93.6 million after considering R&W recoveries. As of June 30, 2011, the Company had paid \$10.5 million in claims and been reimbursed \$8.4 million by Bank of America.

The benefit for R&W as of March 31, 2011 and June 30, 2011 reflect higher expected recoveries across all transactions as a result of the Bank of America Agreement. For transactions covered under the Bank of America Agreement, the R&W benefit has been updated to reflect amounts collected and expected to be collected under the terms of the Bank of America Agreement. For transactions with other sponsors of U.S. RMBS, against which the Company is pursuing R&W claims, the Company has increased the benefit for R&W to reflect the probability that actual recovery rates may be higher than originally expected. For transactions with counterparties other than Bank of America, the Company has continued to review additional loan files and has found breach rates consistent with those in the Bank of America transactions.

The following summarizes U.S. subprime loss activity:

- The aggregate amount of U.S. subprime related net losses paid in the current year were \$ 4,130,527;
- The aggregate amount of U.S. subprime related net losses incurred in the current year was of \$(10,690,177);
- The aggregate amount of U.S. subprime related net case reserves at the end of the current reporting period were \$59,568,405;
- The Company does not establish IBNR reserves.

22. Events Subsequent

There were no events occurring subsequent to June 30, 2011 that materially affect the Company's financial condition other than that disclosed under "Bank of America Settlement" in Note 21.

23. Reinsurance

- The Company has no unsecured reinsurance recoverable at June 30, 2011.
- The Company has no reinsurance recoverable in dispute at June 30, 2011.
- Reinsurance Assumed and Ceded

	Assumed Reinsurance		Ceded Reinsurance		Assumed less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
AFFILIATES	\$ 381,686,920	\$ 114,506,076	\$ 1,284,505,281	\$ 385,351,584	\$ (902,818,361)	\$ (270,845,508)
ALL OTHER	2,018,206	605,462	443,562,470	133,068,741	(441,544,264)	(132,463,279)
	\$ 383,705,126	\$ 115,111,538	\$1,728,067,571	\$ 518,420,325	\$ (1,344,362,625)	\$ (403,308,787)

Direct Unearned Premium Reserve: \$2,796,552,944.

- The Company has no uncollectible reinsurance at June 30, 2011.
- In February of 2011, the Company terminated all reinsurance agreements with X.L. Insurance Company Ltd. In April of 2011, the Company terminated all reinsurance agreements with Financial Guaranty Insurance Company. The effect of the Company's resumption of ceded business is summarized in the table below:

	XL Insurance Company Ltd.	Financial Guaranty Insurance Co.	TOTAL
Ceded (Assumed) Written Premium	642,478	(1,057,005)	(414,527)
Change in UPR	(642,478)	1,057,005	414,527
Premiums Earned	-	-	-
Return of (Ceding) Assumed Commission	-	320,165	320,165
Other Income (Expense)	20,263,509	-	20,263,509
Pre-Tax Gain/(Loss)	20,263,509	320,165	20,583,674

- The Company has no retroactive reinsurance in effect at June 30, 2011.
- The Company does not utilize the deposit method to account for any of its reinsurance transactions.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

There has been no change from the 2010 annual statement.

25. Changes in Incurred Losses and Loss Adjustment Expenses

Incurred losses and loss expenses attributable to insured events of prior years is \$(135,079,254) for the first six months of 2011. The current year decrease is a result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

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26. Intercompany Pooling Arrangements

There has been no significant change from the 2010 annual statement.

27. Structured Settlements

There has been no change from the 2010 annual statement.

28. Health Care Receivables

There has been no change from the 2010 annual statement.

29. Participating Policies

There has been no change from the 2010 annual statement.

30. Premium Deficiency Reserves

There has been no change from the 2010 annual statement.

31. High Deductibles

There has been no change from the 2010 annual statement.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

The Company discounts the liability for unpaid losses for financial guaranty claims on a non-tabular at a rate of 5.0%, the approximate taxable equivalent yield on the Company's investment portfolio. The amount of discounted loss and loss adjustment reserves at June 30, 2011 and December 31, 2010 is \$323,314,076 and \$287,460,443, respectively. The amount of the discount as of June 30, 2011 and December 31, 2010 is \$135,622,086 and \$211,913,269, respectively.

33. Asbestos / Environmental Reserves

There has been no change from the 2010 annual statement.

34. Subscriber Savings Accounts

There has been no change from the 2010 annual statement.

35. Multiple Peril Crop Insurance

There has been no change from the 2010 annual statement.

36. Financial Guaranty Insurance

A. There has been no significant change from the 2010 annual statement.

B. Schedule of insured financial obligations as of June 30, 2011:

(Dollars in Thousands)

	Surveillance Categories			
	BIG1	BIG2	BIG3	Total
Number of Policies	68	32	61	161
Remaining weighted-ave contract period (in yrs)	8.3	7.4	5.4	6.9
Insured contractual payments outstanding:				
Principal	\$5,033,144	\$3,701,916	\$6,113,983	\$14,849,044
Interest	1,884,332	1,520,153	1,468,885	4,873,369
Total	<u>\$6,917,476</u>	<u>\$5,222,069</u>	<u>\$7,582,869</u>	<u>\$19,722,413</u>
Gross claim liability	\$173,469	\$1,062,806	\$2,002,517	\$3,238,792
Less: Gross potential recoveries - subrogation	229,160	516,882	1,588,452	2,334,494
Ceded claim liability	(35,876)	238,355	242,883	445,362
Discount, net	24,523	148,611	(37,512)	135,622
Net liability reported in the balance sheet	<u>\$(44,338)</u>	<u>\$ 158,958</u>	<u>\$208,694</u>	<u>\$323,314</u>
Reinsurance recoverables	<u>\$39,483</u>	<u>\$187</u>	<u>\$8,730</u>	<u>\$48,400</u>
Unearned premium reserve	<u>\$(2,166)</u>	<u>\$254</u>	<u>\$46,489</u>	<u>\$44,577</u>

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES GENERAL

- 1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [] No [X]
- 1.2 If yes, has the report been filed with the domiciliary state? Yes [] No []
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [] No [X]
- 2.2 If yes, date of change:
3. Have there been any substantial changes in the organizational chart since the prior quarter end? Yes [] No [X]
If yes, complete the Schedule Y - Part 1 - organizational chart.
- 4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1	2	3
Name of Entity	NAIC Company Code	State of Domicile

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes [] No [X] NA []
If yes, attach an explanation.
- 6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2007
- 6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2007
- 6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 03/13/2009
- 6.4 By what department or departments?
NEW YORK INSURANCE DEPARTMENT.....
- 6.5 Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments? Yes [X] No [] NA []
- 6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [] NA []
- 7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 7.2 If yes, give full information:
.....
- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

1	2	3	4	5	6	7
Affiliate Name	Location (City, State)	FRB	OCC	OTS	FDIC	SEC

GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?..... Yes No
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c) Compliance with applicable governmental laws, rules and regulations;
- (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e) Accountability for adherence to the code.

9.11 If the response to 9.1 is No, please explain:
.....

9.2 Has the code of ethics for senior managers been amended?..... Yes No

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).
.....

9.3 Have any provisions of the code of ethics been waived for any of the specified officers?..... Yes No

9.31 If the response to 9.3 is Yes, provide the nature of any waiver(s).
.....

FINANCIAL

10.1 Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?..... Yes No

10.2 If yes, indicate any amounts receivable from parent included in the Page 2 amount:..... \$

INVESTMENT

11.1 Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.) Yes No

11.2 If yes, give full and complete information relating thereto:
.....

12. Amount of real estate and mortgages held in other invested assets in Schedule BA: \$

13. Amount of real estate and mortgages held in short-term investments: \$

14.1 Does the reporting entity have any investments in parent, subsidiaries and affiliates? Yes No

14.2 If yes, please complete the following:

	1		2	
	Prior Year-End Book/Adjusted Carrying Value		Current Quarter Book/Adjusted Carrying Value	
14.21 Bonds	\$		\$	
14.22 Preferred Stock	\$		\$	
14.23 Common Stock	\$ 455,321,842		\$ 652,364,787	
14.24 Short-Term Investments	\$		\$	
14.25 Mortgage Loans on Real Estate	\$		\$	
14.26 All Other	\$ 300,000,000		\$ 300,000,000	
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ 755,321,842		\$ 952,364,787	
14.28 Total Investment in Parent included in Lines 14.21 to 14.26 above ..	\$		\$	

15.1 Has the reporting entity entered into any hedging transactions reported on Schedule DB? Yes No

15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No
If no, attach a description with this statement.

GENERAL INTERROGATORIES

16. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?.....

Yes No

16.1 For all agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian Address
Bank of New York Mellon.....	One Wall Street, 14th Flr., New York, NY 10286.....

16.2 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

16.3 Have there been any changes, including name changes, in the custodian(s) identified in 16.1 during the current quarter?

Yes No

16.4 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

16.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository	2 Name(s)	3 Address
105900.....	General Re-New England Asset Mgmt. Inc.....	76 Batterson Park Rd., Farmington, CT 06032.....
104518.....	Deutsche Inv Mgmt Americas Inc.....	345 Park Ave., New York, NY 10022.....
106595.....	Wellington Management LLP.....	75 State Street, Boston, MA 02109.....
107105.....	Blackrock Financial Management Inc.....	40 East 52nd St., New York, NY 10022.....

17.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Securities Valuation Office been followed?

Yes No

17.2 If no, list exceptions:

.....

SCHEDULE F—CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 Federal ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Is Insurer Authorized? (Yes or No)
		AFFILIATES		
		US INSURERS		
		POOLS AND ASSOCIATIONS		
		ALL OTHER INSURERS		
NONE				

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
States, etc.	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL L	2,505,622	1,265,794			5,885,467	
2. Alaska	AK L	39,378	39,677				
3. Arizona	AZ L	785,144	9,861,111				
4. Arkansas	AR L		106,171				
5. California	CA L	13,272,031	22,008,593	10,996,382	2,109,932	32,941,779	37,746,308
6. Colorado	CO L	1,962,760	828,832				
7. Connecticut	CT L		406,871	2,871,090	3,547,608	(35,834,032)	
8. Delaware	DE L	13,981,269	17,530,068	(512,191,223)	263,213,658	87,052,475	(28,846,760)
9. District of Columbia	DC L	92,717	95,415				
10. Florida	FL L	3,551,714	11,430,128				
11. Georgia	GA L	1,697,681	530,780	1,938,429	2,014,293	35,936,150	41,821,375
12. Hawaii	HI L	58,084	59,587				
13. Idaho	ID L	180,649					
14. Illinois	IL L	1,251,046	7,373,004				
15. Indiana	IN L	629,002	1,062,023				
16. Iowa	IA L		325,413				
17. Kansas	KS L	90,915	922,348				
18. Kentucky	KY L	81,534	1,872,869				
19. Louisiana	LA L	1,330,004	115,931				
20. Maine	ME L	42,000	1,443,043				
21. Maryland	MD L	1,425,961	1,554,989	103,815,902	39,682,091	292,317,003	306,318,440
22. Massachusetts	MA L	1,012,000	401,155	(829,518)	24,034,891	(27,450,844)	
23. Michigan	MI L	392,381	1,116,660				
24. Minnesota	MN L	212,610	591,213	44,464,743		(85,406,793)	
25. Mississippi	MS L	339,099	123,679				
26. Missouri	MO L	110,307	1,408,462				
27. Montana	MT L	580,350					
28. Nebraska	NE L						
29. Nevada	NV L	(618)	1,876,089				
30. New Hampshire	NH L						
31. New Jersey	NJ L	6,066,864	6,718,978	684,406	2,865,500	24,925,600	22,528,000
32. New Mexico	NM L	18,098					
33. New York	NY L	73,128,361	67,599,192	(9,292,378)	141,470,548	313,488,731	604,554,118
34. No. Carolina	NC L	101,635	152,599				
35. No. Dakota	ND L		44,000				
36. Ohio	OH L	207,235	5,745,523				
37. Oklahoma	OK L	135,154	1,085,566				
38. Oregon	OR L	169,779	3,002,982				
39. Pennsylvania	PA L	7,670,303	7,782,396	598,428	96,872	(4,638,313)	
40. Rhode Island	RI L	755,595	845,016				
41. So. Carolina	SC L	2,311,842	218,229				
42. So. Dakota	SD L	141,741	75,029				
43. Tennessee	TN L	177,534	2,891,401				
44. Texas	TX L	5,866,365	9,674,446				
45. Utah	UT L	676,454	2,320,804				
46. Vermont	VT L	168,009	704,218				
47. Virginia	VA L	200	47,637	2,845			
48. Washington	WA L	104,066	45,900				
49. West Virginia	WV L		904,662				
50. Wisconsin	WI L	161,294	214,389				
51. Wyoming	WY L						
52. American Samoa	AS N						
53. Guam	GU N						
54. Puerto Rico	PR L	9,269,926	8,367,776				
55. U.S. Virgin Islands	VI N		2,168,078				
56. Northern Mariana Islands	MP N						
57. Canada	CN N	363,750					
58. Aggregate Other Alien	OT XXX	6,733,788	7,574,330	1,069,054	159,198	7,783,799	9,032,338
59. Totals	(a) 52	159,851,633	212,533,056	(355,871,840)	479,194,591	647,001,021	993,153,819
DETAILS OF WRITE-INS							
5801. Australia	XXX	1,182,704	1,068,673				
5802. Bermuda	XXX	178	44,230				
5803. Cayman Island	XXX	3,287,590	4,300,901	1,069,054	159,198	7,783,799	9,032,338
5898. Summary of remaining write-ins for Line 58 from overflow page	XXX	2,263,316	2,160,526				
5899. Totals (Lines 5801 through 5803 plus 5898) (Line 58 above)	XXX	6,733,788	7,574,330	1,069,054	159,198	7,783,799	9,032,338

(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business in the state.

(a) Insert the number of L responses except for Canada and Other Alien.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

There are no material changes in the Organizational Chart of the Company since the prior quarter.

PART 1 - LOSS EXPERIENCE

Line of Business	Current Year to Date			4 Prior Year to Date Direct Loss Percentage
	1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1. Fire				
2. Allied lines				
3. Farmowners multiple peril				
4. Homeowners multiple peril				
5. Commercial multiple peril				
6. Mortgage guaranty				
8. Ocean marine				
9. Inland marine				
10. Financial guaranty	226,617,817	(202,344,990)	(89.3)	126.3
11.1 Medical professional liability - occurrence				
11.2 Medical professional liability – claims made				
12. Earthquake				
13. Group accident and health				
14. Credit accident and health				
15. Other accident and health				
16. Workers' compensation				
17.1 Other liability occurrence				
17.2 Other liability – claims made				
17.3 Excess Workers' Compensation				
18.1 Products liability - occurrence				
18.2 Products liability – claims made				
19.1,19.2 Private passenger auto liability				
19.3,19.4 Commercial auto liability				
21. Auto physical damage				
22. Aircraft (all perils)				
23. Fidelity				
24. Surety				
26. Burglary and theft				
27. Boiler and machinery				
28. Credit				
29. International				
30. Warranty				
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business				
35. TOTALS	226,617,817	(202,344,990)	(89.3)	126.3
DETAILS OF WRITE-INS				
3401.				
3402.				
3403.				
3498. Sum. of remaining write-ins for Line 34 from overflow page				
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)				

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business	1	2	3
	Current Quarter	Current Year to Date	Prior Year Year to Date
1. Fire			
2. Allied lines			
3. Farmowners multiple peril			
4. Homeowners multiple peril			
5. Commercial multiple peril			
6. Mortgage guaranty			
8. Ocean marine			
9. Inland marine			
10. Financial guaranty	81,490,461	159,851,633	212,533,056
11.1 Medical professional liability - occurrence			
11.2 Medical professional liability – claims made			
12. Earthquake			
13. Group accident and health			
14. Credit accident and health			
15. Other accident and health			
16. Workers' compensation			
17.1 Other liability-occurrence			
17.2 Other liability – claims made			
17.3 Excess Workers' Compensation			
18.1 Products liability - occurrence			
18.2 Products liability – claims made			
19.1,19.2 Private passenger auto liability			
19.3,19.4 Commercial auto liability			
21. Auto physical damage			
22. Aircraft (all perils)			
23. Fidelity			
24. Surety			
26. Burglary and theft			
27. Boiler and machinery			
28. Credit			
29. International			
30. Warranty			
31. Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32. Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33. Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34. Aggregate write-ins for other lines of business			
35. TOTALS	81,490,461	159,851,633	212,533,056
DETAILS OF WRITE-INS			
3401.			
3402.			
3403.			
3498. Sum. of remaining write-ins for Line 34 from overflow page			
3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34)			

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	2011 Loss and LAE Payments on Claims Reported as of Prior Year-End	2011 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2011 Loss and LAE Payments (Cols. 4 + 5)	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported and Open as of Prior Year-End	Q.S. Date Known Case Loss and LAE Reserves on Claims Reported or Reopened Subsequent to Prior Year-End	Q.S. Date IBNR Loss and LAE Reserves	Total Q.S. Loss and LAE Reserves (Cols.7 + 8 + 9)	Prior Year-End Known Case Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 4 + 7 minus Col. 1)	Prior Year-End IBNR Loss and LAE Reserves Developed (Savings)/ Deficiency (Cols. 5 + 8 + 9 minus Col. 2)	Prior Year-End Total Loss and LAE Reserve Developed (Savings)/ Deficiency (Cols. 11 + 12)
1. 2008 + Prior	121,938		121,938	(240,202)		(240,202)	327,810			327,810	(34,330)		(34,330)
2. 2009	151,405		151,405	74,563		74,563	(8,219)			(8,219)	(85,061)		(85,061)
3. Subtotals 2009 + prior	273,343		273,343	(165,639)		(165,639)	319,592			319,592	(119,390)		(119,390)
4. 2010	14,118		14,118	5,386		5,386	(6,958)			(6,958)	(15,690)		(15,690)
5. Subtotals 2010 + prior	287,461		287,461	(160,253)		(160,253)	312,634			312,634	(135,080)		(135,080)
6. 2011	XXX	XXX	XXX	XXX	189	189	XXX	10,680		10,680	XXX	XXX	XXX
7. Totals	287,461		287,461	(160,253)	189	(160,064)	312,634	10,680		323,314	(135,080)		(135,080)
8. Prior Year-End Surplus As Regards Policy-holders	927,039										Col. 11, Line 7 As % of Col. 1 Line 7	Col. 12, Line 7 As % of Col. 2 Line 7	Col. 13, Line 7 As % of Col. 3 Line 7
											1. (47.0)	2.	3. (47.0)
													Col. 13, Line 7 As a % of Col. 1 Line 8
													4. (14.6)

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES





The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing on "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

	<u>RESPONSE</u>
1. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC with this statement?NO.....
2. Will Supplement A to Schedule T (Medical Professional Liability Supplement) be filed with this statement?NO.....
3. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC with this statement?NO.....
4. Will the Director and Officer Supplement be filed with the state of domicile and the NAIC with this statement?NO.....

Explanation:

- 1.
- 2.
- 3.
- 4.

Bar Code:

1.	 1 8 2 8 7 2 0 1 1 4 9 0 0 0 0 2
2.	 1 8 2 8 7 2 0 1 1 4 5 5 0 0 0 2
3.	 1 8 2 8 7 2 0 1 1 3 6 5 0 0 0 2
4.	 1 8 2 8 7 2 0 1 1 5 0 5 0 0 0 2

OVERFLOW PAGE FOR WRITE-INS

PQ004 Additional Aggregate Lines for Page 04 Line 37.

*STMTINCOME

	1 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
3704. Adjustment to beginning retained earnings.....	23,847		
3797. Summary of remaining write-ins for Line 37 from Page 04	23,847		

PQ010 Additional Aggregate Lines for Page 10 Line 58.

*SCT

	1 Active Status	2 Current Year To Date	3 Prior Year To Date	4 Current Year To Date	5 Prior Year To Date	6 Current Year To Date	7 Prior Year To Date
5804. Chile.....	.XXX	1,437,653	1,174,161				
5805. France.....	.XXX		(392)				
5806. Japan.....	.XXX	19,038	153,863				
5807. Jersey Island.....	.XXX	548,864	548,864				
5808. Mexico.....	.XXX	7,189	38,191				
5809. New Zealand.....	.XXX	31,727	28,997				
5810. United Kingdom.....	.XXX	218,845	216,842				
5897. Summary of remaining write-ins for Line 58 from Page 10	.XXX	2,263,316	2,160,526				

SCHEDULE A - VERIFICATION

Real Estate

	1 Year to Date	2 Prior Year Ended December 31
NONE		
1. Book/adjusted carrying value, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Current year change in encumbrances		
4. Total gain (loss) on disposals		
5. Deduct amounts received on disposals		
6. Total foreign exchange change in book/adjusted carrying value		
7. Deduct current year's other than temporary impairment recognized		
8. Deduct current year's depreciation		
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)		
10. Deduct total nonadmitted amounts		
11. Statement value at end of current period (Line 9 minus Line 10)		

SCHEDULE B – VERIFICATION

Mortgage Loans

	1 Year to Date	2 Prior Year Ended December 31
NONE		
1. Book value/recorded investment excluding accrued interest, December 31 of prior year		
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and mortgage interest points and commitment fees		
9. Total foreign exchange change in book value/recorded investment excluding accrued interest		
10. Deduct current year's other than temporary impairment recognized		
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)		
12. Total valuation allowance		
13. Subtotal (Line 11 plus Line 12)		
14. Deduct total nonadmitted amounts		
15. Statement value at end of current period (Line 13 minus Line 14)		

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	318,028,257	300,000,000
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	19,054,183	18,028,257
2.2 Additional investment made after acquisition		
3. Capitalized deferred interest and other		
4. Accrual of discount		
5. Unrealized valuation increase (decrease)		
6. Total gain (loss) on disposals		
7. Deduct amounts received on disposals		
8. Deduct amortization of premium and depreciation		
9. Total foreign exchange change in book/adjusted carrying value		
10. Deduct current year's other than temporary impairment recognized		
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	337,082,440	318,028,257
12. Deduct total nonadmitted amounts		
13. Statement value at end of current period (Line 11 minus Line 12)	337,082,440	318,028,257

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	3,125,235,931	3,515,595,784
2. Cost of bonds and stocks acquired	528,120,008	294,408,232
3. Accrual of discount	9,151,934	15,506,784
4. Unrealized valuation increase (decrease)	197,042,945	53,275,113
5. Total gain (loss) on disposals	(6,418,173)	14,060,785
6. Deduct consideration for bonds and stocks disposed of	365,493,611	719,789,607
7. Deduct amortization of premium	4,906,710	18,171,682
8. Total foreign exchange change in book/adjusted carrying value	(149,281)	(462,673)
9. Deduct current year's other than temporary impairment recognized	14,239,054	29,186,805
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	3,468,343,989	3,125,235,931
11. Deduct total nonadmitted amounts		
12. Statement value at end of current period (Line 10 minus Line 11)	3,468,343,989	3,125,235,931

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 1B

Showing the Acquisitions, Dispositions and Non-Trading Activity
During the Current Quarter for all Bonds and Preferred Stock by Rating Class

	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. Class 1 (a).....	2,668,582,586	1,113,768,627	680,995,823	(1,995,182)	2,668,582,586	3,099,360,208		2,868,222,418
2. Class 2 (a).....	153,382,999	1,028	122,862,564	112,688	153,382,999	30,634,151		148,989,817
3. Class 3 (a).....								
4. Class 4 (a).....								
5. Class 5 (a).....								
6. Class 6 (a).....	184,327,996		9,437,399	(6,521,306)	184,327,996	168,369,291		173,362,708
7. Total Bonds	3,006,293,581	1,113,769,655	813,295,786	(8,403,800)	3,006,293,581	3,298,363,650		3,190,574,943
PREFERRED STOCK								
8. Class 1.....								
9. Class 2.....								
10. Class 3.....								
11. Class 4.....								
12. Class 5.....								
13. Class 6.....								
14. Total Preferred Stock								
15. Total Bonds & Preferred Stock	3,006,293,581	1,113,769,655	813,295,786	(8,403,800)	3,006,293,581	3,298,363,650		3,190,574,943

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$.....482,743,183 ; NAIC 2 \$.....; NAIC 3 \$.....; NAIC 4 \$.....; NAIC 5 \$.....; NAIC 6 \$.....

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SCHEDULE DA - PART 1**Short-Term Investments**

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	15,224,700	XXX	15,222,725	1,421	

SCHEDULE DA - VERIFICATION**Short-Term Investments**

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	80,543,081	11,602,513
2. Cost of short-term investments acquired	41,087,867	169,973,529
3. Accrual of discount	19,279	54,843
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....	352,579	384,359
6. Deduct consideration received on disposals.....	106,445,751	102,192,645
7. Deduct amortization of premium.....		4,998
8. Total foreign exchange change in book/adjusted carrying value.....	(332,355)	725,480
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	15,224,700	80,543,081
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	15,224,700	80,543,081

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B- Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E-VERIFICATION

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	440,348,970	231,544,522
2. Cost of cash equivalents acquired.....	1,024,098,615	1,035,679,340
3. Accrual of discount.....	38,216	78,879
4. Unrealized valuation increase (decrease).....		
5. Total gain (loss) on disposals.....	832	1,250
6. Deduct consideration received on disposals.....	996,968,150	826,955,021
7. Deduct amortization of premium.....		
8. Total foreign exchange change in book/adjusted carrying value.....		
9. Deduct current year's other than temporary impairment recognized.....		
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	467,518,483	440,348,970
11. Deduct total nonadmitted amounts.....		
12. Statement value at end of current period (Line 10 minus Line 11)	467,518,483	440,348,970

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

Show All Long-Term Bonds and Stock Acquired During the Current Quarter

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
.313373-2Y-7	FEDERAL HOME LOAN BANK		.06/30/2011	JP Morgan Securities		20,066,000	20,000,000	209,444	1FE
.3137EA-CT-4	FREDDIE MAC		.06/30/2011	Morgan Stanley Co.		5,131,205	5,000,000	28,819	1FE
0599999 - Total	Bonds - U.S. Governments					25,197,205	25,000,000	238,263	XXX
.207726-FP-8	CONNECTICUT ST.		.05/03/2011	BARCLAYS CAPITAL		5,477,132	5,010,000	107,854	1FE
.419791-XZ-6	HI GO NC S10		.04/28/2011	JEFFRIES		9,045,270	7,800,000	99,667	1FE
.658256-VE-9	NC GO NC S05B		.05/24/2011	BARCLAYS CAPITAL		8,028,981	6,820,000	53,044	1FE
.68608K-6S-2	OR GO NC S11J		.05/19/2011	CITIGROUP GLOBAL MARKETS		1,761,855	1,500,000		1FE
.97705L-B7-1	WI GO NC S11A		.04/26/2011	Added by SunGard		12,003,392	10,415,000	125,848	1FE
1799999 - Total	Bonds - U.S. States, Territories and Possessions					36,316,631	31,545,000	386,413	XXX
.041826-YS-1	ARLINGTON TEX INDPT SCH DIST		.05/06/2011	Added by SunGard		3,589,005	3,500,000		1FE
.050589-JD-3	AUBURN UNIV ALA GEN FEE REV		.05/05/2011	Added by SunGard		4,085,480	4,000,000	6,111	1FE
.052476-UH-9	AUSTIN TEX WTR & WASTEWATER		.06/30/2011	Morgan Stanley Co.		3,090,690	3,000,000	21,250	1FE
.176553-FX-8	CITIZENS PPTY INS CORP FLA		.06/30/2011	CITIGROUP GLOBAL MARKETS		1,032,140	1,000,000		1FE
.176553-FY-6	CITIZENS PPTY INS CORP FLA		.06/30/2011	CITIGROUP GLOBAL MARKETS		1,017,800	1,000,000		1FE
.176553-FW-0	CITIZENS PPTY INS CORP FLA SR SECD		.06/30/2011	CITIGROUP GLOBAL MARKETS		2,094,660	2,000,000		1FE
.187154-AN-9	CLIFTON TEX HIGHER ED FIN CORP		.05/03/2011	Added by SunGard		5,987,690	5,415,000	17,373	1FE
.73358T-Z7-9	CONS-ONE HUNDRED FIFTY-SECOND		.06/30/2011	US BANCORP PIPER JAFFRAY		6,115,011	5,970,000	53,896	1FE
.231266-DM-6	CURATORS UNIV MO SYS FACS REV		.05/04/2011	BARCLAYS CAPITAL		1,092,040	1,000,000	1,111	1FE
.355694-T4-2	MD Frederick Co GO NC S10C		.05/19/2011	WACHOVIA SECURITIES INC.		2,545,856	2,125,000	51,059	1FE
.414005-EL-8	HARRIS CNTY TEX		.04/26/2011	PIPEN JOFFERY		3,032,788	3,030,000	31,142	1FE
.442565-Q3-4	MD Howard Co GO NC S09B		.05/19/2011	CITIGROUP GLOBAL MARKETS		3,598,661	3,025,000	41,594	1FE
.45200L-7P-5	ILLINOIS HLTH FACS AUTH REV		.04/08/2011	AGC TRANSFER		1,028	1,000	16	2FE
.455167-Z7-4	INDIANA UNIV REVS		.05/02/2011	WELLS FARGO BROK SER LLC		1,721,728	1,480,000	33,238	1FE
.495289-YN-4	KING CNTY WASH SWR REV		.06/29/2011	Smith Mitchell		4,662,450	4,500,000	2,563	1FE
.54810C-6R-6	LOWER COLO RIV AUTH TEX REV		.04/20/2011	Added by SunGard		1,094,070	1,000,000	21,389	1FE
.576049-R7-7	MASSACHUSETTS ST WTR RES AUTH		.06/29/2011	Smith Barney		5,498,555	5,390,000	115,286	1FE
.594698-KG-6	MICHIGAN ST		.06/16/2011	CITICORP		1,987,480	2,000,000		1FE
.646136-EG-2	NEW JERSEY ST TRANSN		.06/07/2011	BANK OF NEW YORK		6,258,447	5,675,000	151,727	1FE
.646136-LU-3	NEW JERSEY ST TRANSN		.06/07/2011	BANK OF NEW YORK		6,354,014	5,675,000	151,727	1FE
.64970K-3P-0	NEW YORK N Y CITY MUN WTR FIN		.04/21/2011	Added by SunGard		2,052,380	2,000,000	36,667	1FE
.662858-FT-1	NTTA		.06/22/2011	Morgan Stanley Co.		13,773,308	12,010,000	366,972	1FE
.681793-5D-3	OMAHA PUB PWR DIST NEB ELEC		.06/22/2011	JEFFRIES		1,768,035	1,500,000	2,500	1FE
.709223-ZQ-7	PENNSYLVANIA ST TPK COMMN TPK		.04/26/2011	Added by SunGard		4,839,850	5,000,000	102,778	1FE
.71883R-GS-6	PHOENIX AZ CIVIC IMPT CORP REV		.06/16/2011	Added by SunGard		1,364,700	1,250,000	29,340	1FE
.79575D-B7-4	SALT RIVER PROJ ARIZ AGRIC IMP		.05/04/2011	RBC		5,590,475	5,500,000	97,778	1FE
.837147-G3-5	SOUTH CAROLINA ST PUB SVC AUTH		.04/28/2011	BARCLAYS CAPITAL		5,447,650	5,000,000	84,722	1FE
.864855-T3-5	SUGAR LAND TEX		.04/29/2011	UBS Securities		12,390,893	12,225,000	27,167	1FE
.88880T-MS-2	TOBACCO SETTLEMENT FING CORP NY		.06/29/2011	BARCLAYS CAPITAL		2,283,240	2,000,000		1FE
.88880T-MR-4	TOBACCO SETTLEMENT FING CORP NY		.06/29/2011	BARCLAYS CAPITAL		1,136,840	1,000,000		1FE
.924166-DG-3	VERMONT EDL & HEALTH BLDGS		.04/20/2011	WELLS FARGO BROK SER LLC		1,275,491	1,285,000	31,233	1FE
.29270C-RB-3	WA Egy NW Elec NC S08A		.05/25/2011	JEFFRIES		1,185,550	1,000,000	21,875	1FE
.93978H-CV-5	WASHINGTON ST HEALTH		.06/23/2011	Added by SunGard		1,229,429	1,080,000		1FE
.93978H-DA-0	WASHINGTON ST HEALTH		.06/23/2011	Added by SunGard		1,134,290	1,000,000		1FE
3199999 - Total	Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of...					120,331,724	112,636,000	1,500,515	XXX
.44328M-AL-8	HSBC Bank PLC 144A		.05/17/2011	HSBC SECURITIES, INC.		3,083,859	3,085,000		1FE
.17305E-DY-8	CITIBANK CREDIT CARD ISSUANCE 07-A		.04/18/2011	Added by SunGard		5,405,723	4,750,000	23,110	1FE
.225458-DM-7	CSFB 2005-C1 A4		.04/14/2011	BARCLAYS CAPITAL		12,267,266	11,500,000	28,831	1FE
.25243Y-AJ-8	DIAGEO CAPITAL PLC		.04/28/2011	Added by SunGard		7,886,480	7,000,000	35,292	1FE
.36228C-VU-4	GSMS 2005-GG4 A4A		.04/14/2011	UBS Securities		9,544,922	9,000,000	21,380	1FE
.53957D-AC-7	L1MAA 2007-TW A2-1		.06/09/2011	Goldman Sachs		47,087,775	47,087,775	570,418	1FE
.59022H-NC-2	MLMT 2005-LC1 A4		.04/15/2011	RBS GREENWICH CAPITAL MKT		11,726,619	10,780,000	30,103	1FE
.617459-AD-4	MORGAN STANLEY CAPITAL I 11-C2 A4		.06/10/2011	Added by SunGard		5,049,811	5,000,000	13,595	1FE
.61745M-6G-3	MSC 2005-H06 A4A		.04/14/2011	UBS Securities		12,330,605	11,500,000	28,687	1FE
.88157V-AB-3	TMTS 2007-6 ALT A2		.06/24/2011	Goldman Sachs		982,804	1,726,161	66	1FE
.88156V-AA-6	TMTS.06-10SL A1		.06/21/2011	BANK OF NEW YORK		698,120	853,018	2,398	1Z*
.904764-AL-1	UNILEVER CAPITAL CORP		.04/28/2011	Added by SunGard		2,293,493	2,255,000	14,297	1FE
3899999 - Total	Bonds - Industrial, Misc.					118,357,475	114,536,954	768,175	XXX
8399997 - Total	Bonds - Part 3					300,203,035	283,717,954	2,893,366	XXX
8399999 - Total	Bonds					300,203,035	283,717,954	2,893,366	XXX

E04

STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
31359M-JH-7	FANNIE MAE FEDERAL NATIONAL MORTGAGE ASSOCIAT.		05/15/2011	MATURITY		1,000,000	1,000,000	1,048,313	1,009,847		(9,847)		(9,847)		1,000,000				30,000	05/15/2011	1FE
31359M-NJ-3	TREASURY NOTE		06/28/2011	CITIGROUP GLOBAL MARKETS, Added by SunGard		7,886,325	7,500,000	8,133,600	7,896,525		(121,867)		(121,867)		7,774,658		111,667	111,667	358,750	08/01/2012	1FE
912828-H0-6	TREASURY NOTE		06/28/2011	CITIGROUP GLOBAL MARKETS, Added by SunGard		5,195,100	5,000,000	5,029,297	5,012,784		(2,946)		(2,946)		5,009,839		185,262	185,262	131,043	01/31/2013	1FE
059999 - Bonds - U.S. Governments						14,081,425	13,500,000	14,211,210	13,919,156		(134,660)		(134,660)		13,784,497		296,929	296,929	519,793	XXX	XXX
179999 - Bonds - U.S. States, Territories and Possessions																				XXX	XXX
042325-HC-7	ARMSTRONG CNTY PA		04/13/2011	MORGAN KEEGAN		1,567,125	1,575,000	1,578,938	1,575,209		(141)		(141)		1,575,068		(7,943)	(7,943)	32,966	06/01/2024	2FE
042325-G0-7	ARMSTRONG CNTY PA		04/28/2011	WELLS FARGO BROK SER LLC		2,394,325	2,385,000	2,390,963	2,385,317		(246)		(246)		2,385,071		9,254	9,254	55,385	06/01/2024	2FE
167485-H2-0	CHICAGO ILLINOIS G.O.		04/12/2011	JP Morgan Securities		4,397,463	3,710,000	2,162,188	3,710,000		1,802		1,802		3,711,802		685,661	685,661	60,127	01/01/2025	2FE
603415-BT-6	MINERVA OHIO LOCAL SCH DIST		04/14/2011	STONE & YOUNGBERG		1,397,734	1,300,000	1,294,384	1,298,729		181		181		1,298,910		98,824	98,824	26,412	12/01/2029	2FE
726158-ED-6	PLAIN OH LOC SCH DIST		06/01/2011	Sink PMT @ 100.0000000		225,000	225,000	222,392	223,031		1,969		1,969		225,000				6,750	12/01/2025	1FE
726158-EB-0	PLAIN OH LOCAL SCH DIST GO		06/01/2011	MATURITY		775,000	775,000	766,018	774,420		580		580		775,000				23,250	06/01/2011	1FE
938234-KE-0	WASHINGTON CNTY OR GO		06/01/2011	CALLED @ 100.0000000		3,970,000	3,970,000	3,828,152	3,962,467		7,533		7,533		3,970,000				99,250	06/01/2020	1FE
944314-KY-8	WAYNE CHARTER CNTY MICH.		04/27/2011	VARIOUS		6,131,951	6,060,000	6,351,971	6,125,671		(10,280)		(10,280)		6,115,389		16,567	16,567	136,562	12/01/2018	2FE
249999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						20,858,598	20,000,000	18,595,006	20,054,844		1,392		1,392		20,056,236		802,363	802,363	440,702	XXX	XXX
01170P-EW-2	AK HFC SER C		06/01/2011	Sink PMT @ 100.0000000		25,000	25,000	24,930	25,000		70		70		25,000				662	12/01/2034	1FE
010122-GF-0	AKRON OH WATERWORKS REV.		04/26/2011	Added by SunGard		1,252,625	1,250,000	1,238,688	1,242,913		172		172		1,243,085		9,540	9,540	28,906	12/01/2020	6*
010086-FE-1	AKRON OHIO SWR SYS REV		04/15/2011	NAT CITY INVESTMENTS INC.		2,072,720	2,000,000	2,149,920	2,071,856		(4,922)		(4,922)		2,066,933		5,787	5,787	38,611	12/01/2014	6*
010086-FF-8	AKRON OHIO SWR SYS REV		04/15/2011	WACHOVIA SECURITIES INC.		2,181,623	2,115,000	2,273,456	2,200,898		(4,584)		(4,584)		2,196,314		(14,691)	(14,691)	40,831	12/01/2015	6*
010869-EP-6	ALAMEDA CORRIDOR TRANSN		04/12/2011	Merrill Lynch		3,837,700	5,000,000	4,052,050	4,473,783		83,999	490,022	(406,023)		4,067,760		(230,060)	(230,060)		10/01/2024	2FE
011842-PE-5	ALASKA ST INTL ARPTS REVS		04/07/2011	JP Morgan Securities		1,579,950	1,500,000	1,594,785	1,556,845		(2,353)		(2,353)		1,554,492		25,458	25,458	39,792	10/01/2017	2FE
011842-PG-0	ALASKA ST INTL ARPTS REVS		04/07/2011	JP Morgan Securities		2,331,743	2,250,000	2,384,325	2,330,625		(3,334)		(3,334)		2,327,291		4,451	4,451	59,688	10/01/2018	2FE
011842-PH-8	ALASKA ST INTL ARPTS REVS		04/07/2011	CITIGROUP GLOBAL MARKETS		1,020,580	1,000,000	1,056,220	1,033,773		(1,395)		(1,395)		1,032,378		(11,798)	(11,798)	26,528	10/01/2019	2FE
011842-PJ-4	ALASKA ST INTL ARPTS REVS		04/07/2011	CITIGROUP GLOBAL MARKETS		2,011,360	2,000,000	2,105,520	2,063,441		(2,618)		(2,618)		2,060,823		(49,463)	(49,463)	53,056	10/01/2020	2FE
088354-CR-4	BEXAR CNRY TEXAS HLTH		04/13/2011	Added by SunGard		3,364,020	3,000,000	3,219,000	3,053,132		(4,894)		(4,894)		3,048,238		315,782	315,782	76,500	11/15/2013	2FE
13033W-JP-9	CALIFORNIA INFRASTRUCTURE & ECON		06/01/2011	Added by SunGard		1,756,839	2,100,000	1,752,324	1,752,324		4,433		4,433		1,756,757		82	82	79,333	09/01/2028	6*
130684-CE-1	CALIFORNIA ST PUB WKS BRD		04/14/2011	Morgan Stanley Co.		14,072,705	14,265,000	14,686,388	14,361,823		(13,884)		(13,884)		14,347,939		(275,234)	(275,234)	280,248	12/01/2021	2FE
160853-KZ-9	CHARLOTTE-MECKLENBERG HOSP AUTH N		05/12/2011	WACHOVIA SECURITIES INC.		4,794,796	4,825,000	4,765,749	4,770,590		576		576		4,771,166		23,629	23,629	202,382	01/15/2031	1FE
167685-LU-8	CHICAGO IL SINGLE FAMIL MTG REV		04/01/2011	CALLED @ 100.0000000		5,000	5,000	5,423	5,000					5,000				164	04/01/2033	1FE	
196458-XC-2	COLORADO EDL & CULTURAL		06/08/2011	RBS GREENWICH CAPITAL MKT		4,198,550	5,000,000	4,385,200	5,045,208		3,447	656,874	(653,427)		4,391,780		(193,230)	(193,230)	169,583	05/01/2036	1FE
207900-CB-5	CONNECTICUT ST DEV AUTH WTR FAC RE		05/25/2011	RBC		437,333	550,000	405,763	405,763					405,763		31,570	31,570	21,038	09/01/2037	6*	
223663-CY-9	COWETTA COUNTY GA W&S		06/01/2011	CALLED @ 102.0000000		3,580,200	3,510,000	3,615,651	3,580,985		(785)		(785)		3,580,200				96,525	06/01/2018	1FE
246395-TY-3	DE HSG-SR-SFM-B		06/01/2011	CALLED @ 100.0000000		300,000	300,000	300,000	300,000					300,000				8,352	07/01/2039	1FE	
249181-7R-3	DENVER COLO CITY & CNTY ARPT		05/16/2011	CALLED @ 100.0000000		5,000,000	5,000,000	5,085,100	5,071,235		(71,235)		(71,235)		5,000,000				131,250	11/15/2032	1FE
251255-3L-7	DETROIT MICH WTR SUPPLY		04/12/2011	MURIEL SIEBURT & CO.		3,276,310	3,215,000	3,472,230	3,371,283		(7,095)		(7,095)		3,364,188		(87,878)	(87,878)	133,155	07/01/2018	2FE
26822L-EN-0	E-470 PUB HWY AUTH COLO		04/19/2011	Bank Of America NT & SA		1,287,800	5,000,000	1,418,150	1,734,060		19,450		19,450		1,753,509		(465,709)	(465,709)		09/01/2028	2FE
26822L-ER-1	REV		04/19/2011	Bank Of America NT & SA		2,056,200	7,500,000	2,223,750	2,833,119		39,580		39,580		2,872,698		(816,498)	(816,498)		09/01/2027	2FE
26822L-ES-9	REV		04/19/2011	Bank Of America NT & SA		2,026,240	8,000,000	2,132,080	2,747,647		40,076		40,076		2,787,723		(761,483)	(761,483)		09/01/2028	2FE
26822L-FC-3	REV		05/11/2011	Bank Of America NT & SA		4,490,505	4,500,000	3,534,075	4,374,891		64,171		64,171		4,439,062		51,443	51,443		09/01/2017	2FE
31412T-A0-6	FANNIE MAE POOL 933915		06/27/2011	PRINCIPAL RECEIPT		520,654	520,654	542,822	546,782		(26,128)		(26,128)		520,654				8,405	06/01/2023	1FE
31414D-D6-8	FANNIE MAE POOL 962803		06/27/2011	PRINCIPAL RECEIPT		107,197	107,197	111,762	112,443		(5,246)		(5,246)		107,197				1,621	05/01/2023	1FE
3128PU-EW-8	FG 314649		06/15/2011	PRINCIPAL RECEIPT		187,656	187,656	186,747	187,656		909		909		187,656				261	04/01/2026	1FE
3128LO-DE-9	FGOLD 30YR		06/15/2011	PRINCIPAL RECEIPT		9,155	9,155	9,257	9,243		(88)		(88)		9,155				1,033	11/01/2037	1FE
3128MS-HJ-2	FGOLD 30YR GIANT		06/15/2011	PRINCIPAL RECEIPT		41,926	41,926	42,332	42,378		(452)		(452)		41,926				1,033	06/01/2036	1FE
3128MG-EF-1	FGOLD 30YR GIANT		06/15/2011	PRINCIPAL RECEIPT		38,285	38,285	36,275	36,085		2,200		2,200		38,285				793	04/01/2038	1FE
3128MS-ME-7	FGOLD 30YR GIANT POOL #		06/15/2011	PRINCIPAL RECEIPT		118,879	118,879	123,096	122,543		(3,664)		(3,664)		118,879				2,969	12/01/2037	1FE
3128MC-JK-2	FHLMC POOL G13666		06/15/2011	PRINCIPAL RECEIPT		359,574	359,574	373,563	374,867		(15,294)		(15,294)		359,574				6,560	09/01/2024	1FE
31398J-AX-1	FHR 3558 JA		06/15/2011	PRINCIPAL RECEIPT		501,394	501,394	513,929	514,642		(13,248)		(13,248)		501,394				6,958	12/15/2023	1FE

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STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
3138AB-SI-1	FN AH6822		06/27/2011	PRINCIPAL RECEIPT		121,108	121,108	122,092			(984)		(984)		121,108				150	03/01/2026	1FE
31403D-T8-2	FNMA 30YR POOL # 745875		06/27/2011	PRINCIPAL RECEIPT		67,924	67,924	69,665	69,770		(1,846)		(1,846)		67,924				1,708	09/01/2036	1FE
31414U-6M-5	FNMA 30YR POOL # 977076		06/27/2011	PRINCIPAL RECEIPT		68,093	68,093	65,518	64,589		3,504		3,504		68,093				1,134	01/01/2038	1FE
31405R-AK-2	FNMA 30YR POOL #796610		06/27/2011	PRINCIPAL RECEIPT		216,155	216,155	213,588	213,664		2,491		2,491		216,155				4,441	10/01/2034	1FE
31406W-4A-1	FNMA 30YR POOL #814517		06/27/2011	PRINCIPAL RECEIPT		18,539	18,539	18,319	18,337		202		202		18,539				374	03/01/2035	1FE
31385X-O9-1	FNMA 30YR POOL#555880		06/27/2011	PRINCIPAL RECEIPT		58,996	58,996	58,632	58,592		404		404		58,996				1,165	11/01/2033	1FE
31402D-P7-9	FNMA 30YR POOL#725946		06/27/2011	PRINCIPAL RECEIPT		304,513	304,513	300,897	300,447		4,067		4,067		304,513				6,328	11/01/2034	1FE
31402Q-SZ-5	FNMA 30YR POOL#735036		06/27/2011	PRINCIPAL RECEIPT		310,496	310,496	306,809	306,470		4,026		4,026		310,496				7,051	12/01/2034	1FE
31407N-ZJ-5	FNMA 15 YR MBS/POOL		06/27/2011	PRINCIPAL RECEIPT		120,052	120,052	119,958	119,970		82		82		120,052				1,931	10/01/2020	1FE
31409G-MP-8	FNMA 30 YR POOL		06/27/2011	PRINCIPAL RECEIPT		111,395	111,395	111,434	111,437		(42)		(42)		111,395				2,483	07/01/2036	1FE
31402C-VP-4	FNMA 30YR		06/27/2011	PRINCIPAL RECEIPT		7,263	7,263	7,243	7,242		21		21		7,263				131	02/01/2034	1FE
31402Q-WA-5	FNMA 30YR		06/27/2011	PRINCIPAL RECEIPT		11,531	11,531	11,155	11,144		387		387		11,531				228	01/01/2035	1FE
31410F-T6-2	FNMA 30YR MBS/POOL		06/27/2011	PRINCIPAL RECEIPT		39,159	39,159	38,651	38,651		544		544		39,159				780	02/01/2035	1FE
31403D-DX-4	FNMA 30YR MBS/POOL# 13442		06/27/2011	PRINCIPAL RECEIPT		29,054	29,054	27,969	27,829		1,225		1,225		29,054				640	04/01/2036	1FE
31410G-AE-3	FNMA 30YR POOL		06/27/2011	PRINCIPAL RECEIPT		57,330	57,330	53,679	53,118		4,212		4,212		57,330				1,075	12/01/2036	1FE
31390Y-2V-9	FNMA POOL 660588		06/27/2011	PRINCIPAL RECEIPT		1,787	1,787	1,799	1,799		(9)		(9)		1,787				33	09/01/2017	1FE
31393Y-Q6-1	FREDDIE MAC -2628 OM		04/15/2011	SUNTRUST CAPITAL MARKETS		15,815,625	15,000,000	15,682,031	15,612,911		(6,924)		(6,924)		15,605,987		209,638	209,638	260,625	11/15/2031	1FE
38122N-FY-3	GOLDEN ST TOB SECURITIZATION CORP		04/12/2011	Bear Stearns & Co.		6,366,347	6,580,000	6,929,003	6,607,745		(18,581)		(18,581)		6,589,164		(222,816)	(222,816)	122,461	06/01/2021	2FE
38122N-GB-2	GOLDEN ST TOB SECURITIZATION CORP		04/12/2011	Bear Stearns & Co.		5,192,760	6,000,000	6,246,890	6,057,320		(11,060)		(11,060)		6,046,259		(853,499)	(853,499)	111,667	06/01/2029	2FE
38122N-GD-8	GOLDEN ST TOB SECURITIZATION CORP		04/13/2011	BRANCH BANK & TRUST		8,212,400	10,000,000	10,384,250	10,197,778		(11,540)		(11,540)		10,186,238		(1,973,838)	(1,973,838)	190,278	06/01/2035	2FE
38122N-GG-1	GOLDEN ST TOB SECURITIZATION CORP		04/28/2011	CITIGROUP GLOBAL MARKETS		6,129,525	7,500,000	7,674,900	7,588,541		(5,912)		(5,912)		7,582,629		(1,453,104)	(1,453,104)	158,333	06/01/2045	2FE
413890-BH-6	HARRIS CNTY HOUSTON TX SPORT AUTH		04/12/2011	CITIGROUP GLOBAL MARKETS		706,290	3,000,000	686,280	949,688		11,613		11,613		961,301		(255,011)	(255,011)		11/15/2026	2FE
413893-CK-2	HARRIS CNTY HOUSTON TX SPORT REV		04/06/2011	JEFFRIES		1,238,800	10,000,000	1,695,400	1,758,922		34,502		34,502		1,793,424		(554,624)	(554,624)		11/15/2034	2FE
45200L-7P-5	ILLINOIS HLTH FACS AUTH REV		04/08/2011	Added by SunGard		194,748	185,000	197,255	190,295		(1,101)		(1,101)		190,222		4,526	4,526	8,603	07/01/2012	2FE
575295-AV-2	MASON OH COP MUNI FACS PROJ		04/18/2011	Added by SunGard		1,216,509	1,185,000	1,170,460	1,183,378		517		517		1,183,895		32,614	32,614	23,042	12/01/2020	2FE
57583F-ZR-5	MASSACHUSETTS ST DEV FIN AGCY		06/22/2011	STIFEL NICOLAUS & CO INC.		3,800,000	4,000,000	3,901,040	3,920,314		1,328		1,328		3,921,642		(121,642)	(121,642)	185,639	08/01/2028	2FE
592040-6S-3	MET GOVT NASH & DAVIDSON CNTY TEN		06/29/2011	Morgan Stanley Co.		561,000	550,000	583,675	550,000						550,000		11,000	11,000	19,617	12/01/2012	6*
59465M-TC-9	MI RENTAL HSG-B		04/01/2011	CALLED @ 100.0000000		10,000	10,000	10,000	10,000						10,000				250	04/01/2016	1FE
59333M-GE-9	MIAMI DADE CNTY SCH BRD SER B		05/02/2011	CALLED @ 100.0000000		1,000,000	1,000,000	1,114,000	1,005,394		(5,394)		(5,394)		1,000,000				27,500	05/01/2031	1FE
594698-KG-6	MICHIGAN ST		06/21/2011	CITICORP		2,003,000	2,000,000	1,987,480						1,987,480		15,520	15,520	583	10/15/2031	1FE	
646136-EG-2	NEW JERSEY ST TRANSN		06/10/2011	BANK OF NEW YORK		6,258,447	5,675,000	6,258,447			(329)		(329)		6,258,118		329	329	151,727	12/15/2022	1FE
646136-LU-3	NEW JERSEY ST TRANSN		06/10/2011	BANK OF NEW YORK		6,258,447	5,675,000	6,354,014			(387)		(387)		6,353,627		(95,180)	(95,180)	151,727	12/15/2022	1FE
641279-EC-4	NV HSG SF-SR-ISSUE B		04/01/2011	CALLED @ 100.0000000		985,000	985,000	985,000	985,000						985,000				27,088	04/01/2039	1FE
677560-LD-7	OHIO ST HSG FIN AGY RESIDENTIAL MT		06/01/2011	CALLED @ 100.0000000		25,000	25,000	25,000	25,000						25,000				688	03/01/2040	1FE
67886W-JG-5	OKLAHOMA HSG FIN AGY SINGLE FAMILY		06/01/2011	CALLED @ 100.0000000		20,000	20,000	20,000	20,000						20,000				536	09/01/2034	1FE
67886W-JJ-9	OKLAHOMA HSG FIN AGY SINGLE FAMILY		06/01/2011	CALLED @ 100.0000000		160,000	160,000	160,000	160,000						160,000				4,371	03/01/2039	1FE
709159-BZ-9	PENNSYLVANIA ST HIGHER ED RURAL ENTERPRISES OK INC		06/21/2011	STIFEL NICOLAUS & CO INC.		4,021,500	4,200,000	4,077,780	4,172,089		2,388	94,788	(92,400)		4,079,689		(58,189)	(58,189)	110,250	12/15/2021	2FE
781692-AL-2	REV		06/22/2011	STIFEL NICOLAUS & CO INC.		1,470,000	1,500,000	1,485,030	1,490,084		331		331		1,490,415		(20,415)	(20,415)	49,167	11/01/2021	2FE
795677-AS-2	SALT LAKE CNTY UTAH HOSP REV		05/16/2011	Sink PMT @ 101.0000000		4,242,000	4,200,000	4,333,140	4,220,811		21,189		21,189		4,242,000				115,500	05/15/2015	1FE
821697-XY-0	SHELBY CNTY TENN HEALTH EDL & HSG		06/01/2011	MATURITY		3,300,000	3,300,000	3,437,445	3,320,181		(20,181)		(20,181)		3,300,000				82,500	06/01/2011	1FE
837036-BL-5	SO CAROLINA JOBS EDA MYRTLE BEACH		06/21/2011	Added by SunGard		1,781,540	2,000,000	1,972,540	1,979,208		424		424		1,979,632		(198,092)	(198,092)	76,708	04/01/2026	2FE
880443-EE-2	TENNESSEE ENERGY CORP 5.00%		04/26/2011	Added by SunGard		9,131,800	10,000,000	10,213,200	10,187,583		(2,587)		(2,587)		10,184,996		(1,053,196)	(1,053,196)	372,222	02/01/2027	2FE
88045R-HR-6	TENNESSEE HSG DEV AGY		04/15/2011	CALLED @ 100.0000000		160,000	160,000	160,000	160,000						160,000				4,320	07/01/2035	1FE
882762-AK-3	TEXAS ST TPK AUTH CENT TEX TPKSYS		06/14/2011	Added by SunGard		4,019,330	7,000,000	2,506,700	3,937,690		97,640		97,640		4,035,329		(15,999)	(15,999)		08/15/2021	2FE
882762-BD-8	TEXAS ST TPK AUTH CENT TEX TPKSYS		05/31/2011	HAPOALIM SECURITES		1,467,550	5,000,000	1,005,050	1,650,753		41,350		41,350		1,692,103		(224,553)	(224,553)		08/15/2029	2FE

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STATEMENT AS OF JUNE 30, 2011 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of by the Company During the Current Quarter

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B./A.C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	NAIC Designation or Market Indicator (a)
882762-BE-6	TEXAS ST TPK AUTH CENT TEX TPKSYS		05/26/2011	HAPOLIM SECURITIES		1,346,200	5,000,000	944,450	1,541,469		36,820		36,820		1,578,289		(232,089)	(232,089)		08/15/2030	2FE
914720-PL-5	UNIVERSITY N C SYS POOL REV		04/26/2011	SUNTRUST CAPITAL MARKETS		453,577	425,000	434,949	427,140		(377)		(377)		426,763		26,814	26,814	13,199	04/01/2022	6*
921645-LR-6	VANCOUVER WASHINGTON WATER & SEWER		06/16/2011	VARIOUS		655,135	625,000	625,000	625,000						625,000		30,135	30,135	18,593	06/01/2013	2FE
937216-BM-0	WASHBURN UNIV TOPEKA KANS BLDGREV		05/10/2011	WACHOVIA SECURITIES INC		690,996	785,000	803,196	792,494		(710)		(710)		791,784		(100,788)	(100,788)	34,017	07/01/2029	6*
3199999	Total - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of					169,281,440	211,083,116	175,411,571	164,894,915		259,167	1,241,684	(982,517)		178,822,200		(9,540,761)	(9,540,761)	3,867,340	XXX	XXX
233050-AN-3	DBUBS 11-LC1AA1 144A NOMURA ASSET ACCEPTANCE		06/10/2011	PRINCIPAL RECEIPT		37,762		38,139			(376)		(376)		37,762					11/10/2046	1FE
65538P-AD-0	CORP		06/27/2011	PRINCIPAL RECEIPT		12,982	12,982	11,379	11,367		1,615		1,615		12,982				374	03/25/2047	12*
07401W-AP-4	BEAR STEARNS SECOND LIEN 2007-1 2A		06/27/2011	PRINCIPAL RECEIPT		32,451	32,451	19,027	28,827		13,497	9,873	3,624		32,451				170	08/25/2037	12*
12627H-AF-7	CSAB 2006-2 A3A		06/27/2011	PRINCIPAL RECEIPT		290,451	290,451	238,850	245,266		45,185		45,185		290,451				7,165	09/25/2036	12*
12628L-AG-5	CSAB 2006-4 A4		06/27/2011	PRINCIPAL RECEIPT		645,284	645,284	862,715	620,386		24,898		24,898		645,284				19,868	12/25/2036	12*
23242L-AB-9	CWHEL 2006-F 2A1A		06/15/2011	PRINCIPAL RECEIPT		774,217	774,217	534,565	525,489		293,424	44,697	248,727		774,217				1,618	07/15/2036	12*
126686-AH-7	CWHEL 2006-HW 2A11B		06/15/2011	PRINCIPAL RECEIPT		593,304	593,304	497,935	516,234		96,136	19,066	77,070		593,304				976	11/15/2036	12*
126682-AA-1	CWHEL 2007-A A		06/15/2011	PRINCIPAL RECEIPT		808,065	808,065	500,329	307,948		35,627		272,321		808,065				407	04/15/2037	12*
576431-AC-4	MARM 2007-1 12A2		06/27/2011	PRINCIPAL RECEIPT		38,343	38,343	24,173	49,612		14,296		(11,269)		38,343				85	01/25/2047	12*
88156V-AB-4	TWTS 2006-10SL A2		06/25/2011	PRINCIPAL RECEIPT		139,675	139,675	106,877	183,075		24,953	15,211	9,742		139,675				2,149	10/25/2037	1FE
88157D-AA-5	TWTS 2006-12SL A1 35125%		06/25/2011	PRINCIPAL RECEIPT		666,705	666,705	435,690	435,690		231,636	71,363	160,273		666,705					11/25/2037	12*
88157D-AB-3	TWTS 2006-12SL A2		06/25/2011	PRINCIPAL RECEIPT		95,512	95,512	67,236	13,935		1,927		26,346		95,512					11/25/2037	12*
88157G-AB-6	TWTS 2007-1SL A2		06/25/2011	PRINCIPAL RECEIPT		52,874	52,874	40,070	36,186		12,987	8,414	4,573		52,874					08/25/2038	12*
88157V-AC-1	TWTS 2007-6 ALT A3		06/27/2011	PRINCIPAL RECEIPT		9,664	9,664	8,359	8,359		1,305		1,305		9,664					08/25/2038	1FE
88156V-AA-6	TWTS 06-10SL A1		06/27/2011	PRINCIPAL RECEIPT		672,662	672,662	341,991	138,644		322,125	75,412	246,713		672,662				8,725	10/25/2037	12*
88157G-AA-8	TWTS2007-1SLA1		06/27/2011	PRINCIPAL RECEIPT		907,253	907,253	519,156	90,463		389,345	164,728	224,617		907,253				2,821	01/25/2038	12*
	ADVANTAGE CAPITAL II			USE OF TAX CREDIT		42,321									42,321					12/01/2020	1FE
3899999	Bonds - Industrial and Miscellaneous					5,819,525	5,777,203	4,046,491	2,467,843		1,807,247	471,883	1,335,364		5,819,525				44,675	XXX	XXX
8399997	Bonds - Part 4					210,040,988	250,360,319	212,264,278	201,336,758		1,933,146	1,713,567	219,579		218,482,458		(8,441,469)	(8,441,469)	4,872,510	XXX	XXX
8399999	Total - Bonds					210,040,988	250,360,319	212,264,278	201,336,758		1,933,146	1,713,567	219,579		218,482,458		(8,441,469)	(8,441,469)	4,872,510	XXX	XXX
8999999	Total - Preferred Stocks					XXX														XXX	XXX
9799999	Total - Common Stocks					XXX														XXX	XXX
9899999	Total - Preferred and Common Stocks					XXX														XXX	XXX
9999999	Totals					210,040,988	XXX	212,264,278	201,336,758		1,933,146	1,713,567	219,579		218,482,458		(8,441,469)	(8,441,469)	4,872,510	XXX	XXX

(a) For all common stock bearing the NAIC market indicator "U" provide: the number of such issues

E05.2

Schedule DB - Part A - Section 1

NONE

Sch. DB - Pt. A - Sn. 1 - Footnote (a)

NONE

Schedule DB - Part B - Section 1

NONE

Sch. DB - Pt. B - Sn. 1 - Footnotes

NONE

Schedule DB - Part D

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

