



QUARTERLY STATEMENT

AS OF JUNE 30, 2016  
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, US 10019			
	(Street and Number)		(City or Town, State, Country and Zip Code)			
Main Administrative Office	31 West 52nd St.		New York, NY, US 10019		212-974-0100	
	(Street and Number)		(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Mail Address	31 West 52nd St.		New York, NY, US 10019			
	(Street and Number or P.O. Box)		(City or Town, State, Country and Zip Code)			
Primary Location of Books and Records	31 West 52nd St.		New York, NY, US 10019		212-974-0100	
	(Street and Number)		(City or Town, State, Country and Zip Code)		(Area Code) (Telephone Number)	
Internet Web Site Address	www.assuredguaranty.com					
Statutory Statement Contact	John Mahlon Ringler		212-974-0100			
	(Name)		(Area Code) (Telephone Number) (Extension)			
	jringler@assuredguaranty.com		212-581-3268			
	(E-Mail Address)		(Fax Number)			

OFFICERS

Name	Title	Name	Title
Dominic John Frederico	President & Chief Executive Officer	James Michael Michener	Executive Vice President & Secretary
Donald Hal Paston	Treasurer		

OTHER OFFICERS

Howard Wayne Albert	Chief Risk Officer	Robert Adam Bailenson	Chief Financial Officer
Laura Ann Bielng	Controller	Russell Brown Brewer II	Chief Surveillance Officer
Gon Ling Chow	U.S. General Counsel & Asst. Secretary	Stephen Donnarumma	Chief Credit Officer
John Mahlon Ringler	Vice President Regulatory Reporting	Benjamin Gad Rosenblum	Chief Actuary
Bruce Elliot Stern	Executive Officer		

DIRECTORS OR TRUSTEES

Howard Wayne Albert	Robert Adam Bailenson	Russell Brown Brewer II	Gon Ling Chow
Stephen Donnarumma	Dominic John Frederico	James Michael Michener	Donald Hal Paston
Benjamin Gad Rosenblum	Bruce Elliot Stern		

State of .....New York.....

County of .....New York.....ss

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 & Chief Executive Officer	James Michael Michener Executive Vice President & Secretary	Donald Hal Paston Treasurer
a. Is this an original filing? Yes [X] No [ ]		
b. If no:		
1. State the amendment number		
2. Date filed		
3. Number of pages attached		
Subscribed and sworn to before me this _____ day of _____, _____		
_____		

STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.

ASSETS

	Current Statement Date			4  December 31 Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds .....	4,221,825,948		4,221,825,948	4,234,301,549
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	474,582,627		474,582,627	674,888,644
3. Mortgage loans on real estate:				
3.1 First liens .....			0	0
3.2 Other than first liens .....			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ ..... encumbrances) .....			0	0
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....			0	0
4.3 Properties held for sale (less \$ ..... encumbrances) .....			0	0
5. Cash (\$ .....7,210,911 ), cash equivalents (\$ .....364,888,910 ) and short-term investments (\$ .....14,964,916 ) .....	387,064,737		387,064,737	255,392,138
6. Contract loans (including \$ ..... premium notes) .....			0	0
7. Derivatives .....	0		0	0
8. Other invested assets .....	376,054,700		376,054,700	471,565,485
9. Receivables for securities .....	20		20	20
10. Securities lending reinvested collateral assets .....			0	0
11. Aggregate write-ins for invested assets .....	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11) .....	5,459,528,032	0	5,459,528,032	5,636,147,836
13. Title plants less \$ ..... charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	41,029,173		41,029,173	40,080,658
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	10,044,946	165,652	9,879,294	13,751,686
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premiums) .....			0	0
15.3 Accrued retrospective premiums (\$ ..... ) and contracts subject to redetermination (\$ ..... ) .....			0	0
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers .....	13,013,091		13,013,091	293,002
16.2 Funds held by or deposited with reinsured companies .....			0	0
16.3 Other amounts receivable under reinsurance contracts .....			0	0
17. Amounts receivable relating to uninsured plans .....			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon .....			0	0
18.2 Net deferred tax asset .....	185,724,534	50,378,332	135,346,202	91,892,582
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....			0	0
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	2,541,532	2,541,532	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	764,289	97	764,192	1,061,717
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other-than-invested assets .....	22,417,435	16,341,276	6,076,159	5,248,935
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	5,735,063,032	69,426,889	5,665,636,143	5,788,476,416
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	5,735,063,032	69,426,889	5,665,636,143	5,788,476,416
DETAILS OF WRITE-INS				
1101. ....				
1102. ....				
1103. ....				
1198. Summary of remaining write-ins for Line 11 from overflow page .....	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) .....	0	0	0	0
2501. Miscellaneous receivables .....	677,468		677,468	(49,068)
2502. Prepaid Expenses .....	14,930,630	14,930,625	5	0
2503. Other Assets .....	6,809,337	1,410,651	5,398,686	5,298,003
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above) .....	22,417,435	16,341,276	6,076,159	5,248,935

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....0 ) .....	330,389,296	434,889,622
2. Reinsurance payable on paid losses and loss adjustment expenses .....		0
3. Loss adjustment expenses .....	2,296,219	3,244,160
4. Commissions payable, contingent commissions and other similar charges .....		0
5. Other expenses (excluding taxes, licenses and fees) .....	27,240,455	17,394,714
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	(3,879,484)	(4,052,407)
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....	74,467,617	15,424,038
7.2 Net deferred tax liability .....		0
8. Borrowed money \$ ..... and interest thereon \$ .....		0
9. Unearned premiums (after deducting unearned premiums for ceded reinsurance of \$ .....809,111,638 and including warranty reserves of \$ ..... and accrued accident and health experience rating refunds including \$ ..... for medical loss ratio rebate per the Public Health Service Act) .....	1,245,783,802	1,341,062,967
10. Advance premium .....		0
11. Dividends declared and unpaid:		
11.1 Stockholders .....		0
11.2 Policyholders .....		0
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	8,299,655	13,490,006
13. Funds held by company under reinsurance treaties .....	96,665,879	110,471,832
14. Amounts withheld or retained by company for account of others .....		(528)
15. Remittances and items not allocated .....		0
16. Provision for reinsurance (including \$ ..... certified) .....	2,277,000	0
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....		0
19. Payable to parent, subsidiaries and affiliates .....	26,852,705	32,522,076
20. Derivatives .....	0	0
21. Payable for securities .....		2,313,564
22. Payable for securities lending .....		0
23. Liability for amounts held under uninsured plans .....		0
24. Capital notes \$ ..... and interest thereon \$ .....		0
25. Aggregate write-ins for liabilities .....	1,414,403,746	1,380,907,441
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	3,224,796,890	3,347,667,485
27. Protected cell liabilities .....		0
28. Total liabilities (Lines 26 and 27) .....	3,224,796,890	3,347,667,485
29. Aggregate write-ins for special surplus funds .....	0	0
30. Common capital stock .....	15,000,000	15,000,000
31. Preferred capital stock .....		0
32. Aggregate write-ins for other than special surplus funds .....	0	0
33. Surplus notes .....		0
34. Gross paid in and contributed surplus .....	776,953,016	776,953,016
35. Unassigned funds (surplus) .....	1,648,886,237	1,648,855,913
36. Less treasury stock, at cost:		
36.1 ..... shares common (value included in Line 30 \$ ..... ) .....		0
36.2 ..... shares preferred (value included in Line 31 \$ ..... ) .....		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36) .....	2,440,839,253	2,440,808,929
38. Totals (Page 2, Line 28, Col. 3)	5,665,636,143	5,788,476,414
DETAILS OF WRITE-INS		
2501. Contingency Reserve.....	1,215,853,898	1,182,629,041
2502. Deferred Investment Gain.....	73,173,447	76,317,394
2503. Miscellaneous Liability.....	125,376,401	121,961,006
2598. Summary of remaining write-ins for Line 25 from overflow page .....	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,414,403,746	1,380,907,441
2901. ....		
2902. ....		
2903. ....		
2998. Summary of remaining write-ins for Line 29 from overflow page .....	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201. ....		
3202. ....		
3203. ....		
3298. Summary of remaining write-ins for Line 32 from overflow page .....	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1	2	3
	Current Year	Prior Year	Prior Year Ended
	to Date	to Date	December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 81,892,138 )	214,127,590	190,720,757	384,377,691
1.2 Assumed (written \$ 8,709,472 )	12,884,612	12,285,098	39,076,321
1.3 Ceded (written \$ 33,636,885 )	92,566,818	98,068,194	200,495,590
1.4 Net (written \$ 56,964,725 )	134,445,384	104,937,661	222,958,422
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 100,394 ):			
2.1 Direct	(2,392,716)	100,324,640	140,147,275
2.2 Assumed		0	0
2.3 Ceded	4,389,091	37,062,260	27,283,435
2.4 Net	(6,781,807)	63,262,380	112,863,840
3. Loss adjustment expenses incurred	14,373,840	5,125,069	20,077,513
4. Other underwriting expenses incurred	41,512,091	36,226,711	74,200,670
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	49,104,124	104,614,160	207,142,023
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	85,341,260	323,501	15,816,399
INVESTMENT INCOME			
9. Net investment income earned	97,082,301	79,923,001	240,195,458
10. Net realized capital gains (losses) less capital gains tax of \$ 806,622	(26,664,319)	(9,880,588)	(40,785,729)
11. Net investment gain (loss) (Lines 9 + 10)	70,417,982	70,042,413	199,409,729
OTHER INCOME			
12. Net gain or (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$ )		0	0
13. Finance and service charges not included in premiums		0	0
14. Aggregate write-ins for miscellaneous income	24,542,777	39,296,262	55,329,971
15. Total other income (Lines 12 through 14)	24,542,777	39,296,262	55,329,971
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	180,302,019	109,662,176	270,556,099
17. Dividends to policyholders		0	0
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)	180,302,019	109,662,176	270,556,099
19. Federal and foreign income taxes incurred	58,236,957	21,213,345	53,860,965
20. Net income (Line 18 minus Line 19)(to Line 22)	122,065,062	88,448,831	216,695,134
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	2,440,808,930	2,266,850,430	2,266,850,430
22. Net income (from Line 20)	122,065,062	88,448,831	216,695,134
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	(17,112,634)	11,086,842	47,079,391
25. Change in net unrealized foreign exchange capital gain (loss)	20,606,100	1,208,686	18,676,053
26. Change in net deferred income tax	4,432,756	(81,057)	(15,553,136)
27. Change in nonadmitted assets	32,540,895	(11,693,304)	17,697,976
28. Change in provision for reinsurance	(2,277,000)	(4,377,533)	1,439,504
29. Change in surplus notes		(25,000,000)	(25,000,000)
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in		132,618	76,885
33.2 Transferred to capital (Stock Dividend)		0	0
33.3 Transferred from capital		0	0
34. Net remittances from or (to) Home Office		0	0
35. Dividends to stockholders	(127,000,000)	(106,000,000)	(214,800,000)
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	(33,224,857)	(39,145,322)	127,646,693
38. Change in surplus as regards policyholders (Lines 22 through 37)	30,322	(85,420,239)	173,958,500
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	2,440,839,252	2,181,430,191	2,440,808,930
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous Income	24,542,777	39,296,262	55,329,971
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	24,542,777	39,296,262	55,329,971
3701. Change in Contingency Reserve	(33,224,857)	(39,145,322)	128,166,606
3702.		0	0
3703. Other adjustment		0	(519,913)
3798. Summary of remaining write-ins for Line 37 from overflow page	0	0	0
3799. TOTALS (Lines 3701 through 3703 plus 3798) (Line 37 above)	(33,224,857)	(39,145,322)	127,646,693

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
<b>Cash from Operations</b>			
1. Premiums collected net of reinsurance.....	55,637,504	58,188,912	155,216,670
2. Net investment income .....	79,530,929	83,465,244	200,566,343
3. Miscellaneous income .....	(418,677)	32,703,916	59,395,825
4. Total (Lines 1 to 3) .....	134,749,756	174,358,072	415,178,838
5. Benefit and loss related payments .....	123,992,951	29,028,261	167,387,627
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts .....	0	0	0
7. Commissions, expenses paid and aggregate write-ins for deductions .....	43,174,327	60,584,937	106,024,192
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	0	50,359,324	102,189,284
10. Total (Lines 5 through 9) .....	167,167,278	139,972,522	375,601,103
11. Net cash from operations (Line 4 minus Line 10) .....	(32,417,522)	34,385,550	39,577,735
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	486,791,291	697,446,323	1,319,408,826
12.2 Stocks .....	23,281,657	0	0
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	0	2,080,000	31,137,317
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	1,700	(2,047)	4,979
12.7 Miscellaneous proceeds .....	0	1,208,682	1,825,722
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	510,074,648	700,732,958	1,352,376,844
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	202,789,160	592,846,939	1,225,217,913
13.2 Stocks .....	0	0	212,450
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	3,363,318	0	0
13.6 Miscellaneous applications .....	12,832,049	0	5,814,584
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	218,984,527	592,846,939	1,231,244,947
14. Net increase (or decrease) in contract loans and premium notes .....	0	0	0
15. Net cash from investments (Line 12.8 minus Line 13.7 and Line 14) .....	291,090,121	107,886,019	121,131,897
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	(25,000,000)	(25,000,000)
16.2 Capital and paid in surplus, less treasury stock.....	0	0	0
16.3 Borrowed funds .....	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....	0	0	0
16.5 Dividends to stockholders .....	127,000,000	106,000,000	214,800,000
16.6 Other cash provided (applied).....	0	0	0
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(127,000,000)	(131,000,000)	(239,800,000)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17) .....	131,672,599	11,271,569	(79,090,368)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	255,392,138	334,482,506	334,482,506
19.2 End of period (Line 18 plus Line 19.1) .....	387,064,737	345,754,075	255,392,138

Note: Supplemental disclosures of cash flow information for non-cash transactions:			
20.0001. Non-cash return of capital from subsidiary.....	157,500,174		
20.0002. Non-cash pay off of surplus note by subsidiary.....	100,000,000		
20.0003. Non-cash salvage received.....	21,517,971		
20.0004. ....			

STATEMENT AS OF JUNE 30, 2016 OF ASSURED GUARANTY MUNICIPAL CORP.

1. Summary of Significant Accounting Policies

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 State Department of Financial Services (“NYSDFS”). The NYSDFS 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 NYSDFS 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 NYSDFS and NAIC SAP is shown below:

	Six Months Ended June 30, 2016	Year Ended December 31, 2015
Net Income (Loss), New York Basis	\$ 122,065,063	\$ 216,695,133
Net Income (Loss), NAIC SAP	122,065,063	216,695,133
Statutory Surplus, New York Basis	2,440,839,253	2,440,808,929
Statutory Surplus, NAIC SAP	2,440,839,253	2,440,808,929

B. Use of Estimates in the Preparation of the Financial Statements

There has been no significant change since the 2015 Annual Statement.

C. Accounting Policies

There has been no significant change since the 2015 Annual Statement.

2. Accounting Changes and Corrections of Errors

There have been no accounting changes or corrections of errors since the 2015 Annual Statement.

3. Business Combinations and Goodwill

- A. Statutory Purchase Method. There have been no statutory purchases since the 2015 Annual Statement.
- B. Statutory Merger. There have been no statutory mergers since the 2015 Annual Statement.
- C. Impairment Loss. There have been no impairment losses since the 2015 Annual Statement.

4. Discontinued Operations

There have been no discontinued operations since the 2015 Annual Statement.

5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans. The Company did not hold investments in mortgage loans at June 30, 2016.
- B. Debt Restructuring. The Company has no investments in restructured debt in which the Company is a creditor at June 30, 2016.
- C. Reverse Mortgages. The Company did not hold reverse mortgages as investments at June 30, 2016.
- D. Loan-Backed Securities
  - 1. Prepayment assumptions for loan backed and structured securities were obtained from publicly available sources and internal models.
  - 2. The following table summarizes by quarter other-than-temporary-impairments ("OTTI") for loan-backed securities recorded during the year because the Company had either the intent to sell the securities or the inability or lack of intent to retain for the time sufficient to recover the amortized cost as cited in the table:

	(1) Amortized cost Before OTTI	(2) OTTI Recognized	(3) Fair Value 1 - 2
OTTI Recognized 1st Quarter			
a. Intent To Sell	\$ 1,694,816	\$ 5,888	\$ 1,688,928
b. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
c. Total 1st Quarter	\$ 1,694,816	\$ 5,888	\$ 1,688,928
OTTI Recognized 2nd Quarter			
d. Intent To Sell	\$ 1,390,217	\$ 12,315	\$ 1,377,902
e. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
f. Total 2nd Quarter	\$ 1,390,217	\$ 12,315	\$ 1,377,902
OTTI Recognized 3rd Quarter			
g. Intent To Sell	\$ —	\$ —	\$ —
h. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
i. Total 3rd Quarter	\$ —	\$ —	\$ —
OTTI Recognized 4th Quarter			
j. Intent To Sell	\$ —	\$ —	\$ —
k. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
l. Total 4th Quarter	\$ —	\$ —	\$ —
m. Annual Aggregate Total		\$ 18,203	

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3. The following table summarizes other-than-temporary-impairments recorded for loan-backed securities which the Company still owns at the end of the respective quarters recorded 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:

CUSIP	Amortized Cost Before Other-Than-Temporary Impairment	Present Value of Projected Cash Flows	Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value @ Time of OTTI	Date of Financial Statement Where Reported
026934-AC-3	\$ 49,175,651	\$ 49,166,095	\$ 9,555	\$ 49,166,095	\$ 47,277,875	03/31/2016
12627H-AF-7	4,169,438	4,030,217	139,221	4,030,217	4,030,217	03/31/2016
12628L-AG-5	3,899,349	3,711,671	187,679	3,711,671	3,511,493	03/31/2016
12666U-AF-0	34,466,144	34,237,467	228,677	34,237,467	32,373,213	03/31/2016
576456-AA-5	21,589,267	18,332,742	737,833	20,851,434	20,545,802	03/31/2016
576456-AB-3	123,803,199	116,792,866	6,035,288	117,767,912	117,499,617	03/31/2016
57645N-AD-2	958,745	626,493	10,805	947,941	947,941	03/31/2016
57645N-AR-1	17,504,140	17,396,563	107,578	17,396,563	15,320,371	03/31/2016
64352V-MP-3	4,867,479	4,768,051	99,428	4,768,051	4,689,595	03/31/2016
65537B-AP-5	1,525,500	1,473,117	52,383	1,473,117	1,468,484	03/31/2016
68403B-AC-9	604,662	595,494	9,168	595,494	584,147	03/31/2016
88156V-AA-6	64,257	64,214	44	64,214	59,025	03/31/2016
88157V-AB-3	10,160,761	9,632,875	527,886	9,632,875	8,827,973	03/31/2016
026934-AC-3	50,120,341	48,962,128	1,158,213	48,962,128	47,801,866	06/30/2016
23242L-AB-9	24,463,712	24,238,164	225,548	24,238,164	19,625,375	06/30/2016
576456-AA-5	20,618,914	20,095,851	506,494	20,112,421	20,112,421	06/30/2016
576456-AB-3	11,693,391	11,366,469	95,420	11,597,971	11,597,971	06/30/2016
57645N-AD-2	887,747	355,687	23,459	864,288	864,288	06/30/2016
57645N-AR-1	17,622,393	16,916,895	705,498	16,916,895	14,742,467	06/30/2016
65537B-AP-5	1,428,220	1,426,385	1,835	1,426,385	1,406,687	06/30/2016
68403B-AC-9	576,130	574,078	2,052	574,078	547,294	06/30/2016
88156V-AB-4	764,397	758,545	5,852	758,545	754,889	06/30/2016
88157V-AB-3	12,711,952	12,153,861	558,092	12,153,861	11,233,165	06/30/2016
			\$ 11,428,008			

The Company also had loan-backed and structured securities whose carrying value was written to market value as they had an NAIC designation of 3 through 6. The amount that was written down was approximately \$15 thousand.

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

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ (3,668,667)	\$ (13,134,349)
Other loan backed & structured securities	(20,468,933)	—
Total	1. \$ (24,137,600)	2. \$ (13,134,349)

- b. The aggregate related fair value of securities with unrealized losses:

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ 62,733,219	\$ 120,775,387
Other loan backed & structured securities	260,802,600	—
Total	1. \$ 323,535,819	2. \$ 120,775,387

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 at June 30, 2016, the Company has not made a decision to sell any such securities and does not intend to sell 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 an increase in interest rates since acquisition, market illiquidity and volatility in the U.S. economy and not specific to individual issuer credit.

- E. Repurchase Agreements - The Company did not enter into repurchase agreements at June 30, 2016.
- F. Real Estate - The Company did not hold investments in real estate, recognize any real estate impairments, or engage in any retail land sales at June 30, 2016.
- G. Low Income Housing Tax Credits (LIHTC) – The Company did not hold investments in LIHTC at June 30, 2016.
- H. Restricted Assets
- (1) Restricted assets (including pledged) summarized by restricted asset category

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Restricted Asset Category		Gross Restricted							8	Percentage	
		Current Year					6	7		9	10
		1	2	3	4	5					
		Total General Account (G/ A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)		Total Current Year Admitted Restricted	Gross Restricted to Total Assets
(a)	Subj to contractual oblig by which liability is not shown	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	—%	—%	
(b)	Collateral held under sec. lending arrangements					—		—	—%	—%	
(c)	Subject to repurchase agreements					—		—	—%	—%	
(d)	Subject to reverse repurchase agreements					—		—	—%	—%	
(e)	Subject to dollar repurchase agreement					—		—	—%	—%	
(f)	Subject to dollar reverse repurchase agreement					—		—	—%	—%	
(g)	Placed under option contracts					—		—	—%	—%	
(h)	Letter stock or securities restricted as to sale - excl. FHLB capital stock					—		—	—%	—%	
(i)	FHLB capital stock					—		—	—%	—%	
(j)	On deposit with state	6,615,883				6,615,883	6,661,791	(45,908)	6,615,883	0.1%	0.1%
(k)	On deposit with other regulatory bodies					—		—		—%	—%
(l)	Pledged as collateral to FHLB (incl. assets backing funding agreement)					—		—		—%	—%
(m)	Pledged as collateral not captured in other categories	262,502,426				262,502,426	253,154,992	9,347,434	262,502,426	4.6%	4.6%
(n)	Other restricted assets	—				—		—	—	—%	—%
(o)	Total restricted assets	\$ 269,118,309	\$ —	\$ —	\$ —	\$ 269,118,309	\$ 259,816,783	\$ 9,301,526	\$ 269,118,309	4.7%	4.7%

- (a) Subset of Column 1  
(b) Subset of Column 3

(2) Detail of assets pledged as collateral not captured in other categories (reported on line m above)

Collateral Agreement	Gross Restricted							8	Percentage	
	Current Year								9	10
	1	2	3	4	5					
	Total General Account (G/A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)		Total Current Year Admitted Restricted	Gross Restricted to Total Assets
Collateral pledged for reinsurance	262,502,426				262,502,426	253,154,992	9,347,434	262,502,426	4.6%	4.6%
					—		—		—%	—%
Total	\$262,502,426	\$ —	\$ —	\$ —	\$ —	\$253,154,992	\$ 9,347,434	\$262,502,426	4.6%	4.6%

- (a) Subset of Column 1  
(b) Subset of Column 3

(3) Detail of other restricted assets (reported on line n above)

Other Restricted Assets	Gross Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
	Total General Account (G/A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)		Total Current Year Admitted Restricted	Gross Restricted to Total Assets
				—		—		—%	—%	
				—		—		—%	—%	
Total	—	—	—	—	—	—	—	—	—%	—%

- (a) Subset of Column 1  
(b) Subset of Column 3

- I. Working Capital Finance Investments ("WCFI")– The Company did not hold investments for WCFI at June 30, 2016.  
J. Offsetting and Netting of Assets and Liabilities - The Company has no derivative, repurchase and reverse repurchase, and securities borrowing and securities lending assets and liabilities that are offset and reported net in accordance to SSAP No. 64 at June 30, 2016.  
K. Structured Notes - The following table separately identifies structured notes on a cusip basis, with information by cusip for actual cost, fair value, book/adjusted carrying value, and whether the structured note is a mortgage referenced security:

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CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage Referenced Security (YES/NO)
167485-J4-4	\$ 419,953	\$ 532,151	\$ 525,000	NO
167485-J6-9	763,468	1,327,882	1,310,000	NO
59333N-KK-8	687,670	1,048,240	1,003,703	NO
59333N-KL-6	861,920	1,002,700	1,000,000	NO
597851-Y7-3	10,550,400	10,672,000	10,522,409	NO
646139-YX-7	3,002,750	5,112,250	5,000,000	NO
771902-FZ-1	1,808,608	1,879,273	1,796,944	NO
771902-GB-3	3,389,847	3,522,294	3,376,841	NO
837227-D5-3	2,540,825	2,684,625	2,508,685	NO
837227-D6-1	1,013,980	1,073,490	1,002,977	NO
	\$ 25,039,421	\$ 28,854,905	\$ 28,046,559	

6. **Joint Ventures, Partnerships and Limited Liability Companies**

There has been no change since the 2015 Annual Statement.

7. **Investment Income**

A. Accrued Investment Income

Accrued investment income was \$41,029,173 and \$40,080,658 as of June 30, 2016 and December 31, 2015, respectively. There are no amounts due and accrued over 90 days included in these balances.

B. The Company does not admit investment income due and accrued if amounts are over 90 days past due.

8. **Derivative Instruments**

There have been no new derivative instruments since the 2015 Annual Statement.

9. **Income Taxes**

There has been no significant change since the 2015 Annual Statement.

10. **Information Concerning Parent, Subsidiaries and Affiliates**

A, C through H, J through L. There has been no significant change from the 2015 Annual Statement.

B. Transactions with Affiliates

The Company engaged in the following non-insurance transactions (generally representing greater than 0.5% of admitted assets) with affiliates:

1. The Company made dividend payments of \$127 million in the first six months of 2016 to Assured Guaranty Municipal Holdings Inc. (the "Parent" or "AGMH").
2. On December 18, 2009, the Company purchased a surplus note of \$300 million from an affiliate, Assured Guaranty Corp. ("AGC"), a Maryland domiciled insurance company, which surplus note was outstanding at June 30, 2016. This note was interest bearing at a rate of 5% per annum through December 31, 2015. In April 2016, AGC executed an amendment to change the interest rate to 3.5% per annum, effective January 1, 2016. The amendment was approved by the Maryland Insurance Administration and received non-disapproval by the NYSDFS.
3. On June 30, 2016, MAC obtained approval from the NYSDFS to repay its \$300 million surplus note to Municipal Assurance Holdings Inc. ("MAC Holdings") and its \$100 million surplus note (plus accrued interest) to AGM. Accordingly, on June 30, 2016, MAC transferred cash and marketable securities to (i) MAC Holdings in an aggregate amount equal to \$300 million, and (ii) AGM in an aggregate amount of \$102.5 million. MAC Holdings, upon receipt of such \$300 million from MAC, distributed cash and marketable securities in an aggregate amount of \$300 million to its shareholders, AGM and AGC, in proportion to their respective 60.7% and 39.3% ownership interests such that AGM received \$182.1 million and AGC received \$117.9 million.

I. Detail of Investments in Affiliates greater than 10% of Admitted Assets

The Company's investment in its subsidiary MAC Holdings, recorded at its statutory equity value of \$212,777,808, represents 3.8% of the Company's admitted assets as of June 30, 2016.

11. **Debt**

There has been no change since the 2015 Annual Statement.

12. **Retirement Plans, Deferred Compensation, Post-employment Benefits and Compensated Absences and Other Post-retirement Benefit Plans**

There has been no change since the 2015 Annual Statement.

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

1. through 3, 6 through 9, 11 through 13. There has been no significant change since the 2015 Annual Statement.

4. The Company paid dividends to AGMH of \$95 million on March 17, 2016 and \$32 million on June 22, 2016.

5. Under New York insurance law, AGM may only pay dividends out of "earned surplus", which is the portion of a company's surplus that represents the net earnings, gains or profits (after deduction of all losses) that have not been distributed to shareholders as dividends or transferred to stated capital or capital surplus, or applied to other purposes permitted by law, but does not include unrealized appreciation of assets. AGM may pay dividends without the prior approval of the New York Superintendent of Financial Services ("New York Superintendent") that, together with all dividends declared or distributed by it during the preceding 12 months, does not exceed the lesser of 10% of its policyholders' surplus (as of the last annual or quarterly statement filed with the New York Superintendent) or 100% of its adjusted net investment income during that period. The maximum amount available during 2016 for AGM to distribute as dividends without regulatory approval is estimated to be approximately \$244.1 million, of which approximately \$65 million is available for distribution in the third quarter of 2016.

10. The portion of unassigned funds (surplus) represented by cumulative unrealized gains is \$31,946,709.

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### 14. Liabilities, Contingencies and Assessments

A. through F. There has been no significant change since the 2015 Annual Statement.

G. All Other Contingencies:

#### *Uncollected Premiums:*

As of June 30, 2016, the Company had uncollected premiums of \$10,044,946. Uncollected premiums more than 90 days past due were \$165,652.

#### *Legal Proceedings*

Lawsuits arise in the ordinary course of the Company's business. It is the opinion of the Company's management, based upon the information available, that the expected outcome of litigation against the Company, individually or in the aggregate, will not have a material adverse effect on the Company's financial position or liquidity, although an adverse resolution of litigation against the Company in a fiscal quarter or year could have a material adverse effect on the Company's results of operations in a particular quarter or year.

In addition, in the ordinary course of its business, the Company asserts claims in legal proceedings against third parties to recover losses paid in prior periods or prevent losses in the future. For example, as described in the "Recovery Litigation" section below, in January 2016, the Company commenced an action for declaratory judgment and injunctive relief in the U.S. District Court for the District of Puerto Rico to invalidate executive orders issued by the Governor of Puerto Rico directing the retention or transfer of certain taxes and revenues pledged to secure the payment of certain bonds insured by the Company. In July 2016, the Company filed a motion and form of complaint in the U.S. District Court for the District of Puerto Rico seeking relief from the Puerto Rico Oversight, Management, and Economic Stability Act ("PROMESA") stay in order to file a complaint to protect its interest in certain pledged Puerto Rico Highways and Transportation Authority ("PRHTA") toll revenues. The amounts, if any, the Company will recover in these and other proceedings to recover losses are uncertain, and recoveries, or failure to obtain recoveries, in any one or more of these proceedings during any quarter or year could be material to the Company's results of operations in that particular quarter or year.

The Company receives subpoenas duces tecum and interrogatories from regulators from time to time.

There have been no significant changes since the 2015 Annual Statement, except for the following:

#### *Proceedings Related to AGMH's Former Financial Products Business*

The following is a description of legal proceedings involving AGMH's former Financial Products Business. Although the Company did not acquire AGMH's former Financial Products Business, which included AGMH's former GIC business, medium term notes business and portions of the leveraged lease businesses, certain legal proceedings relating to those businesses were against entities that the Company did acquire. While Dexia SA and Dexia Crédit Local S.A. (together, "Dexia") have paid all expenses and settlement amounts due to date as a result of the proceedings described below, such indemnification might not be sufficient to fully hold the Company harmless against any injunctive relief or civil or criminal sanction that is imposed against AGMH or its subsidiaries as a result of any potential newly asserted claims related to these matters.

#### *Governmental Investigations into Former Financial Products Business*

AGMH and/or AGM received subpoenas duces tecum and interrogatories or civil investigative demands from the Attorneys General of the States of Connecticut, Florida, Illinois, Massachusetts, Missouri, New York, Texas and West Virginia relating to their investigations of alleged bid rigging of municipal GICs. In addition, AGMH received a subpoena from the Antitrust Division of the Department of Justice in November 2006 issued in connection with an ongoing criminal investigation of bid rigging of awards of municipal GICs and other municipal derivatives. AGMH responded to such requests when they were received several years ago. While it is possible AGMH may receive additional inquiries from these or other regulators, the Company is not currently aware that any governmental authority, including such Attorneys General or the Department of Justice, are actively pursuing or contemplating legal proceedings with respect to AGMH's former Financial Products Business.

#### *Lawsuits Relating to Former Financial Products Business*

From 2008 through 2010, complaints were brought on behalf of a purported class of state, local and municipal government entities alleging federal antitrust violations in the municipal derivatives industry, seeking damages and alleging, among other things, a conspiracy to fix the pricing of, and manipulate bids for, municipal derivatives, including GICs. These actions were consolidated before one judge in the Southern District of New York as MDL 1950. Following motions to dismiss, amended class action complaints were filed on behalf of a putative class of plaintiffs. The most recently amended, operative class action complaint does not list AGMH or its affiliates as defendants or co-conspirators. On July 8, 2016, the MDL 1950 Court entered an order approving settlement of the remaining class claims, resolving the putative class case.

In addition, the Attorney General of the State of West Virginia filed a lawsuit that, as amended, named AGM and Assured Guaranty US Holdings as defendants and alleged a conspiracy to decrease the returns that West Virginia public entities earned on municipal derivative instruments. Also, approximately 19 California and New York government entities brought individual lawsuits that were not a part of the class action and that did not dismiss AGMH or its affiliates. All these cases were transferred to the Southern District of New York and consolidated with MDL 1950 for pretrial purposes. In June and July 2016, Dexia executed settlement agreements covering the action brought by the Attorney General of the State of West Virginia and the actions brought by the individual California and New York plaintiffs, and on July 1, 2016 and July 27, 2016, respectively, the MDL 1950 court dismissed with prejudice the claims against Assured Guaranty US Holdings and AGM in all such actions. Those settlements release all claims as to Assured Guaranty US Holdings, AGMH and AGM, as well as their parents, subsidiaries and affiliates.

### **Recovery Litigation**

#### *Public Finance Transactions*

On January 7, 2016, AGM, AGC and Ambac Assurance Corporation ("Ambac") commenced an action for declaratory judgment and injunctive relief in the U.S. District Court for the District of Puerto Rico to invalidate the executive orders issued by the Governor on November 30, 2015 and December 8, 2015 directing that the Secretary of the Treasury of the Commonwealth of Puerto Rico and the Puerto Rico Tourism Company retain or transfer (in other words, "claw back") certain taxes and revenues pledged to secure the payment of bonds issued by the Puerto Rico Highways and Transportation Authority, the Puerto Rico Convention Center District Authority and the Puerto Rico Infrastructure Financing Authority. The action is still in its early stages.

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On July 21, 2016, AGC and AGM filed a motion and form of complaint in the U.S. District Court for the District of Puerto Rico seeking relief from the stay provided by the PROMESA. Upon a grant of relief from the PROMESA stay, the lawsuit further seeks a declaration that the Moratorium Act is preempted by Federal bankruptcy law and that certain gubernatorial executive orders diverting PRHTA pledged toll revenues (which are not subject to the Clawback) are preempted by PROMESA and violate the U.S. Constitution. Additionally, it seeks damages for the value of the PRHTA toll revenues diverted and injunctive relief prohibiting the defendants from taking any further action under these executive orders.

15. Leases

There has been no change since the 2015 Annual Statement.

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

The Company provides insurance for public finance and structured finance obligations. Total net principal and interest exposure at June 30, 2016 was \$190.7 billion (\$176.2 billion for public finance and \$14.5 billion for structured finance exposures).

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

- A. The Company has not sold or transferred any receivables during the first six months of 2016.
- B. The Company has not transferred or serviced any financial assets during the first six months of 2016.
- C. The Company did not engage in any wash sale transactions during the first six months of 2016.

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

There has been no change since the 2015 Annual Statement.

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

There has been no change since the 2015 Annual Statement.

20. Fair Value

A. Inputs Used for Assets and Liabilities Measured and Reported at Fair Value

1. Items Measured and Reported at Fair Value by Levels 1, 2 and 3

The Company categorizes its assets and liabilities that are reported on the balance sheet at fair value into the three-level hierarchy. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

- Level 1 – Quoted prices for identical instruments in active markets. The Company generally defines an active market as a market in which trading occurs at significant volumes. Active markets generally are more liquid and have a lower bid-ask spread than an inactive market.
- Level 2 – Quoted prices 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. Financial instruments are considered Level 3 when their values are determined using pricing models, discounted cash flow methodologies or similar techniques and at least one significant model assumption or input is unobservable. Level 3 financial instruments also include those for which the determination of fair value requires significant management judgment or estimation.

An asset or liability’s categorization within the fair value hierarchy is based on the lowest level of significant input to its valuation. Bonds are generally recorded at amortized cost. Stocks, excluding those for investments in subsidiaries, are reported at fair value on a recurring basis. The following fair value hierarchy table presents information about the Company’s assets measured at fair value as of June 30, 2016.

Description for each class of asset or liability	Level 1	Level 2	Level 3	TOTAL
a. Assets at fair value				
Bonds				
Municipal	\$ —	\$ —	\$ 21,517,972	\$ 21,517,972
Industrial & Miscellaneous	—	—	57,591,226	57,591,226
Total Bonds	—	—	79,109,198	79,109,198
Other Invested Assets				
Industrial & Miscellaneous	—	\$ 5,467,032	\$ 22,476,646	\$ 27,943,678
Total Other Invested Assets	—	5,467,032	22,476,646	27,943,678
Total Assets at Fair Value	\$ —	\$ 5,467,032	\$ 101,585,844	\$ 107,052,876

**Cash and Short Term Investments**

The carrying amounts reported in the statement of admitted assets, liabilities and surplus for these instruments are at amortized cost.

**Bonds**

Bonds with an NAIC designation of 1 and 2 are carried at amortized cost while bonds with an NAIC designation of 3 through 6 are carried at the lower of cost or fair value.

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The fair value of bonds in the investment portfolio is generally based on prices received from third party pricing services or alternative pricing sources with reasonable levels of price transparency. The pricing services prepare estimates of fair value measurements using their pricing models, which include available relevant market information, benchmark curves, benchmarking of like securities, and sector groupings. Additional valuation factors that can be taken into account are nominal spreads and liquidity adjustments. The pricing services evaluate each asset class based on relevant market and credit information, perceived market movements, and sector news. The market inputs used in the pricing evaluation include: benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, reference data and industry and economic events. Benchmark yields have in many cases taken priority over reported trades for securities that trade less frequently or those that are distressed trades, and therefore may not be indicative of the market. The extent of the use of each input is dependent on the asset class and the market conditions. Given the asset class, the priority of the use of inputs may change or some market inputs may not be relevant. Additionally, the valuation of fixed-maturity investments is more subjective when markets are less liquid due to the lack of market based inputs, which may increase the potential that the estimated fair value of an investment is not reflective of the price at which an actual transaction would occur.

Stocks

The Company’s stocks are comprised of investments in subsidiaries. Investments in subsidiaries are carried on the equity basis, to the extent admissible.

2. Rollforward of Level 3 Items

For fair value measurements categorized within Level 3 of the fair value hierarchy, the following table is a reconciliation from the opening balance to the closing balance disclosing changes year-to-date:

Description:	Beg. Balance at January 1, 2016	Transfers Into Level 3	Transfers Out of Level 3	Total Gains & Losses incl in Net Income	Total Gains & Loss incl in Surplus	Purchases	Issuance	Sales	Settle- ment	Ending Balance at June 30, 2016
Bonds - municipal	\$ —	\$ —	\$ —	\$ —	\$ —	\$21,517,972	\$ —	\$ —	\$ —	\$ 21,517,972
Corporate securities	70,693,574	—	—	(13,102,348)	—	—	—	—	—	57,591,226
Other invested assets	22,306,744	—	460,020	22,499	607,423	—	—	—	—	22,476,646
TOTAL	\$93,000,318	\$ —	\$ 460,020	\$ (13,079,849)	\$ 607,423	\$21,517,972	\$ —	\$ —	\$ —	\$ 101,585,844

3. Policy on Transfers Into and Out of Level 3

Transfers in and out of Level 3 are recognized at the end of the quarter when the Company evaluates whether securities with unobservable inputs need to be carried at fair value.

- During the first six months of 2016, one other invested asset was transferred out of Level 3 of the fair value hierarchy due to an increase in market value to a level greater than book value and two municipal bonds were purchased and added to Level 3 of the fair value hierarchy.

4. Inputs and Techniques Used for Level 3 Fair Values

Certain Level 3 securities were priced with the assistance of an independent third party. The pricing is based on a discounted cash flow approach using the third party's proprietary pricing models. The models use, as applicable, inputs such as projected prepayment speeds; severity assumptions; recovery lag assumptions; estimated default rates (determined on the basis of an analysis of collateral attributes, historical collateral performance, borrower profiles and other features relevant to the evaluation of collateral credit quality); house price depreciation/appreciation rates based on macroeconomic forecasts and recent trading activity. The yield used to discount the projected cash flows is determined by reviewing various attributes of the bond, including collateral type, weighted average life, sensitivity to losses, vintage and convexity, in conjunction with market data on comparable securities. Significant changes to any of these inputs could materially change the expected timing of cash flows within these securities which is a significant factor in determining the fair value of the securities.

5. Derivative Fair Values

The Company does not own derivatives at June 30, 2016.

B. Other Fair Value Disclosures

The fair value of the Company’s financial guaranty contracts accounted for as insurance was approximately \$4.6 billion at June 30, 2016 and was based on management’s estimate of what a similarly rated financial guaranty insurance company would demand to acquire the Company’s in-force book of financial guaranty insurance business. This amount was based on the pricing assumptions management has observed for portfolio transfers and acquisitions that have occurred in the financial guaranty market and included adjustments to the carrying value of unearned premium reserve for stressed losses, ceding commissions and return on capital. The significant inputs were not readily observable. The Company accordingly classified this fair value measurement as Level 3.

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3

The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method. The fair values are also categorized into the three-level fair value hierarchy as described in Note 20A.

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	\$ 4,425,701,210	\$ 4,221,825,948	\$ —	\$ 3,695,484,764	\$ 730,216,446	\$ —
Cash, cash equivalents and short-term investments	387,065,250	387,064,736	361,465,151	25,600,098	—	—
Other invested assets	376,054,700	376,054,700	24,277,667	5,467,032	346,310,000	—
Total assets	\$ 5,188,821,160	\$ 4,984,945,384	\$ 385,742,818	\$ 3,726,551,894	\$ 1,076,526,446	\$ —

D. Financial Instruments for Which it is Not Practical to Estimate Fair Values  
Not applicable

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21. Other Items

- A, B, C, D, E. There has been no change since the 2015 Annual Statement.
- F. Subprime Mortgage-Related Risk Exposure  
(1) through (3)

The Company purchased securities with subprime mortgage related exposures that it has insured, and for which it has loss reserves, in order to mitigate the economic effect of insured losses ("loss mitigation bonds"). These securities were purchased at a discount and are accounted for excluding the effects of the Company's insurance on the securities. Securities rated lower than A-/A3 by S&P or Moody's are not eligible to be purchased for the Company's portfolio unless acquired for loss mitigation or risk management strategies.

As of June 30, 2016	Actual Cost	Book Value	Fair Value	OTTI Losses Recognized
Residential Mortgage Backed Securities	\$ 226,134,765	\$ 229,460,115	\$ 233,891,496	\$ 27,279,518
Structured Securities	—	—	—	—
Total	\$ 226,134,765	\$ 229,460,115	\$ 233,891,496	\$ 27,279,518

(4) Underwriting Exposure

Selected U.S. Public Finance Transactions

The Company has insured exposure to general obligation bonds of the Commonwealth of Puerto Rico and various obligations of its related authorities and public corporations aggregating \$2.1 billion net par as of June 30, 2016, 96% of which is rated below investment grade ("BIG").

Puerto Rico has experienced significant general fund budget deficits in recent years. In addition to high debt levels, Puerto Rico faces a challenging economic environment; the economy has declined nearly every year since 2007, while the population has shrunk every year since 2006 as residents have emigrated.

On June 28, 2015, Governor García Padilla of Puerto Rico (the "Governor") publicly stated that the Commonwealth's public debt, considering the current level of economic activity, was unpayable and that a comprehensive debt restructuring might be necessary.

On November 30, 2015, and December 8, 2015, the Governor issued executive orders ("Clawback Orders") directing the Puerto Rico Department of Treasury and the Puerto Rico Tourism Company to retain or transfer certain taxes pledged to secure the payment of bonds issued by the Puerto Rico Highways and Transportation Authority ("PRHTA"). On January 7, 2016, the Company sued various Puerto Rico governmental officials in the United States District Court, District of Puerto Rico asserting that this attempt to "claw back" pledged taxes is unconstitutional, and demanding declaratory and injunctive relief.

On April 6, 2016, the Governor signed into law the Puerto Rico Emergency Moratorium & Financial Rehabilitation Act (the "Moratorium Act"). The Moratorium Act purportedly empowers the Governor to declare, entity by entity, states of emergencies and moratoriums on debt service payments on obligations of the Commonwealth and its related authorities and public corporations, as well as instituting a stay against related litigation, among other things. The Governor has used the authority of the Moratorium Act to take a number of actions related to issuers of obligations the Company insures. National Public Finance Guarantee Corp. (another financial guarantor), holders of the Commonwealth general obligation bonds and certain Puerto Rico residents have filed suits to invalidate the Moratorium Act, and on July 21, 2016, the Company filed a motion and form of complaint in the U.S. District Court for the District of Puerto Rico seeking relief from the PROMESA stay to seek a declaration that the Moratorium Act is preempted by Federal bankruptcy law.

On June 13, 2016, the Supreme Court of the United States affirmed rulings of lower courts finding that the Puerto Rico Public Corporation Debt Enforcement and Recovery Act, which was enacted by Puerto Rico in June 2014 in order to provide a legislative framework for certain public corporations experiencing severe financial stress to restructure their debt, was preempted by the U.S. Bankruptcy Code and therefore void.

On June 30, 2016, the PROMESA was signed into law by the President of the United States. PROMESA establishes a seven-member federal financial oversight board ("Oversight Board") with authority to require that balanced budgets and fiscal plans be adopted and implemented by Puerto Rico. PROMESA provides a legal framework under which the debt of the Commonwealth and its related authorities and public corporations may be voluntarily restructured, and grants the Oversight Board the sole authority to file restructuring petitions in a federal court to restructure the debt of the Commonwealth and its related authorities and public corporations if voluntary negotiations fail, provided that any such restructuring must be in accordance with an Oversight Board approved fiscal plan that respects the liens and priorities provided under Puerto Rico law. PROMESA also appears to preempt at least portions of the Moratorium Act and appears to stay debt-related litigation, possibly including the Company's litigation regarding the Clawback Orders. Members of the Oversight Board have yet to be named.

The final shape, timing and validity of responses to Puerto Rico's distress eventually enacted or implemented under the auspices of PROMESA and the Oversight Board or otherwise, and the impact of any such responses on obligations insured by the Company, is uncertain.

The Company groups its Puerto Rico exposure into three categories:

- *Constitutionally Guaranteed.* The Company includes in this category public debt benefiting from Article VI of the Constitution of the Commonwealth, which expressly provides that interest and principal payments on the public debt are to be paid before other disbursements are made.
- *Public Corporations - Certain Revenues Potentially Subject to Clawback.* The Company includes in this category the debt of public corporations for which applicable law permits the Commonwealth to claw back, subject to certain conditions and for the payment of public debt, at least a portion of the revenues supporting the bonds the Company insures. As a Constitutional condition to clawback, available Commonwealth revenues for any fiscal year must be insufficient to pay Commonwealth debt service before the payment of any appropriations for that year. The Company believes that this condition has not been satisfied to date, and accordingly that the Commonwealth has not to date been entitled to clawback revenues supporting debt insured by the Company. As noted above, the Company sued various Puerto Rico governmental

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officials in the United States District Court, District of Puerto Rico asserting that Puerto Rico's recent attempt to “claw back” pledged taxes is unconstitutional, and demanding declaratory and injunctive relief.

- *Other Public Corporations.* The Company includes in this category the debt of public corporations that are supported by revenues it does not believe are subject to clawback.

### Constitutionally Guaranteed

*General Obligation.* As of June 30, 2016, the Company had \$720 million insured net par outstanding of the general obligations of Puerto Rico, which are supported by the good faith, credit and taxing power of the Commonwealth. On July 1, 2016, despite the requirements of Article VI of its Constitution but pursuant to an executive order issued by the Governor under the Moratorium Act, the Commonwealth defaulted on most of the debt service payment due that day, and the Company made its first claim payments on these bonds.

*Puerto Rico Public Buildings Authority (“PBA”).* As of June 30, 2016, the Company had \$14 million insured net par outstanding of PBA bonds, which are supported by a pledge of the rents due under leases of government facilities to departments, agencies, instrumentalities and municipalities of the Commonwealth, and that benefit from a Commonwealth guaranty supported by a pledge of the Commonwealth’s good faith, credit and taxing power. On July 1, 2016, despite the requirements of Article VI of its Constitution but pursuant to an executive order issued by the Governor under the Moratorium Act, the PBA defaulted on most of the debt service payment due that day, and the Company made its first claim payments on these bonds.

### Public Corporations - Certain Revenues Potentially Subject to Clawback

*PRHTA.* As of June 30, 2016, the Company had \$289 million insured net par outstanding of PRHTA (Transportation revenue) bonds and \$219 million insured net par of PRHTA (Highways revenue) bonds. The transportation revenue bonds are secured by a subordinate gross pledge of gasoline and gas oil and diesel oil taxes, motor vehicle license fees and certain tolls, plus a first lien on up to \$120 million annually of taxes on crude oil, unfinished oil and derivative products. The highways revenue bonds are secured by a gross pledge of gasoline and gas oil and diesel oil taxes, motor vehicle license fees and certain tolls. The Clawback Orders cover Commonwealth-derived taxes that are allocated to PRHTA. The Company believes that such sources represented a substantial majority of PRHTA’s revenues in 2015. The PRHTA bonds are subject to executive orders issued pursuant to the Moratorium Act. As noted above, the Company filed a motion and form of complaint in the U.S. District Court for the District of Puerto Rico seeking relief from the PROMESA stay to seek a declaration that the Moratorium Act is preempted by Federal bankruptcy law and that certain gubernatorial executive orders diverting PRHTA pledged toll revenues (which are not subject to the Clawback Orders) are preempted by PROMESA and violate the U.S. Constitution, and also seeking damages and injunctive relief. There were sufficient funds in the PRHTA bond accounts to make the July 1, 2016, PRHTA debt service payments guaranteed by the Company, and those payments were made in full.

### Other Public Corporations

*Puerto Rico Electric Power Authority (“PREPA”).* As of June 30, 2016, the Company had \$429 million insured net par outstanding of PREPA obligations, which are payable from a pledge of net revenues of the electric system.

On December 24, 2015, AGM and AGC entered into a Restructuring Support Agreement (“RSA”) with PREPA, an ad hoc group of uninsured bondholders and a group of fuel-line lenders that would, subject to certain conditions, result in, among other things, modernization of the utility and a restructuring of current debt. Upon finalization of the contemplated restructuring transaction, insured PREPA revenue bonds (with no reduction to par or stated interest rate or extension of maturity) will be supported by securitization bonds issued by a special purpose corporation and secured by a transition charge assessed on ratepayers. To facilitate the securitization transaction and in exchange for a market premium, Assured Guaranty will issue surety insurance policies in an aggregate amount not expected to exceed \$113 million (\$14 million for AGC and \$99 million for AGM) to support a portion of the reserve fund for the securitization bonds. Certain of the creditors also agreed, subject to certain conditions, to participate in a bridge financing, which was closed in two tranches on May 19, 2016, and June 22, 2016. AGM's and AGC's share of the bridge financing was approximately \$15 million (\$2 million for AGC and \$13 million for AGM). Legislation meeting the requirements of the RSA was enacted on February 16, 2016, and a transition charge to be paid by PREPA rate payers for debt service on the securitization bonds as contemplated by the RSA was approved by the Puerto Rico Energy Commission on June 20, 2016. The closing of the restructuring transaction and the issuance of the surety bonds are subject to certain conditions, including execution of acceptable documentation and legal opinions.

On July 1, 2016, PREPA made full payment of the \$41 million of principal and interest due on PREPA revenue bonds insured by AGM and AGC. That payment was funded in part by AGM’s purchase of \$26 million of PREPA bonds maturing in 2020. Upon finalization of the RSA, these new PREPA revenue bonds will be supported by securitization bonds contemplated by the RSA. In early 2016, PREPA repaid in full the \$74 million in aggregate principal amount of PREPA revenue bonds purchased by AGM and AGC in July 2015 to replenish some of the operating funds PREPA used to make the July 2015 payments on the PREPA revenue bonds insured by AGM and AGC.

There can be no assurance that the conditions in the RSA will be met or that, if the conditions are met, the RSA's other provisions, including those related to the insured PREPA revenue bonds, will be implemented. In addition, the impact of PROMESA and the Moratorium Act or any attempt to exercise the power purportedly granted by the Moratorium Act on the implementation of the RSA is uncertain. PREPA, during the pendency of the agreements, has suspended deposits into its debt service fund.

*Municipal Finance Agency (“MFA”).* As of June 30, 2016, the Company had \$206 million net par outstanding of bonds issued by MFA secured by a pledge of local property tax revenues. There were sufficient funds in the MFA bond accounts to make the July 1, 2016 MFA bond payments guaranteed by the Company, and those payments were made in full.

*Puerto Rico Sales Tax Financing Corporation (“COFINA”).* As of June 30, 2016, the Company had \$262 million insured net par outstanding of junior COFINA bonds, which are secured primarily by a second lien on certain sales and use taxes. There were no debt service payments due on July 1, 2016 on Company-insured COFINA bonds, and as of the date of this filing, all payments on Company-insured COFINA bonds had been made.

### Other U.S. Public Finance Transactions

On February 25, 2015, a plan of adjustment resolving the bankruptcy filing of the City of Stockton, California under chapter 9 of the U.S. Bankruptcy Code became effective. As of June 30, 2016, the Company’s net par subject to the plan consists of \$61 million of pension obligation bonds. As part of the plan settlement, the City will repay the pension obligation bonds from certain fixed payments and certain variable payments contingent on the City's revenue growth.

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U.S. Public Finance Loss and LAE

The Company has loss and LAE reserves across its troubled Puerto Rico and other U.S. public finance credits, which incorporated the likelihood of the various outcomes, as of June 30, 2016 of \$187.6 million compared to \$144.0 million as of December 31, 2015. The higher loss reserves are primarily attributable to Puerto Rico exposures.

Second Quarter 2016 U.S. RMBS Loss Projections

Based on its observation during the period of the performance of its insured transactions (including early stage delinquencies, late stage delinquencies and loss severity) as well as the residential property market and economy in general, the Company chose to use the same general assumptions to project RMBS losses as of June 30, 2016 as it used as of December 31, 2015, but increased severities for specific vintages of Alt-A first lien and Option ARM transactions, decreased liquidation rates for certain vintages of subprime and increased liquidation rates for second lien transactions based on observed data.

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

The majority of projected losses in first lien RMBS transactions are expected to come from non-performing mortgage loans (those that are or in the past twelve months have been two or more payments behind, have been modified, are in foreclosure, or have been foreclosed upon). Changes in the amount of non-performing loans from the amount projected in the previous period are 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 non-performing categories. The Company arrived at its liquidation rates based on data purchased from a third party provider and assumptions about how delays in the foreclosure process and loan modifications may ultimately affect the rate at which loans are liquidated. Each quarter the Company reviews the most recent twelve months of this data and (if necessary) adjusts its liquidation rates based on its observations. The following table shows liquidation assumptions for various non-performing categories.

First Lien Liquidation Rates

	June 30, 2016	December 31, 2015
Current Loans Modified in the Previous 12 Months	25%	25%
Current Loans Delinquent in the Previous 12 Months	25	25
30 - 59 Days Delinquent		
Alt-A	35	35
Option ARM	40	40
Subprime	45	45
60 - 89 Days Delinquent		
Alt-A	45	45
Option ARM	50	50
Subprime	50	55
90+ Days Delinquent		
Alt-A	55	55
Option ARM	60	60
Subprime	55	60
Bankruptcy		
Alt-A	45	45
Option ARM	50	50
Subprime	40	40
Foreclosure		
Alt-A	65	65
Option ARM	70	70
Subprime	65	70
Real Estate Owned		
All	100	100%

While the Company uses liquidation rates as described above to project defaults of non-performing loans (including current loans modified or delinquent within the last 12 months), it projects defaults on presently current loans by applying a conditional default rate ("CDR") trend. The start of that CDR trend is based on the defaults the Company projects will emerge from currently nonperforming, recently nonperforming and modified loans. The total amount of expected defaults from the non-performing loans is translated into a constant CDR (i.e., the CDR plateau), which, if applied for each of the next 36 months, would be sufficient to produce approximately the amount of defaults that were calculated to emerge from the various delinquency categories. The CDR thus calculated individually on the delinquent collateral pool for each RMBS is then used as the starting point for the CDR curve used to project defaults of the presently performing loans.

In the base case, after the initial 36-month CDR plateau period, each transaction’s CDR is projected to improve over 12 months to an intermediate CDR (calculated as 20% of its CDR plateau); that intermediate CDR is held constant for 36 months and then trails off in steps to a final CDR of 5% of the CDR plateau. In the base case, the Company assumes the final CDR will be reached 7 years after the initial 36-month CDR plateau period. Under the Company’s methodology, defaults projected to occur in the first 36 months represent defaults that can be attributed to loans that were modified or delinquent in the last 12 months or that are currently delinquent or in foreclosure, while the defaults projected to occur using the projected CDR trend after the first 36-month period represent defaults attributable to borrowers that are currently performing or are projected to re-perform.

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 historically high levels, and the Company is assuming in the base case that these high levels generally will continue for another 18 months. The Company determines its initial loss severity based on actual recent experience. As a result, as of June 30, 2016, the Company updated severities for certain vintages of Alt-A first lien and subprime transactions, as well as Option ARM. The Company then assumes that loss severities begin returning to levels consistent with underwriting assumptions beginning after the initial 18 month period, declining to 40% in the base case over 2.5 years.

The following table shows the range as well as the average, weighted by outstanding net insured par, for key assumptions used in the calculation of loss reserves for individual transactions for direct vintage 2004 - 2008 first lien U.S. RMBS.

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Key Assumptions in Base Case Loss Reserve Estimates  
First Lien RMBS (1)

	As of June 30, 2016		As of December 31, 2015	
	Range	Weighted Average	Range	Weighted Average
<b>Alt-A First Lien</b>				
Plateau CDR	3.8% - 11.9%	6.4%	4.0% - 12.0%	7.7%
Intermediate CDR	0.8% - 2.4%	1.3%	0.8% - 2.4%	1.5%
Period until intermediate CDR	48 months		48 months	
Final CDR	0.2% - 0.6%	0.3%	0.2% - 0.6%	0.4%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	80.0%		70.0%	
2007	70.0%		65.0%	
Initial conditional prepayment rate ("CPR")	3.5% - 19.5%	6.3%	2.7% - 14.3%	6.2%
Final CPR (2)	15.0%		15.0%	
<b>Option ARM</b>				
Plateau CDR	3.2% - 10.1%	7.7%	3.5% - 10.3%	7.9%
Intermediate CDR	0.6% - 2.0%	1.5%	0.7% - 2.1%	1.6%
Period until intermediate CDR	48 months		48 months	
Final CDR	0.2% - 0.5%	0.4%	0.2% - 0.5%	0.4%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	70.0%		70.0%	
2007	75.0%		65.0%	
Initial CPR	2.0% - 6.5%	3.9%	1.5% - 6.5%	2.7%
Final CPR (2)	15.0%		15.0%	
<b>Subprime</b>				
Plateau CDR	4.7% - 11.3%	8.6%	5.4% - 13.2%	9.7%
Intermediate CDR	0.9% - 2.3%	1.7%	1.1% - 2.6%	1.9%
Period until intermediate CDR	48 months		48 months	
Final CDR	0.2% - 0.6%	0.4%	0.3% - 0.7%	0.5%
Initial loss severity:				
2005 and prior	80.0%		75.0%	
2006	90.0%		90.0%	
2007	90.0%		90.0%	
Initial CPR	0.6% - 7.3%	3.8%	0.0% - 6.7%	3.4%
Final CPR (2)	15.0%		15.0%	

- (1) Represents variables for most heavily weighted scenario (the “base case”).
- (2) For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant and the final CPR is not used.

The rate at which the principal amount of loans is voluntarily prepaid may impact both the amount of losses projected (since that amount is a function of the CDR, the loss severity 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 voluntary CPR follows a similar pattern to that of the CDR. The current level of voluntary prepayments is assumed to continue for the plateau period before gradually increasing over 12 months to the final CPR, which is assumed to be 15% in the base case. For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant and the final CPR is not used. These CPR assumptions are the same as those the Company used for December 31, 2015.

In estimating loss reserves, the Company modeled and probability weighted sensitivities for first lien transactions by varying its assumptions of how fast a recovery is expected to occur. One of the variables used to model sensitivities was how quickly the CDR returned to its modeled equilibrium, which was defined as 5% of the initial CDR. The Company also stressed CPR and the speed of recovery of loss severity rates. The Company probability weighted a total of five scenarios as of June 30, 2016. The Company used a similar approach to establish its pessimistic and optimistic scenarios as of June 30, 2016 as it used as of December 31, 2015, increasing and decreasing the periods of stress from those used in the base case.

In a somewhat more stressful environment than that of the base case, where the CDR plateau was extended six months (to be 42 months long) before the same more gradual CDR recovery and loss severities were assumed to recover over 4.5 rather than 2.5 years (and subprime loss severities were assumed to recover only to 60% and Option ARM and Alt A loss severities to only 45%), expected loss to be paid would increase from current projections by approximately \$8.7 million for Alt-A first liens, \$4.8 million for Option ARM and \$28.5 million for subprime transactions.

In an even more stressful scenario where loss severities were assumed to rise and then recover over nine years and the initial ramp-down of the CDR was assumed to occur over 15 months and other assumptions were the same as the other stress scenario, loss reserves would increase from current projections by approximately \$21.7 million for Alt-A first liens, \$9.7 million for Option ARM and \$38.6 million for subprime transactions.

In a scenario with a somewhat less stressful environment than the base case, where CDR recovery was somewhat less gradual, loss reserves would decrease from current projections by approximately \$2.0 million for Alt-A first lien, \$10.6 million for Option ARM and \$7.7 million for subprime transactions.

In an even less stressful scenario where the CDR plateau was six months shorter (30 months, effectively assuming that liquidation rates would improve) and the CDR recovery was more pronounced, (including an initial ramp-down of the CDR over nine months), loss reserves would decrease from current projections by approximately \$9.6 million for Alt-A first liens, \$18.6 million for Option ARM and \$25.5 million for subprime transactions.

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U.S. Second Lien RMBS Loss Projections

Second lien RMBS transactions include both home equity lines of credit ("HELOC") and closed end second lien transactions. The Company believes the primary variable affecting its loss reserves in second lien RMBS transactions is the amount and timing of future losses in the collateral pool supporting the transactions. Loss reserves are also a function of the structure of the transaction; the voluntary prepayment rate (typically also referred to as CPR of the collateral); the interest rate environment; and assumptions about the draw rate and loss severity.

In second lien transactions the projection of near-term defaults from currently delinquent loans is relatively straightforward because loans in second lien transactions are generally "charged off" (treated as defaulted) by the securitization's servicer once the loan is 180 days past due. The Company estimates the amount of loans that will default over the next six months by calculating current representative liquidation rates. A liquidation rate is the percent of loans in a given cohort (in this instance, delinquency category) that ultimately default. Similar to first liens, the Company then calculates a CDR for six months, which is the period over which the currently delinquent collateral is expected to be liquidated. That CDR is then used as the basis for the plateau CDR period that follows the embedded five months of losses. Liquidation rates assumed as of June 30, 2016, were from 25% to 100%. Liquidation rates assumed as of December 31, 2015, were from 10% to 100%.

For the base case scenario, the CDR (the "plateau CDR") was held constant for six months. Once the plateau period has ended, the CDR is assumed to gradually trend down in uniform increments to its final long-term steady state CDR. (The long-term steady state CDR is calculated as the constant CDR that would have yielded the amount of losses originally expected at underwriting.) In the base case scenario, the time over which the CDR trends down to its final CDR is 28 months. Therefore, the total stress period for second lien transactions is 34 months, comprising five months of delinquent data, a one month plateau period and 28 months of decrease to the steady state CDR the same as of December 31, 2015.

HELOC loans generally permit the borrower to pay only interest for an initial period (often ten years) and, after that period, require the borrower to make both the monthly interest payment and a monthly principal payment, and so increase the borrower's aggregate monthly payment. Some of the HELOC loans underlying the Company's insured HELOC transactions have reached their principal amortization period. The Company has observed that the increase in monthly payments occurring when a loan reaches its principal amortization period, even if mitigated by borrower relief offered by the servicer, is associated with increased borrower defaults. Thus, most of the Company's HELOC projections incorporate an assumption that a percentage of loans reaching their amortization periods will default around the time of the payment increase. These projected defaults are in addition to those generated using the CDR curve as described above. This assumption is similar to the one used at December 31, 2015. For June 30, 2016, the Company used the same general approach it used as of December 31, 2015.

When a second lien loan defaults, there is generally a very low recovery. The Company had assumed as of June 30, 2016 that it will generally recover only 2% of the collateral defaulting in the future and declining additional amounts of post-default receipts on previously defaulted collateral. This is the same assumption used as of December 31, 2015.

The rate at which the principal amount of loans is prepaid may impact both the amount of losses projected as well as the amount of excess spread. In the base case, an average CPR (based on experience of the past year) is assumed to continue until the end of the plateau before gradually increasing to the final CPR over the same period the CDR decreases. The final CPR is assumed to be 15% for second lien transactions, which is lower than the historical average but reflects the Company's continued uncertainty about the projected performance of the borrowers in these transactions. For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant and the final CPR is not used. This pattern is generally consistent with how the Company modeled the CPR as of December 31, 2015. To the extent that prepayments differ from projected levels it could materially change the Company's projected excess spread and losses.

The Company uses a number of other variables in its second lien loss projections, including the spread between relevant interest rate indices. These variables have been relatively stable and in the relevant ranges have less impact on the projection results than the variables discussed above. However, in a number of HELOC transactions the servicers have been modifying poorly performing loans from floating to fixed rates, and, as a result, rising interest rates would negatively impact the excess spread available from these modified loans to support the transactions. The Company incorporated these modifications in its assumptions.

In estimating loss reserves, the Company modeled and probability weighted five possible CDR curves applicable to the period preceding the return to the long-term steady state CDR. The Company used five scenarios at June 30, 2016 and December 31, 2015. The Company believes that the level of the elevated CDR and the length of time it will persist, the ultimate prepayment rate, and the amount of additional defaults because of the expiry of the interest only period, are the primary drivers behind the likely amount of losses the collateral will suffer. The Company continues to evaluate the assumptions affecting its modeling results.

Most of the Company's projected second lien RMBS losses are from HELOC transactions. The following table shows the range as well as the average, weighted by outstanding net insured par, for key assumptions for the calculation of expected loss to be paid for individual transactions for direct vintage 2004 - 2008 HELOCs.

Key Assumptions in Base Case Loss Reserve Estimates  
HELOCs <sup>(1)</sup>

	As of June 30 2016		As of December 31, 2015	
	Range	Weighted Average	Range	Weighted Average
Plateau CDR	2.5% - 26.3%	12.6%	4.9% - 23.5%	11.0%
Final CDR trended down to	0.6% - 3.2%	1.2%	0.6% - 3.2%	1.2%
Period until final CDR	34 months		34 months	
Initial CPR	11.0% - 15.4%	11.2%	10.9%	
Final CPR (2)	10.0% - 15.4%	13.3%	10.0% - 15.0%	13.3%
Loss severity	98.0%		98.0%	

- (1) Represents variables for most heavily weighted scenario (the "base case").
- (2) For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant and the final CPR is not used.

STATEMENT AS OF JUNE 30, 2016 OF ASSURED GUARANTY MUNICIPAL CORP.

The Company’s base case assumed a six month CDR plateau and a 28 month ramp-down (for a total stress period of 34 months). The Company also modeled a scenario with a longer period of elevated defaults and another with a shorter period of elevated defaults. Increasing the CDR plateau to eight months and increasing the ramp-down by three months to 31 months (for a total stress period of 39 months), and doubling the defaults relating to the end of the interest only period would increase the loss reserves by approximately \$29.1 million for HELOC transactions. On the other hand, reducing the CDR plateau to four months and decreasing the length of the CDR ramp-down to 25 months (for a total stress period of 29 months), and lowering the ultimate prepayment rate to 10% would decrease the loss reserves by approximately \$18.7 million for HELOC transactions.

Breaches of Representations and Warranties

The Company entered into agreements with R&W providers under which those providers made payments to the Company, agreed to make payments to the Company in the future, and / or repurchased loans from the transactions, all in return for releases of related liability by the Company.

As of June 30, 2016, the Company had a net R&W payable of \$26.3 million to R&W counterparties, compared to an R&W recoverable of \$66.2 million as of December 31, 2015. The decrease represents improvements in underlying collateral performance and the termination of the Deutsche Bank agreement described below. The Company’s agreements with providers of R&W generally provide for reimbursement to the Company as claim payments are made and, to the extent the Company later receives reimbursements of such claims from excess spread or other sources, for the Company to provide reimbursement to the R&W providers. When the Company projects receiving more reimbursements in the future than it projects to pay in claims on transactions covered by R&W settlement agreements, the Company will have a net R&W payable. Most of the amount projected to be received pursuant to agreements with R&W providers benefits from eligible assets placed in trusts to collateralize the R&W provider’s future reimbursement obligation, with the amount of such collateral subject to increase or decrease from time to time as determined by rating agency requirements. Currently the Company has agreements with two counterparties where a future reimbursement obligation is collateralized by eligible assets held in trust:

- Bank of America.** Under Assured Guaranty's agreement with Bank of America Corporation and certain of its subsidiaries (“Bank of America”), Bank of America agreed to reimburse Assured Guaranty for 80% of claims on the first lien transactions covered by the agreement that Assured Guaranty pays in the future, until the aggregate lifetime collateral losses (not insurance losses or claims) on those transactions reach \$6.6 billion. As of June 30, 2016, aggregate lifetime collateral losses on those transactions was \$4.4 billion (\$4.1 billion for AGM and \$0.3 billion for AGC), and Assured Guaranty was projecting in its base case that such collateral losses would eventually reach \$5.2 billion (\$4.8 billion for AGM and \$0.4 billion for AGC). Bank of America's reimbursement obligation is secured by \$143 million of collateral held in trust for the Company's benefit and \$353 million of collateral held in trust that is available for either AGM or AGC.
- UBS.** Under the Company's agreement with UBS Real Estate Securities Inc. and affiliates ("UBS"), UBS agreed to reimburse the Company for 85% of future losses on three first lien RMBS transactions, and such reimbursement obligation is secured by \$44 million of collateral held in trust for the Company's benefit.

Under the Company's previous agreement with Deutsche Bank AG and certain of its affiliates (collectively, “Deutsche Bank”), Deutsche Bank agreed to reimburse the Company for certain claims it pays in the future on eight first and second lien transactions, including 80% of claims it pays on those transactions until the aggregate lifetime claims (before reimbursement) reach \$319 million. In May 2016, Deutsche Bank's reimbursement obligations under the May 2012 agreement were terminated in return for cash payments to the Company.

The Company uses the same RMBS projection scenarios and weightings to project its future R&W benefit as it uses to project RMBS losses on its portfolio. To the extent the Company increases its loss projections, the R&W benefit generally will also increase, subject to the agreement limits and thresholds described above. Similarly, to the extent the Company decreases its loss projections, the R&W benefit generally will also decrease, subject to the agreement limits and thresholds described above.

Other structured finance

The Company's other structured finance exposures include \$490 million net par rated BIG. The Company has loss and LAE reserves of \$44.2 million for other structured finance transactions as of June 30, 2016 compared to \$46.4 million as of December 31, 2015.

Underwriting exposure to subprime mortgage risk through Financial Guaranty insurance coverage

The following table summarizes U.S. subprime loss (benefit) activity at June 30, 2016:

	Losses Paid (Received) in the Current Year	Losses Incurred (Recovered) in the Current Year	Case Reserves at the End of Current Period	IBNR Reserves at the End of Current Period
a. Mortgage Guaranty coverage	\$ —	\$ —	\$ —	\$ —
b. Financial Guaranty coverage	(4,681,097)	(28,698,708)	141,811,374	—
c. Other lines (specify):	—	—	—	—
d. Total	\$ (4,681,097)	\$ (28,698,708)	\$ 141,811,374	\$ —

22. Events Subsequent

Subsequent events have been considered through August 11, 2016 for these statutory financial statements which are to be issued on August 11, 2016. There were no material events occurring subsequent to June 30, 2016 that have not already been disclosed in these financial statements.

23. Reinsurance

- A. The Company has no unsecured reinsurance recoverable at June 30, 2016.
- B. The Company has no reinsurance recoverable in dispute at June 30, 2016.
- C. Reinsurance Assumed and Ceded

The following table summarizes ceded and assumed unearned premiums and the related commission equity at June 30, 2016:

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	Assumed Reinsurance		Ceded Reinsurance		NET	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. AFFILIATES	\$ 274,229,513	\$ 82,041,748	\$ 713,964,020	\$ 149,199,167	\$ (439,734,507)	\$ (67,157,419)
b. ALL OTHER	2,664,139	—	95,147,618	25,219,936	(92,483,479)	(25,219,936)
c. TOTAL	276,893,652	82,041,748	809,111,638	174,419,103	(532,217,986)	(92,377,355)
d. Direct Unearned Premium Reserve			\$ 1,778,001,788			

The Company has no protected cells at June 30, 2016.

- D. The Company has no uncollectible reinsurance at June 30, 2016.
- E. The Company had no commutation of reinsurance during the first six months of 2016.
- F. The Company has no retroactive reinsurance in effect at June 30, 2016.
- G. The Company does not utilize the deposit method to account for any of its reinsurance transactions.
- H. The Company has no run-off agreements at June 30, 2016.
- I. The Company has no certified reinsurance downgraded or status subject to revocation at June 30, 2016.

24. **Retrospectively Rated Contracts and Contracts Subject to Redetermination**

There has been no change since the 2015 Annual Statement.

25. **Changes in Incurred Losses and Loss Adjustment Expenses**

Incurred losses and loss expenses attributable to insured events of prior years were \$7,486,822 for the first six months ended June 30, 2016. The current year adjustment 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.

26. **Intercompany Pooling Arrangements**

There has been no change since the 2015 Annual Statement.

27. **Structured Settlements**

There has been no change since the 2015 Annual Statement.

28. **Health Care Receivables**

There has been no change since the 2015 Annual Statement.

29. **Participating Policies**

There has been no change since the 2015 Annual Statement.

30. **Premium Deficiency Reserves**

There has been no change since the 2015 Annual Statement.

31. **High Deductibles**

There has been no change since the 2015 Annual Statement.

32. **Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses**

The net loss and LAE reserves of \$332,685,515 are discounted at a rate of 5% amounting to a total discount of \$171,251,782.

B. Nontabular Discount:	Case	IBNR	Defense & Cost Containment Expense	Adjusting & Other Expense
Financial Guaranty	\$ 171,251,782	\$ —	\$ —	\$ —

33. **Asbestos and Environmental Reserves**

There has been no change since the 2015 Annual Statement.

34. **Subscriber Savings Accounts**

There has been no change since the 2015 Annual Statement.

35. **Multiple Peril Crop Insurance**

There has been no change since the 2015 Annual Statement.

STATEMENT AS OF JUNE 30, 2016 OF ASSURED GUARANTY MUNICIPAL CORP.

36. Financial Guaranty Insurance

- A. There has been no significant change since the 2015 Annual Statement.
- B. Schedule of Below Investment Grade ("BIG") insured financial obligations as of June 30, 2016:

	Surveillance Categories			
	BIG 1	BIG 2	BIG 3	Total
	(Dollars in Thousands)			
1. Number of risks	62	13	48	123
2. Remaining weighted-average contract period (in yrs)	10.1	9.8	6.5	8.9
Insured contractual payments outstanding:				
3a. Principal	\$ 4,191,384	\$ 2,527,933	\$ 3,015,525	\$ 9,734,842
3b. Interest	2,303,269	1,268,713	979,243	4,551,225
3c. Total	\$ 6,494,653	\$ 3,796,646	\$ 3,994,768	\$ 14,286,067
4. Gross claim liability	\$ 95,513	\$ 667,372	\$ 924,260	\$ 1,687,145
Less:				
5a1. Gross potential recoveries - subrogation	318,460	165,493	517,896	1,001,849
5a2. Ceded claim liability	17,917	126,822	36,619	181,358
5a. Total gross potential recoveries	336,377	292,315	554,515	1,183,207
5b. Discount, net	(70,023)	156,291	84,984	171,252
6. Net claim liability	\$ (170,841)	\$ 218,766	\$ 284,761	\$ 332,686
7. Unearned premium revenue	\$ 46,725	\$ 21,489	\$ 842	\$ 69,056
8. Reinsurance recoverables	\$ 5,098	\$ 13,044	\$ (5,134)	\$ 13,008

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 ☒
- 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 ☒
- 2.2

If yes, date of change:
- 3.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?

Yes ☒ No ☐
- If yes, complete Schedule Y, Parts 1 and 1A.
- 3.2

Have there been any substantial changes in the organizational chart since the prior quarter end?

Yes ☐ No ☒
- 3.3

If the response to 3.2 is yes, provide a brief description of those changes.
- 4.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?

Yes ☐ No ☒
- 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 ☐ 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.

12/31/2011
- 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.

12/31/2011
- 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).

06/27/2013
- 6.4

By what department or departments?

New York State Department of Financial Services
- 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 ☐ No ☐ NA ☒
- 6.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☒ 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 ☒
- 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 ☒
- 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 ☒
- 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 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
Affiliate Name	Location (City, State)	FRB	OCC	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? .....  
(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.

Yes [X] No [ ]

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 [X] No [ ]

9.21

If the response to 9.2 is Yes, provide information related to amendment(s).  
The Code of Conduct was updated to make ordinary course updates.....

9.3

Have any provisions of the code of ethics been waived for any of the specified officers? .....

Yes [ ] No [X]

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 [X] No [ ]

10.2

If yes, indicate any amounts receivable from parent included in the Page 2 amount:.....\$ .....0

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 [X]

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 [X] 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 .....	\$ .....674,888,644	\$ .....474,582,627
14.24 Short-Term Investments .....	\$ .....	\$ .....
14.25 Mortgage Loans on Real Estate .....	\$ .....	\$ .....
14.26 All Other .....	\$ .....	\$ .....
14.27 Total Investment in Parent, Subsidiaries and Affiliates (Subtotal Lines 14.21 to 14.26).....	\$ .....674,888,644	\$ .....474,582,627
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 [X]

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 For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2

16.3 Total payable for securities lending reported on the liability page
- \$ .....

\$ .....

\$ .....

17. 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 [X] No [ ]

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

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

- 17.2 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	2	3
Name(s)	Location(s)	Complete Explanation(s)

- 17.3 Have there been any changes, including name changes, in the custodian(s) identified in 17.1 during the current quarter? .....
- Yes [ ] No [X]

- 17.4 If yes, give full and complete information relating thereto:

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

- 17.5 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	2	3
Central Registration Depository	Name(s)	Address
107-105.....	Blackrock Financial Management Inc.....	40 East 52nd St., New York, NY 10022.....
105-900.....	General Re-New England Asset Management Inc.....	76 Batterson Ave., Farmington, CT 06032.....
106-595.....	Wellington Management Company LLP.....	75 State St., Boston, MA 02109.....
107-738.....	Goldman Sachs Asset Management, L.P.....	200 West Street, 37th Floor, New York, NY 10282.....

- 18.1 Have all the filing requirements of the *Purposes and Procedures Manual of the NAIC Investment Analysis Office* been followed? .....
- Yes [X] No [ ]

- 18.2 If no, list exceptions:
- .....

GENERAL INTERROGATORIES  
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

1. If the reporting entity is a member of a pooling arrangement, did the agreement or the reporting entity's participation change? ..... Yes [ ] No [ ] NA [X]  
If yes, attach an explanation.

2. Has the reporting entity reinsured any risk with any other reporting entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured? ..... Yes [ ] No [X]  
If yes, attach an explanation.

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? ..... Yes [ ] No [X]  
3.2 If yes, give full and complete information thereto.  
.....

4.1 Are any of the liabilities for unpaid losses and loss adjustment expenses other than certain workers' compensation tabular reserves (see *Annual Statement Instructions* pertaining to disclosure of discounting for definition of "tabular reserves,") discounted at a rate of interest greater than zero? ..... Yes [X] No [ ]

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
Financial Guaranty.....		.5.000	171,251,782			171,251,782	(39,821,099)			(39,821,099)
TOTAL			171,251,782	0	0	171,251,782	(39,821,099)	0	0	(39,821,099)

5. Operating Percentages:  
5.1 A&H loss percent ..... %  
5.2 A&H cost containment percent ..... %  
5.3 A&H expense percent excluding cost containment expenses ..... %  
6.1 Do you act as a custodian for health savings accounts?..... Yes [ ] No [X]  
6.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$  
6.3 Do you act as an administrator for health savings accounts?..... Yes [ ] No [X]  
6.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$

**STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.**

## SCHEDULE F - CEDED REINSURANCE

### Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating
		NONE				

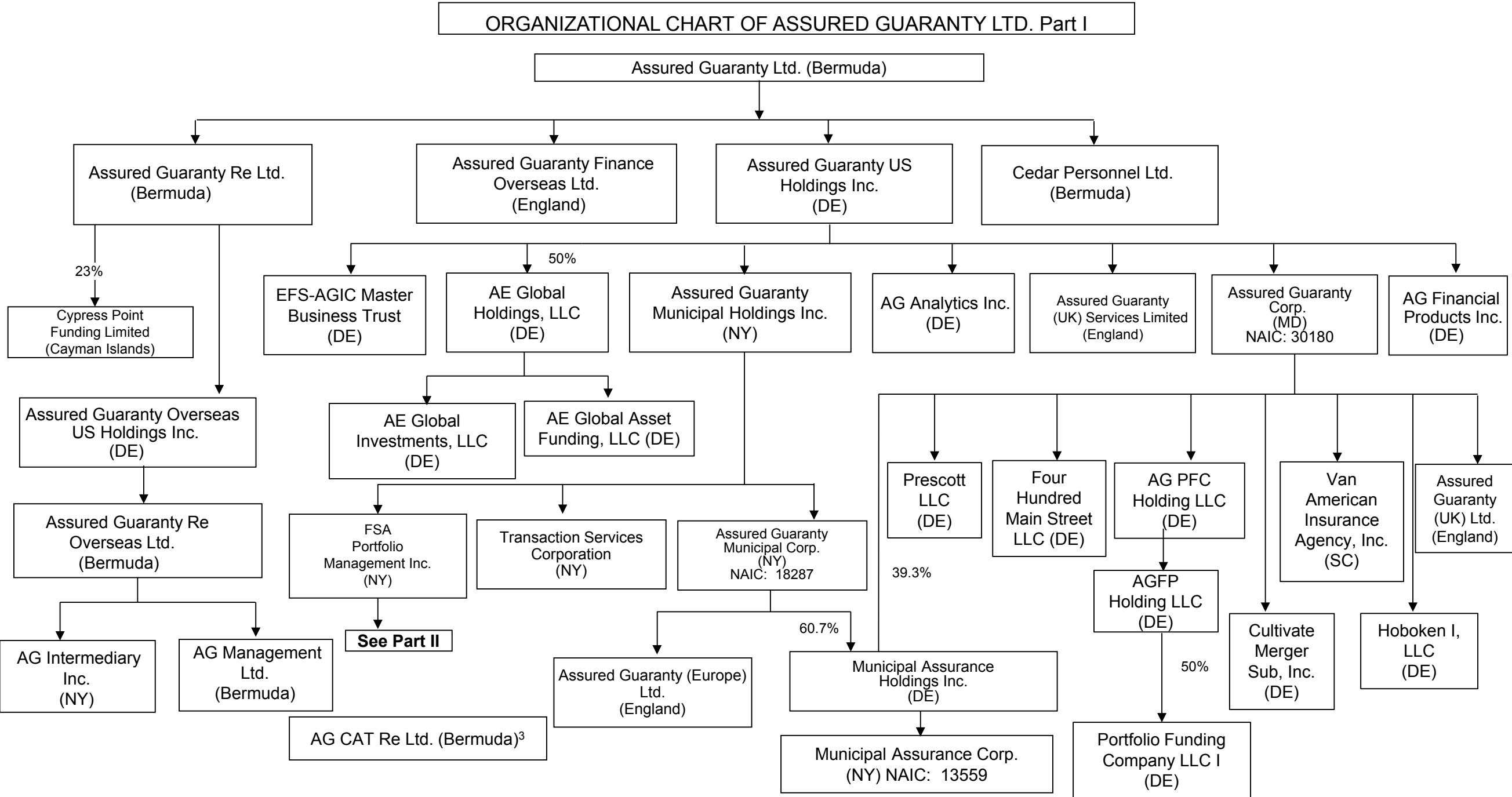
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	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	1,056,095	612,857	20,568	63,132	4,379,931	5,104,839
2. Alaska	AK L		0		0		0
3. Arizona	AZ L	710,727	698,847		0		0
4. Arkansas	AR L	181,068	409,581		0		0
5. California	CA L	16,572,710	9,292,951	3,536,563	1,087,669	20,421,678	32,223,612
6. Colorado	CO L	521,672	405,533	(264,384)	(135,873)		0
7. Connecticut	CT L	319,204	205,700		0		0
8. Delaware	DE L	3,705,094	6,663,609	(47,235,217)	6,167,428	224,626,581	165,639,571
9. Dist. Columbia	DC L	70,392	75,264		0		0
10. Florida	FL L	1,393,753	2,322,618	336,011	251,668	818,076	1,800,375
11. Georgia	GA L		231,947		0		0
12. Hawaii	HI L	49,678	51,491		0		0
13. Idaho	ID L		67,444		0		0
14. Illinois	IL L	6,204,933	1,906,020	355,334	0		0
15. Indiana	IN L	131,062	204,385		0		0
16. Iowa	IA L	54,584	33,005		0		0
17. Kansas	KS L	499,753	400,906		0		0
18. Kentucky	KY L	1,115,521	1,009,723		0		0
19. Louisiana	LA L	351,517	671,181		0		0
20. Maine	ME L	23,900	38,000		0		0
21. Maryland	MD L	2,637,658	794,840	139,395,538	17,187,094	(131,158,502)	114,666,163
22. Massachusetts	MA L	69,069	128,121	(3,505,084)	(5,396,042)		0
23. Michigan	MI L	892,873	717,285	1,468,749	1,410,976	9,221,720	10,450,010
24. Minnesota	MN L	87,306	146,665	(437,354)	(45,556)	1,328,401	2,398,825
25. Mississippi	MS L	304,952	179,912		0		0
26. Missouri	MO L		212,882		0		0
27. Montana	MT L		41,171		0		0
28. Nebraska	NE L		0		0		0
29. Nevada	NV L		0		0		0
30. New Hampshire	NH L		0		0		0
31. New Jersey	NJ L	720,762	1,306,255		0		0
32. New Mexico	NM L	77,263	5,795		0		0
33. New York	NY L	31,760,571	28,256,930	3,718,171	12,721,919	120,876,586	153,850,610
34. No. Carolina	NC L	111,779	1,488		0		0
35. No. Dakota	ND L		56,688		0		0
36. Ohio	OH L	770,436	1,509,345		0		0
37. Oklahoma	OK L		0		0		0
38. Oregon	OR L	173,238	144,277		0		0
39. Pennsylvania	PA L	2,696,171	3,243,573	(20,000)	118,597		0
40. Rhode Island	RI L	19,576	749,079		0		0
41. So. Carolina	SC L	31,185	169,746		0		0
42. So. Dakota	SD L		0		0		0
43. Tennessee	TN L	54,927	31,269		0		0
44. Texas	TX L	2,530,645	2,402,006		0		0
45. Utah	UT L	258,093	149,327		0		0
46. Vermont	VT L	16,940	34,790		0		0
47. Virginia	VA L	116	137		0		0
48. Washington	WA L	239,057	24,900		0		0
49. West Virginia	WV L		76,295		0		0
50. Wisconsin	WI L	1,204,231	35,127		0		0
51. Wyoming	WY L		0		0		0
52. American Samoa	AS N		0		0		0
53. Guam	GU L		0		0		0
54. Puerto Rico	PR L	452	567	4,317,029	0	234,340,785	224,268,868
55. U.S. Virgin Islands	VI L		0		0		0
56. Northern Mariana Islands	MP N		0		0		0
57. Canada	CAN N	647,644	699,147		0		0
58. Aggregate Other Alien	OT XXX	3,625,531	3,369,550	0	0	0	(49,827)
59. Totals	(a) 54	81,892,138	69,788,229	101,685,924	33,431,012	484,855,256	710,353,046
DETAILS OF WRITE-INS							
58001. AUS Australia	XXX	447,227	635,429		0		0
58002. AUT Austria	XXX		0		0		0
58003. CYM Cayman Islands	XXX	1,274,897	1,012,618		0		(49,827)
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX	1,903,407	1,721,503	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	3,625,531	3,369,550	0	0	0	(49,827)

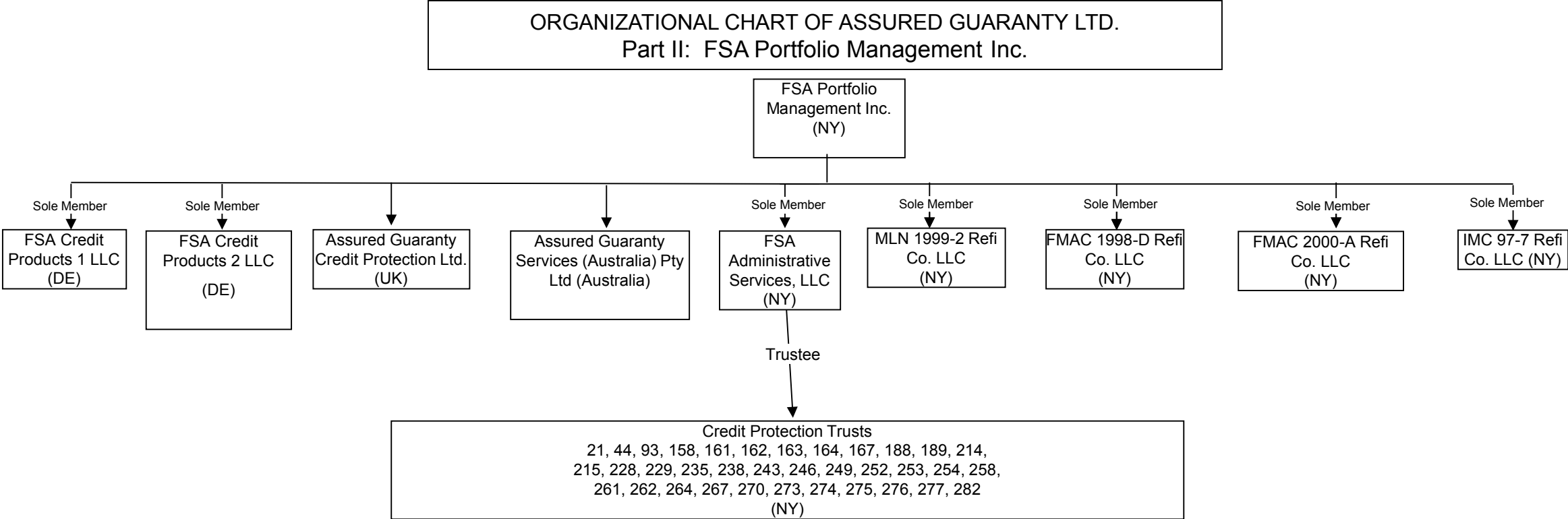
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

STATEMENT as of JUNE 30, 2016 of the ASSURED GUARANTY MUNICIPAL CORP.  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of JUNE 30, 2016 of the ASSURED GUARANTY MUNICIPAL CORP.  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



Notes:

1. Unless otherwise indicated by percentage ownership or other relationship, the ownership interest is 100%. Percentages shown represent voting control, except that percentages in parentheses represent economic interest where voting control and economic interest are different..
2. All companies listed are corporations, except for limited liability companies (designated as LLCs) and the Credit Protection Trusts (which are New York grantor trusts).
3. AG CAT Re Ltd. is wholly owned by Codan Trust Company Limited, an entity that is not owned or controlled by Assured Guaranty Ltd. The insurance manager of AG CAT Re Ltd. is AG Management Ltd.

SCHEDULE Y  
PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Name of Parent Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/ Person(s)	*
00194.....	Assured Guaranty Ltd.....	00000.....	98-0429991.....	.....	0001573813.....	NYSE.....	Assured Guaranty Ltd.....	BMU.....	UIP.....	.....	.....	0.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	20-1082002.....	.....	0001289244.....	.....	Assured Guaranty US Holdings Inc.....	DE.....	UIP.....	Assured Guaranty Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	13-3261323.....	.....	1111913357.....	.....	Assured Guaranty Municipal Holdings Inc.....	NY.....	UDP.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	18287.....	13-3250292.....	.....	.....	.....	Assured Guaranty Municipal Corp.....	NY.....	RE.....	Assured Guaranty Municipal Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	13-3693815.....	.....	.....	.....	FSA Portfolio Management Inc.....	NY.....	NIA.....	Assured Guaranty Municipal Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	13-3866939.....	.....	.....	.....	Transaction Services Corporation.....	NY.....	NIA.....	Assured Guaranty Municipal Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	46-3047895.....	.....	.....	.....	Municipal Assurance Holdings Inc.....	DE.....	DS.....	Assured Guaranty Municipal Corp.....	Ownership.....	60.7.....	Assured Guaranty Ltd.....	.....(1)
00194.....	Assured Guaranty Ltd.....	00000.....	13-3896538.....	.....	.....	.....	Assured Guaranty (Europe) Ltd.....	GBR.....	DS.....	Assured Guaranty Municipal Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	Cypress Point Funding Ltd.....	CYM.....	NIA.....	Assured Guaranty Re Ltd.....	Ownership.....	23.0.....	Assured Guaranty Ltd.....	.....0
.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	.....	0.0.....	.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	98-0203985.....	.....	.....	.....	Assured Guaranty Re Ltd.....	BMU.....	IA.....	Assured Guaranty Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	Assured Guaranty Finance Overseas Ltd.....	GBR.....	NIA.....	Assured Guaranty Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	Cedar Personnel Ltd.....	BMU.....	NIA.....	Assured Guaranty Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	52-2221232.....	.....	.....	.....	Assured Guaranty Overseas US Holdings Inc.....	DE.....	NIA.....	Assured Guaranty Re Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	98-0319240.....	.....	.....	.....	Assured Guaranty Re Overseas Ltd.....	BMU.....	IA.....	Assured Guaranty Overseas US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	AG Management Ltd.....	BMU.....	NIA.....	Assured Guaranty Re Overseas Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	13-3339307.....	.....	.....	.....	AG Intermediary Inc.....	NY.....	NIA.....	Assured Guaranty Re Overseas Ltd.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	13559.....	26-2999764.....	.....	.....	.....	Municipal Assurance Corp.....	NY.....	DS.....	Municipal Assurance Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	27-1251323.....	.....	.....	.....	AG Analytics Inc.....	DE.....	NIA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	Assured Guaranty (UK) Services Limited.....	GBR.....	NIA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	30180.....	52-1533088.....	.....	.....	.....	Assured Guaranty Corp.....	MD.....	IA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	13-4031196.....	.....	.....	.....	AG Financial Products Inc.....	DE.....	NIA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	.....	.....	.....	.....	Prescott LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0
00194.....	Assured Guaranty Ltd.....	00000.....	52-1533088.....	.....	.....	.....	AG PFC Holding LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	.....0

SCHEDULE Y  
PART 1A – DETAIL OF INSURANCE HOLDING COMPANY SYSTEM

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Name of Parent Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/ Person(s)	*
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty (UK) Ltd.....	GBR.....	IA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....	27-3047677.....				AGFP Holding LLC.....	DE.....	NIA.....	AG PFC Holding LLC.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Portfolio Funding Company LLC 1.....	DE.....	NIA.....	AGFP Holding LLC.....	Ownership.....	50.0.....	Assured Guaranty Ltd.....	0.....
00000.....	Codan Trust Company Limited.....	00000.....					AG CAT Re Ltd.....	BMU.....	OTH.....	Codan Trust Company Limited.....	Other.....	100.0.....	Codan Trust Company Limited.....	(2).....
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Credit Products 1 LLC.....	DE.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Credit Products 2 LLC.....	DE.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty Credit Protection Ltd.....	GBR.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty Services (Australia) Pty Ltd.....	AUS.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Administrative Services, LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
												0.0.....		0.....
00194.....	Assured Guaranty Ltd.....	00000.....					MLN 1992-2 Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					FMAC 1998-D Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					FMAC 2000-A Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					IMC 97-7 Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
												0.0.....		0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Credit Protection Trusts.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Other.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....	13-3333448.....				EFS-AGIC Master Business Trust.....	DE.....	NIA.....	Assured Guaranty US Holdings, Inc.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....	36-4446928.....				AE Global Holdings, LLC.....	DE.....	NIA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	50.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					AE Global Investments, LLC.....	DE.....	NIA.....	AE Global Holdings, LLC.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					AE Global Asset Funding, LLC.....	DE.....	NIA.....	AE Global Holdings, LLC.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Four Hundred Main Street, LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....	20-3759337.....				Van American Insurance Agency, Inc.....	SC.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....
00194.....	Assured Guaranty Ltd.....	00000.....					Hoboken I, LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0.....	Assured Guaranty Ltd.....	0.....

Asterisk	Explanation
	(1) The remaining 39.3% of Municipal Assurance Holdings Inc. is directly owned by Assurance Guaranty Corp.....
	(2) AG CAT Re Ltd. is wholly owned by Codan Trust Company Limited, an entity that is not owned or controlled by Assured Guaranty Ltd. The insurance manager of AG CAT Re Ltd. is AG Management Ltd.....

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 .....			0.0	0.0
2.	Allied lines .....			0.0	0.0
3.	Farmowners multiple peril .....			0.0	0.0
4.	Homeowners multiple peril .....			0.0	0.0
5.	Commercial multiple peril .....			0.0	0.0
6.	Mortgage guaranty .....			0.0	0.0
8.	Ocean marine .....			0.0	0.0
9.	Inland marine .....			0.0	0.0
10.	Financial guaranty .....	214,127,590	(2,392,716)	(1.1)	52.6
11.1	Medical professional liability -occurrence .....			0.0	0.0
11.2	Medical professional liability -claims made .....			0.0	0.0
12.	Earthquake .....			0.0	0.0
13.	Group accident and health .....			0.0	0.0
14.	Credit accident and health .....			0.0	0.0
15.	Other accident and health .....			0.0	0.0
16.	Workers' compensation .....			0.0	0.0
17.1	Other liability occurrence .....			0.0	0.0
17.2	Other liability-claims made .....			0.0	0.0
17.3	Excess Workers' Compensation .....			0.0	0.0
18.1	Products liability-occurrence .....			0.0	0.0
18.2	Products liability-claims made .....			0.0	0.0
19.1,19.2	Private passenger auto liability .....			0.0	0.0
19.3,19.4	Commercial auto liability .....			0.0	0.0
21.	Auto physical damage .....			0.0	0.0
22.	Aircraft (all perils) .....			0.0	0.0
23.	Fidelity .....			0.0	0.0
24.	Surety .....			0.0	0.0
26.	Burglary and theft .....			0.0	0.0
27.	Boiler and machinery .....			0.0	0.0
28.	Credit .....			0.0	0.0
29.	International .....			0.0	0.0
30.	Warranty .....			0.0	0.0
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 .....	0	0	0.0	0.0
35.	TOTALS .....	214,127,590	(2,392,716)	(1.1)	52.6
DETAILS OF WRITE-INS					
3401.	.....				
3402.	.....				
3403.	.....				
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	0	0	0.0	0.0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34) .....	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire .....	0		0
2.	Allied lines .....	0		0
3.	Farmowners multiple peril .....	0		0
4.	Homeowners multiple peril .....	0		0
5.	Commercial multiple peril .....	0		0
6.	Mortgage guaranty .....	0		0
8.	Ocean marine .....	0		0
9.	Inland marine .....	0		0
10.	Financial guaranty .....	43,291,920	81,892,138	69,788,229
11.1	Medical professional liability-occurrence .....	0		0
11.2	Medical professional liability-claims made .....	0		0
12.	Earthquake .....	0		0
13.	Group accident and health .....	0		0
14.	Credit accident and health .....	0		0
15.	Other accident and health .....	0		0
16.	Workers' compensation .....	0		0
17.1	Other liability occurrence .....	0		0
17.2	Other liability-claims made .....	0		0
17.3	Excess Workers' Compensation .....	0		0
18.1	Products liability-occurrence .....	0		0
18.2	Products liability-claims made .....	0		0
19.1,19.2	Private passenger auto liability .....	0		0
19.3,19.4	Commercial auto liability .....	0		0
21.	Auto physical damage .....	0		0
22.	Aircraft (all perils) .....	0		0
23.	Fidelity .....	0		0
24.	Surety .....	0		0
26.	Burglary and theft .....	0		0
27.	Boiler and machinery .....	0		0
28.	Credit .....	0		0
29.	International .....	0		0
30.	Warranty .....	0		0
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 .....	0	0	0
35.	TOTALS .....	43,291,920	81,892,138	69,788,229
DETAILS OF WRITE-INS				
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page .....	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34) .....	0	0	0

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)	2016 Loss and LAE Payments on Claims Reported as of Prior Year-End	2016 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2016 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. 2013 + Prior .....	435,912		435,912	114,098		114,098	317,464			317,464	(4,350)	.0	(4,350)
2. 2014 .....	2,192		2,192	(1,216)		(1,216)	15,182			15,182	11,774	.0	11,774
3. Subtotals 2014 + prior .....	438,104	.0	438,104	112,882	.0	112,882	332,646	.0	.0	332,646	7,423	.0	7,423
4. 2015 .....	30		30	54		54	40			40	63	.0	63
5. Subtotals 2015 + prior .....	438,134	.0	438,134	112,935	.0	112,935	332,686	.0	.0	332,686	7,487	.0	7,487
6. 2016 .....	XXX	XXX	XXX	XXX	106	106	XXX			.0	XXX	XXX	XXX
7. Totals .....	438,134	0	438,134	112,935	106	113,041	332,686	0	0	332,686	7,487	0	7,487
8. Prior Year-End Surplus As Regards Policy-holders	2,440,809										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. 1.7	2. 0.0	3. 1.7
											Col. 13, Line 7 Line 8		
											4. 0.3		

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 a "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.

	Response
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 Insurance Coverage Supplement be filed with the state of domicile and the NAIC with this statement?	.....NO.....

Explanation:

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

Bar Code:

1.



18287201649000002

2.




18287201645500002

3.



18287201636500002

4.



18287201650500002

OVERFLOW PAGE FOR WRITE-INS

PQ010 Additional Aggregate Lines for Page 10 Line 58.  
\*SCT

	1	2	3	4	5	6	7
	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
58004. CHL Chile.....	.XXX.	762,764	907,140		.0		0
58005. FRA France.....	.XXX.	(1,281)	0		.0		0
58006. DEU Germany.....	.XXX.		0		.0		0
58007. IRL Ireland.....	.XXX.	368,283					
58008. NZL New Zealand.....	.XXX.	27,330	0		.0		0
58009. PER Peru.....	.XXX.		30,255		.0		0
58010. PRT Portugal.....	.XXX.		0		.0		0
58011. GBR United Kingdom.....	.XXX.	746,311	784,108		.0		0
Summary of remaining write-							
58997. ins for Line 58 from Page 10	XXX	1,903,407	1,721,503	0	0	0	0

SCHEDULE A – VERIFICATION

Real Estate

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Current year change in encumbrances .....		0
4. Total gain (loss) on disposals .....		0
5. Deduct amounts received on disposals .....		0
6. Total foreign exchange change in book/adjusted carrying value .....		0
7. Deduct current year's other-than-temporary impairment recognized .....		0
8. Deduct current year's depreciation .....		0
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8) .....	0	0
10. Deduct total nonadmitted amounts .....	0	0
11. Statement value at end of current period (Line 9 minus Line 10) .....	0	0

SCHEDULE B – VERIFICATION

Mortgage Loans

	1	2
	Year To Date	Prior Year Ended December 31
1. Book value/recorded investment excluding accrued interest, December 31 of prior year .....	0	0
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....		0
3. Capitalized deferred interest and other .....		0
4. Accrual of discount .....		0
5. Unrealized valuation increase (decrease) .....		0
6. Total gain (loss) on disposals .....		0
7. Deduct amounts received on disposals .....		0
8. Deduct amortization of premium and mortgage interest points and commitment fees .....		0
9. Total foreign exchange change in book value/recorded investment excluding accrued interest .....		0
10. Deduct current year's other-than-temporary impairment recognized .....		0
11. Book value/recorded investment excluding accrued interest at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	0	0
12. Total valuation allowance .....		0
13. Subtotal (Line 11 plus Line 12) .....	0	0
14. Deduct total nonadmitted amounts .....	0	0
15. Statement value at end of current period (Line 13 minus Line 14) .....	0	0

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year .....	471,565,485	507,982,891
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....		0
2.2 Additional investment made after acquisition .....	3,363,318	0
3. Capitalized deferred interest and other .....		0
4. Accrual of discount .....	32,515	4,278,729
5. Unrealized valuation increase (decrease) .....	1,093,382	(8,447,415)
6. Total gain (loss) on disposals .....		580,000
7. Deduct amounts received on disposals .....	100,000,000	31,137,316
8. Deduct amortization of premium and depreciation .....		0
9. Total foreign exchange change in book/adjusted carrying value .....		0
10. Deduct current year's other-than-temporary impairment recognized .....		1,691,404
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	376,054,700	471,565,485
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12) .....	376,054,700	471,565,485

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year .....	4,909,190,193	4,950,365,895
2. Cost of bonds and stocks acquired .....	479,493,741	1,206,760,586
3. Accrual of discount .....	31,728,363	65,208,944
4. Unrealized valuation increase (decrease) .....	(18,206,016)	55,526,805
5. Total gain (loss) on disposals .....	2,302,938	10,951,599
6. Deduct consideration for bonds and stocks disposed of .....	668,891,294	1,311,228,949
7. Deduct amortization of premium .....	13,801,855	27,780,190
8. Total foreign exchange change in book/adjusted carrying value .....	2,807,594	1,855,420
9. Deduct current year's other-than-temporary impairment recognized .....	28,215,088	42,469,917
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	4,696,408,576	4,909,190,193
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11) .....	4,696,408,576	4,909,190,193

Cost of bonds and stock acquired includes \$279,018,145 acquired as part of salvage, return of capital from subsidiary and paydown of surplus notes from subsidiary.

STATEMENT AS OF JUNE 30, 2016 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 NAIC Designation

NAIC Designation	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
<b>BONDS</b>								
1. NAIC 1 (a).....	4,273,706,752	696,335,085	472,912,231	(2,452,789)	4,273,706,752	4,494,676,817	0	4,343,145,084
2. NAIC 2 (a).....	6,090,271			5,312,265	6,090,271	11,402,536	0	4,262,161
3. NAIC 3 (a).....	0				0	0	0	0
4. NAIC 4 (a).....	0				0	0	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	79,200,013	31,100,896		(14,713,116)	79,200,013	95,587,793	0	137,730,490
7. Total Bonds	4,358,997,036	727,435,981	472,912,231	(11,853,640)	4,358,997,036	4,601,667,146	0	4,485,137,735
<b>PREFERRED STOCK</b>								
8. NAIC 1 .....	0				0	0	0	0
9. NAIC 2 .....	0				0	0	0	0
10. NAIC 3 .....	0				0	0	0	0
11. NAIC 4 .....	0				0	0	0	0
12. NAIC 5 .....	0				0	0	0	0
13. NAIC 6 .....	0				0	0	0	0
14. Total Preferred Stock.....	0	0	0	0	0	0	0	0
15. Total Bonds & Preferred Stock	4,358,997,036	727,435,981	472,912,231	(11,853,640)	4,358,997,036	4,601,667,146	0	4,485,137,735

(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 \$ .....354,254,242 ; NAIC 2 \$ ..... ;  
NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

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	14,964,916	XXX	14,959,371	0	3,865

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.....	59,970,399	80,090,567
2. Cost of short-term investments acquired .....	14,744,371	140,206,262
3. Accrual of discount .....	5,997	27,834,201
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals .....	(29)	4,640
6. Deduct consideration received on disposals .....	59,755,368	183,961,617
7. Deduct amortization of premium.....	454	23,748
8. Total foreign exchange change in book/adjusted carrying value.....		0
9. Deduct current year's other-than-temporary impairment recognized.....		4,179,906
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	14,964,916	59,970,399
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	14,964,916	59,970,399

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.....	190,865,789	248,702,310
2. Cost of cash equivalents acquired .....	588,623,014	542,518,405
3. Accrual of discount .....	49,492	10,398
4. Unrealized valuation increase (decrease) .....		0
5. Total gain (loss) on disposals.....	1,729	338
6. Deduct consideration received on disposals .....	414,651,114	600,365,662
7. Deduct amortization of premium .....		0
8. Total foreign exchange change in book/adjusted carrying value .....		0
9. Deduct current year's other than temporary impairment recognized .....		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	364,888,910	190,865,789
11. Deduct total nonadmitted amounts .....		0
12. Statement value at end of current period (Line 10 minus Line 11)	364,888,910	190,865,789

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

FeO<sub>3</sub>

**Showing Other Long-Term Invested Assets ACQUIRED AND ADDITIONS MADE During the Current Quarter**

NONE

**Showing Other Long-Term Invested Assets DISPOSED, Transferred or Repaid During the Current Quarter**

1  CUSIP Identification	2  Name or Description	Location		5  Name of Purchaser or Nature of Disposal	6  Date Originally Acquired	7  Disposal Date	8  Book/ Adjusted Carrying Value Less Encumbrances Prior Year	Change in Book/Adjusted Carrying Value						15  Book/Adjusted Carrying Value Less Encumbrances on Disposal	16  Consideration	17  Foreign Exchange Gain (Loss) on Disposal	18  Realized Gain (Loss) on Disposal	19  Total Gain (Loss) on Disposal	20  Investment Income
		3  City	4  State					9  Unrealized Valuation Increase (Decrease)	10  Current Year's (Depreciation) or (Amortization)/ Accretion	11  Current Year's Other Than Temporary Impairment Recognized	12  Capitalized Deferred Interest and Other	13  Total Change in B./A.C.V. (9+10-11+12)	14  Total Foreign Exchange Change in B./A.C.V.						
Surplus Debentures, etc. - Unaffiliated																			
000000-00-0.....	Surplus Note Municipal Assurance Corporation	New York	NY	Repayment of Surplus Note.....	09/06/2013	06/30/2016	100,000,000						0	100,000,000	100,000,000			0	
2399999 - Surplus Debentures, etc. - Unaffiliated							100,000,000	0	0	0	0	0	0	100,000,000	100,000,000	0	0	0	0
4499999 – Subtotals - Unaffiliated							100,000,000	0	0	0	0	0	0	100,000,000	100,000,000	0	0	0	0
4599999 – Subtotals - Affiliated							0	0	0	0	0	0	0	0	0	0	0	0	0
4699999 Totals							100,000,000	0	0	0	0	0	0	100,000,000	100,000,000	0	0	0	0

STATEMENT AS OF JUNE 30, 2016 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 <sup>(a)</sup>
Bonds - U.S. States, Territories and Possessions									
13063A-2R-4	CALIFORNIA ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		18,153,407	16,495,000	375,490	1FE
419791-7D-4	HAWAII ST UNREFUNDED		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,554,304	1,505,000	18,603	1FE
641461-JF-6	NV ST GO C18 S08		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,477,775	5,980,000	24,086	1FE
709141-6J-9	PENNSYLVANIA ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		10,291,400	10,000,000	165,278	1FE
709141-6M-2	PENNSYLVANIA ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		11,294,812	10,975,000	181,392	1FE
70914P-FS-6	PENNSYLVANIA ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		14,900,509	13,790,000	86,188	1FE
882723-JE-0	TEXAS ST PREREFUNDED-TRANSPTRN COM.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		160,019	155,000	1,916	1FE
882723-KU-2	TEXAS ST PREREFUNDED-TRANSPTRN COM.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,343,175	1,250,000	15,451	1FE
882723-JY-6	TEXAS ST UNREFUNDED-TRANSPTRN COMM.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		4,189,383	4,055,000	50,124	1FE
882723-LN-7	TEXAS ST UNREFUNDED-TRANSPTRN COMM.		06/30/2016	VARIOUS		13,700,385	12,750,000	157,604	1FE
93974B-NB-1	WASHINGTON ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		8,870,770	8,500,000	211,319	1FE
93974C-FP-0	WASHINGTON ST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		4,713,888	4,250,000	87,951	1FE
93974D-BG-2	WASHINGTON ST FOR ISSUES DTD P.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,787,745	1,500,000	31,042	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						97,437,572	91,205,000	1,406,444	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
052430-CN-3	AUSTIN TEX INDPT SCH DIST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		8,649,011	8,255,000	170,833	1FE
052430-CR-4	AUSTIN TEX INDPT SCH DIST.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		4,651,921	4,440,000	91,883	1FE
59333F-SQ-4	MIAMI-DADE CNTY FLA.		04/29/2016	WELLS FARGO BROK SER LLC		2,778,861	2,245,000		1FE
734260-R3-8	PORT HOUSTON AUTH TEX HARRIS CNTY.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,760,320	6,000,000	90,854	1FE
73723R-TN-3	PORTSMOUTH VA.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		4,174,485	3,500,000	72,431	1FE
812626-XC-8	SEATTLE WASH.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		12,598,466	11,410,000	45,957	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						39,613,064	35,850,000	471,958	XXX
Bonds - U.S. Special Revenue									
04780M-PD-5	Atlanta GA Air AMT.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		5,749,900	5,000,000	124,306	1FE
040654-WS-0	AZ Trn Bd Hwy C24 S15.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,868,310	1,500,000	37,292	1FE
15504R-GC-7	CENTRL PUGET SOUND WA REGL TRA.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,985,725	1,750,000	11,472	1FE
348815-KP-5	FORT SMITH ARK WTR & SWR REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		5,410,300	5,000,000	61,806	1FE
46246K-2K-7	IA Fin Rev C25 S15.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		2,510,620	2,000,000	41,389	1FE
495289-WL-0	KING CNTY WASH SWR REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,240,355	5,500,000	136,736	1FE
499746-ZF-5	KNOXVILLE TN ELEC REVENUE.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,075,450	1,000,000	19,889	1FE
545904-MN-1	LOUDOUN CNTY VA SANTN AUTH WTR.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,121,400	1,000,000	19,889	1FE
914437-RZ-3	MA Univ MA Bdg C25 S15.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		3,522,050	2,785,000	22,822	1FE
592646-6X-6	MET WASHINGTON DC ARPTS AUTH A.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,104,760	1,000,000	9,889	1FE
594615-DP-8	MICHIGAN ST BLDG AUTH REVENUE REF.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		3,345,989	2,990,000	37,375	1FE
594615-DT-0	MICHIGAN ST BLDG AUTH REVENUE UNRE.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		2,217,955	2,010,000	25,125	1FE
644614-2Y-4	NEW HAMPSHIRE ST HLTH & EDU FA.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,455,240	1,200,000	29,833	1FE
646139-5U-5	NEW JERSEY ST TPK AUTH TPK REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,109,000	5,000,000	124,306	1FE
64982P-M6-6	NEW YORK ST DORM AUTH LEASE REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		5,818,153	5,305,000	104,442	1FE
70917S-SJ-3	PENNSYLVANIA ST HGR EDUCNL FA.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,664,205	1,500,000	22,500	1FE
71884A-QT-9	PHOENIX ARIZ CIVIC IMPT CORP EXCI.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		7,408,812	7,095,000	176,390	1FE
745260-C3-4	PUERTO RICO ELEC PWR AUTH B SERIES.		06/22/2016	USBANK		4,915,937	8,378,706		6Z
745260-B7-6	PUERTO RICO ELECTRIC POWER A1.		05/19/2016	USBANK		4,666,988	8,437,675		6Z
745260-D2-5	PUERTO RICO ELECTRIC POWER D1.		06/30/2016	USBANK		10,871,368	16,311,035		6Z
745260-D4-1	PUERTO RICO ELECTRIC POWER D2.		06/30/2016	USBANK		10,646,603	16,795,441		6Z
759911-WJ-5	REGIONAL TRANSN AUTH ILL.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		4,130,580	3,000,000	13,896	1FE
79575D-B7-4	SALT RIVER PROJ ARIZ AGRIC IMP.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		6,025,195	5,500,000	136,736	1FE
79575D-XF-2	SALT RIVER PROJ AZ.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		11,814,317	11,150,000	277,201	1FE
79765A-G7-5	SAN FRAN CALIF CITY & CNTY 5.25%.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		5,571,279	4,775,000	41,085	1FE
816705-GV-3	SEMINOLE CNTY FLA WTR & SWR REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		15,162,300	15,000,000	185,417	1FE
88278P-TU-8	TEXAS ST UNIV SYS FING REVENUE.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,196,390	1,000,000	14,583	1FE
88278P-TV-6	TEXAS ST UNIV SYS FING REVENUE.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,250,613	1,250,000	18,229	1FE
235416-6T-6	TX Dallas Wwks&S C25 S15A.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		2,517,240	2,000,000	24,722	1FE
914719-TK-5	UNIV OF NORTH CAROLINA NC AT G.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		1,236,690	1,000,000	12,361	1FE
91412G-ZJ-7	UNIVERSITY OF CALIFORNIA		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		869,530	770,000	5,053	1FE
917567-AR-0	UTAH ST TRANSIT AUTH SALES TAX.		04/29/2016	WELLS FARGO BROK SER LLC		3,131,425	2,500,000	48,264	1FE
92817L-GG-2	VIRGINIA ST RES AUTH CLEAN WTR REV.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,326,820	6,000,000	74,167	1FE
495289-WB-9	WA King Co Swr AGM C17 S15.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		3,515,823	2,845,000	70,730	1FE
940093-7H-4	WASHINGTON ST UNIV REVS.		06/30/2016	MUNICIPAL ASSURANCE CORPORATION		2,439,380	2,000,000	24,722	1FE

## E04.1

## E04.1

## E04.1

## E04.1

## E04.1

STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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	F o r e i g n	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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36178C-7C-1...	GNMA #0AA5391 SF30.....		06/15/2016	PRINCIPAL RECEIPT.....		617,337	617,337	663,975	664,356		(47,020)		(47,020)		617,337			.0	8,609	06/15/2042	1
36241L-BC-9...	GNMA #782735.....		06/15/2016	PRINCIPAL RECEIPT.....		118,614	118,614	129,011	132,697		(14,084)		(14,084)		118,614			.0	2,993	07/15/2039	1
36295W-EN-3...	GNMA #682441.....		06/15/2016	PRINCIPAL RECEIPT.....		1,552	1,552	1,668	1,686		(134)		(134)		1,552			.0	32	05/15/2023	1
36225C-BQ-8...	GNMA 11 ARM POOL 080046.....		06/20/2016	PRINCIPAL RECEIPT.....		740	740	747	744		(3)		(3)		740			.0	3	02/20/2027	1
36207R-3A-1...	GNMA POOL 440093.....		06/15/2016	PRINCIPAL RECEIPT.....		16	16	15	16				0		16			.0		02/15/2027	1
36201F-V2-0...	GNMA POOL 582133.....		06/15/2016	PRINCIPAL RECEIPT.....		731	731	775	761		(30)		(30)		731			.0	21	05/15/2032	1
38377R-SG-6...	GNR 2011-14 VA.....		06/22/2016	VARIOUS.....		2,196,925	2,149,901	2,305,140	2,198,492		(10,560)		(10,560)		2,187,932		8,993	8,993	55,013	10/20/2023	1
0599999 - Bonds - U.S. Governments						2,935,915	2,888,891	3,101,331	2,998,752	0	(71,831)	0	(71,831)	0	2,926,922	0	8,993	8,993	66,671	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
34153S-J4-5...	FLORIDA ST BRD ED PUB ED.....		06/01/2016	CALLED @ 101.0000000.....		14,023,850	13,885,000	14,436,096	14,046,986		(23,136)		(23,136)		14,023,850			.0	347,125	06/01/2024	1FE
882721-LT-8...	TEXAS ST 5.00%.....		04/01/2016	CALLED @ 100.0000000.....		4,000,000	4,000,000	4,192,600	4,006,017		(6,017)		(6,017)		4,000,000			.0	100,000	04/01/2020	1FE
928109-NP-8...	VIRGINIA ST.....		06/01/2016	CALLED @ 100.0000000.....		5,160,000	5,160,000	5,445,245	5,175,824		(15,824)		(15,824)		5,160,000			.0	129,000	06/01/2019	1FE
93974D-LT-3...	WASHINGTON ST REF-SER R.....		06/22/2016	CITIGROUP GLOBAL MARKETS.....		6,248,400	5,000,000	6,162,650		(50,373)			(50,373)		6,112,277		136,123	136,123	122,222	07/01/2027	1FE
97705M-BU-8...	WISCONSIN ST FOR ISSUES DTD PRIOR.....		06/22/2016	CANTOR FITZGERALD & COMPANY.....		2,294,640	1,800,000	2,278,530		(17,638)			(17,638)		2,260,892		33,748	33,748	27,250	11/01/2026	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						31,726,890	29,845,000	32,515,121	23,228,827	0	(112,988)	0	(112,988)	0	31,557,019	0	169,871	169,871	725,597	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
208418-ZA-4...	Conroe Texas Indep. Schl Dist.....		06/20/2016	MORGAN STANLEY CO.....		2,860,688	2,235,000	2,814,737		(25,258)			(25,258)		2,789,479		71,209	71,209	44,079	02/15/2025	1FE
513174-WP-4...	LAMAR TX CONSOL INDEP SCH DIST.....		06/20/2016	CITIGROUP GLOBAL MARKETS.....		1,577,300	1,250,000	1,560,438		(11,388)			(11,388)		1,549,050		28,250	28,250	22,222	02/15/2027	1FE
861419-VG-0...	Stockton CA Unif Sch Dist.....		06/22/2016	WELLS FARGO BROK SER LLC.....		4,948,248	3,925,000	4,878,540		(34,838)			(34,838)		4,843,701		104,546	104,546	79,045	08/01/2026	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						9,386,236	7,410,000	9,253,715	0	0	(71,484)	0	(71,484)	0	9,182,230	0	204,005	204,005	145,346	XXX	XXX
Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions																					
24639S-IV-3...	DE HSG-SR-SFM.....		06/02/2016	CALLED @ 100.0000000.....		110,000	110,000	110,000	110,000				0		110,000			.0	3,103	07/01/2039	1FE
3136A6-N5-9...	FANNIE MAE 12-76 A.....		06/25/2016	PRINCIPAL RECEIPT.....		85,167	85,167	88,720	88,359		(3,192)		(3,192)		85,167			.0	1,255	08/25/2038	1
3136AK-KB-8...	FANNIE MAE 14-41 CG.....		06/25/2016	PRINCIPAL RECEIPT.....		51,409	51,409	52,646	52,545		(1,136)		(1,136)		51,409			.0	657	06/25/2040	1
3136AK-JV-3...	FANNIE MAE 14-46 TA.....		06/25/2016	PRINCIPAL RECEIPT.....		45,641	45,641	46,617	46,564		(923)		(923)		45,641			.0	199	10/25/2040	1
31402V-LU-2...	Fannie Mae POOL # 739339.....		06/25/2016	PRINCIPAL RECEIPT.....		10,107	10,107	10,322	10,163		(55)		(55)		10,107			.0	235	09/01/2018	1
31405U-M8-9...	Fannie Mae POOL # 739683.....		06/25/2016	PRINCIPAL RECEIPT.....		21,225	21,225	21,673	21,400		(176)		(176)		21,225			.0	411	11/01/2019	1
31406C-MA-3...	Fannie Mae POOL# 805953.....		06/25/2016	PRINCIPAL RECEIPT.....		8,398	8,398	8,589	8,478		(81)		(81)		8,398			.0	191	12/01/2019	1
31349U-JL-3...	FED HOME LOAN MTGE CORP # 782967.....		06/15/2016	PRINCIPAL RECEIPT.....		64,182	64,182	64,546	64,925		(743)		(743)		64,182			.0	690	01/01/2035	1
31320Q-TT-9...	FEDERAL HOME LN MTG CORP #034161.....		06/15/2016	PRINCIPAL RECEIPT.....		105,074	105,074	108,669	108,627		(3,553)		(3,553)		105,074			.0	1,563	06/01/2045	1
3138WE-KW-8...	FEDERAL NATIONAL MTG ASSOC #AS4808.....		06/25/2016	PRINCIPAL RECEIPT.....		106,638	106,638	111,986	111,865		(5,227)		(5,227)		106,638			.0	1,318	04/01/2045	1
3138YR-OX-9...	FEDERAL NATIONAL MTG ASSOC #AZ0469.....		06/25/2016	PRINCIPAL RECEIPT.....		25,363	25,363	26,651	26,645		(1,282)		(1,282)		25,363			.0	371	05/01/2045	1
3128PU-EW-8...	FG J14649.....		06/15/2016	PRINCIPAL RECEIPT.....		83,598	83,598	83,193	83,104		494		494		83,598			.0	1,223	04/01/2026	1
3128M1-BA-6...	FGOLD 15YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		9,559	9,559	9,434	9,467		92		92		9,559			.0	199	04/01/2021	1
3128MB-FN-2...	FGOLD 15YR GIANT MBS/POOL.....		06/15/2016	PRINCIPAL RECEIPT.....		2,548	2,548	2,525	2,532		16		16		2,548			.0	54	09/01/2021	1
3128LO-DE-9...	FGOLD 30YR.....		06/15/2016	PRINCIPAL RECEIPT.....		23,671	23,671	23,811	23,804		(133)		(133)		23,671			.0	501	11/01/2037	1
3128LX-FB-1...	FGOLD 30YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		23,130	23,130	22,184	22,128		1,002		1,002		23,130			.0	459	12/01/2035	1
3128M5-HJ-2...	FGOLD 30YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		8,087	8,087	8,167	8,163		(76)		(76)		8,087			.0	236	06/01/2036	1
3128M5-LE-8...	FGOLD 30YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		32,025	32,025	32,757	32,848		(823)		(823)		32,025			.0	894	11/01/2037	1
3128MG-EF-1...	FGOLD 30YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		7,579	7,579	7,180	7,211		368		368		7,579			.0	152	04/01/2038	1
3128MJ-TP-5...	FGOLD 30YR GIANT.....		06/15/2016	PRINCIPAL RECEIPT.....		365,064	365,064	363,552	363,510		1,554		1,554		365,064			.0	5,345	11/01/2043	1
3128M5-ME-7...	FGOLD 30YR GIANT POOL # G03657.....		06/15/2016	PRINCIPAL RECEIPT.....		20,323	20,323	21,038	21,311		(988)		(988)		20,323			.0	523	12/01/2037	1
3128K9-KT-0...	FGOLD POOL # A48406.....		06/15/2016	PRINCIPAL RECEIPT.....		6,073	6,073	5,974	5,957		116		116		6,073			.0	132	03/01/2036	1
31292H-SP-5...	FGOLD POOL # C01754.....		06/15/2016	PRINCIPAL RECEIPT.....		12,901	12,901	13,060	13,054		(154)		(154)		12,901			.0	303	01/01/2034	1
3128BJ-ZR-0...	FGOLD POOL # C79752.....		06/15/2016	PRINCIPAL RECEIPT.....		25,350	25,350	25,622	25,557		(207)		(207)		25,350			.0	564	05/01/2033	1
3128LX-BJ-8...	FGOLD POOL # G01841.....		06/15/2016	PRINCIPAL RECEIPT.....		11,557	11,557	11,587	11,588		(31)		(31)		11,557			.0	267	06/01/2035	1
31292H-KJ-2...	FGOLD POOL 01197.....		06/15/2016	PRINCIPAL RECEIPT.....		6,764	6,764	6,725	6,720		17		17		6,738		26	26	183	07/01/2031	1
31283K-LC-0...	FGOLD POOL 11223.....		06/15/2016	PRINCIPAL RECEIPT.....		83	83	87	83						83			.0	3	06/01/2016	1
31287W-HU-7...	FGOLD POOL 62043.....		06/15/2016	PRINCIPAL RECEIPT.....		884	884	896	893		(9)		(9)		884			.0	22	12/01/2031	1
31292G-VZ-6...	FGOLD POOL C00632.....		06/15/2016	PRINCIPAL RECEIPT.....		71	71	69	69		2		2		71			.0	2	07/01/2028	1
31292H-OR-8...	FGOLD POOL C01364.....		06/15/2016	PRINCIPAL RECEIPT.....		4,329	4,329	4,395	4,429		(99)		(99)		4,329			.0	116	06/01/2032	1
31293E-EW-6...	FGOLD POOL C18249.....		06/15/2016	PRINCIPAL RECEIPT.....		1,644	1,644	1,621	1,630		14		14		1,644			.0	48	11/01/2028	1
31294E-HK-8...	FGOLD POOL C37434.....		06/15/2016	PRINCIPAL RECEIPT.....		2,960	2,960	2,901	2,914		46		46		2,960			.0	86	12/01/2029	1
3128GP-T6-0...	FGOLD POOL E86873.....		06/15/2016	PRINCIPAL RECEIPT.....		6,141	6,141	6,288	6,186		(46)		(46)		6,141			.0	141	01/01/2017	1
	FHLMC 5/1 GWO LIBOR HYBRID ARM.....		06/15/2016	PRINCIPAL RECEIPT.....		198	198	202	202		(3)		(3)		198			.0	2	05/01/2037	1

STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
3128MD-RV-7	FHLMC Gold 15 Yr P/T Pool # G14800	06/15/2016	PRINCIPAL RECEIPT		179,119	179,119	191,266	189,821		(10,702)		(10,702)		179,119			.0	2,923	06/01/2025	1	
3128MD-VL-4	FHLMC Gold 15 Yr P/T Pool # G14919	06/15/2016	PRINCIPAL RECEIPT		101,075	101,075	107,835	107,905		(6,830)		(6,830)		101,075			.0	1,691	06/01/2026	1	
3128M9-WB-4	FHLMC Gold 30 Yr P/T Pool # G07542	06/15/2016	PRINCIPAL RECEIPT		209,811	209,811	224,039	223,232		(13,420)		(13,420)		209,811			.0	3,943	11/01/2043	1	
3132J7-JB-9	FHLMC GOLD 30YR	06/20/2016	VARIOUS		5,379,587	5,123,547	5,397,337	5,410,880		(45,469)		(45,469)		5,365,412		14,176	14,176	99,025	03/01/2043	1	
	FHLMC GOLD 30YR CASH																				
3132L5-MB-6	ISSUANCE	06/21/2016	VARIOUS		3,290,630	3,187,059	3,243,828	3,243,361		(2,894)		(2,894)		3,240,467		50,163	50,163	53,026	08/01/2043	1	
31395W-HN-0	FHR 3005 ED	06/15/2016	PRINCIPAL RECEIPT		110,093	110,093	122,134	119,924		(9,831)		(9,831)		110,093			.0	2,229	07/15/2025	1	
3137A7-VZ-0	FHR 3828 VE	06/15/2016	PRINCIPAL RECEIPT		56,591	56,591	60,183	58,759		(2,169)		(2,169)		56,591			.0	1,063	01/15/2024	1	
3137AN-AA-3	FHR 4016 KV	06/15/2016	PRINCIPAL RECEIPT		12,335	12,335	13,214	12,926		(591)		(591)		12,335			.0	206	02/15/2025	1	
3137BD-ZX-7	FHR 4387 KG	06/15/2016	PRINCIPAL RECEIPT		290,675	290,675	301,147	302,545		(10,820)	1,050	(11,870)		290,675			.0	4,841	02/15/2039	1	
34073N-7G-9	FL HSG FIN-HMOWNER-3	04/01/2016	CALLED @ 100.0000000		50,000	50,000	50,000	50,000						50,000			.0	1,250	07/01/2023	1FE	
31376K-JR-8	FNMA POOL# 357672	06/25/2016	PRINCIPAL RECEIPT		54,002	54,002	52,150	53,246		757		757		54,002			.0	1,018	12/01/2019	1	
31371L-TQ-2	FNMA 15YR	06/25/2016	PRINCIPAL RECEIPT		4,553	4,553	4,557	4,556		(3)		(3)		4,553			.0	110	09/01/2019	1	
31410F-YJ-8	FNMA 30YR	06/25/2016	PRINCIPAL RECEIPT		30,192	30,192	29,566	29,569		623		623		30,192			.0	621	05/01/2036	1	
31403D-T8-2	FNMA 30YR POOL # 745875	06/25/2016	PRINCIPAL RECEIPT		72,116	72,116	73,880	74,008		(1,893)		(1,893)		72,116			.0	1,929	09/01/2036	1	
31414U-6M-5	FNMA 30YR POOL # 977076	06/25/2016	PRINCIPAL RECEIPT		33,566	33,566	32,202	32,196		1,370		1,370		33,566			.0	742	01/01/2038	1	
31405R-AK-2	FNMA 30YR POOL #796610	06/25/2016	PRINCIPAL RECEIPT		110,643	110,643	109,573	109,536		1,107		1,107		110,643			.0	2,316	10/01/2034	1	
31406M-4A-1	FNMA 30YR POOL #814517	06/25/2016	PRINCIPAL RECEIPT		6,079	6,079	6,023	6,021		58		58		6,079			.0	139	03/01/2035	1	
31385X-09-1	FNMA 30YR POOL#555880	06/25/2016	PRINCIPAL RECEIPT		40,591	40,591	40,352	40,349		243		243		40,591			.0	939	11/01/2033	1	
31402D-P7-9	FNMA 30YR POOL#725946	06/25/2016	PRINCIPAL RECEIPT		56,580	56,580	55,877	55,855		725		725		56,580			.0	1,294	11/01/2034	1	
31402Q-SZ-5	FNMA 30YR POOL#735036	06/25/2016	PRINCIPAL RECEIPT		56,451	56,451	55,769	55,741		710		710		56,451			.0	1,289	12/01/2034	1	
31392C-AV-6	FNMA 02-14: 1A	06/25/2016	PRINCIPAL RECEIPT		3,141	3,141	3,416	3,406	270	(270)				3,406		(265)	(265)	74	01/25/2042	1	
31407N-ZJ-5	FNMA 15 YR MBS/POOL	06/25/2016	PRINCIPAL RECEIPT		18,437	18,437	18,428	18,430		.7		.7		18,437			.0	431	10/01/2020	1	
31403D-PU-7	FNMA 15 YR POOL	06/25/2016	PRINCIPAL RECEIPT		8,228	8,228	8,166	8,184		44		44		8,228			.0	172	03/01/2021	1	
31407K-VF-3	FNMA 15YR MBS/POOL	06/25/2016	PRINCIPAL RECEIPT		60,215	60,215	60,150	60,172		44		44		60,215			.0	1,415	09/01/2020	1	
31410F-ZZ-4	FNMA 15YR MBS/POOL	06/25/2016	VARIOUS		91,202	89,019	88,116	88,478		257		257		88,735		2,467	2,467	2,289	07/01/2020	1	
31410F-ZN-8	FNMA 15YR MBS/POOL	06/25/2016	VARIOUS		44,161	42,703	42,346	42,465		50		50		42,515		1,646	1,646	1,191	07/01/2020	1	
31413E-UA-1	FNMA 30 YEAR POOL	06/25/2016	PRINCIPAL RECEIPT		.2	.2	.2	.2						.2			.0		08/01/2037	1	
31402R-R9-2	FNMA 30 YR	06/25/2016	PRINCIPAL RECEIPT		8,837	8,837	8,682	8,666		171		171		8,837			.0	200	10/01/2035	1	
	FNMA 30 Yr P/T Pool #																				
31418N-ZW-3	AD1656	06/25/2016	PRINCIPAL RECEIPT		393,029	393,029	424,595	426,048		(33,019)		(33,019)		393,029			.0	7,442	03/01/2040	1	
	FNMA 30 Yr P/T Pool #																				
31419A-3M-7	AE0803	06/25/2016	PRINCIPAL RECEIPT		197,001	197,001	213,176	214,556		(17,555)		(17,555)		197,001			.0	3,707	10/01/2040	1	
	FNMA 30 Yr P/T Pool #																				
31419E-J6-7	AE3884	06/25/2016	PRINCIPAL RECEIPT		122,632	122,632	132,692	133,012		(10,380)		(10,380)		122,632			.0	2,316	11/01/2040	1	
31371M-6M-4	FNMA 30 YR POOL	06/25/2016	VARIOUS		61,924	57,273	56,468	56,558		68		68		56,626		5,299	5,299	1,766	01/01/2037	1	
31409G-MP-8	FNMA 30 YR POOL	06/25/2016	PRINCIPAL RECEIPT		13,656	13,656	13,661	13,661		(5)		(5)		13,656			.0	308	07/01/2036	1	
31410G-CP-6	FNMA 30 YR POOL	06/25/2016	PRINCIPAL RECEIPT		13,656	13,656	13,545	13,537		119		119		13,656			.0	353	07/01/2037	1	
3138X3-EG-3	FNMA 30YR	06/25/2016	PRINCIPAL RECEIPT		264,813	264,813	270,440	270,560		(5,747)		(5,747)		264,813			.0	3,176	08/01/2043	1	
31402C-VP-4	FNMA 30YR	06/25/2016	PRINCIPAL RECEIPT		30,852	30,852	30,768	30,779		72		72		30,852			.0	699	02/01/2034	1	
31402Q-WA-5	FNMA 30YR	06/25/2016	PRINCIPAL RECEIPT		32,370	32,370	31,630	31,600		770		770		32,370			.0	734	01/01/2035	1	
31417E-S4-4	FNMA 30YR	06/25/2016	VARIOUS		6,918,509	6,712,076	7,004,943	6,979,875		(38,835)		(38,835)		6,941,041		(22,532)	(22,532)	111,059	01/01/2043	1	
31410G-AF-0	FNMA 30YR MBS POOL	06/25/2016	PRINCIPAL RECEIPT		14,242	14,242	13,807	13,826		416		416		14,242			.0	305	08/01/2036	1	
31410F-T6-2	FNMA 30YR MBS/POOL	06/25/2016	PRINCIPAL RECEIPT		45,588	45,588	45,055	45,154		434		434		45,588			.0	1,034	02/01/2035	1	
31403D-DX-4	FNMA 30YR MBS/POOL# 13442	06/25/2016	PRINCIPAL RECEIPT		29,891	29,891	28,908	28,989		895		895		29,891			.0	685	04/01/2036	1	
31403D-PN-3	FNMA 30YR POOL	06/25/2016	PRINCIPAL RECEIPT		61,364	61,364	60,874	60,881		482		482		61,364			.0	1,503	08/01/2036	1	
31409V-D3-4	FNMA 30YR POOL	06/25/2016	PRINCIPAL RECEIPT		1,761	1,761	1,750	1,750		.11		.11		1,761			.0	38	03/01/2036	1	
31410G-AE-3	FNMA 30YR POOL	06/25/2016	PRINCIPAL RECEIPT		66,275	66,275	62,481	62,699													

STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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	F o r e i g n	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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31407E-ZU-0...	FNMA POOL # 828855		06/25/2016	PRINCIPAL RECEIPT		31,535	31,535	30,460	30,496		1,040		1,040		31,535			.0	.655	...10/01/2035...	1...
31403X-0B-4...	FNMA POOL #761050		06/25/2016	VARIOUS		387,023	375,450	379,119	376,456		(347)		(347)		376,110		10,914	10,914	10,072	...12/01/2018...	1...
31407S-A2-8...	FNMA POOL #838925		06/25/2016	PRINCIPAL RECEIPT		22,576	22,576	21,670	21,941		635		635		22,576			.0	.413	...08/01/2035...	1...
31371K-6A-3...	FNMA POOL 254093		06/25/2016	PRINCIPAL RECEIPT		8,681	8,681	9,590	9,543		(862)		(862)		8,681			.0	.229	...12/01/2031...	1...
31371L-PJ-2...	FNMA POOL 255225		06/25/2016	PRINCIPAL RECEIPT		9,967	9,967	9,832	9,834		133		133		9,967			.0	.234	...06/01/2034...	1...
31390L-J9-8...	FNMA POOL 49288		06/25/2016	PRINCIPAL RECEIPT		5,680	5,680	5,817	5,706		(26)		(26)		5,680			.0	.132	...08/01/2017...	1...
31385H-4Y-5...	FNMA POOL 545439		06/25/2016	PRINCIPAL RECEIPT		6,048	6,048	6,131	6,163		(115)		(115)		6,048			.0	.166	...02/01/2032...	1...
31385J-K8-0...	FNMA POOL 545819		06/25/2016	PRINCIPAL RECEIPT		3,199	3,199	3,490	3,498		(299)		(299)		3,199			.0	.85	...08/01/2032...	1...
31385X-F9-3...	FNMA POOL 555592		06/25/2016	PRINCIPAL RECEIPT		858	858	881	881		(23)		(23)		858			.0	.18	...07/01/2033...	1...
31388W-KN-5...	FNMA POOL 616901		06/25/2016	PRINCIPAL RECEIPT		275	275	276	277		(2)		(2)		275			.0	.7	...12/01/2031...	1...
31388W-PP-5...	FNMA POOL 617030		06/25/2016	PRINCIPAL RECEIPT		102	102	103	103		(1)		(1)		102			.0	.3	...12/01/2031...	1...
31388X-X4-1...	FNMA POOL 618199		06/25/2016	PRINCIPAL RECEIPT		1,857	1,857	1,907	1,900		(31)		(31)		1,870		(13)	(13)	.43	...11/01/2031...	1...
31390B-XK-9...	FNMA POOL 641582		06/25/2016	PRINCIPAL RECEIPT		8,814	8,814	8,951	8,904		(90)		(90)		8,814			.0	.240	...04/01/2032...	1...
31390M-3E-2...	FNMA POOL 650697		06/25/2016	PRINCIPAL RECEIPT		8,349	8,349	8,575	8,397		(48)		(48)		8,349			.0	.183	...07/01/2017...	1...
31390Y-2V-9...	FNMA POOL 660588		06/25/2016	PRINCIPAL RECEIPT		727	727	730	727		(1)		(1)		727			.0	.17	...09/01/2017...	1...
31391H-RS-5...	FNMA POOL 667497		06/25/2016	PRINCIPAL RECEIPT		396	396	407	424		(29)		(29)		396			.0	.9	...01/01/2033...	1...
31391Y-SG-8...	FNMA POOL 681347		06/25/2016	VARIOUS		16,271	15,855	16,055	15,939		(38)		(38)		15,900		371	371	.416	...02/01/2018...	1...
31400A-MX-3...	FNMA POOL 681774		06/25/2016	PRINCIPAL RECEIPT		5,292	5,292	5,290	5,291		.0		.0		5,292			.0	.115	...01/01/2018...	1...
31400P-ZK-4...	FNMA POOL 693846		06/25/2016	PRINCIPAL RECEIPT		1,570	1,570	1,606	1,602		(31)		(31)		1,570			.0	.36	...03/01/2033...	1...
31400R-WZ-0...	FNMA POOL 695564		06/25/2016	PRINCIPAL RECEIPT		6,465	6,465	6,606	6,579		(115)		(115)		6,465			.0	.121	...03/01/2033...	1...
31404R-XU-6...	FNMA POOL 776591		06/25/2016	PRINCIPAL RECEIPT		24,152	24,152	23,787	23,780		372		372		24,152			.0	.440	...04/01/2034...	1...
31388A-L9-3...	FNMA POOL 98952		06/25/2016	PRINCIPAL RECEIPT		232	232	235	233		.0		.0		232			.0	.5	...08/01/2017...	1...
313602-G0-1...	FNMA REMIC 88-25B TAC		06/25/2016	PRINCIPAL RECEIPT		404	404	409	405		.0		.0		404			.0	.16	...10/25/2018...	1...
31394E-FT-0...	FNR 2005-64 PL		06/25/2016	PRINCIPAL RECEIPT		32,445	32,445	33,561	33,972		(1,526)		(1,526)		32,445			.0	.745	...07/25/2035...	1...
31398F-LA-7...	FNR 2009-78 BM		06/25/2016	VARIOUS		2,677,331	2,554,570	2,709,441	2,722,319		(27,383)		(27,383)		2,694,936		(17,605)	(17,605)	.57	...06/25/2039...	1...
3136A3-ED-9...	FNR 2011-143 PA		06/25/2016	PRINCIPAL RECEIPT		165,109	165,109	180,562	171,270		(6,161)		(6,161)		165,109			.0	.3	...02/25/2038...	1...
3136A3-C2-5...	FNR 2012-5 VC		06/25/2016	PRINCIPAL RECEIPT		32,488	32,488	34,849	33,542		(1,054)		(1,054)		32,488			.0	.7	...02/25/2025...	1...
3137AD-R2-6...	FREDDIE MAC		06/22/2016	VARIOUS		633,215	611,659	642,461	627,075		(4,241)		(4,241)		622,833		10,382	10,382	.13	...12/15/2023...	1...
3137B5-6H-1...	FREDDIE MAC -4257 A		06/15/2016	PRINCIPAL RECEIPT		84,378	84,378	86,171	86,058		(1,680)		(1,680)		84,378			.0	.899	...10/15/2027...	1...
3137BB-N9-7...	FREDDIE MAC -4358 DA		06/15/2016	PRINCIPAL RECEIPT		179,504	179,504	182,442	182,246		(2,742)		(2,742)		179,504			.0	2,338	...06/15/2040...	1...
3137BC-BB-3...	FREDDIE MAC -4366 DK		06/15/2016	PRINCIPAL RECEIPT		395,749	395,749	404,962	403,589		(7,840)		(7,840)		395,749			.0	4,739	...05/15/2033...	1...
3137BC-BE-7...	FREDDIE MAC -4366 GA		06/15/2016	PRINCIPAL RECEIPT		189,043	189,043	192,233	191,932		(2,889)		(2,889)		189,043			.0	2,425	...03/15/2040...	1...
3137BC-TN-8...	FREDDIE MAC -4376 HA		06/15/2016	PRINCIPAL RECEIPT		250,753	250,753	254,906	254,493		(3,740)		(3,740)		250,753			.0	3,192	...04/15/2040...	1...
3137BD-CR-5...	FREDDIE MAC -4377 LA		06/15/2016	PRINCIPAL RECEIPT		472,041	472,041	479,270	478,644		(6,603)		(6,603)		472,041			.0	5,953	...06/15/2040...	1...
3137AO-Y8-2...	FREDDIE MAC 3704 CLASS ED		06/15/2016	PRINCIPAL RECEIPT		50,417	50,417	53,323	53,386		(2,969)		(2,969)		50,417			.0	.845	...12/15/2036...	1...
31283H-6G-5...	Freddie Mac pool # G01771		06/15/2016	PRINCIPAL RECEIPT		11,951	11,951	11,975	11,975		(24)		(24)		11,951			.0	.272	...02/01/2035...	1...
442435-4B-6...	HOUSTON TX UTILITY SYS REVENUE		06/21/2016	VINING-SPARKS IBG, LP		6,031,202	4,825,000	5,967,029		(55,702)			(55,702)		5,911,327		119,875	119,875	146,760	...05/15/2025...	1FE...
542690-XS-6...	LONG ISLAND PWR AUTH N Y ELEC SYS		06/01/2016	CALLED @ 100.0000000		20,000,000	20,000,000	20,902,150	20,062,209		(62,209)		(62,209)		20,000,000			.0	500,000	...12/01/2019...	1FE...
546475-FV-1...	LOUISIANA ST GAS & FUELS TAX REV		05/01/2016	CALLED @ 100.0000000		2,410,000	2,410,000	2,561,685	2,416,398		(6,398)		(6,398)		2,410,000			.0	.60	...05/01/2021...	1FE...
546475-FY-5...	LOUISIANA ST GAS & FUELS TAX REV		05/01/2016	CALLED @ 100.0000000		2,000,000	2,000,000	2,113,040	2,004,784		(4,784)		(4,784)		2,000,000			.0	.50	...05/01/2023...	1FE...
546475-FZ-2...	LOUISIANA ST GAS & FUELS TAX REV		05/01/2016	CALLED @ 100.0000000		1,000,000	1,000,000	1,054,120	1,002,293		(2,293)		(2,293)		1,000,000			.0	.25	...05/01/2024...	1FE...
59465M-TC-9...	MI RENTAL HSG-B		04/01/2016	Sink PMT @ 100.0000000		100,000	100,000	100,000	100,000		.0		.0		100,000			.0	2,500	...04/01/2016...	1FE...
59447P-R3-7...	01APR16 MICHIGAN FIN AUTH REV		04/01/2016	MATURITY		71,880	71,880	72,118	71,880		.0		.0		71,880			.0	1,797	...04/01/2016...	1FE...
59447P-V8-1...	5.25 01APR16 MICHIGAN FIN AUTH REV		04/01/2016	MATURITY		33,883	33,883	34,000	33,883		.0		.0		33,883			.0	.889	...04/01/2016...	1FE...
59447P-S7-7...	5.375 01APR16 MINNESOTA ST HSG FIN AGY		04/01/2016	MATURITY		129,319	129,319	129,777	129,319		.0		.0		129,319			.0	3,475	...04/01/2016...	1FE...
60416S-GV-6...	MISSOURI ST HWYS & TRANS COMM		04/01/2016	CALLED @ 100.0000000		60,000	60,000	65,349	64,516		(125)		(125)		64,391		(4,391)	(4,391)	1,212	...01/01/2038...	1FE...
60636W-GU-3...	MISSOURI ST HWYS & TRANS COMMN ST		05/01/2016	CALLED @ 100.0000000		10,000,000	10,000,000	10,647,457	10,029,884		(29,884)		(29,884)		10,000,000			.0	250,000	...05/01/2025...	1FE...
60636W-GM-1...	MISSOURI ST HWYS & TRANS COMMN ST		05/01/2016	CALLED @ 100.0000000		10,000,000	10,000,000	10,591,900	10,024,553		(24,553)		(24,553)		10,000,000			.0	250,000	...05/01/2018...	1FE...
641279-EC-4...	NV HSG SF-SR-ISSUE B		04/01/2016	CALLED @ 100.0000000		85,000	85,000	85,000	85,000		.0		.0		85,000			.0	.0	...04/01/2039...	1FE...
709223-QZ-7...	PENNSYLVANIA ST TPK COMMN		06/01/2016	CALLED @ 100.0000000		5,000,000	5,000,000	5,259,900	5,013,252		(13,252)		(13,252)		5,000,000			.0	125,000	...12/01/2022...	1FE...
83756C-FR-1...	TPK REV SOUTH DAKOTA HSG DEV AUTH		06/24/2016	CALLED @ 100.0000000		105,000	105,000	112,736	111,501		(355)		(355)		111,146		(6,146)	(6,146)	2,132	...11/01/2044...	1FE...
880461-DK-1...	RSDL FIN TENNESSEE HSG DEV AGY		06/01/2016	CALLED @ 100.0000000		20,000	20,000	20,000	20,000		.0		.0		20,000			.0	.403	...01/01/2034...	1FE...
880461-DL-9...	RSDL FIN TENNESSEE HSG DEV AGY		05/02/2016	CALLED @ 100.0000000		80,000	80,000	87,402	86,258		(234)		(234)		86,023		(6,023)	(6,023)	1,637	...07/01/2039...	1FE...

STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

Show All Long-Term Bonds and Stock Sold, Redeemed or Otherwise Disposed of 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	
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	11	12	13	14	15	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	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)	
										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.								
88283L-CN-4	TEXAS ST TRANSN COMMN REV.		04/01/2016	CALLED @ 100.0000000		13,500,000	13,500,000	14,444,190	13,531,353		(31,353)		(31,353)		13,500,000			.0	337,500	04/01/2018	1FE	
88283L-BC-9	TEXAS TRANSN COMMN ST HWY FD R		04/01/2016	CALLED @ 100.0000000		5,000,000	5,000,000	5,169,207	5,005,912		(5,912)		(5,912)		5,000,000			.0	125,000	04/01/2024	1FE	
927749-GN-5	VIRGINIA BEACH VA WTR & SWR REV.		06/08/2016	CALLED @ 100.0000000		2,280,000	2,280,000	2,430,320	2,280,000				.0		2,280,000			.0	78,218	10/01/2018	1FE	
3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Governments and Their Political Subdivisions						104,353,496	102,396,743	108,536,552	98,730,371	270	(520,118)	1,050	(520,898)	0	104,176,502	0	176,997	176,997	2,436,976	XXX	XXX	
Bonds - Industrial and Miscellaneous (Unaffiliated)																						
85771P-AG-7	STATOIL ASA		06/20/2016	HUMPHREY, IN.		5,584,768	5,600,000	5,581,856	5,586,959		.800		.800		5,587,759		(2,991)	(2,991)	128,053	01/17/2023	1FE	
00083B-AB-1	ACE 2007-D1 A2		06/25/2016	PRINCIPAL RECEIPT		11,208	11,208	9,101			2,107		2,107		11,208			.0	14	02/25/2038	1FM	
00083B-AA-3	ACE SECURITIES CORP.		06/25/2016	PRINCIPAL RECEIPT		429,021	429,021	371,888	370,154		58,867		58,867		429,021			.0		02/25/2038	1FM	
026934-AC-3	AHMA 2007-4 A3		06/25/2016	PRINCIPAL RECEIPT		121,936	121,936	89,605	87,757		34,197	17	34,180		121,936			.0		08/25/2037	1FM	
02007C-AC-6	ALLY AUTO RECEIVABLES TRUST 16-1 A		06/15/2016	PRINCIPAL RECEIPT		377,217	377,217	377,217					.0		377,217			.0	1,369	08/15/2018	1FE	
07401W-AP-4	BEAR STEARNS SECOND LIEN 2007-1 2A		06/25/2016	PRINCIPAL RECEIPT		199,747	199,747	33,766	48,576		151,171		151,171		199,747			.0		08/25/2037	1FM	
126802-DC-8	CABMT. 15-1		06/21/2016	CITIGROUP GLOBAL MARKETS		4,071,875	4,000,000	4,010,469	4,010,027		(1,080)		(1,080)		4,008,947		62,928	62,928	47,460	03/15/2023	1FE	
12627H-AF-7	CSAB 2006-2 A3A		06/25/2016	PRINCIPAL RECEIPT		4,049,602	4,049,602	3,960,465	4,152,158		36,666	139,221	(102,555)		4,049,602			.0		09/25/2036	1FM	
12628L-AG-5	CSAB 2006-4 A4		06/25/2016	PRINCIPAL RECEIPT		3,739,615	3,739,615	3,617,765	3,874,642		52,651	187,679	(135,028)		3,739,615			.0		12/25/2036	1FM	
23242L-AB-9	CWHEL 2006-F 2A1A		06/25/2016	PRINCIPAL RECEIPT		2,808,704	2,808,704	1,744,661	1,887,462		921,242		921,242		2,808,704			.0		07/15/2036	1FM	
126682-AA-1	CWHEL 2007-A A		06/25/2016	PRINCIPAL RECEIPT		442,341	442,341	277,692	299,212		143,129		143,129		442,341			.0		04/15/2037	1FM	
12666U-AF-0	CWL 2006-15 A5B		06/25/2016	PRINCIPAL RECEIPT		703,945	703,945	419,917	419,532		287,217	2,805	284,412		703,945			.0		10/25/2046	1FM	
126698-AC-3	CWL 2007-13 2A1		06/25/2016	PRINCIPAL RECEIPT		5,924,912	5,924,912	3,953,758	3,994,215		1,930,697		1,930,697		5,924,912			.0		02/25/2036	1FM	
126698-AB-5	CWL 2007-13 2A2M		06/25/2016	PRINCIPAL RECEIPT		574,253	574,253	363,325	365,397		208,856		208,856		574,253			.0		10/25/2047	1FM	
12668W-AD-9	CWL 2007-4 A4W		06/25/2016	PRINCIPAL RECEIPT		3,003	3,003	2,047			956		956		3,003			.0		04/25/2047	1FM	
233050-AN-3	DBUBS 11-LC1AA1 144A	R	06/10/2016	PRINCIPAL RECEIPT		326,836	326,836	330,095	327,400		(564)		(564)		326,836			.0	5,441	11/10/2046	1FM	
34531P-AC-5	FORD CREDIT AUTO OWNER TRUST 16-A		06/21/2016	BANK OF AMERICA SECURITIES LL		7,260,479	7,250,000	7,250,000			.0		.0		7,250,000		10,479	10,479	25,161	12/15/2018	1FM	
41162C-AE-1	HVHLT 2006-10 2A1C		06/19/2016	PRINCIPAL RECEIPT		24,617	24,617	15,165			9,452		9,452		24,617			.0		12/19/2037	1FM	
576456-AA-5	MABS 2007-NCW A1		06/25/2016	PRINCIPAL RECEIPT		474,325	474,325	362,052	263,297		114,606	12,811	101,795		474,325			.0		05/25/2037	1FM	
57645N-AD-2	WARM 2007-3 12A2		06/25/2016	PRINCIPAL RECEIPT		84,275	84,275	77,907	78,233		6,930	888	6,042		84,275			.0	53	05/25/2047	1FM	
57645N-AR-1	WARM 2007-3 22A3		06/25/2016	PRINCIPAL RECEIPT		34,621	34,621	26,212	26,000		8,783	162	8,621		34,621			.0		05/25/2047	1FM	
576456-AB-3	MASTR ASSET BACKED SECURITIES TRUS		06/25/2016	PRINCIPAL RECEIPT		3,274,253	3,274,253	2,304,192	2,069,240		927,084	106,777	820,307		3,274,253			.0	313	05/25/2037	1FM	
64352V-MP-3	NCHET 2005-A A5W		06/25/2016	PRINCIPAL RECEIPT		77,172	77,172	46,384			31,280	967	30,313		77,172			.0	214	08/25/2035	1FM	
65538P-AD-0	NOMURA ASSET ACCEPTANCE CORP		06/25/2016	PRINCIPAL RECEIPT		14,370	14,370	8,709	9,604		4,767		4,767		14,370			.0		03/25/2047	1FM	
65537B-AP-5	NOMURA ASSET CORP NAA 2006-WF1W A5		06/25/2016	PRINCIPAL RECEIPT		69,789	69,789	51,874	53,339		18,295	1,845	16,450		69,789			.0		06/25/2036	1FM	
62938R-AA-5	NRG PEAKER FINANCE LLC		06/30/2016	VARIOUS		76,097,516	76,097,516	53,318,900	68,455,535		7,641,981		7,641,981		76,097,516			.0		06/10/2019	1AM	
68403B-AC-9	OOMLT 2007-FXD2 2A2		06/25/2016	PRINCIPAL RECEIPT		98,539	98,539	71,797	72,938		25,916	316	25,600		98,539			.0		03/25/2037	1FM	
68403B-AD-7	OOMLT 2007-FXD2 2A3		06/25/2016	PRINCIPAL RECEIPT		151,139	151,139	110,364	40,775		40,775		40,775		151,139			.0	704	03/25/2037	1FM	
68403B-AE-5	OOMLT 2007-FXD2 2A4		06/25/2016	PRINCIPAL RECEIPT		93,972	93,972	67,228	68,804		25,168		25,168		93,972			.0		03/25/2037	1FM	
842400-GD-9	SOUTHERN CALIFORNIA EDISON CO.		06/20/2016	MERRILL LYNCH, PIERCE, FENNER		8,197,040	8,000,000	7,999,440	7,999,511		35		35		7,999,547		197,494	197,494	171,733	02/01/2022	1FE	
83613G-AA-7	SVHE 2008-1 A1		06/25/2016	PRINCIPAL RECEIPT		55,265	55,265	33,153	37,107		18,158		18,158		55,265			.0		02/25/2038	1FM	
88156V-AB-4	TWTS 2006-10SL A2		06/25/2016	PRINCIPAL RECEIPT		103,059	103,059	88,553	63,009		11,733		11,733		103,059			.0	225	10/25/2037	1FM	
88157V-AB-3	TWTS 2007-6 ALT A2		06/25/2016	PRINCIPAL RECEIPT		307,208	307,208	184,315	200,358		110,637	5,282	105,355		307,208			.0	1	08/25/2038	1FM	
88157V-AC-1	TWTS 2007-6 ALT A3		06/25/2016	PRINCIPAL RECEIPT		38,481	38,481	13,551	20,592		17,889		17,889		38,481			.0		08/25/2038	1FM	
88156V-AA-6	TWTS.06-10SL A1		06/25/2016	PRINCIPAL RECEIPT		1,345,956	1,345,956	790,047	865,979		479,979	2	479,977		1,345,956			.0		10/25/2037	1FM	
88157G-AA-8	TWTS2007-1SLA1		06/25/2016	PRINCIPAL RECEIPT		301,759	301,759	210,371	223,051		78,708		78,708		301,759			.0		01/25/2038	1FM	
92903P-AA-7	VNO 2010-VNO A1		06/15/2016	PRINCIPAL RECEIPT		221,508	221,508	221,508	221,508						221,508			.0	3,229	09/13/2028	1FM	
44328W-AL-8	HSBC Bank PLC 144A	R	05/24/2016	MATURITY		3,085,000	3,085,000	3,083,859	3,084,479		521		521		3,085,000			.0	47,818	05/24/2016	1FE	
000000-00-0	Advantage Capital II		06/30/2016	Use of Tax Credit		42,320							.0		42,320			.0		12/01/2020	1	
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						130,821,646	130,515,165	101,479,208	109,251,240	0	13,399,609	458,772	12,940,837	0	130,553,737	0	267,910	267,910	431,788	XXX	XXX	
8399997 - Subtotals - Bonds - Part 4						279,224,183	273,055,798	254,885,927	234,209,190	270	12,623,188	459,822	12,163,636	0	278,396,410	0	827,776	827,776	3,806,378	XXX	XXX	
8399999 - Subtotals - Bonds						279,224,183	273,055,798	254,885,927	234,209,190	270	12,623,188	459,822	12,163,636	0	278,396,410	0	827,776	827,776	3,806,378	XXX	XXX	
Common Stocks - Parent, Subsidiaries, and Affiliates																						
000000-00-0	MUNICIPAL ASSURANCE HOLDINGS INC.		06/30/2016	RETURN OF CAPITAL		182,100,000	XXX	182,100,000	182,100,000	0	0	0	0	0	182,100,000	0	0	0	0	XXX	XXF	
9199999 - Common Stocks - Parent, Subsidiaries and Affiliates						182,100,000	XXX	182,100,000	182,100,000	0	0	0	0	0	182,100,000	0	0	0	0	0	XXX	XXF

**STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.**

## SCHEDULE D - PART 4

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

[illegible]

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

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

**STATEMENT AS OF JUNE 30, 2016 OF THE ASSURED GUARANTY MUNICIPAL CORP.**

## SCHEDULE E - PART 1 - CASH

[illegible]

## SCHEDULE E - PART 2 - CASH EQUIVALENTS

[illegible]