



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2018  
OF THE CONDITION AND AFFAIRS OF THE

ASSURED GUARANTY MUNICIPAL CORP.

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

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 1633 Broadway (Street and Number) New York, NY, US 10019 (City or Town, State, Country and Zip Code)

Main Administrative Office 1633 Broadway (Street and Number) New York, NY, US 10019 (City or Town, State, Country and Zip Code) 212-974-0100 (Area Code) (Telephone Number)

Mail Address 1633 Broadway (Street and Number or P.O. Box) New York, NY, US 10019 (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 1633 Broadway (Street and Number) New York, NY, US 10019 (City or Town, State, Country and Zip Code) 212-974-0100 (Area Code) (Telephone Number)

Internet Web Site Address www.assuredguaranty.com

Statutory Statement Contact John Mahlon Ringler (Name) 212-974-0100 (Area Code) (Telephone Number) (Extension) 212-581-3268 (Fax Number)

jringle@agltd.com (E-Mail Address)

OFFICERS

Name	Title	Name	Title
<u>Dominic John Frederico</u>	<u>President &amp; Chief Executive Officer</u>	<u>Gon Ling Chow</u>	<u>General Counsel &amp; Secretary</u>
<u>Donald Hal Paston</u>	<u>Treasurer</u>		

OTHER OFFICERS

<u>Howard Wayne Albert</u>	<u>Chief Risk Officer</u>	<u>Robert Adam Bailenson</u>	<u>Chief Financial Officer</u>
<u>Laura Ann Bieling</u>	<u>Controller</u>	<u>Russell Brown Brewer II</u>	<u>Chief Surveillance Officer</u>
			<u>Vice President Regulatory Reporting</u>
<u>Stephen Donnarumma</u>	<u>Chief Credit Officer</u>	<u>John Mahlon Ringler</u>	<u>Executive Officer</u>
<u>Benjamin Gad Rosenblum</u>	<u>Chief Actuary</u>	<u>Bruce Elliot Stern</u>	

DIRECTORS OR TRUSTEES

<u>Howard Wayne Albert</u>	<u>Robert Adam Bailenson</u>	<u>Russell Brown Brewer II</u>	<u>David Allan Buzen</u>
<u>Gon Ling Chow</u>	<u>Stephen Donnarumma</u>	<u>Dominic John Frederico</u>	<u>Donald Hal Paston</u>
<u>Benjamin Gad Rosenblum</u>	<u>Bruce Elliot Stern</u>		

State of New York

County of New York

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

Dominic John Frederico Gon Ling Chow Donald Hal Paston  
President & Chief Executive Officer General Counsel & Secretary Treasurer

Subscribed and sworn to before me this 12th day of November, 2018

Eileen M. Lanzisera

EILEEN M. LANZISERA  
Notary Public, State of New York  
No. 01LA4728044  
Qualified in Nassau County  
Commission Expires Jan. 31, 2019

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 \_\_\_\_\_

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 .....	3,823,323,404		3,823,323,404	3,866,923,158
2. Stocks:				
2.1 Preferred stocks .....			0	0
2.2 Common stocks .....	906,754,763		906,754,763	899,862,810
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 (\$ .....2,885,165 ), cash equivalents (\$ .....153,120,777 ) and short-term investments (\$ .....0 ) .....	156,005,942		156,005,942	212,022,178
6. Contract loans (including \$ .....premium notes) .....			0	0
7. Derivatives .....	0		0	0
8. Other invested assets .....	363,976,248		363,976,248	393,478,322
9. Receivables for securities .....			0	0
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) .....	5,250,060,357	0	5,250,060,357	5,372,286,468
13. Title plants less \$ .....charged off (for Title insurers only) .....			0	0
14. Investment income due and accrued .....	39,881,486		39,881,486	40,410,535
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection .....	23,604,347	1,460	23,602,887	10,184,648
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 .....	3,533,732		3,533,732	811,317
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 .....	97,593,924	74,172,852	23,421,072	50,417,797
19. Guaranty funds receivable or on deposit .....			0	0
20. Electronic data processing equipment and software .....	1,418,972	722,108	696,864	162,329
21. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	23,374,559	23,374,559	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates .....			0	0
23. Receivables from parent, subsidiaries and affiliates .....	1,333,760		1,333,760	884,978
24. Health care (\$ ..... ) and other amounts receivable .....			0	0
25. Aggregate write-ins for other-than-invested assets .....	8,746,772	3,668,230	5,078,542	4,451,860
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) .....	5,449,547,909	101,939,209	5,347,608,700	5,479,609,932
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....			0	0
28. Total (Lines 26 and 27) .....	5,449,547,909	101,939,209	5,347,608,700	5,479,609,932
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 .....	595,789		595,789	105,841
2502. Prepaid Expenses .....	2,297,354	2,297,354	0	0
2503. Other Assets .....	5,853,629	1,370,876	4,482,753	4,346,019
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) .....	8,746,772	3,668,230	5,078,542	4,451,860

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$ .....0 ) .....	540,981,879	625,625,094
2. Reinsurance payable on paid losses and loss adjustment expenses .....		172,928
3. Loss adjustment expenses .....	4,190,630	8,682,668
4. Commissions payable, contingent commissions and other similar charges .....		0
5. Other expenses (excluding taxes, licenses and fees) .....	30,080,862	30,873,645
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	(1,573,032)	275,797
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....	78,995,961	95,299,992
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 \$ .....638,324,392 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) .....	1,226,556,248	1,234,444,531
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) .....	10,107,241	15,771,735
13. Funds held by company under reinsurance treaties .....	24,476,711	40,228,127
14. Amounts withheld or retained by company for account of others .....	(751)	(691)
15. Remittances and items not allocated .....		0
16. Provision for reinsurance (including \$ ..... certified) .....	505,575	883,500
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		0
18. Drafts outstanding .....		0
19. Payable to parent, subsidiaries and affiliates .....	32,469,521	49,931,372
20. Derivatives .....	0	0
21. Payable for securities .....	27,678,550	0
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 .....	1,170,593,815	1,123,550,185
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) .....	3,145,063,210	3,225,738,883
27. Protected cell liabilities .....		0
28. Total liabilities (Lines 26 and 27) .....	3,145,063,210	3,225,738,883
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 .....	376,362,826	376,362,826
35. Unassigned funds (surplus) .....	1,811,182,664	1,862,508,223
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) .....	2,202,545,490	2,253,871,049
38. Totals (Page 2, Line 28, Col. 3)	5,347,608,700	5,479,609,932
DETAILS OF WRITE-INS		
2501. Contingency Reserve.....	1,041,597,174	972,015,742
2502. Deferred Investment Gain.....	35,663,758	56,567,337
2503. Miscellaneous Liability.....	93,332,883	94,967,106
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)	1,170,593,815	1,123,550,185
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 to Date	Prior Year to Date	Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 138,640,047 )	178,316,033	239,310,223	316,240,099
1.2 Assumed (written \$ 30,029,875 )	28,682,703	22,705,029	31,093,708
1.3 Ceded (written \$ 36,402,220 )	76,669,669	111,256,839	144,907,771
1.4 Net (written \$ 132,267,702 )	130,329,067	150,758,413	202,426,036
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 14,639 ):			
2.1 Direct	57,190,227	326,645,196	501,058,350
2.2 Assumed	(242,450)	1,138,643	1,640,317
2.3 Ceded	13,913,596	137,694,700	185,351,022
2.4 Net	43,034,181	190,089,139	317,347,645
3. Loss adjustment expenses incurred	5,335,393	12,053,533	14,880,161
4. Other underwriting expenses incurred	71,331,188	88,074,392	114,922,179
5. Aggregate write-ins for underwriting deductions	(4,982,469)	(276,264,197)	(276,317,872)
6. Total underwriting deductions (Lines 2 through 5)	114,718,293	13,952,867	170,832,113
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	15,610,774	136,805,546	31,593,923
INVESTMENT INCOME			
9. Net investment income earned	125,140,908	144,450,851	189,820,132
10. Net realized capital gains (losses) less capital gains tax of \$ 416,409	(17,220,605)	845,309	(8,064,104)
11. Net investment gain (loss) (Lines 9 + 10)	107,920,303	145,296,160	181,756,028
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	30,150,711	19,261,900	23,672,017
15. Total other income (Lines 12 through 14)	30,150,711	19,261,900	23,672,017
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	153,681,788	301,363,606	237,021,968
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)	153,681,788	301,363,606	237,021,968
19. Federal and foreign income taxes incurred	(3,874,067)	(31,287,727)	84,633,311
20. Net income (Line 18 minus Line 19)(to Line 22)	157,555,855	332,651,333	152,388,657
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	2,253,871,049	2,266,617,775	2,266,617,775
22. Net income (from Line 20)	157,555,855	332,651,333	152,388,657
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	6,858,260	103,775,873	156,962,331
25. Change in net unrealized foreign exchange capital gain (loss)	9,826,919	(18,477,163)	(20,282,836)
26. Change in net deferred income tax	(13,470,960)	(112,820,579)	(93,801,935)
27. Change in nonadmitted assets	(12,092,126)	20,634,576	(11,987,916)
28. Change in provision for reinsurance	377,925	(1,097,625)	(883,500)
29. Change in surplus notes		0	0
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		0	(100,841,956)
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	(130,800,000)	(142,000,000)	(196,000,000)
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	(69,581,432)	(126,930,701)	101,700,429
38. Change in surplus as regards policyholders (Lines 22 through 37)	(51,325,559)	55,735,714	(12,746,726)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	2,202,545,490	2,322,353,489	2,253,871,049
DETAILS OF WRITE-INS			
0501. Commutation gains	(4,982,469)	(276,264,197)	(276,317,872)
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)	(4,982,469)	(276,264,197)	(276,317,872)
1401. Miscellaneous income	30,150,711	19,261,900	23,672,017
1402.		0	
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)	30,150,711	19,261,900	23,672,017
3701. Change in Contingency Reserve	(69,581,432)	(126,807,449)	101,823,682
3702. Change in Accounting		(123,252)	(123,253)
3703.		0	0
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)	(69,581,432)	(126,930,701)	101,700,429

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.....	113,317,123	166,170,358	270,179,983
2. Net investment income .....	127,108,356	128,615,164	177,114,186
3. Miscellaneous income .....	8,048,202	277,155,599	278,564,176
4. Total (Lines 1 to 3) .....	248,473,681	571,941,121	725,858,345
5. Benefit and loss related payments .....	140,683,947	103,811,587	121,301,413
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 .....	101,446,211	92,205,726	101,069,055
8. Dividends paid to policyholders .....	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ ..... tax on capital gains (losses).....	12,846,372	(3,105,844)	93,788,449
10. Total (Lines 5 through 9) .....	254,976,530	192,911,469	316,158,917
11. Net cash from operations (Line 4 minus Line 10) .....	(6,502,849)	379,029,652	409,699,428
<b>Cash from Investments</b>			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds .....	681,038,321	662,875,634	1,060,273,040
12.2 Stocks .....	0	5,532,117	5,532,117
12.3 Mortgage loans .....	0	0	0
12.4 Real estate .....	0	0	0
12.5 Other invested assets .....	24,277,667	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments .....	(338)	6,832	6,855
12.7 Miscellaneous proceeds .....	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	705,315,650	668,414,583	1,065,812,012
13. Cost of investments acquired (long-term only):			
13.1 Bonds .....	622,999,895	441,241,778	925,198,656
13.2 Stocks .....	0	138,892,971	138,892,971
13.3 Mortgage loans .....	0	0	0
13.4 Real estate .....	0	0	0
13.5 Other invested assets .....	0	22,998,000	22,998,000
13.6 Miscellaneous applications .....	1,029,142	5,950,005	6,557,988
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	624,029,037	609,082,754	1,093,647,615
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) .....	81,286,613	59,331,829	(27,835,603)
<b>Cash from Financing and Miscellaneous Sources</b>			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes .....	0	0	0
16.2 Capital and paid in surplus, less treasury stock.....	0	0	(100,841,956)
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 .....	130,800,000	142,000,000	196,000,000
16.6 Other cash provided (applied).....	0	75,406,141	0
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(130,800,000)	(66,593,859)	(296,841,956)
<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) .....	(56,016,236)	371,767,622	85,021,869
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	212,022,178	127,000,309	127,000,309
19.2 End of period (Line 18 plus Line 19.1) .....	156,005,942	498,767,931	212,022,178

STATEMENT AS OF SEPTEMBER 30, 2018 OF ASSURED GUARANTY MUNICIPAL CORP.

1. Summary of Significant Accounting Policies and Going Concern

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 and 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 NYSDFS and NAIC SAP is shown below:

	SSAP #	F/S Page	F/S Line #	Nine Months Ended September 30, 2018	Year Ended December 31, 2017
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)				\$ 157,555,855	\$ 152,388,657
(2) State Prescribed Practices that increase/(decrease) NAIC SAP:					
None				—	—
(3) State Permitted Practices that increase/(decrease) NAIC SAP:					
None				—	—
(4) NAIC SAP (1-2-3=4)				\$ 157,555,855	\$ 152,388,657
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)				\$ 2,202,545,490	\$ 2,253,871,049
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:					
None				—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP:					
None				—	—
(8) NAIC SAP (5-6-7=8)				\$ 2,202,545,490	\$ 2,253,871,049

B. Use of Estimates in the Preparation of the Financial Statements  
There has been no significant change since the 2017 Annual Statement.

C. Accounting Policies  
There has been no significant change since the 2017 Annual Statement.

D. Going Concern  
There are currently no conditions or events to cause management to have any substantial doubt about the Company's ability to continue as a going concern.

2. Accounting Changes and Corrections of Errors

There has been no change since the 2017 Annual Statement.

3. Business Combinations and Goodwill

- A. Statutory Purchase Method. There has been no change since the 2017 Annual Statement.
- B. Statutory Merger. There has been no change since the 2017 Annual Statement.
- C. Impairment Loss. There has been no change since the 2017 Annual Statement.

4. Discontinued Operations

There has been no change since the 2017 Annual Statement.

5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans. The Company did not hold investments in mortgage loans at September 30, 2018.
- B. Debt Restructuring. The Company has no investments in restructured debt in which the Company is a creditor at September 30, 2018.
- C. Reverse Mortgages. The Company did not hold reverse mortgages as investments at September 30, 2018.
- D. Loan-Backed Securities
  - 1. Prepayment assumptions for loan backed and structured securities were obtained from publicly available sources and internal models.
  - 2. The Company had no loan-backed securities with other-than-temporary impairments ("OTTI") due to 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 basis.

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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
00083B-AB-1	\$ 1,099,422	\$ 1,085,908	\$ 13,514	\$ 1,085,908	\$ 979,245	03/31/2018
12668W-AD-9	5,155,486	5,143,000	12,486	5,143,000	4,916,971	03/31/2018
576456-AB-3	100,284,202	100,201,568	82,634	100,201,568	94,394,686	03/31/2018
65538P-AD-0	1,957,378	1,925,748	31,630	1,925,748	1,843,784	03/31/2018
576456-AB-3	98,612,972	98,499,781	113,191	98,499,781	91,854,115	06/30/2018
65538P-AD-0	1,878,308	1,860,155	18,153	1,860,155	1,775,413	06/30/2018
00083B-AB-1	1,012,224	1,009,950	2,274	1,009,950	918,419	09/30/2018
12668W-AD-9	5,150,990	5,138,092	12,898	5,138,092	4,692,233	09/30/2018
576456-AB-3	97,184,180	95,518,153	1,666,027	95,518,153	89,950,248	09/30/2018
83613G-AA-7	3,629,019	3,607,388	21,631	3,607,388	3,515,072	09/30/2018
			\$ 1,974,438			

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	\$ (3,925,602)	\$ (15,379,756)
Commercial mortgage-backed securities	(2,540,671)	(2,877,249)
Other loan backed & structured securities	(995,616)	(213,547)
Total	1. \$ (7,461,889)	2. \$ (18,470,552)

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

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ 117,670,726	\$ 184,813,703
Commercial mortgage-backed securities	120,046,503	33,797,877
Other loan backed & structured securities	190,111,529	4,903,812
Total	1. \$ 427,828,758	2. \$ 223,515,392

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 September 30, 2018, 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. Dollar Repurchase Agreements and/or Securities Lending Transactions - The Company did not enter into dollar repurchase agreements or securities lending transactions at September 30, 2018.
- F. Repurchase Agreements Transactions Accounted for as Secured Borrowing - The Company did not enter into repurchase agreements accounted for as secured borrowings at September 30, 2018.
- G. Reverse Repurchase Agreements Transactions Accounted for as Secured Borrowing - The Company did not enter into reverse repurchase agreements accounted for as secured borrowings at September 30, 2018.
- H. Repurchase Agreements Transactions Accounted for as a Sale - The Company did not enter into repurchase agreements accounted for as a sale at September 30, 2018.
- I. Reverse Repurchase Agreements Transactions Accounted for as a Sale - The Company did not enter into reverse repurchase agreements accounted for as a sale at September 30, 2018.
- J. Real Estate – The Company did not hold investments in real estate, recognize any real estate impairments, or engage in any retail land sales at September 30, 2018.
- K. Low Income Housing Tax Credits (LIHTC) – The Company did not hold investments in LIHTC at September 30, 2018.
- L. Restricted Assets
- (1) Restricted assets (including pledged) summarized by restricted asset category



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Restricted Asset Category		Gross (Admitted & Nonadmitted) Restricted							8	9	Percentage	
		Current Year					6	7			10	11
		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 Non-admitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Non-admitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)	
(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	5,654,360				5,654,360	5,695,073 (40,713)		5,654,360	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	201,210,782				201,210,782	193,149,520 8,061,262	—	201,210,782	3.7%	3.8%	
(n)	Other restricted assets					—	—			—%	—%	
(o)	Total restricted assets	\$ 206,865,142	\$ —	\$ —	\$ —	\$ 206,865,142	\$ 198,844,593 \$ 8,020,549	\$ —	\$ 206,865,142	3.8%	3.9%	

- (a) Subset of Column 1
- (b) Subset of Column 3
- (c) Column 5 divided by Asset Page, Column 1, Line 28
- (d) Column 9 divided by Asset Page, Column 3, Line 28

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

	Gross (Admitted & Nonadmitted) Restricted								Percentage		
	Current Year					6	7		8	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) (\$ minus 6)		Total Current Year Admitted Restricted	Gross (Admitted & Non-admitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Collateral Agreement											
Collateral pledged for reinsurance	\$ 201,210,782	\$ —	\$ —	\$ —	\$ 201,210,782	\$ 193,149,520	\$ 8,061,262	\$ 201,210,782	3.7%	3.8%	
Total (c)	\$ 201,210,782	\$ —	\$ —	\$ —	\$ 201,210,782	\$ 193,149,520	\$ 8,061,262	\$ 201,210,782	3.7%	3.8%	

- (a) Subset of Column 1
- (b) Subset of Column 3
- (c) Total Line for Columns 1 through 7 should equal 5L(1)m Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5L(1)m Columns 9 through 11 respectively

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

Other Restricted Assets	Gross (Admitted & Nonadmitted) 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)					
				NONE					—%	—%
Total (c)	—	—	—	—	—	—	—	—	—%	—%

- (a) Subset of Column 1
- (b) Subset of Column 3
- (c) Total Line for Columns 1 through 7 should equal 5L(1)n Columns 1 through 7 respectively and Total Line for Columns 8 through 10 should equal 5L(1)n Columns 9 through 11 respectively

(4) The Company does not have collateral received and reflected as assets within its financial statements.

- M. Working Capital Finance Investments ("WCFI")– The Company did not hold investments for WCFI at September 30, 2018.
- N. 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 September 30, 2018.
- O. 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)
592248-FU-7	\$ 136,798	\$ 135,952	\$ 135,481	NO
771902-FZ-1	1,808,608	1,754,410	1,791,147	NO
Total	\$ 1,945,406	\$ 1,890,362	\$ 1,926,628	

- P. 5\* Securities (unrated, but current on principal and interest) - The Company did not hold investments in 5\* investments at September 30, 2018.
- Q. Short Sales - The Company did not sell any securities short in the first nine months of 2018.
- R. Prepayment Penalty and Acceleration Fees - The Company had 57 securities called during the first nine months of 2018 because of a callable feature. Of the 57 securities called, two had a call price above 100, which generated prepayment penalties and acceleration fees of \$15 thousand.

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

The Company has no investments in joint ventures and its investments in limited partnerships and limited liability companies do not exceed 10% of the admitted assets of the Company as of September 30, 2018.

## 7. Investment Income

- A. Accrued Investment Income  
Accrued investment income was \$39,881,486 and \$40,410,535 as of September 30, 2018 and December 31, 2017, 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 has been no change since the 2017 Annual Statement.

## 9. Income Taxes

There has been no significant change since the 2017 Annual Statement.

## 10. Information Concerning Parent, Subsidiaries and Affiliates

A, C through N. There has been no significant change from the 2017 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:

- The Company made dividend payments of \$130.8 million in the first nine months of 2018 to Assured Guaranty Municipal Holdings Inc. (the "Parent" or "AGMH").
- On June 5, 2018, AGM's direct, wholly owned subsidiary, Assured Guaranty (Europe) plc ("AGE"), declared and paid to AGM a dividend in specie comprising ten (10) shares of each of Assured Guaranty (London) plc ("AGLN"), Assured Guaranty (UK) plc ("AGUK"), and CIFG Europe S.A. ("CIFGE") (the "Shares"). Such Shares represented less than 0.1% of the total issued and outstanding shares of each of such companies. Such dividend was made in preparation for the proposed combination of the operations of AGLN, AGUK, CIFGE and AGE, which was structured to take effect through AGLN, AGUK and CIFGE transferring their insurance portfolios to, and merging with and into, AGE (the "Business Combination"). On November 7, 2018, the Business Combination was completed and, in connection therewith, AGM's holding of the Shares was exchanged for three (3) shares of AGE. Following completion of the Business Combination, AGM continues to own 100% of the total issued and outstanding shares of AGE.

## 11. Debt

There has been no change since the 2017 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 2017 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 2017 Annual Statement.

4. The Company paid dividends to AGMH of \$72.8 million on March 19, 2018 and \$58 million on September 28, 2018.

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 2018 for AGM to distribute as dividends without regulatory approval is estimated to be approximately \$171 million. Of such \$171 million, \$130.8 million was distributed by AGM to AGMH in the first nine months of 2018 and \$40 million of such \$171 million is available for distribution in Fourth Quarter 2018.

10. The portion of unassigned funds (surplus) represented by cumulative unrealized gains is \$204,826,046.

## 14. Liabilities, Contingencies and Assessments

A. through F. There has been no significant change since the 2017 Annual Statement.

### G. All Other Contingencies:

#### *Uncollected Premiums:*

As of September 30, 2018, the Company had uncollected premiums of \$23,604,347. Uncollected premiums more than 90 days past due were \$1,460.

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### *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, including those described in the "Recovery Litigation" section below. 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.

### **Recovery Litigation**

In the ordinary course of its respective business, the Company asserts claims in legal proceedings against third parties to recover losses paid in prior periods or prevent losses in the future.

### **Public Finance Transactions**

#### **Puerto Rico**

The Company believes that a number of the actions taken by the Commonwealth of Puerto Rico ("Puerto Rico" or the "Commonwealth"), the Financial Oversight and Management Board ("Oversight Board") and others with respect to obligations it insures are illegal or unconstitutional or both, and has taken legal action, and may take additional legal action in the future, to enforce its rights with respect to these matters.

On January 7, 2016, AGM, its affiliate Assured Guaranty Corp. ("AGC") and Ambac Assurance Corporation commenced an action for declaratory judgment and injunctive relief in the United States District Court for the District of Puerto Rico ("Federal District Court for Puerto Rico") to invalidate the executive orders issued by the Former 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 claw back certain taxes and revenues pledged to secure the payment of bonds issued by the Puerto Rico Highways and Transportation Authority ("PRHTA"), the Puerto Rico Convention Center District Authority ("PRCCDA") and the Puerto Rico Infrastructure Financing Authority ("PRIFA"). The Commonwealth defendants filed a motion to dismiss the action for lack of subject matter jurisdiction, which the court denied on October 4, 2016. On October 14, 2016, the Commonwealth defendants filed a notice of automatic stay under the Puerto Rico Oversight, Management, and Economic Stability Act ("PROMESA"), which was signed into law by the President of the United States on June 30, 2016, to provide, among other things, a legal framework under which the debt of the Commonwealth and its related authorities and public corporations may be voluntarily restructured. While the PROMESA automatic stay expired on May 1, 2017, on May 17, 2017, the court stayed the action under Title III of PROMESA.

On May 16, 2017, The Bank of New York Mellon, as trustee for the bonds issued by the Puerto Rico Sales Tax Financing Corporation ("COFINA"), filed an adversary complaint for interpleader and declaratory relief with the Federal District Court for Puerto Rico to resolve competing and conflicting demands made by various groups of COFINA bondholders, insurers of certain COFINA Bonds and COFINA, regarding funds held by the trustee for certain COFINA bond debt service payments scheduled to occur on and after June 1, 2017. On May 19, 2017, an order to show cause was entered permitting AGM to intervene in this matter. On September 20, 2018, the Oversight Board, the Commonwealth, and senior and subordinate COFINA bondholders, including AGM, entered into a Plan Support Agreement ("COFINA PSA"), allocating between the senior and subordinate COFINA bondholders certain revenues pledged to COFINA. The Company believes that the dispute would be resolved if the court approved the COFINA PSA.

On June 3, 2017, AGC and AGM filed an adversary complaint in the Federal District Court for Puerto Rico seeking (i) a judgment declaring that the application of pledged special revenues to the payment of the PRHTA bonds is not subject to the PROMESA Title III automatic stay and that the Commonwealth has violated the special revenue protections provided to the PRHTA bonds under the Bankruptcy Code; (ii) an injunction enjoining the Commonwealth from taking or causing to be taken any action that would further violate the special revenue protections provided to the PRHTA bonds under the Bankruptcy Code; and (iii) an injunction ordering the Commonwealth to remit the pledged special revenues securing the PRHTA bonds in accordance with the terms of the special revenue provisions set forth in the Bankruptcy Code. On January 30, 2018, the court rendered an opinion dismissing the complaint and holding, among other things, that (x) even though the special revenue provisions of the Bankruptcy Code protect a lien on pledged special revenues, those provisions do not mandate the turnover of pledged special revenues to the payment of bonds and (y) actions to enforce liens on pledged special revenues remain stayed. AGC and AGM are appealing the district court's decision to the United States Court of Appeals for the First Circuit ("First Circuit").

On June 26, 2017, AGM and AGC filed a complaint in the Federal District Court for Puerto Rico seeking (i) a declaratory judgment that the Puerto Rico Electric Power Authority ("PREPA") Restructuring Support Agreement ("RSA") is a "Preexisting Voluntary Agreement" under Section 104 of PROMESA and the Oversight Board's failure to certify the PREPA RSA is an unlawful application of Section 601 of PROMESA; (ii) an injunction enjoining the Oversight Board from unlawfully applying Section 601 of PROMESA and ordering it to certify the PREPA RSA; and (iii) a writ of mandamus requiring the Oversight Board to comply with its duties under PROMESA and certify the PREPA RSA. On July 21, 2017, in light of its PREPA Title III petition on July 2, 2017, the Oversight Board filed a notice of stay under PROMESA.

On July 18, 2017, AGM and AGC filed in the Federal District Court for Puerto Rico a motion for relief from the automatic stay in the PREPA Title III bankruptcy proceeding and a form of complaint seeking the appointment of a receiver for PREPA. The court denied the motion on September 14, 2017, but on August 8, 2018, the First Circuit vacated and remanded the court's decision. On October 3, 2018, AGM and AGC, together with other bond insurers, filed a motion with the court to lift the automatic stay to commence an action against PREPA for the appointment of a receiver.

On May 23, 2018, AGM and AGC filed an adversary complaint in the Federal District Court for Puerto Rico seeking a judgment declaring that (i) the Oversight Board lacked authority to develop or approve the new fiscal plan for Puerto Rico which it certified on April 19, 2018 ("Revised Fiscal Plan"); (ii) the Revised Fiscal Plan and the Fiscal Plan Compliance Law ("Compliance Law") enacted by the Commonwealth to implement the original Commonwealth Fiscal Plan violate various sections of PROMESA; (iii) the Revised Fiscal Plan, the Compliance Law and various moratorium laws and executive orders enacted by the Commonwealth to

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prevent the payment of debt service (a) are unconstitutional and void because they violate the Contracts, Takings and Due Process Clauses of the U.S. Constitution and (b) are preempted by various sections of PROMESA; and (iv) no Title III plan of adjustment based on the Revised Fiscal Plan can be confirmed under PROMESA. On August 13, 2018, the court-appointed magistrate judge granted the Commonwealth's and the Oversight Board's motion to stay this adversary proceeding pending a decision by the First Circuit in an appeal of an unrelated adversary proceeding decision by Ambac Assurance Corporation, which may resolve certain similar issues.

On July 23, 2018, AGC and AGM filed an adversary complaint in the Federal District Court for Puerto Rico seeking a judgment (i) declaring the members of the Oversight Board are officers of the U.S. whose appointments were unlawful under the Appointments Clause of the U.S. Constitution; (ii) declaring void *ab initio* the unlawful actions taken by the Oversight Board to date, including (x) development of the Commonwealth's Fiscal Plan, (y) development of PRHTA's Fiscal Plan, and (z) filing of the Title III cases on behalf of the Commonwealth and PRHTA; and (iii) enjoining the Oversight Board from taking any further action until the Oversight Board members have been lawfully appointed in conformity with the Appointments Clause of the U.S. Constitution. The Title III court dismissed a similar lawsuit filed by another party in the Commonwealth's Title III case in July 2018. On August 3, 2018, a stipulated judgment was entered against AGC and AGM at their request based upon the court's July decision in the other Appointments Clause lawsuit and, on the same date, AGC and AGM appealed the stipulated judgment to the United States Court of Appeals for the First Circuit. On August 15, 2018, the court consolidated, for purposes of briefing and oral argument, AGC and AGM's appeal with the other Appointments Clause lawsuit. On September 7, 2018, the United States Court of Appeals for the First Circuit consolidated AGC's and AGM's appeal with a third Appointments Clause lawsuit.

For a discussion of the Company's exposure to Puerto Rico related to the litigation described above, please see Note 21, Other Items -- Underwriting Exposure.

### 15. Leases

There has been no material changes since the 2017 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 September 30, 2018 was \$160.4 billion (\$155.4 billion for public finance and \$5.0 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 nine months of 2018.
- B. The Company has not transferred or serviced any financial assets during the first nine months of 2018.
- C. The Company did not engage in any wash sale transactions during the first nine months of 2018.

### 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 2017 Annual Statement.

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

There has been no change since the 2017 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 asset measured at fair value as of September 30, 2018.

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Description for each class of asset	Level 1	Level 2	Level 3	TOTAL
a. Assets at fair value				
Bonds				
Special Revenue	\$ —	\$ —	\$ —	\$ —
Industrial & Miscellaneous	—	—	60,116,548	60,116,548
Total Bonds	—	—	60,116,548	60,116,548
Cash, cash equivalents and short-term investments	—	79,868,211	—	79,868,211
Other Invested Assets				
Industrial & Miscellaneous	—	—	22,954,508	22,954,508
Total Other Invested Assets	—	—	22,954,508	22,954,508
Total Assets at Fair Value	\$ —	\$ 79,868,211	\$ 83,071,056	\$ 162,939,267

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. Money market mutual funds are accounted for at fair value, which approximates 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.

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 in the current quarter:

Description:	Beg. Balance at July 1, 2018	Transfers Into Level 3	Transfers Out of Level 3	Total Gains & Losses incl in Net Income	Total Gains & Loss incl in Surplus	Purchase	Issuance	Sales	Settle-ment	Ending Balance at September 30, 2018
Bonds - Special Revenue	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Bonds - Industrial & Miscellaneous	63,245,346	—	—	(3,128,798)	—	—	—	—	—	60,116,548
Other invested assets	23,696,717	—	—	(742,209)	—	—	—	—	—	22,954,508
TOTAL	\$ 86,942,063	\$ —	\$ —	\$(3,871,007)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 83,071,056

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 three months ended September 30, 2018, there were no transfers in or out of 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 September 30, 2018.

- B. Other Fair Value Disclosures
- The fair value of the Company’s financial guaranty contracts accounted for as insurance was approximately \$3.9 billion at September 30, 2018 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 a variety of factors that may include pricing assumptions management has observed for portfolio transfers, commutations, and acquisitions that have occurred

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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 Company 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	\$ 3,847,368,052	\$ 3,823,323,404	\$ —	\$ 3,266,057,484	\$ 581,310,568	\$ —
Cash equivalents and short-term investments	156,005,136	156,005,942	31,152,510	124,852,626	—	—
Other invested assets	341,491,093	341,491,093	—	—	341,491,093	—
Total assets	\$ 4,344,864,281	\$ 4,320,820,439	\$ 31,152,510	\$ 3,390,910,110	\$ 922,801,661	\$ —

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

21. Other Items

- A, B, C, D, E. There has been no change since the 2017 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. The Company's investment guidelines generally do not permit its outside managers to purchase securities rated lower than A- by S&P or A3 by Moody's, excluding a minimal allocation to corporate securities not rated lower than BBB by S&P or Baa2 by Moody's.

As of September 30, 2018	Actual Cost	Book Value	Fair Value	OTTI Losses Recognized
Residential Mortgage Backed Securities	\$ 208,171,293	\$ 213,874,650	\$ 203,719,771	\$ (40,976,123)
Structured Securities	—	—	—	—
Total	\$ 208,171,293	\$ 213,874,650	\$ 203,719,771	\$ (40,976,123)

- (4) Underwriting Exposure

Selected U.S. Public Finance Transactions

The Company had insured exposure to general obligation bonds of the Commonwealth of Puerto Rico ("Puerto Rico" or the "Commonwealth") and various obligations of its related authorities and public corporations aggregating \$2.2 billion net par as of September 30, 2018, 96% of which was rated below investment grade ("BIG"). Puerto Rico has experienced significant general fund budget deficits and a challenging economic environment since at least the financial crisis. Beginning on January 1, 2016, a number of Puerto Rico exposures have defaulted on bond payments, and the Company has now paid claims on all of its Puerto Rico exposures except for Municipal Finance Agency ("MFA").

On November 30, 2015 and December 8, 2015, the former governor of Puerto Rico ("Former Governor") issued executive orders ("Clawback Orders") directing the Puerto Rico Department of Treasury and the Puerto Rico Tourism Company to "claw back" certain taxes pledged to secure the payment of bonds issued by the Puerto Rico Highways and Transportation Authority ("PRHTA"), Puerto Rico Infrastructure Financing Authority ("PRIFA"), and Puerto Rico Convention Center District Authority ("PRCCDA").

On June 30, 2016, the Puerto Rico Oversight, Management, and Economic Stability Act ("PROMESA") was signed into law by the President of the United States. PROMESA established a seven-member 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.

In May and July 2017 the Oversight Board filed petitions under Title III of PROMESA with the United States District Court for the District of Puerto Rico ("Federal District Court for Puerto Rico") for the Commonwealth, the Puerto Rico Sales Tax Financing Corporation ("COFINA"), PRHTA, and PREPA. Title III of PROMESA provides for a process analogous to a voluntary bankruptcy process under chapter 9 of the United States Bankruptcy Code ("Bankruptcy Code").

Judge Laura Taylor Swain of the Southern District of New York was selected by Chief Justice John Roberts of the United States Supreme Court to preside over any legal proceedings under PROMESA. Judge Swain has selected a team of five federal judges to act as mediators for certain issues and disputes.

On September 20, 2017, Hurricane Maria made landfall in Puerto Rico as a Category 4 hurricane on the Saffir-Simpson scale, causing loss of life and widespread devastation in the Commonwealth. Damage to the Commonwealth's infrastructure, including the power grid, water system and transportation system, was extensive, and rebuilding and economic recovery are expected to take years.

In December 2017, legislation known as the 2017 Tax Cuts and Jobs Act ("Tax Act") was enacted. Many of the provisions under the Tax Act are geared toward increasing production in the U.S. and discouraging companies from having operations or intangibles off-shore. Since Puerto Rico is considered a foreign territory under the U.S. tax system, the Tax Act may have adverse consequences to Puerto Rico's economy. However, the Company is unable to predict the impact of the Tax Act on Puerto Rico.

The Oversight Board has certified a number of fiscal plans (in some instances certifying revisions of previously certified plans) for the Commonwealth, PRHTA, PREPA and PRASA. The Company does not believe the certified fiscal plans for the Commonwealth, PRHTA, PREPA or PRASA comply with certain mandatory requirements of PROMESA.

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The Company believes that a number of the actions taken by the Commonwealth, the Oversight Board and others with respect to obligations the Company insures are illegal or unconstitutional or both, and has taken legal action, and may take additional legal action in the future, to enforce its rights with respect to these matters. See Note 14, Liabilities, Contingencies and Assessments - Recovery Litigation - Puerto Rico.

The Company participates in mediation and negotiations relating to its Puerto Rico exposure. The Company is a party to a consensual resolution for COFINA debt memorialized in an agreement dated September 20, 2018. The Company has not agreed to the potential resolution of the PREPA debt announced in July 2018. See discussions below.

The final form and timing of responses to Puerto Rico's financial distress and the devastation of Hurricane Maria eventually taken by the federal government or implemented under the auspices of PROMESA and the Oversight Board or otherwise, and the final impact, after resolution of legal challenges, of any such responses on obligations insured by the Company, are 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 claw back revenues supporting debt insured by the Company. Prior to the enactment of PROMESA, the Company sued various Puerto Rico governmental officials in the Federal District Court for Puerto Rico asserting that Puerto Rico's attempt to "claw back" pledged taxes is unconstitutional, and demanding declaratory and injunctive relief. See Note 14, Liabilities, Contingencies and Assessments - Recovery Litigation - Puerto Rico.
- *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 September 30, 2018, the Company had \$647 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. Despite the requirements of Article VI of its Constitution, the Commonwealth defaulted on the debt service payment due on July 1, 2016, and the Company has been making claim payments on these bonds since that date. As noted above, the Oversight Board filed a petition under Title III of PROMESA with respect to the Commonwealth.

On October 23, 2018, the Oversight Board certified a revised fiscal plan for the Commonwealth. The revised certified Commonwealth fiscal plan indicates an expected primary budget surplus, if fiscal plan reforms are enacted, of \$17.0 billion that would be available for debt service over the six-year forecast period ending 2023. The Company believes the available surplus set forth in the Oversight Board's revised certified fiscal plan (which assumes certain fiscal reforms are implemented by the Commonwealth) should be sufficient to cover contractual debt service of Commonwealth general obligation issuance and of authorities and public corporations directly implicated by the Commonwealth's general fund during the forecast period. However, the revised certified Commonwealth fiscal plan indicates a net primary budget deficit for the period from 2023 through 2058, and there can be no assurance that the fiscal reforms will be enacted or, if they are, that the forecasted primary budget surplus will occur or, if it does, that such funds will be used to cover contractual debt service.

*Puerto Rico Public Buildings Authority ("PBA").* As of September 30, 2018, the Company had \$9 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. Despite the requirements of Article VI of its Constitution, the PBA defaulted on most of the debt service payment due on July 1, 2016, and the Company has been making claim payments on these bonds since then.

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

*PRHTA.* As of September 30, 2018, the Company had \$233 million insured net par outstanding of PRHTA (transportation revenue) bonds and \$351 million insured net par outstanding of PRHTA (highways revenue) bonds. The transportation revenue bonds are secured by a subordinate gross lien on 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 lien on gasoline and gas oil and diesel oil taxes, motor vehicle license fees and certain tolls. The non-toll revenues consisting of excise taxes and fees collected by the Commonwealth on behalf of PRHTA and its bondholders that are statutorily allocated to PRHTA and its bondholders are potentially subject to clawback. Despite the presence of funds in relevant debt service reserve accounts that the Company believes should have been employed to fund debt service, PRHTA defaulted on the full July 1, 2017 insured debt service payment, and the Company has been making claim payments on these bonds since that date. As noted above, the Oversight Board filed a petition under Title III of PROMESA with respect to PRHTA.

On June 28, 2018, the Oversight Board certified a revised fiscal plan for PRHTA. The revised certified PRHTA fiscal plan projects very limited capacity to pay debt service over the six-year forecast period.

### Other Public Corporations

*PREPA.* As of September 30, 2018, the Company had \$544 million insured net par outstanding of PREPA obligations, which are secured by a lien on the revenues of the electric system. The Company has been making claim payments on these bonds since July 1, 2017.



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On December 24, 2015, AGM and AGC entered into a Restructuring Support Agreement ("PREPA RSA") with PREPA, an ad hoc group of uninsured bondholders and a group of fuel-line lenders that subject to certain conditions, would have resulted in, among other things, modernization of the utility and a restructuring of current debt.

The Oversight Board did not certify the PREPA RSA under Title VI of PROMESA as the Company believes was required by PROMESA, but rather, on July 2, 2017, commenced proceedings for PREPA under Title III of PROMESA.

On July 30, 2018, the Oversight Board and the Governor of Puerto Rico announced that they had reached a tentative agreement with a certain group of PREPA bondholders regarding approximately \$3 billion, or approximately one-third, of PREPA's outstanding debt. Bondholders would be able to exchange their debt for new securitization debt maturing in 40 years at 67% of par, plus growth bonds tied to the recovery of Puerto Rico at 10% of par. The Company and certain other creditors of PREPA have not agreed to the terms of that tentative agreement.

On August 1, 2018, the Oversight Board certified a revised fiscal plan for PREPA.

*MFA.* As of September 30, 2018, the Company had \$189 million net par outstanding of bonds issued by MFA secured by a lien on local property tax revenues. The MFA bond accounts contained sufficient funds to make the MFA bond payments due through the date of this filing that were guaranteed by the Company, and those payments were made in full.

*COFINA.* As of September 30, 2018, the Company had \$264 million insured net par outstanding of subordinate COFINA bonds, which are secured primarily by a second lien on certain sales and use taxes. As noted above, the Oversight Board filed a petition on behalf of COFINA under Title III of PROMESA. COFINA bond debt service payments were not made on August 1, 2017, and the Company made its first claim payments on these bonds. The Company has continued to make claim payments on these bonds.

On September 20, 2018, the Commonwealth, the Oversight Board, and senior and subordinate COFINA creditors, including the Company, representing a total of approximately \$10 billion of COFINA debt, executed an amended and restated Plan Support Agreement ("COFINA PSA") allocating between the senior and subordinate COFINA bondholders the portion to be received by COFINA of the pledged sales tax base amount ("PSTBA") of the 5.5% Sales and Use Taxes ("SUT"). Under the COFINA PSA, the Company expects implied recoveries, including fees for parties to the COFINA PSA, will total in the mid-90% range for the senior bonds and approach 60% for the subordinate bonds, and both senior and subordinate COFINA creditors will exchange their positions for new senior closed lien COFINA bonds. The COFINA PSA includes a term sheet that details the terms and conditions of the settlement reached on June 7, 2018 among the court-appointed agents for COFINA and the Commonwealth to resolve a dispute between the Commonwealth and COFINA regarding ownership of the PSTBA. The June 7, 2018 agreement in principle, which was filed with the Federal District Court for Puerto Rico, requires, among other things, that future challenges to it be barred by the court or made illegal, and provides that, beginning July 1, 2018, the SUT would be paid first to COFINA until it has received 53.65% of the PSTBA and that the remaining 46.35% of the PSTBA would be paid to the Commonwealth thereafter. The June 7, 2018 agreement in principle does not impact SUT in excess of the PSTBA, which is paid to the Commonwealth. The Company is reserving its contractual voting rights as a sole bondholder of certain Commonwealth general obligation bonds and its related subrogee rights with respect to both the SUT revenues allocated to the Commonwealth and other available resources of the Commonwealth. Under the Constitution of the Commonwealth, such revenues and resources must be used to pay general obligation debt before any other claim, debt or expense, including government expenses.

### ***Exposure to the U.S. Virgin Islands***

As of September 30, 2018, the Company had \$329 million insured net par outstanding to the U.S. Virgin Islands and its related authorities ("USVI"), of which it rated \$145 million BIG. The \$184 million USVI net par the Company rated investment grade was composed primarily of bonds secured by a lien on matching fund revenues related to excise taxes on products produced in the USVI and exported to the U.S., primarily rum. The \$145 million BIG USVI net par comprised (a) Public Finance Authority bonds secured by a gross receipts tax and the general obligation, full faith and credit pledge of the USVI and (b) bonds of the Virgin Islands Water and Power Authority secured by a net revenue pledge of the electric system.

Hurricane Irma caused significant damage in St. John and St. Thomas, while Hurricane Maria made landfall on St. Croix as a Category 4 hurricane on the Saffir-Simpson scale, causing loss of life and substantial damage to St. Croix's businesses and infrastructure, including the power grid. The USVI is benefiting from the federal response to the 2017 hurricanes and has made its debt service payments to date.

### ***Other Selected U.S. Public Finance Transactions***

As of September 30, 2018, the Company had insured \$165 million net par outstanding of general obligation bonds issued by the City of Hartford, Connecticut, most of which was rated BIG at December 31, 2017. In the first quarter of 2018, the State of Connecticut entered into a contract assistance agreement with the City of Hartford under which the state will pay the debt service costs of the City's general obligation bonds, including those insured by the Company; as a result, the Company upgraded this exposure to investment grade. The Company has no loss reserves for this exposure as of September 30, 2018.

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 September 30, 2018, the Company's net par subject to the plan consisted of \$60 million of pension obligation bonds. As part of the plan of adjustment, the City will repay any claims paid on the pension obligation bonds from certain fixed payments and certain variable payments contingent on the City's revenue growth.

### ***U.S. Public Finance Loss and LAE***

The Company had loss and LAE reserves across its troubled U.S. public finance exposures as of September 30, 2018, including those mentioned above, of \$354.8 million compared to \$446.9 million as of December 31, 2017. The decrease was primarily attributable to the decrease in Puerto Rico reserves as well as improvements in the Company's Hartford, Connecticut, exposure.

### ***U.S. RMBS Loss Projections***

The Company projects losses on its insured U.S. RMBS on a transaction-by-transaction basis by projecting the performance of the underlying pool of mortgages over time and then applying the structural features (i.e., payment priorities and tranching) of the RMBS and any expected representation and warranty ("R&W") recoveries/payables to the projected performance of the collateral over time. The resulting projected claim payments or reimbursements are then discounted using a rate of 4.0%, the approximate taxable equivalent yield on the Company's investment portfolio.



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Based on its observation during the period of the performance of its insured transactions (including delinquencies, liquidation rates and loss severities) as well as the residential property market and economy in general, the Company chose to make the changes to the assumptions it uses to project RMBS losses shown in the tables of assumptions in the sections below. In the first nine months of 2018, the economic development was \$22 million for first lien U.S. RMBS and the economic benefit was \$36 million for second lien U.S. RMBS.

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

	September 30, 2018	December 31, 2017
Delinquent/Modified in the Previous 12 Months	20%	20%
30 - 59 Days Delinquent		
Alt-A	30	30
Option ARM	35	35
Subprime	40	40
60 - 89 Days Delinquent		
Alt-A	35	40
Option ARM	45	50
Subprime	50	50
90+ Days Delinquent		
Alt-A	40	55
Option ARM	55	60
Subprime	55	55
Bankruptcy		
Alt-A	45	45
Option ARM	50	50
Subprime	40	40
Foreclosure		
Alt-A	55	65
Option ARM	65	70
Subprime	65	65
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 most heavily weighted scenario (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 4.75 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 reached historically high levels, and the Company is assuming in the base case that elevated levels generally will continue for another 18 months. The Company determines its initial loss severity based on actual recent experience. Each quarter the Company reviews available data and (if necessary) adjusts its severities based on its observations. 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 vintage 2004 - 2008 first lien U.S. RMBS.

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Key Assumptions in Base Case Loss Reserve Estimates  
First Lien RMBS

	As of September 30, 2018		As of December 31, 2017	
	Range	Weighted Average	Range	Weighted Average
<b>Alt A</b>				
Plateau CDR	2.9% - 11.2%	5.2%	3.1% - 9.8%	5.5%
Final CDR	0.1% - 0.6%	0.3%	0.2% - 0.5%	0.3%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	70.0%		80.0%	
2007+	70.0%		70.0%	
<b>Option ARM</b>				
Plateau CDR	2.5% - 8.7%	6.0%	3.4% - 7.0%	6.0%
Final CDR	0.1% - 0.4%	0.3%	0.2% - 0.3%	0.3%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	60.0%		70.0%	
2007+	70.0%		75.0%	
<b>Subprime</b>				
Plateau CDR	3.8% - 9.6%	6.7%	4.3% - 11.5%	7.8%
Final CDR	0.2% - 0.5%	0.3%	0.2% - 0.6%	0.4%
Initial loss severity:				
2005 and prior	80.0%		80.0%	
2006	75.0%		90.0%	
2007+	95.0%		95.0%	

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 conditional prepayment rate ("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, 2017.

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 September 30, 2018 and December 31, 2017.

Total loss and LAE reserves on all first lien U.S. RMBS was \$103 million and \$93 million as of September 30, 2018 and December 31, 2017, respectively. The Company used a similar approach to establish its pessimistic and optimistic scenarios as of September 30, 2018 as it used as of December 31, 2017, increasing and decreasing the periods of stress from those used in the base case.

In the Company's most 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, loss reserves would increase from current projections by approximately \$37.9 million for all first lien U.S. RMBS transactions.

In the Company's least 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 \$26.1 million for all first lien U.S. RMBS transactions.

U.S. Second Lien RMBS Loss Projections

Second lien RMBS transactions include both home equity lines of credit ("HELOC") and closed end second lien mortgages. 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 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. 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 plateau losses.

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 six months of delinquent loan liquidations followed by 28 months of decrease to the steady state CDR the same as of December 31, 2017.

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. This causes the borrower's total monthly payment to increase, sometimes substantially, at the end of the initial interest-only period. In the prior periods, as the HELOC loans underlying the Company's insured HELOC transactions reached their principal amortization period, the Company incorporated an assumption that a percentage of loans reaching their principal amortization periods would default around the time of the payment increase.

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The HELOC loans underlying the Company's insured HELOC transactions are now past their original interest only reset date, although a significant number of HELOC loans were modified to extend the original interest only period for another five years. As a result, in third quarter 2017, the Company eliminated the CDR increase that was applied when such loans reached their principal amortization period. In addition, based on the average performance history, starting in the third quarter of 2017, the Company applied a CDR floor of 2.5% for the future steady state CDR on all its HELOC transactions.

When a second lien loan defaults, there is generally a very low recovery. The Company assumed as of September 30, 2018 that it will generally recover only 2% of future defaulting collateral at the time of charge-off, with additional amounts of post charge-off recoveries assumed to come in over time. This is the same assumption used as of December 31, 2017.

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 (in the base case), 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, 2017. To the extent that prepayments differ from projected levels it could materially change the Company's projected excess spread and losses.

In estimating expected losses, the Company modeled and probability weighted five scenarios, each with a different CDR curve applicable to the period preceding the return to the long-term steady state CDR. The Company believes that the level of the elevated CDR and the length of time it will persist and the ultimate prepayment rate 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. The Company believes the most important driver of its projected second lien RMBS losses is the performance of its HELOC transactions. Total loss and LAE reserves on all second lien U.S. RMBS was \$41 million and \$46 million as of September 30, 2018 and December 31, 2017, respectively.

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 vintage 2004 - 2008 HELOCs.

Key Assumptions in Base Case Loss Reserve Estimates  
HELOCs

	As of September 30, 2018		As of December 31, 2017	
	Range	Weighted Average	Range	Weighted Average
Plateau CDR	2.9% - 24.5%	10.4%	2.7% - 19.9%	11.4%
Final CDR trended down to	2.5% - 3.2%	2.5%	2.5% - 3.2%	2.5%
Liquidation Rates:				
Delinquent/Modified in the Previous 12 Months	20%		20%	
30 - 59 Days Delinquent	40		45	
60 - 89 Days Delinquent	55		60	
90+ Days Delinquent	75		75	
Bankruptcy	55		55	
Foreclosure	65		70	
Real Estate Owned	100		100	
Loss severity	98		98	

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) would increase the loss reserves by approximately \$6.2 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 \$6.9 million for HELOC transactions.

Breaches of Representations and Warranties

As of September 30, 2018, the Company had a net R&W payable of \$10.1 million to R&W counterparties, compared to a net payable of \$14.6 million as of December 31, 2017.

Underwriting exposure to subprime mortgage risk through Financial Guaranty insurance coverage.

The following table summarizes U.S. subprime loss activity at September 30, 2018:

	Losses Paid in the Current Year	Losses Incurred 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	8,137,316	20,578,103	168,928,626	—
c. Other lines (specify):	—	—	—	—
d. Total	\$ 8,137,316	\$ 20,578,103	\$ 168,928,626	\$ —

- G. Insurance-Linked Securities (ILS) Contracts  
The Company does not participate in any ILS contracts.

22. Events Subsequent

Subsequent events have been considered through November 14, 2018 for these statutory financial statements which are to be issued on November 14, 2018. There were no material events occurring subsequent to September 30, 2018 that have not already been disclosed in these financial statements.

# STATEMENT AS OF SEPTEMBER 30, 2018 OF ASSURED GUARANTY MUNICIPAL CORP.

## 23. Reinsurance

- A. The Company has an unsecured reinsurance recoverable of \$122,529,214 with an authorized affiliate, MAC, at September 30, 2018.
- B. The Company has no reinsurance recoverable in dispute at September 30, 2018.
- C. Reinsurance Assumed and Ceded  
The following table summarizes ceded and assumed unearned premiums and the related commission equity at September 30, 2018:

	Assumed Reinsurance		Ceded Reinsurance		NET	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. AFFILIATES	\$ 319,493,391	\$ 95,848,017	\$ 617,632,251	\$ 156,772,907	\$ (298,138,860)	\$ (60,924,890)
b. ALL OTHER	—	—	20,692,141	6,477,153	(20,692,141)	(6,477,153)
c. TOTAL	319,493,391	95,848,017	638,324,392	163,250,060	(318,831,001)	(67,402,043)
d. Direct Unearned Premium Reserve			\$ 1,545,387,249			

The Company has no protected cells at September 30, 2018.

- D. The Company has no uncollectible reinsurance at September 30, 2018.
- E. Commutation of Ceded Reinsurance. The Company has reported in its results of operations on September 30, 2018 as a result of commutations of reinsurance with companies listed below, amounts that are shown below:

	American Overseas Reinsurance Co. Ltd.	Syncora Guarantee Inc.	Amount
Paid losses	\$ 1,610,050	\$ —	\$ 1,610,050
Change in reserves	(1,610,050)	—	(1,610,050)
(1) Losses incurred	—	—	—
Paid LAE	—	—	—
Change in LAE reserves	—	—	—
(2) Loss adjustment expenses incurred	—	—	—
Ceded written premium	687,065	27,734,491	28,421,556
Change in unearned premium reserve	(687,065)	(27,734,491)	(28,421,556)
(3) Premiums earned	—	—	—
Return of ceding commission	(297,859)	(7,601,880)	(7,899,739)
Other income (expense)	4,365,579	775,375	5,140,954
(4) Other	4,067,720	(6,826,505)	(2,758,785)
Total	\$ 4,067,720	\$ (6,826,505)	\$ (2,758,785)
(5) Companies:			
American Overseas Reinsurance Co. Ltd.			\$ 4,067,720
Syncora Guarantee Inc.			(6,826,505)
			<u>\$ (2,758,785)</u>

- F. The Company has no retroactive reinsurance in effect at September 30, 2018.
- 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 September 30, 2018.
- I. The Company has no certified reinsurance downgraded or status subject to revocation at September 30, 2018.
- J. The Company has no reinsurance agreements qualifying for reinsurer aggregation at September 30, 2018.

## Commutation of Business Ceded to Syncora Guarantee Inc.

On June 1, 2018, AGC closed a reinsurance transaction with Syncora Guarantee Inc. ("SGI") ("SGI Transaction") under which AGC assumed, generally on a 100% quota share basis, substantially all of SGI's insured portfolio. The SGI Transaction also included the commutation of a book of business previously ceded to SGI by AGM. For the effects of this commutation on AGM, see the table above.

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

There has been no change since the 2017 Annual Statement.

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

Incurred losses and loss expenses attributable to insured events of prior years were \$48,331,316 for the first nine months ended September 30, 2018. The current year increase 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 2017 Annual Statement.

## 27. Structured Settlements

There has been no change since the 2017 Annual Statement.

## 28. Health Care Receivables

There has been no change since the 2017 Annual Statement.

STATEMENT AS OF SEPTEMBER 30, 2018 OF ASSURED GUARANTY MUNICIPAL CORP.

29. Participating Policies

There has been no change since the 2017 Annual Statement.

30. Premium Deficiency Reserves

There has been no change since the 2017 Annual Statement.

31. High Deductibles

There has been no change since the 2017 Annual Statement.

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

The net loss and LAE reserves of \$545,172,510 are discounted at a rate of 4.0%, the approximate taxable equivalent yield on the Company's investment portfolio, amounting to a total discount of \$103,338,355.

B. Nontabular Discount:	Case	IBNR	Defense & Cost Containment Expense	Adjusting & Other Expense
Financial Guaranty	\$ 103,338,355	\$ —	\$ —	\$ —

33. Asbestos and Environmental Reserves

There has been no change since the 2017 Annual Statement.

34. Subscriber Savings Accounts

There has been no change since the 2017 Annual Statement.

35. Multiple Peril Crop Insurance

There has been no change since the 2017 Annual Statement.

36. Financial Guaranty Insurance

A. There has been no significant change since the 2017 Annual Statement.

B. Schedule of Below Investment Grade ("BIG") insured financial obligations as of September 30, 2018:

	Surveillance Categories			
	BIG 1	BIG 2	BIG 3	Total
(Dollars in Thousands)				
1. Number of risks	60	3	48	111
2. Remaining weighted-average contract period (in yrs)	8.7	4.6	9.7	9.3
Insured contractual payments outstanding:				
3a. Principal	\$ 2,091,421	\$ 95,190	\$ 4,917,006	\$ 7,103,617
3b. Interest	1,018,791	24,468	2,444,196	3,487,455
3c. Total	\$ 3,110,212	\$ 119,658	\$ 7,361,202	\$ 10,591,072
4. Gross claim liability	\$ 65,023	\$ 8,863	\$ 2,350,113	\$ 2,423,999
Less:				
5a1. Gross potential recoveries - subrogation	253,612	386	1,491,520	1,745,518
5a2. Ceded claim liability	(40,593)	3,820	66,743	29,970
5a. Total gross potential recoveries	213,019	4,206	1,558,263	1,775,488
5b. Discount, net	(45,498)	649	148,187	103,338
6. Net claim liability	\$ (102,498)	\$ 4,008	\$ 643,663	\$ 545,173
7. Unearned premium revenue	\$ 19,984	\$ 3	\$ 35,213	\$ 55,200
8. Reinsurance recoverables	\$ (26)	\$ —	\$ 3,520	\$ 3,494

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.
- 3.4

Is the reporting entity publicly traded or a member of a publicly traded group?

Yes ☒ No ☐
- 3.5

If the response to 3.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group

0001573813
- 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.

12/31/2016
- 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.

12/31/2016
- 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).

05/30/2018
- 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 is revised annually 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:.....\$ .....

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: .....\$ .....0

13.

Amount of real estate and mortgages held in short-term investments: .....\$ .....0

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 .....	\$ .....899,862,810	\$ .....906,754,763
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).....	\$ .....899,862,810	\$ .....906,754,763
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	\$.....0
16.2	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2	\$.....0
16.3	Total payable for securities lending reported on the liability page	\$.....0

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 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. [...that have access to the investment accounts"; "...handle securities"]

1	2
Name of Firm or Individual	Affiliation
Blackrock Financial Management Inc.....	U.....
New England Asset Management Inc.....	U.....
Wellington Management Company LLP.....	U.....
Goldman Sachs Asset Management, L.P.....	U.....
Wasmer, Schroeder & Company, LLC.....	A.....
Mackay Shields LLC.....	U.....
Assured Guaranty Municipal Corp.....	I.....

17.5097 For those firms/individuals listed in the table for Question 17.5, do any firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") manage more than 10% of the reporting entity's assets? ..... Yes [ X ] No [ ]

17.5098 For firms/individuals unaffiliated with the reporting entity (i.e., designated with a "U") listed in the table for Question 17.5, does the total assets under management aggregate to more than 50% of the reporting entity's assets? ..... Yes [ X ] No [ ]

17.6 For those firms or individuals listed in the table for 17.5 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1	2	3	4	5
Central Registration Depository Number	Name of Firm or Individual	Legal Entity Identifier (LEI)	Registered With	Investment Management Agreement (IMA) Filed
107-105.....	Blackrock Financial Management Inc.....	549300LVXYIVJKE13M84.....	Securities and Exchange Commission.....	NO.....
105-900.....	New England Asset Management Inc.....	KUR85E5PS4GQFZTFC130.....	Securities and Exchange Commission.....	NO.....
106-595.....	Wellington Management Company LLP.....	549300YHP12TEZNL CX41.....	Securities and Exchange Commission.....	NO.....
107-738.....	Goldman Sachs Asset Management, L.P.....	CF5M58QA35CFPUX70H17.....	Securities and Exchange Commission.....	NO.....
105-323.....	Wasmer, Schroeder & Company, LLC.....		Securities and Exchange Commission.....	DS.....
107-717.....	Mackay Shields LLC.....	549300Y7LLC0FU7R8H16.....	Securities and Exchange Commission.....	NO.....

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: .....  
.....

19. By self-designating 5\*GI securities, the reporting entity is certifying the following elements for each self-designated 5\*GI security:

- a. Documentation necessary to permit a full credit analysis of the security does not exist.
- b. Issuer or obligor is current on all contracted interest and principal payments.
- c. The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5\*GI securities?..... Yes [ ] No [X]

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.....		4.000	103,338,355			103,338,355	36,334,238			36,334,238
TOTAL			103,338,355	0	0	103,338,355	36,334,238	0	0	36,334,238

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..... \$

7. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states?..... Yes [X] No [ ]

7.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity?..... Yes [ ] No [ ]

**STATEMENT AS OF SEPTEMBER 30, 2018 OF THE ASSURED GUARANTY MUNICIPAL CORP.**

## SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

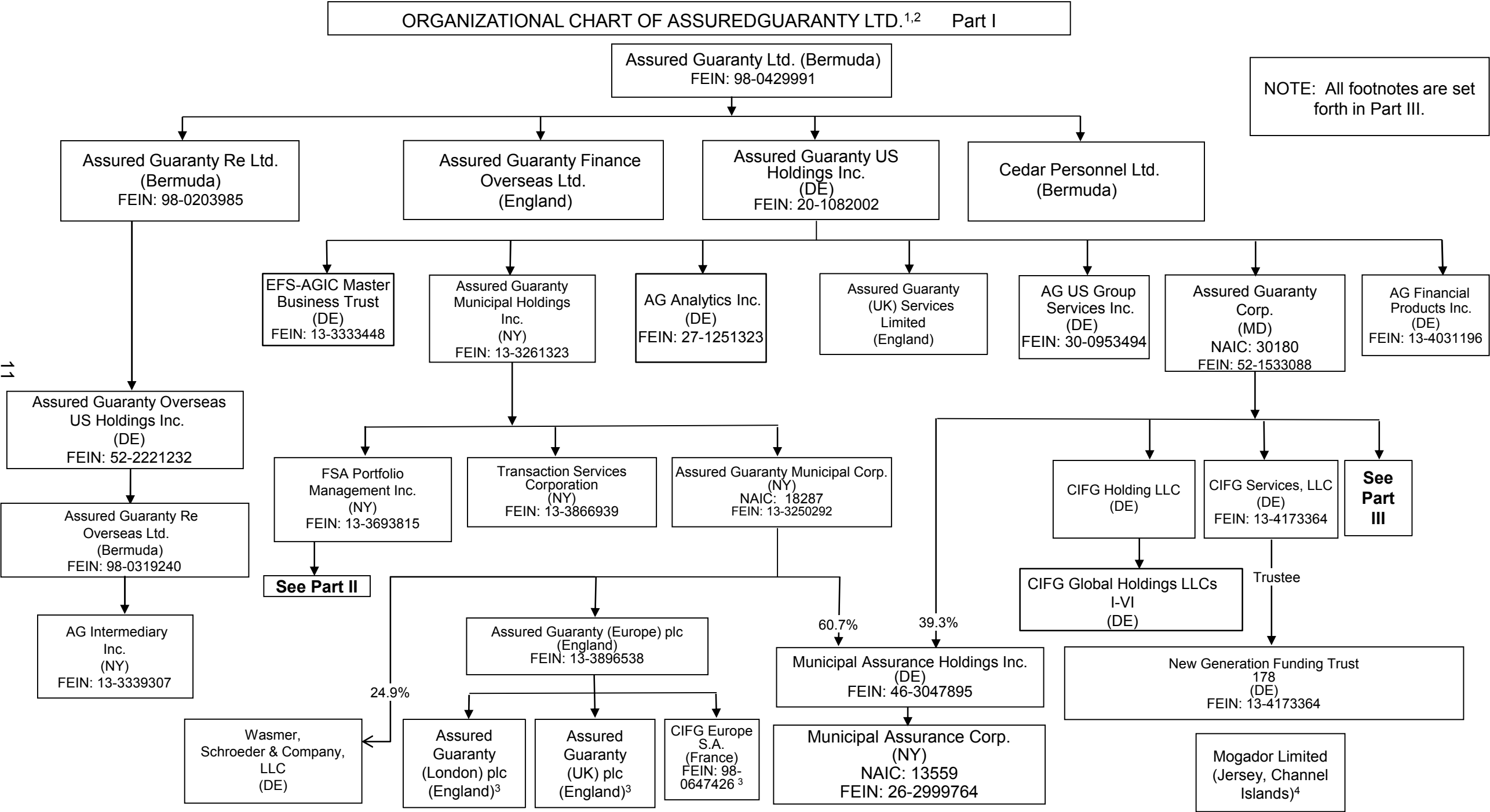
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

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 (a)	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	560,388	3,108,123	5,236,206	94,304		5,004,951
2. Alaska	AK L		0		0		0
3. Arizona	AZ L	228,588	450,687		0		0
4. Arkansas	AR L	257,306	89,950		0		0
5. California	CA L	7,267,518	15,208,806	4,452,122	7,442,525	6,760,670	12,964,632
6. Colorado	CO L	2,059,956	1,647,545		(976,031)		0
7. Connecticut	CT L	541,001	293,944		0		0
8. Delaware	DE L	2,808,683	20,142,633	(15,426,795)	426,983	220,900,310	215,370,663
9. Dist. Columbia	DC L	79,509	88,495		0		0
10. Florida	FL L	2,324,145	7,218,149	320,701	441,133	751,015	675,033
11. Georgia	GA L	941,150	220,189		0		0
12. Hawaii	HI L	90,419	180,664		0		0
13. Idaho	ID L		0		0		0
14. Illinois	IL L	11,177,063	4,370,390	581,990	(2,065)	(526,864)	0
15. Indiana	IN L	541,152	114,350		0		0
16. Iowa	IA L	71,983	48,669		0		0
17. Kansas	KS L	98,400	209,094		0		0
18. Kentucky	KY L	109,275	7,289,998		0		0
19. Louisiana	LA L	1,679,507	3,463,105		0		0
20. Maine	ME L		0		0		0
21. Maryland	MD L	966,282	1,039,992	(2,318,221)	(11,627,621)	(84,169,656)	(105,441,683)
22. Massachusetts	MA L	78,586	1,147,875		0		0
23. Michigan	MI L	941,545	827,530		0		0
24. Minnesota	MN L	116,875	122,866	(13,018)	9,890	(317,568)	1,346,813
25. Mississippi	MS L	1,039,929	261,852		0		0
26. Missouri	MO L	59,174	2,400,383		0		0
27. Montana	MT L		0		0		0
28. Nebraska	NE L	135,480	1,217,881		0		0
29. Nevada	NV L	532,181	0		0		0
30. New Hampshire	NH L		0		0		0
31. New Jersey	NJ L	140,760	1,469,638		0		0
32. New Mexico	NM L	56,883	100,765		0		0
33. New York	NY L	49,126,701	55,260,479	11,942,903	(6,884,954)	79,705,547	118,983,685
34. No. Carolina	NC L		2,800,674		0		0
35. No. Dakota	ND L	129,414	133,892		0		0
36. Ohio	OH L	543,390	221,766		0		0
37. Oklahoma	OK L	19,554,672	0		0		0
38. Oregon	OR L	105,374	134,685		0		0
39. Pennsylvania	PA L	7,375,816	4,190,216		0		0
40. Rhode Island	RI L		387,181		0		0
41. So. Carolina	SC L	308,711	279,407	2,343	(4,867)		0
42. So. Dakota	SD L		0		0		0
43. Tennessee	TN L	152,247	11,793		0		0
44. Texas	TX L	7,075,283	6,034,585		0		0
45. Utah	UT L	193,706	734,435		0		0
46. Vermont	VT L	1,478	4,847		0		0
47. Virginia	VA L	128	123,272	239	0		0
48. Washington	WA L	1,842,326	219,312		0		0
49. West Virginia	WV L	85,401	27,301		0		0
50. Wisconsin	WI L	130,503	339,095		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		0	206,286,263	185,870,596	416,487,945	405,231,585
55. U.S. Virgin Islands	VI L		0		0		0
56. Northern Mariana Islands	MP N		0		0		0
57. Canada	CAN N	852,205	887,622		0		0
58. Aggregate Other Alien	OT XXX	16,258,954	19,362,201	0	0	0	0
59. Totals	XXX	138,640,047	163,886,336	211,064,733	174,789,893	639,591,399	654,135,679
DETAILS OF WRITE-INS							
58001. AUS Australia	XXX	569,311	616,985		0		0
58002. AUT Austria	XXX		0		0		0
58003. CYM Cayman Islands	XXX	(132,214)	430,356		0		0
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX	15,821,857	18,314,860	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	16,258,954	19,362,201	0	0	0	0

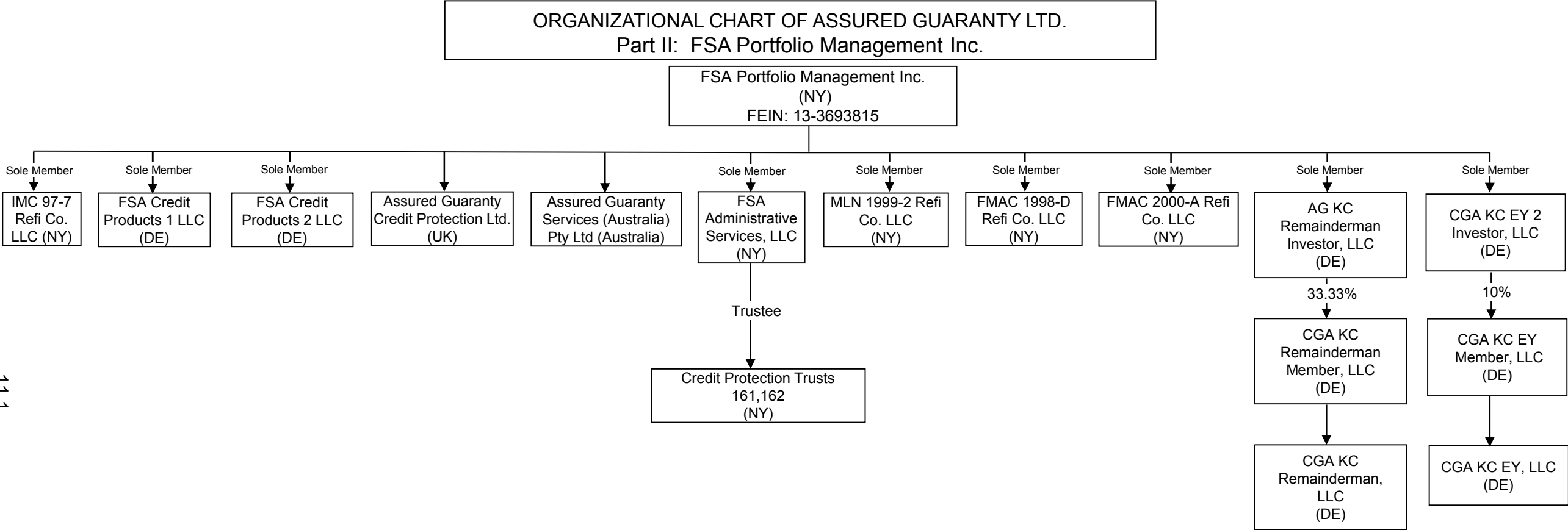
(a) Active Status Counts

L – Licensed or Chartered – Licensed insurance carrier or domiciled RRG .....54 R – Registered – Non-domiciled RRGs .....0  
E – Eligible – Reporting entities eligible or approved to write surplus lines in the state (other than their state of domicile – See DSLI) .....0 Q – Qualified – Qualified or accredited reinsurer .....0  
D – Domestic Surplus Lines Insurer (DSLII) – Reporting entities authorized to write surplus lines in the state of domicile .....0 N – None of the above – Not allowed to write business in the state .....3

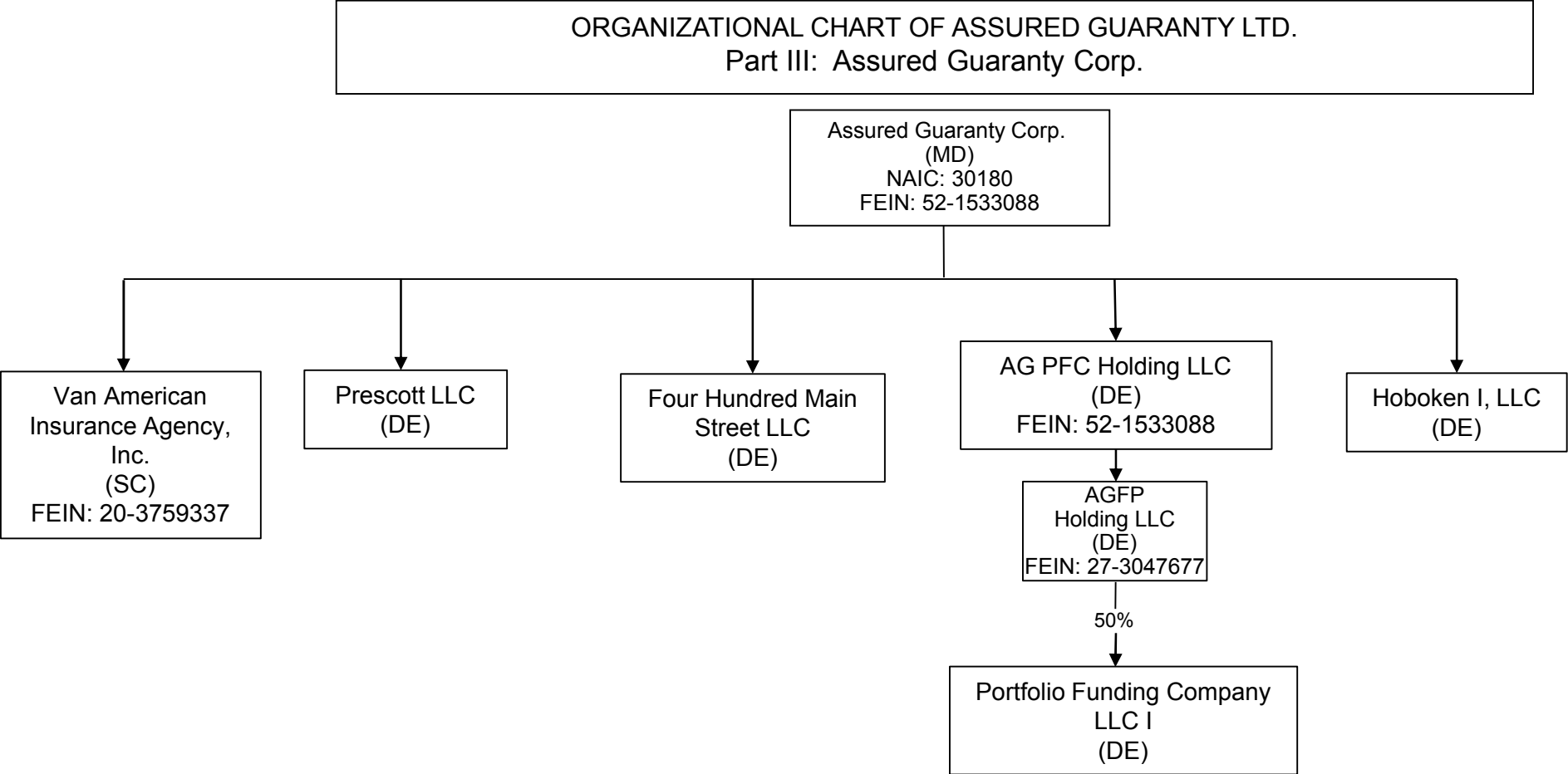
STATEMENT as of SEPTEMBER 30, 2018 of the ASSURED GUARANTY MUNICIPAL CORP.  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of SEPTEMBER 30, 2018 of the ASSURED GUARANTY MUNICIPAL CORP.  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of SEPTEMBER 30, 2018 of the ASSURED GUARANTY MUNICIPAL CORP.  
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



Footnotes:

1. Unless otherwise indicated by percentage ownership or other relationship, the ownership interest is 100%.
2. All companies listed are corporations, except for: (i) limited liability companies (designated as LLCs); (ii) EFS-AGIC Master Business Trust and the New Generation Funding Trusts (which are Delaware trusts); and (iii) the Credit Protection Trusts (which are New York trusts).
3. AGM owns ten (10) shares of each of Assured Guaranty (London) plc, Assured Guaranty (UK) plc, and CIFG Europe S.A., representing less than 0.1% of the total issued and outstanding shares of each of such companies.
4. Mogador Limited is wholly owned by Sanne Nominees Limited and Sanne Nominees 2 Limited, which companies are organized under the laws of Jersey, Channel Islands and are not owned or controlled by Assured Guaranty Ltd. Mogador Limited is the depositor of the New Generation Funding Trusts and the seller of protection on derivatives guaranteed by CIFG Europe S.A.



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	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names 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)	Is an SCA Filing Required? (Y/N)	*
00194	Assured Guaranty Ltd	00000	98-0429991		0001573813	NYSE	Assured Guaranty Ltd	BMU	UIP			0.0	Assured Guaranty Ltd	N	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	N	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	N	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	N	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	N	0
00194	Assured Guaranty Ltd	00000	13-3866939				Transaction Services Corporation	NY	NIA	Assured Guaranty Municipal Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	46-3047895				Municipal Assurance Holdings Inc	DE	DS	Assured Guaranty Municipal Corp	Ownership	60.7	Assured Guaranty Ltd	Y	(1)
00194	Assured Guaranty Ltd	00000	13-3896538				Assured Guaranty (Europe) plc	GBR	DS	Assured Guaranty Municipal Corp	Ownership	100.0	Assured Guaranty Ltd	Y	0
00194	Assured Guaranty Ltd	00000	98-0203985				Assured Guaranty Re Ltd	BMU	IA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty Finance Overseas Ltd	GBR	NIA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Cedar Personnel Ltd	BMU	NIA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	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	N	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	N	0
00194	Assured Guaranty Ltd	00000	13-3339307				AG Intermediary Inc	NY	NIA	Assured Guaranty Re Overseas Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	13559	26-2999764				Municipal Assurance Corp	NY	DS	Municipal Assurance Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	27-1251323				AG Analytics Inc	DE	NIA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty (UK) Services Limited	GBR	NIA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	30180	52-1533088				Assured Guaranty Corp	MD	IA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	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	N	0
00194	Assured Guaranty Ltd	00000					Prescott LLC	DE	NIA	Assured Guaranty Corp	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	52-1533088				AG PFC Holding LLC	DE	NIA	Assured Guaranty Corp	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty (UK) plc	GBR	DS	Assured Guaranty (Europe) plc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	27-3047677				AGFP Holding LLC	DE	NIA	AG PFC Holding LLC	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Portfolio Funding Company LLC 1	DE	NIA	AGFP Holding LLC	Ownership	50.0	Assured Guaranty Ltd	N	0

STATEMENT AS OF SEPTEMBER 30, 2018 OF THE ASSURED GUARANTY MUNICIPAL CORP.

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	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names 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)	Is an SCA Filing Required? (Y/N)	*
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Credit Products 1 LLC.....	DE.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Credit Products 2 LLC.....	DE.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty Credit Protection Ltd.....	GBR.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty Services (Australia) Pty Ltd.....	AUS.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					FSA Administrative Services, LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					MLN 1992-2 Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					FMAC 1998-D Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					FMAC 2000-A Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					IMC 97-7 Refi Co. LLC.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Credit Protection Trusts.....	NY.....	NIA.....	FSA Portfolio Management Inc.....	Other.....	100.0	Assured Guaranty Ltd.....	N.....	.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.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Four Hundred Main Street, LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....	20-3759337.....				Van American Insurance Agency, Inc.....	SC.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Hoboken I, LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....	13-4173364.....				CIFG Services, LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....	98-0647426.....				CIFG Europe S.A.....	FRA.....	DS.....	Assured Guaranty (Europe) plc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Holding LLC.....	DE.....	NIA.....	Assured Guaranty Corp.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....	13-4173364.....				New Generation Funding Trusts.....	DE.....	NIA.....	CIFG Services, LLC.....	Other.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Mogador Limited.....	JEY.....	OTH.....	Sanne Nominees Limited and Sanne Nominees 2 Limited.....	Ownership.....	100.0	Sanne Nominees Limited and Sanne Nominees 2 Limited.....	N.....	(2)
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings I, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings II, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings III, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings IV, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0

## 12.2

## 12.2

## 12.2

## 12.2

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 .....	178,316,033	57,190,227	32.1	136.5
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 .....	178,316,033	57,190,227	32.1	136.5
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 .....	39,977,727	138,640,047	163,886,336
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 .....	39,977,727	138,640,047	163,886,336
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)	2018 Loss and LAE Payments on Claims Reported as of Prior Year-End	2018 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2018 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. 2015 + Prior .....	632,194		632,194	136,670		136,670	545,080			545,080	49,556	0	49,556
2. 2016 .....			0	183		183	(53)			(53)	130	0	130
3. Subtotals 2016 + prior .....	632,194	0	632,194	136,853	0	136,853	545,027	0	0	545,027	49,686	0	49,686
4. 2017 .....	2,114		2,114	614		614	146			146	(1,354)	0	(1,354)
5. Subtotals 2017 + prior .....	634,308	0	634,308	137,467	0	137,467	545,173	0	0	545,173	48,332	0	48,332
6. 2018 .....	XXX	XXX	XXX	XXX	38	38	XXX			0	XXX	XXX	XXX
7. Totals .....	634,308	0	634,308	137,467	38	137,505	545,173	0	0	545,173	48,332	0	48,332
8. Prior Year-End Surplus As Regards Policy-holders	2,253,871										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. 7.6	2. 0.0	3. 7.6
											Col. 13, Line 7 Line 8		
											4. 2.1		

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. Business not written
- 2. Business not written
- 3. Business not written
- 4. Business not written


Bar Code:

1.



18287201849000003

2.



18287201845500003

3.



18287201836500003

4.



18287201850500003

OVERFLOW PAGE FOR WRITE-INS

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

	1	2	3	4	5	6	7
	Active Status (a)	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	(741,395)	407,756		.0		.0
58005. FRA France.....	.XXX	11,691	11,842		.0		.0
58006. IRL Ireland.....	.XXX	2,560,948	2,344,585		.0		.0
58007. NZL New Zealand.....	.XXX		17,407		.0		.0
58008. PER Peru.....	.XXX		.0		.0		.0
58009. PRT Portugal.....	.XXX		.0		.0		.0
58010. GBR United Kingdom.....	.XXX	13,990,613	15,533,270		.0		.0
Summary of remaining write-							
58997. ins for Line 58 from Page 10	XXX	15,821,857	18,314,860	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 .....	393,478,322	371,616,172
2. Cost of acquired:		
2.1 Actual cost at time of acquisition .....	0	22,998,000
2.2 Additional investment made after acquisition .....	0	1,407,700
3. Capitalized deferred interest and other .....	0	0
4. Accrual of discount .....	63,684	78,410
5. Unrealized valuation increase (decrease) .....	(33,694)	956,333
6. Total gain (loss) on disposals .....	0	0
7. Deduct amounts received on disposals .....	24,277,667	0
8. Deduct amortization of premium and depreciation .....	0	0
9. Total foreign exchange change in book/adjusted carrying value .....	0	0
10. Deduct current year's other-than-temporary impairment recognized .....	5,254,397	3,578,293
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10) .....	363,976,248	393,478,322
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12) .....	363,976,248	393,478,322

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 .....	4,766,785,968	4,559,580,660
2. Cost of bonds and stocks acquired .....	650,805,407	1,923,125,752
3. Accrual of discount .....	26,480,912	47,645,891
4. Unrealized valuation increase (decrease) .....	6,891,953	156,005,998
5. Total gain (loss) on disposals .....	1,983,233	46,451,836
6. Deduct consideration for bonds and stocks disposed of .....	681,052,841	1,894,192,463
7. Deduct amortization of premium .....	28,177,199	36,603,481
8. Total foreign exchange change in book/adjusted carrying value .....	0	(427,139)
9. Deduct current year's other-than-temporary impairment recognized .....	13,653,788	34,801,086
10. Total investment income recognized as a result of prepayment penalties and/or acceleration fees .....	14,523	
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9+10) .....	4,730,078,168	4,766,785,968
12. Deduct total nonadmitted amounts .....	0	0
13. Statement value at end of current period (Line 11 minus Line 12) .....	4,730,078,168	4,766,785,968

STATEMENT AS OF SEPTEMBER 30, 2018 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).....	3,737,005,727	319,312,998	363,354,754	(5,512,232)	3,720,426,041	3,737,005,727	3,687,451,739	3,753,846,593
2. NAIC 2 (a).....	62,621,486	35,135,383	456,925	1,387,602	57,160,603	62,621,486	98,687,546	44,121,367
3. NAIC 3 (a).....	135,675	0	0	(194)	136,111	135,675	135,481	0
4. NAIC 4 (a).....	0	0	0	0	0	0	0	0
5. NAIC 5 (a).....	0	0	0	0	2,609,871	0	0	0
6. NAIC 6 (a).....	85,002,681	0	292,838	(2,675,981)	84,109,527	85,002,681	82,033,862	90,751,908
7. Total Bonds	3,884,765,569	354,448,381	364,104,517	(6,800,805)	3,864,442,153	3,884,765,569	3,868,308,628	3,888,719,868
<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	3,884,765,569	354,448,381	364,104,517	(6,800,805)	3,864,442,153	3,884,765,569	3,868,308,628	3,888,719,868

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$ .....44,985,224 ; NAIC 2 \$ ..... ;

NAIC 3 \$ ..... ; NAIC 4 \$ ..... ; NAIC 5 \$ ..... ; NAIC 6 \$ .....

SCHEDULE DA - PART 1  
Short-Term Investments

	1 Book/adjusted Carrying value	2 Prior Year Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	0	XXX	0	0	0

SCHEDULE DA - VERIFICATION  
Short-Term Investments

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	0	365,003
2. Cost of short-term investments acquired .....	0	265,000
3. Accrual of discount .....	0	0
4. Unrealized valuation increase (decrease).....	0	0
5. Total gain (loss) on disposals .....	0	0
6. Deduct consideration received on disposals .....	0	630,003
7. Deduct amortization of premium.....	0	0
8. Total foreign exchange change in book/adjusted carrying value.....	0	0
9. Deduct current year's other-than-temporary impairment recognized.....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9).....	0	0
11. Deduct total nonadmitted amounts.....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	0	0

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 – PART 2 – VERIFICATION  
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	202,389,115	121,981,926
2. Cost of cash equivalents acquired .....	384,398,857	801,592,190
3. Accrual of discount .....	359,451	291,975
4. Unrealized valuation increase (decrease) .....	0	0
5. Total gain (loss) on disposals.....	(338)	6,855
6. Deduct consideration received on disposals .....	434,026,308	721,483,831
7. Deduct amortization of premium .....	0	0
8. Total foreign exchange change in book/adjusted carrying value .....	0	0
9. Deduct current year's other than temporary impairment recognized .....	0	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) .....	153,120,777	202,389,115
11. Deduct total nonadmitted amounts .....	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	153,120,777	202,389,115

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

EO3

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

[illegible]

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

1  CUSIP Identification	2  Name or Description	3 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.						
Any Other Class of Assets - Unaffiliated																			
000000-00-0.....	U.S. MORTGAGE GUARANTY INS CO TAX & LOSS BONDS	NEW YORK	NY	BUREAU OF THE FISCAL SERVICE	03/15/2010	09/28/2018	24,277,667					0		24,277,667	24,277,667			0	
4299999 - Any Other Class of Assets - Unaffiliated							24,277,667	0	0	0	0	0	0	24,277,667	24,277,667	0	0	0	0
4499999 - Subtotals - Unaffiliated							24,277,667	0	0	0	0	0	0	24,277,667	24,277,667	0	0	0	0
4599999 - Subtotals - Affiliated							0	0	0	0	0	0	0	0	0	0	0	0	0
4699999 Totals							24,277,667	0	0	0	0	0	0	24,277,667	24,277,667	0	0	0	0

STATEMENT AS OF SEPTEMBER 30, 2018 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 - All Other Governments									
36179U-CB-6	GOVERNMENT NATL MTG ASSOC I I #MA54		09/28/2018	VARIOUS	XXX	8,378,125	8,250,000	15,583	1
1099999 - Bonds - All Other Governments						8,378,125	8,250,000	15,583	XXX
Bonds - U.S. States, Territories and Possessions									
13063D-GB-8	CA CALIFORNIA-TXBL		07/10/2018	JP MORGAN SECURITIES	XXX	1,494,675	1,500,000	10,828	1FE
373385-DK-6	GA GEORGIA ST-B-TXBL		07/06/2018	JP MORGAN SECURITIES	XXX	4,605,191	4,550,000		1FE
1799999 - Bonds - U.S. States, Territories and Possessions						6,099,866	6,050,000	10,828	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
60375B-DL-7	MN MINNEAPOLIS-TXBL-REF		07/05/2018	JP MORGAN SECURITIES	XXX	3,507,805	3,500,000	13,650	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						3,507,805	3,500,000	13,650	XXX
Bonds - U.S. Special Revenue									
13067W-PJ-5	CALIFORNIA ST DEPT OF WTR RESO		09/25/2018	CITIGROUP GLOBAL MARKETS	XXX	1,365,044	1,435,000	13,442	1FE
235416-3W-2	DALLAS TX WTRWKS & SWR SYS REV		09/20/2018	CITIGROUP GLOBAL MARKETS	XXX	1,475,534	1,515,000	21,252	1FE
3128MJ-3U-2	FGLMC PL#G08810		09/07/2018	BMO CAPITAL MARKETS	XXX	1,977,256	1,906,076	2,859	1
3128MJ-4R-8	FGLMC PL#G08831		09/07/2018	PNC CAPITAL MARKETS LLC	XXX	2,519,633	2,481,442	3,309	1
3128MJ-4S-6	FGLMC PL#G08832		07/23/2018	BMO CAPITAL MARKETS	XXX	2,585,761	2,491,925	3,738	1
31335A-BC-1	FHLMC GOLD 30YR GIANT		08/29/2018	MORGAN STANLEY CO	XXX	973,501	998,862	2,414	1
3128MJ-Y5-3	FHLMG #G08731		08/08/2018	ABNK/BK OF NYC	XXX	19,932,507	21,378,924	17,816	1
3128MJ-ZA-1	FHLMG #G08736		08/08/2018	ABNK/BK OF NYC	XXX	20,045,309	21,499,912	17,917	1
31418C-WU-4	FNCL PL#MA3358		07/23/2018	BMO CAPITAL MARKETS	XXX	2,520,567	2,429,096	3,644	1
31418C-XN-9	FNCL PL#MA3384		07/30/2018	RBC DOMINION	XXX	1,498,101	1,476,644	1,969	1
31418C-YM-0	FNCL PL#MA3415		07/30/2018	DAIWA CAPITAL MARKETS EUROPE LTD	XXX	1,507,060	1,485,017	1,980	1
31418C-YN-8	FNCL PL#MA3416		09/07/2018	PNC CAPITAL MARKETS LLC	XXX	2,030,651	1,958,876	2,938	1
31418C-YT-5	FNJMCK PL#MA3421		08/01/2018	MITSUBISHI UFJ SECURITIES	XXX	1,998,061	1,986,268	2,648	1
31418C-ZL-1	FNJMCK PL#MA3446		09/07/2018	BANK OF AMERICA SECURITIES LLC	XXX	1,997,434	1,983,796	1,984	1
3138WE-OZ-5	FNMA 30YR		08/21/2018	NOMURA SECURITIES INT'L INC	XXX	4,585,226	4,705,435	8,235	1
31417F-3E-6	FNMA 30YR		08/21/2018	MERRILL LYNCH, PIERCE, FENNER & SMITH	XXX	286,323	293,383	513	1
3136B0-YB-6	FNR 2018-1 TE		09/28/2018	JP MORGAN SECURITIES	XXX	1,801,266	1,806,347	176	1
419794-ZZ-8	HAWAII ST ARPTS SYS REVENUE		08/10/2018	MORGAN STANLEY CO	XXX	2,330,572	2,070,000		1FE
59261E-AJ-8	METROPOLITAN TRANSN AUTH N Y S		09/24/2018	OPPENHEIMER & CO	XXX	1,029,389	1,050,000	7,027	1FE
64972H-S5-2	NEW YORK CITY NY TRANSITIONAL		07/19/2018	RAMIREZ & CO INC	XXX	1,510,418	1,300,000		1FE
88275F-PZ-6	TEXAS ST DEPT OF HSG & CMNTY A		08/03/2018	RBC CAPITAL MARKETS	XXX	1,022,960	1,000,000		1FE
914301-7H-3	UNIV OF HOUSTON TX UNIV REVENU		09/24/2018	KEYBANK CAPITAL MARKETS INC	XXX	948,110	1,000,000	3,257	1FE
928075-HM-5	VA VIRGINIA ST PORT AUTH		07/11/2018	MERRILL LYNCH	XXX	500,000	500,000		1FE
928075-HN-3	VA VIRGINIA ST PORT AUTH		07/11/2018	MERRILL LYNCH	XXX	1,045,000	1,045,000		1FE
928075-HP-8	VA VIRGINIA ST PORT AUTH		07/11/2018	MERRILL LYNCH	XXX	2,000,000	2,000,000		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						79,485,683	81,797,003	117,118	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
02582J-JK-7	AMXCA 2018-9 A		09/17/2018	CITIGROUP GLOBAL MARKETS	XXX	2,000,000	2,000,000		1FE
04966H-AA-4	ATRM 13A A1 144A		08/14/2018	BARCLAYS CAPITAL	XXX	10,035,000	10,000,000	23,514	1FE
056162-AN-0	BABSN 15-1A AR 144A		08/09/2018	CITIGROUP GLOBAL MARKETS	XXX	7,561,962	7,595,000	16,899	1FE
09626Y-AN-0	BLUEM 13-2A A1R 144A		08/14/2018	DEUTSCHE BANK	XXX	4,015,000	4,000,000	9,405	1FE
12549B-AQ-1	CIFC 2013-2A A1LR	C	07/17/2018	SOCIETE GENERALE STRAUSS	XXX	4,005,200	4,000,000	396	1FE
254683-BZ-7	DCENT 2017-A4 A4		08/20/2018	WELLS FARGO BROKER SERVICES LLC	XXX	1,254,957	1,300,000	640	1FE
38137P-AQ-3	GOLDENTREE LOAN OPPORTUNITIES 15-1		08/08/2018	MORGAN STANLEY CO	XXX	2,500,000	2,500,000		1FE
43284B-AA-0	HILTON GRAND VACATIONS TRUST 18-AA		09/11/2018	BANK OF AMERICA MERRILL LYNCH SECURITIES	XXX	999,977	1,000,000		1FE
55818Y-BA-8	MDPK 15-17A AR 144A		08/14/2018	BARCLAYS CAPITAL	XXX	5,370,063	5,350,000	13,253	1FE
63938P-BD-0	NAVMT 2018-1 A		09/17/2018	BANK OF AMERICA SECURITIES LLC	XXX	2,000,000	2,000,000		1FE
74331M-AA-4	PROGRESS RESIDENTIAL TRUST 18-SFR3		09/24/2018	MORGAN STANLEY CO	XXX	2,249,927	2,250,000		1FE
74340X-BE-0	PROLOGIS, L P		09/25/2018	WELLS FARGO BROKER SERVICES LLC	XXX	1,497,180	1,500,000	22,813	1FE
86562M-BC-3	SUMIBK 3.94400 07/19/2028		07/12/2018	SUMITOMO MITSUI BANKING CORP	XXX	7,600,000	7,600,000		1FE
02665W-CH-2	AMERICAN HONDA FINANCE REG		07/11/2018	SOCIETE GENERALE STRAUSS	XXX	1,797,570	1,800,000		1FE
03027W-AJ-1	AMERICAN TOWER TRUST I 144A		09/28/2018	CREDIT SUISSE FIRST BOSTON	XXX	244,188	250,000	362	1FE
031162-CH-1	Amgen Inc		09/25/2018	DEUTSCHE BANK	XXX	2,602,312	2,775,000	6,591	2FE
06051G-HC-6	BANK OF AMERICA CORP REG		07/23/2018	BNP PARISBAS SEC CORP	XXX	1,211,363	1,250,000	3,651	1FE
05531F-BD-4	BB&T CORPORATION		08/14/2018	DEUTSCHE BANK	XXX	6,638,296	6,650,000	41,969	1FE
10112R-AU-8	BOSTON PROPERTIES		08/14/2018	BANK OF NEW YORK	XXX	1,009,260	1,000,000	1,604	2FE
10112R-AV-6	Boston Properties LP		08/28/2018	VARIOUS	XXX	5,620,526	5,725,000	88,292	2FE
14311M-AN-6	CARLYLE GLOBAL MARKET STRATEGI 15-		07/18/2018	JP MORGAN SECURITIES	XXX	2,500,000	2,500,000		1FE



STATEMENT AS OF SEPTEMBER 30, 2018 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>
172967-LZ-2	Citigrp Gbl Mkt INC		08/14/2018	CITIGROUP GLOBAL MARKETS	XXX	11,201,477	11,075,000	104,504	2FE
26441Y-AW-7	DUKE REALTY LP		08/14/2018	GOLDMAN SACHS	XXX	6,597,045	6,500,000	84,658	2FE
377372-AL-1	GLAXOSMITHKLINE CAPITAL		07/20/2018	CITIGROUP GLOBAL MARKETS	XXX	2,505,200	2,500,000	16,172	1FE
38137H-BU-1	GLD11..15-11A		07/18/2018	DEUTSCHE BANK	XXX	1,997,000	2,000,000	381	1FE
36250S-AE-9	GS MORTGAGE SECURITIES TRUST 18-GS		07/18/2018	GOLDMAN SACHS	XXX	5,149,827	5,000,000	16,735	1FE
446150-AK-0	HUNTINGTON BANCSHS		08/14/2018	MORGAN STANLEY CO.	XXX	6,665,105	6,925,000	14,158	2FE
44644A-AE-7	HUNTINGTON NATIONAL BANK		08/17/2018	VARIOUS	XXX	1,832,823	1,835,000		1FE
456837-AG-8	ING Groep NV		08/14/2018	DEUTSCHE BANK	XXX	6,600,036	6,700,000	80,316	1FE
46647P-AV-8	JP MORGAN CHASE		07/16/2018	JP MORGAN SECURITIES	XXX	7,875,000	7,875,000		1FE
48128B-AB-7	JPMorgan Chase & Co.		08/14/2018	RBC CAPITAL MARKETS	XXX	4,820,886	4,925,000	12,604	1FE
49306S-AA-4	KEY BANK NA		08/14/2018	STIFEL NICOLAUS & CO INC	XXX	2,470,900	2,500,000	18,550	1FE
59156R-BH-0	MetLife Inc.		08/14/2018	WELLS FARGO BROKER SERVICES LLC	XXX	3,391,639	3,375,000	42,525	1FE
61746B-DQ-6	Morgan Stanley		08/14/2018	RBC CAPITAL MARKETS	XXX	7,326,143	7,275,000	83,789	1FE
641062-AJ-3	NESTLE HOLDINGS INC 144A		09/17/2018	JP MORGAN SECURITIES	XXX	1,399,482	1,400,000		1FE
64952W-CX-9	NEW YORK LIFE GLOBAL FDG		09/25/2018	WELLS FARGO BROKER SERVICES LLC	XXX	1,406,115	1,500,000	9,625	1FE
65557C-AY-9	Nordea Bank AB 144A		08/22/2018	GOLDMAN SACHS	XXX	5,492,575	5,500,000		1FE
67590G-BG-3	OCT17..13-1A		07/17/2018	CREDIT SUISSE SECURITIES (USA)	XXX	1,993,000	2,000,000	23,376	1FE
74332U-AA-5	PROGRESS RESIDENTIAL TRUST 18-SFR2		07/26/2018	GOLDMAN SACHS	XXX	1,249,969	1,250,000		1FE
74456Q-BW-5	PUBLIC SERVICE ELECTRIC		09/05/2018	MITSUBISHI UFJ SECURITIES	XXX	1,247,788	1,250,000		1FE
771196-BE-1	Roche Holdings Inc 144A		08/14/2018	BNP PARISBAS SEC CORP	XXX	999,320	1,000,000	12,656	1FE
85208N-AD-2	SPRINT SPECTRUM / SPEC I 144A		07/13/2018	BARCLAYS CAPITAL	XXX	797,000	800,000	2,843	2FE
86787E-AN-7	SunTrust Bank		08/14/2018	SUNTRUST CAPITAL MARKETS INC	XXX	6,639,675	6,850,000	54,943	1FE
891027-AS-3	Torchmark Corp.		09/25/2018	U.S. BANCORP INVESTMENTS INC	XXX	642,659	645,000		2FE
892331-AC-3	TOYOTA MOTOR CORP		07/18/2018	JP MORGAN SECURITIES	XXX	2,503,400	2,500,000		1FE
892331-AB-5	TOYOTA MOTOR CORP REG		07/10/2018	JP MORGAN SECURITIES	XXX	1,800,000	1,800,000		1FE
904764-BG-1	UNILEVER CAPITAL CORP		09/04/2018	GOLDMAN SACHS	XXX	992,780	1,000,000		1FE
90331H-NU-3	US BANK NA CINCINNATI		07/23/2018	PNC CAPITAL MARKETS LLC	XXX	1,749,493	1,750,000	148	1FE
94988J-5R-4	Wells Fargo Bank NA		08/07/2018	WELLS FARGO BROKER SERVICES LLC	XXX	2,021,699	2,025,000		1FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						172,080,817	172,800,000	807,372	XXX
8399997 - Subtotals - Bonds - Part 3						269,552,296	272,397,003	964,551	XXX
8399999 - Subtotals - Bonds						269,552,296	272,397,003	964,551	XXX
9999999 Totals						269,552,296	XXX	964,551	XXX

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

STATEMENT AS OF SEPTEMBER 30, 2018 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	For 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		09/15/2018	PRINCIPAL RECEIPT	XXX	111,094	111,094	119,487	119,712		(8,618)		(8,618)		111,094			.0	2,448	06/15/2042	1
36241L-BC-9	GNMA #782735		09/15/2018	PRINCIPAL RECEIPT	XXX	35,731	35,731	38,863	40,036		(4,304)		(4,304)		35,731			.0	1,419	07/15/2039	1
36295W-EN-3	GNMA #682441		09/15/2018	PRINCIPAL RECEIPT	XXX	1,341	1,341	1,442	1,422		(81)		(81)		1,341			.0	.43	05/15/2023	1
36225C-B0-8	GNMA 11 ARM POOL 080046		09/20/2018	PRINCIPAL RECEIPT	XXX	201	201	203	206		(5)		(5)		201			.0	.4	02/20/2027	1
36207R-3A-1	GNMA POOL 440093		09/15/2018	PRINCIPAL RECEIPT	XXX	3	3	3	3				.0		3			.0		02/15/2027	1
36201F-V2-0	GNMA POOL 582133		09/15/2018	PRINCIPAL RECEIPT	XXX	874	874	928	902		(28)		(28)		874			.0	.39	05/15/2032	1
36179T-Z5-7	GNMA GOVERNMENT NATL MTG ASSOC 11 #MA52		09/20/2018	PRINCIPAL RECEIPT	XXX	16,964	16,964	17,383			(419)		(419)		16,964			.0	.56	06/20/2048	1
059999 - Bonds - U.S. Governments						166,208	166,210	178,309	162,281	0	(13,455)	0	(13,455)	0	166,208	0	0	0	4,009	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
677521-NA-0	OH GO WISCONSIN ST FOR ISSUES DTD		08/01/2018	MATURITY	XXX	5,690,000	5,690,000	6,679,093	5,778,332		(88,332)		(88,332)		5,690,000			.0	284,500	08/01/2018	1FE
97705M-GS-8	LAKE OSWEGO OR SD		08/21/2018	VARIOUS	XXX	5,973,490	5,000,000	6,253,300	6,192,456		(70,044)		(70,044)		6,122,412		(148,922)	(148,922)	194,444	11/01/2028	1FE
179999 - Bonds - U.S. States, Territories and Possessions						11,663,490	10,690,000	12,932,393	11,970,788	0	(158,376)	0	(158,376)	0	11,812,412	0	(148,922)	(148,922)	478,944	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
962506-RW-3	BELLINGHAM WHATCOM CNTY SCH DIST		08/16/2018	STIFEL NICOLAUS & CO INC	XXX	1,299,683	1,100,000	1,351,427	1,343,389		(13,644)		(13,644)		1,329,744		(30,061)	(30,061)	39,569	12/01/2030	1FE
483836-UX-8	KANE COOK & DU PAGE CNTYS		08/14/2018	JEFFERIES	XXX	4,112,766	4,420,000	3,349,476	3,915,662		74,077		74,077		3,989,739		123,027	123,027		01/01/2022	1FE
49474F-KQ-2	KING CNTY LTD GO		08/14/2018	CITIGROUP GLOBAL MARKETS	XXX	5,164,740	4,500,000	5,465,250	5,202,935		(57,247)		(57,247)		5,145,688		19,052	19,052	253,125	07/01/2030	1FE
179090-WR-3	LAKE OSWEGO OR SD		08/16/2018	PERSHING & CO	XXX	2,925,400	2,500,000	3,072,750	3,053,143		(33,023)		(33,023)		3,020,120		(94,720)	(94,720)	89,931	06/01/2030	1FE
179090-WS-1	LAKE OSWEGO OR SD		08/16/2018	PERSHING & CO	XXX	2,330,160	2,000,000	2,444,520	2,429,353		(25,551)		(25,551)		2,403,802		(73,642)	(73,642)	71,944	06/01/2031	1FE
542433-NQ-6	LONG BEACH CA USD		08/16/2018	NATIONAL FINANCIAL SERVICES CO	XXX	6,573,233	5,855,000	6,821,543	6,319,806		(59,574)		(59,574)		6,260,232		313,001	313,001	305,761	08/01/2025	1FE
64966J-B4-7	NEW YORK NY		07/26/2018	CITIGROUP GLOBAL MARKETS	XXX	2,500,000	2,500,000	2,500,000			0		0		2,500,000			0	18,540	04/01/2042	1FE
718814-Q4-1	PHOENIX AZ		07/20/2018	JEFFERIES	XXX	5,958,100	5,000,000	5,920,600	6,044,098		(61,474)	67,499	(128,973)		5,915,126		42,974	42,974	265,972	07/01/2026	1FE
725277-EQ-6	Pittsburgh PA GO		08/14/2018	NATIONAL FINANCIAL SERVICES CO	XXX	7,191,984	7,025,000	7,960,028	7,245,970		(81,261)		(81,261)		7,164,709		27,275	27,275	269,292	09/01/2019	1FE
725277-ER-4	Pittsburgh PA GO		08/14/2018	NATIONAL FINANCIAL SERVICES CO	XXX	5,743,100	5,500,000	6,200,755	5,735,377		(53,405)		(53,405)		5,681,972		61,128	61,128	210,833	09/01/2020	1FE
812626-XC-8	SEATTLE WASH		08/06/2018	PERSHING & CO	XXX	11,540,873	11,410,000	12,598,466	11,862,525		(294,446)		(294,446)		11,568,079		(27,207)	(27,207)	391,426	12/01/2021	1FE
866407-G5-2	Sumner County TN		08/15/2018	BARCLAYS CAPITAL	XXX	6,593,334	6,080,000	6,962,634	6,412,467		(57,765)		(57,765)		6,354,701		238,633	238,633	215,333	06/01/2022	1FE
986525-VB-6	Fortmill York Cnty SC Sch Dist #44		09/18/2018	GOLDMAN SACHS	XXX	1,579,205	1,385,000	1,627,264	1,593,487		(22,629)		(22,629)		1,570,858		8,347	8,347	72,905	03/01/2024	1FE
249999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						63,512,578	59,275,000	66,274,713	61,158,212	0	(685,942)	67,499	(753,441)	0	62,904,770	0	607,807	607,807	2,204,631	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																					
050589-HQ-6	Auburn University		08/14/2018	MORGAN STANLEY CO	XXX	2,054,360	2,000,000	2,275,040	2,053,092		(22,910)		(22,910)		2,030,182		24,178	24,178	70,833	06/01/2019	1FE
13033F-Z2-2	CALIFORNIA HEALTH FACS FING AUTH R		08/15/2018	CALLED @ 100.0000000	XXX	10,000,000	10,000,000	10,384,100	10,269,129		(269,129)		(269,129)		10,000,000			.0	500,000	08/15/2038	1FE
13067W-LW-0	CALIFORNIA ST DEPT WTR RES CEN		07/20/2018	JEFFERIES	XXX	1,075,396	890,000	1,074,310	1,101,871		(11,928)	16,679	(28,607)		1,073,264		2,132	2,132	28,801	12/01/2028	1FE
226706-AA-7	CRISP CNTY GA SOL WST MGMT AUTH		07/01/2018	Sink PMT @ 100.0000000	XXX	292,838	292,838	256,393	253,644		39,194		39,194		292,838			.0		01/01/2023	6FE
254764-HA-4	DC HOSP-CHILDRENS HOSP REV		07/16/2018	CALLLED @ 100.0000000	XXX	13,750,000	13,750,000	13,343,275	13,722,487		27,513		27,513		13,750,000			.0	721,875	07/15/2038	1FE
246395-TY-3	DE HSG-SR-SFM-B		07/02/2018	CALLLED @ 100.0000000	XXX	490,000	490,000	490,000			0		0		490,000			.0	27,818	07/01/2039	1FE
271014-E8-1	EAST BAY CA MUNI UTILITY DIST WTR		07/20/2018	JEFFERIES	XXX	6,017,850	5,000,000	5,997,300	6,159,440		(60,865)	106,535	(167,400)		5,992,040		25,810	25,810	161,806	06/01/2031	1FE
276771-HX-3	EASTERN MUN WTR DIST		07/02/2018	CALLLED @ 100.0000000	XXX	2,900,000	2,900,000	2,993,989	2,961,340		(61,340)		(61,340)		2,900,000			.0	145,000	07/01/2035	1FE
31402V-LU-2	CALIF WTR & S		09/25/2018	PRINCIPAL RECEIPT	XXX	3,858	3,858	3,940	3,864		(6)		(6)		3,858			.0	.155	09/01/2018	1
31406C-MA-3	FANNIE MAE POOL # 739339		09/25/2018	PRINCIPAL RECEIPT	XXX	2,693	2,693	2,755	2,707		(14)		(14)		2,693			.0	.98	12/01/2019	1
3128MF-DP-0	FEDERAL HOME LN MTG CORP #G16210		09/15/2018	PRINCIPAL RECEIPT	XXX	130,473	130,473	133,204		(2,732)		(2,732)		130,473			.0		1,232	06/01/2032	1
31320Q-TT-9	FEDERAL HOME LN MTG CORP #034161		09/15/2018	PRINCIPAL RECEIPT	XXX	96,908	96,908	100,225	100,262		(3,354)		(3,354)		96,908			.0	2,086	06/01/2045	1
3138WE-KW-8	FEDERAL NATIONAL MTG ASSOC #AS4808		09/25/2018	PRINCIPAL RECEIPT	XXX	144,724	144,724	151,983	151,193		(6,469)		(6,469)		144,724			.0	2,930	04/01/2045	1
3138WH-SW-3	FEDERAL NATIONAL MTG ASSOC #AST732		09/25/2018	PRINCIPAL RECEIPT	XXX	261,873	261,873	273,054	272,754		(10,881)		(10,881)		261,873			.0	4,929	08/01/2041	1
3138YR-QX-9	FEDERAL NATIONAL MTG ASSOC #AZ0469		09/25/2018	PRINCIPAL RECEIPT	XXX	149,599	149,599	157,196	156,758		(7,159)		(7,159)		149,599			.0	3,639	05/01/2045	1
3128MJ-ZD-1	FG 608771		09/15/2018	PRINCIPAL RECEIPT	XXX	54,114	54,114	57,010	56,988		(2,874)		(2,874)		54,114			.0	1,378	07/01/2047	1
3128PU-EW-8	FG J14649		09/15/2018	PRINCIPAL RECEIPT	XXX	85,596	85,596	85,181	85,207		.388		.388		85,596			.0	1,912	04/01/2026	1
31307R-Z8-1	FG J35267		09/15/2018	PRINCIPAL RECEIPT	XXX	106,251	106,251	110,268	110,097		(3,846)		(3,846)		106,251			.0	1,908	09/01/2031	1
3128MJ-4S-6	FGLMC PL#G08832		09/15/2018	PRINCIPAL RECEIPT	XXX	20,906	20,906	21,694		(787)		(787)		20,906			.0			08/01/2048	1

STATEMENT AS OF SEPTEMBER 30, 2018 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 Identi- fication	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	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 Designa- tion 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.							
3128L0-DE-9	FGOLD 30YR		09/15/2018	PRINCIPAL RECEIPT	XXX	3,601	3,601	3,622	3,627		(26)		(26)		3,601			.0	.143	11/01/2037	.1
3128LX-FB-1	FGOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	7,466	7,466	7,161	7,101		.364		.364		7,466			.0	.238	12/01/2035	.1
3128M5-HJ-2	FGOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	4,172	4,172	4,213	4,219		(46)		(46)		4,172			.0	.131	06/01/2036	.1
3128M5-LE-8	FGOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	17,312	17,312	17,701	17,701		(389)		(389)		17,312			.0	.694	11/01/2037	.1
3128M6-EF-1	FGOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	4,165	4,165	3,946	3,932		.234		.234		4,165			.0	.128	04/01/2038	.1
3128MJ-TP-5	FGOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	141,748	141,748	141,161	141,091		.657		.657		141,748			.0	.3,170	11/01/2043	.1
	FGOLD 30YR GIANT POOL #																				
3128M5-ME-7	G03657		09/15/2018	PRINCIPAL RECEIPT	XXX	31,876	31,876	32,997	33,360		(1,485)		(1,485)		31,876			.0	.1,337	12/01/2037	.1
31292H-5P-5	FGOLD POOL # C01754		09/15/2018	PRINCIPAL RECEIPT	XXX	6,784	6,784	6,868	6,869		(85)		(85)		6,784			.0	.233	01/01/2034	.1
31288J-ZR-0	FGOLD POOL # C79752		09/15/2018	PRINCIPAL RECEIPT	XXX	2,677	2,677	2,706	2,702		(25)		(25)		2,677			.0	.90	05/01/2033	.1
3128LX-BJ-8	FGOLD POOL # G01841		09/15/2018	PRINCIPAL RECEIPT	XXX	4,543	4,543	4,555	4,557		(13)		(13)		4,543			.0	.154	06/01/2035	.1
31292H-KJ-2	FGOLD POOL 01197		09/15/2018	PRINCIPAL RECEIPT	XXX	5,813	5,813	5,780	5,779		.12		.12		5,791		22	.22	.247	07/01/2031	.1
31287M-HU-7	FGOLD POOL 62043		09/15/2018	PRINCIPAL RECEIPT	XXX	.633	.633	.641	.639		(6)		(6)		.633			.0	.23	12/01/2031	.1
31292G-VZ-6	FGOLD POOL C00632		09/15/2018	PRINCIPAL RECEIPT	XXX	.32	.32	.31	.31		.1		.1		.32			.0	.1	07/01/2028	.1
31292H-OR-8	FGOLD POOL C01364		09/15/2018	PRINCIPAL RECEIPT	XXX	2,229	2,229	2,263	2,270		(41)		(41)		2,229			.0	.102	06/01/2032	.1
31293E-EW-6	FGOLD POOL C18249		09/15/2018	PRINCIPAL RECEIPT	XXX	15,060	15,060	14,849	14,933		.127		.127		15,060			.0	.777	11/01/2028	.1
31294E-HK-8	FGOLD POOL C37434		09/15/2018	PRINCIPAL RECEIPT	XXX	1,991	1,991	1,951	1,964		.26		.26		1,991			.0	.89	12/01/2029	.1
	FHLMC 5/1 GMO LIBOR																				
3128QH-UA-6	HYBRID ARM		09/15/2018	PRINCIPAL RECEIPT	XXX	.659	.659	.671	.674		(15)		(15)		.659			.0	.15	05/01/2037	.1
	FHLMC Gold 30 Yr P/T Pool																				
3128M9-WB-4	# G07542		09/15/2018	PRINCIPAL RECEIPT	XXX	97,469	97,469	104,079	103,638		(6,168)		(6,168)		97,469			.0	.2,893	11/01/2043	.1
31335A-BC-1	FHLMC GOLD 30YR GIANT		09/15/2018	PRINCIPAL RECEIPT	XXX	11,063	11,063	10,782			.281		.281		11,063			.0	.28	09/01/2043	.1
	FHLMC MULTIFAMILY																				
3137FE-BP-4	STRUCTURED P -KO		09/25/2018	PRINCIPAL RECEIPT	XXX	17,325	17,325	17,671			(346)		(346)		17,325			.0	.281	12/25/2050	.1
3128P8-EW-7	FHLMC POOL C91949		09/15/2018	PRINCIPAL RECEIPT	XXX	84,716	84,716	86,662	86,625		(1,909)		(1,909)		84,716			.0	.1,703	09/01/2037	.1
31335B-JA-5	FHLMC POOL G61157		09/15/2018	PRINCIPAL RECEIPT	XXX	145,111	145,111	150,349	150,285		(5,174)		(5,174)		145,111			.0	.3,480	06/01/2042	.1
3128WJ-YY-0	FHLMG #G08726		09/15/2018	PRINCIPAL RECEIPT	XXX	21,171	21,171	22,018	21,978		(807)		(807)		21,171			.0	.388	10/11/2046	.1
3128WJ-Y5-3	FHLMG #G08731		09/15/2018	PRINCIPAL RECEIPT	XXX	202,327	202,327	188,639			(3,689)		(3,689)		202,327			.0	.422	11/01/2046	.1
3128WJ-ZA-1	FHLMG #G08736		09/15/2018	PRINCIPAL RECEIPT	XXX	158,197	158,197	147,494			10,703		10,703		158,197			.0	.330	12/01/2046	.1
34073N-7G-9	FL HSG F1N-HMOWNER-3		08/01/2018	CALL @ 100.0000000	XXX	4,075,000	4,075,000	4,075,000	4,075,000		.0		.0		4,075,000			.0	.223,106	07/01/2023	1FE
31376K-JR-8	FNMA POOL# 357672		09/25/2018	PRINCIPAL RECEIPT	XXX	44,108	44,108	42,595	43,768		.340		.340		44,108			.0	.1,228	12/01/2019	.1
31418C-WU-4	FNCL PL#MA3358		09/25/2018	PRINCIPAL RECEIPT	XXX	24,205	24,205	25,116			(911)		(911)		24,205			.0	.91	05/01/2048	.1
31418C-XN-9	FNCL PL#MA3384		09/25/2018	PRINCIPAL RECEIPT	XXX	8,068	8,068	8,186			(117)		(117)		8,068			.0	.0	06/01/2048	.1
31418C-YM-0	FNCL PL#MA3415		09/25/2018	PRINCIPAL RECEIPT	XXX	7,723	7,723	7,838			(115)		(115)		7,723			.0	.0	07/01/2048	.1
31418C-YT-5	FNJMOCK PL#MA3421		09/25/2018	PRINCIPAL RECEIPT	XXX	18,395	18,395	18,504			(109)		(109)		18,395			.0	.0	07/01/2048	.1
31418C-WS-9	FNMA #OMA3356 Cnv30		09/25/2018	PRINCIPAL RECEIPT	XXX	81,822	81,822	82,026			(205)		(205)		81,822			.0	.878	04/01/2048	.1
31410F-YJ-8	FNMA 30YR		09/25/2018	PRINCIPAL RECEIPT	XXX	15,752	15,752	15,426	15,397		.355		.355		15,752			.0	.480	05/01/2036	.1
31403D-T8-2	FNMA 30YR POOL # 745875		09/25/2018	PRINCIPAL RECEIPT	XXX	22,289	22,289	22,829	22,993		(703)		(703)		22,289			.0	.942	09/01/2036	.1
31414U-6M-5	FNMA 30YR POOL # 977076		09/25/2018	PRINCIPAL RECEIPT	XXX	32,575	32,575	31,251	31,018		1,557		1,557		32,575			.0	.971	01/01/2038	.1
31405R-AK-2	FNMA 30YR POOL #796610		09/25/2018	PRINCIPAL RECEIPT	XXX	97,764	97,764	96,818	96,712		1,052		1,052		97,764			.0	.3,311	10/01/2034	.1
31406M-4A-1	FNMA 30YR POOL #814517		09/25/2018	PRINCIPAL RECEIPT	XXX	5,994	5,994	5,939	5,942		.51		.51		5,994			.0	.215	03/01/2035	.1
31385X-O9-1	FNMA 30YR POOL#555880		09/25/2018	PRINCIPAL RECEIPT	XXX	19,227	19,227	19,114	19,100		.127		.127		19,227			.0	.648	11/01/2033	.1
31402D-P7-9	FNMA 30YR POOL#725946		09/25/2018	PRINCIPAL RECEIPT	XXX	25,113	25,113	24,801	24,761		.353		.353		25,113			.0	.905	11/01/2034	.1
31402D-SZ-5	FNMA 30YR POOL#735036		09/25/2018	PRINCIPAL RECEIPT	XXX	25,285	25,285	24,980	24,934		.351		.351		25,285			.0	.877	12/01/2034	.1
31392C-AV-6	FNMA 02-14 : 1A		09/25/2018	PRINCIPAL RECEIPT	XXX	4,426	4,426	5,385	5,369		(943)		(943)		4,426			.0	.208	01/25/2042	.1
31407N-ZJ-5	FNMA 15 YR MBS/POOL		09/25/2018	PRINCIPAL RECEIPT	XXX	21,325	21,325	21,315	21,320		.5		.5		21,325			.0	.698	10/01/2020	.1
31410F-Z2-4	FNMA 15YR MBS/POOL		09/25/2018	PRINCIPAL RECEIPT	XXX	12,087	12,087	11,914	12,044		.43		.43		12,087			.0	.385	07/01/2020	.1
31413E-UA-1	FNMA 30 YEAR POOL																				

STATEMENT AS OF SEPTEMBER 30, 2018 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)
31402U-4B-5...	FNMA POOL # 736918		09/25/2018	PRINCIPAL RECEIPT	XXX	.772	.772	.765	.765		.7		.7		.772			.0	.26	06/01/2033	1
31407E-ZU-0...	FNMA POOL # 828855		09/25/2018	PRINCIPAL RECEIPT	XXX	9,359	9,359	9,039	8,994		.365		.365		9,359			.0	.281	10/01/2035	1
31407S-A2-8...	FNMA POOL #838925		09/25/2018	PRINCIPAL RECEIPT	XXX	20,345	20,345	19,529	19,668		.677		.677		20,345			.0	.575	08/01/2035	1
31371K-GA-3...	FNMA POOL 254093		09/25/2018	PRINCIPAL RECEIPT	XXX	2,364	2,364	2,612	2,587		(222)		(222)		2,364			.0	.96	12/01/2031	1
31371L-PJ-2...	FNMA POOL 255225		09/25/2018	PRINCIPAL RECEIPT	XXX	5,795	5,795	5,717	5,713		.82		.82		5,795			.0	.191	06/01/2034	1
31385H-4Y-5...	FNMA POOL 545439		09/25/2018	PRINCIPAL RECEIPT	XXX	3,143	3,143	3,186	3,203		(60)		(60)		3,143			.0	.127	02/01/2032	1
31385J-K8-0...	FNMA POOL 545819		09/25/2018	PRINCIPAL RECEIPT	XXX	2,057	2,057	2,244	2,245		(189)		(189)		2,057			.0	.86	08/01/2032	1
31385X-F9-3...	FNMA POOL 555592		09/25/2018	PRINCIPAL RECEIPT	XXX	490	490	503	504		(14)		(14)		490			.0	.16	07/01/2033	1
31388W-KN-5...	FNMA POOL 616901		09/25/2018	PRINCIPAL RECEIPT	XXX	284	284	286	286		(2)		(2)		284			.0	.10	12/01/2031	1
31388W-PP-5...	FNMA POOL 617030		09/25/2018	PRINCIPAL RECEIPT	XXX	70	70	70	70		.0		.0		70			.0	.3	12/01/2031	1
31388X-X4-1...	FNMA POOL 618199		09/25/2018	PRINCIPAL RECEIPT	XXX	1,941	1,941	1,993	1,990		(35)		(35)		1,955		(13)	(13)	.67	11/01/2031	1
31390B-XK-9...	FNMA POOL 641582		09/25/2018	PRINCIPAL RECEIPT	XXX	51,734	51,734	52,539	52,235		(501)		(501)		51,734			.0	2,246	04/01/2032	1
31391H-RS-5...	FNMA POOL 667497		09/25/2018	PRINCIPAL RECEIPT	XXX	.46	.46	.48	.50		(3)		(3)		.46			.0	.2	01/01/2033	1
31400P-ZK-4...	FNMA POOL 693846		09/25/2018	PRINCIPAL RECEIPT	XXX	720	720	737	736		(16)		(16)		720			.0	.26	03/01/2033	1
31400R-WZ-0...	FNMA POOL 695564		09/25/2018	PRINCIPAL RECEIPT	XXX	1,550	1,550	1,584	1,579		(29)		(29)		1,550			.0	.55	03/01/2033	1
31404R-XU-6...	FNMA POOL 776591		09/25/2018	PRINCIPAL RECEIPT	XXX	7,469	7,469	7,356	7,335		.135		.135		7,469			.0	.255	04/01/2034	1
31394E-FT-0...	FNR 2005-64 PL		09/25/2018	PRINCIPAL RECEIPT	XXX	17,420	17,420	18,019	17,908		(488)		(488)		17,420			.0	.614	07/25/2035	1
31283H-6G-5...	FREDDIE MAC POOL # G01771		09/15/2018	PRINCIPAL RECEIPT	XXX	5,488	5,488	5,499	5,500		(12)		(12)		5,488			.0	.193	02/01/2035	1
45200F-EG-0...	REVENUE		07/26/2018	GOLDMAN SACHS BANK OF AMERICA SECURITIES	XXX	1,750,000	1,750,000	1,750,000	1,750,000				.0		1,750,000			.0	14,992	07/01/2038	1FE
452252-HP-7...	ILLINOIS STATE TOLL		08/15/2018	LL	XXX	8,947,040	8,000,000	9,379,360	8,808,677		(96,299)		(96,299)		8,712,377		234,663	234,663	283,333	12/01/2022	1FE
46613P-VX-1...	UEA FL WTR & SEWER REV		08/01/2018	MORGAN STANLEY CO	XXX	2,750,000	2,750,000	2,750,000	2,750,000				.0		2,750,000			.0	23,774	10/01/2038	1FE
54627R-AC-4...	LOUISIANA LOC GOV ENVRNT FAC		08/01/2018	Sink PMT @ 100.0000000	XXX	1,852,234	1,852,234	1,851,533	1,852,072		162		162		1,852,234			.0	63,902	02/01/2022	1FE
546589-C8-3...	LOUISVILLE KY SWR REFUNDED		08/14/2018	FIRST SOUTHWEST	XXX	3,072,071	2,950,000	3,346,539	3,048,438		(31,908)		(31,908)		3,016,529		55,542	55,542	111,035	05/15/2021	1
546589-D4-1...	LOUISVILLE KY SWR UNREFUNDED		08/14/2018	PERSHING & CO	XXX	2,135,075	2,050,000	2,325,561	2,118,406		(22,173)		(22,173)		2,096,232		38,843	38,843	77,160	05/15/2021	1FE
57583R-US-2...	WA DEY-MOUNT HOLYOKE		07/02/2018	CALLLED @ 100.0000000	XXX	6,000,000	6,000,000	5,901,360	5,926,384		1,651		1,651		5,928,035		71,965	71,965	300,000	07/01/2036	1FE
574300-HJ-1...	MARYLAND ST TRANSN AUTH		07/02/2018	CALLLED @ 100.0000000	XXX	10,000,000	10,000,000	9,954,200	9,963,527		.612		.612		9,964,140		35,861	35,861	500,000	07/01/2036	1FE
594612-DJ-9...	MI DOT Garvee		08/07/2018	PERSHING & CO	XXX	2,700,437	2,290,000	2,697,803	2,848,981		(31,886)	123,468	(155,354)		2,693,627		6,809	6,809	103,050	03/15/2027	1FE
594615-BG-0...	MICHIGAN ST BLDG AUTH REVENUE		08/06/2018	PERSHING & CO	XXX	4,627,080	4,000,000	4,640,720	4,506,229		(34,595)		(34,595)		4,471,633		155,447	155,447	162,778	04/15/2028	1FE
60534Q-VJ-7...	MISSISSIPPI DEV BANK SPL OBLG		07/01/2018	MATURITY	XXX	10,000,000	10,000,000	10,831,900	10,045,859		(45,859)		(45,859)		10,000,000			.0	500,000	07/01/2018	1FE
66285W-GS-9...	N TX TOLLWAY		08/14/2018	ROBERT W BAIRD & CO	XXX	3,590,405	3,250,000	3,805,750	3,583,281		(54,178)		(54,178)		3,529,103		61,302	61,302	171,302	09/01/2036	1FE
64972F-G3-4...	NEW YORK CITY NY FIN AUTH		07/26/2018	U.S. BANCORP INVESTMENTS INC	XXX	2,750,000	2,750,000	2,750,000	2,750,000				.0		2,750,000			.0	22,366	06/15/2035	1FE
64971M-VT-6...	New York NY Transtnl		08/14/2018	GOLDMAN SACHS	XXX	5,037,800	5,000,000	5,826,350	5,086,617		(64,117)		(64,117)		5,022,500		15,300	15,300	197,917	11/01/2018	1FE
64982P-W6-6...	NEW YORK ST DORM AUTH LEASE REV		08/15/2018	CALLLED @ 100.0000000	XXX	5,305,000	5,305,000	5,818,153	5,456,026		(151,026)		(151,026)		5,305,000			.0	278,513	08/15/2028	1FE
647200-YP-3...	NM MTG-SFM-D2		07/02/2018	CALLLED @ 100.0000000	XXX	1,140,000	1,140,000	1,140,000	1,140,000				.0		1,140,000			.0	62,700	07/01/2039	1FE
65825P-CX-6...	NORTH CAROLINA ST CAPITAL LMP		09/18/2018	BANK OF AMERICA MERRILL LYNCH	XXX	1,575,210	1,500,000	1,794,585	1,590,136		(27,057)		(27,057)		1,563,079		12,131	12,131	66,458	05/01/2022	1FE
64990H-MM-9...	NYS DORM SUNY		08/06/2018	CITIGROUP GLOBAL MARKETS	XXX	7,752,150	7,000,000	8,458,030	7,670,784		(87,072)		(87,072)		7,583,712		168,438	168,438	255,694	05/15/2024	1FE
64990H-MN-7...	NYS DORM SUNY		08/06/2018	JP MORGAN SECURITIES	XXX	5,533,000	5,000,000	5,996,800	5,459,713		(59,571)		(59,571)		5,400,142		132,858	132,858	182,639	05/15/2025	1FE
650013-T3-9...	NYS TWY DED TAX		08/06/2018	VARIOUS	XXX	13,059,289	12,280,000	14,597,236	12,925,991		(167,149)		(167,149)		12,758,842		300,447	300,447	575,966	04/01/2020	1FE
677560-LD-7...	OHIO ST HSG FIN AGY		09/27/2018	CALLLED @ 100.0000000	XXX	325,000	325,000	325,000	325,000				.0		325,000			.0	19,047	03/01/2040	1FE
67886M-JG-5...	RESIDENTIAL MT		09/01/2018	CALLLED @ 100.0000000	XXX	10,000	10,000	10,000	10,000				.0		10,000			.0	535	09/01/2034	1FE
67886M-JJ-9...	SINGLE FAMILY		09/01/2018	CALLLED @ 100.0000000	XXX	.45	.45	.45	.45		.0		.0		.45			.0	2,453	03/01/2039	1FE
735389-XG-8...	OKLAHOMA HSG FIN AGY		09/24/2018	PORT SEATTLE WASH REV	XXX	2,525,984	2,245,000	2,785,057	2,711,644		(37,994)		(37,994)		2,673,650		(147,665)	(147,665)	110,379	10/01/2028	1FE
771902-GB-3...	SINGLE FAMILY		08/14/2018	ROCHESTER MN MayoP21	XXX	3,299,352	3,280,000	3,389,847	3,372,585		(1,828)		(1,828)		3,370,757		(71,405)	(71,405)	98,764	11/15/2038	1FE
786107-JQ-6...	SACRAMENTO CNTY CALIF		07/02/2018	CALLLED @ 100.0000000	XXX	6,400,000	6,400,000	6,313,887	6,335,830		1,634		1,634		6,337,464		62,536	62,536	336,000	07/01/2033	1FE
786107-JR-4...	ARPT SYS REV		07/02/2018	CALLLED @ 100.0000000	XXX	10,000,000	10,000,000	9,763,683	9,804,047		3,013		3,013		9,807,061		192,939	192,939	525,000	07/01/2039	1FE
812631-JZ-3...	SACRAMENTO CNTY CALIF		07/02/2018	CALLLED @ 100.0000000	XXX	10,000,000	10,000,000	9,763,683	9,804,047		3,013		3,013		9,807,061		192,939	192,939	525,000	07/01/2039	1FE
812631-JZ-3...	ARPT SYS REV		07/02/2018	CALLLED @ 100.0000000	XXX	10,000,000	10,000,000	9,763,683	9,804,047		3,013		3,013		9,807,061		192,939	192,939	525,000	07/01/2039	1FE
812631-JZ-3...	SEATTLE WA DRAIN & WSTWTR		09/18/2018	CABRERA CAPITAL MARKETS	XXX	3,279,000	3,000,000	3,632,430	3,290,847		(47,711)		(47,711)		3,243,135		35,865	35,865	157,917	09/01/2024	1FE
880461-DK-1...	TENNESSEE HSG DEV AGY		07/02/2018	CALLLED @ 100.0000000	XXX	10,000	10,000	10,000	10,000				.0		10,000			.0	403	01/01/2034	1FE
880461-DK-1...	RSOL FIN		07/02/2018	CALLLED @ 100.0000000	XXX	10,000	10,000	10,000	10,000				.0		10,000			.0	403	01/01/2034	1FE

STATEMENT AS OF SEPTEMBER 30, 2018 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	Fore ign	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)
880461-DL-9...	TENNESSEE HSG DEV AGY RSDL F.IN...		.08/01/2018...	CALLED @ 100.0000000...	XXX...	.120,000	.120,000	.131,102	.127,239		.(650)		.(650)		.126,589		.(6,589)	.(6,589)	.4,971	.07/01/2039...	1FE...
880558-JL-6...	TENNESSEE ST SCH BOND AUTH...		.08/14/2018...	WELLS FARGO BROKER SERVICES LL...	XXX...	.1,186,360	.1,000,000	.1,237,230	.1,231,043		.(13,036)		.(13,036)		.1,218,008		.(31,648)	.(31,648)	.39,583	.11/01/2031...	1FE...
91417K-US-8...	UNIV OF COLORADO CO ENTERPRISE...		.09/18/2018...	JP MORGAN SECURITIES...	XXX...	.1,101,610	.1,000,000	.1,221,060	.1,102,476		.(15,793)		.(15,793)		.1,086,684		.14,926	.14,926	.40,139	.06/01/2023...	1FE...
29270C-XB-6...	WA Egy NW EI NC S11A...		.07/01/2018...	MATURITY	XXX...	.1,250,000	.1,250,000	.1,479,763	.1,267,403		.(17,403)		.(17,403)		.1,250,000		.0	.0	.62,500	.07/01/2018...	1FE...
93978E-Q4-7...	WASHINGTON ST HEALTH CARE FACS AUT...		.08/15/2018...	CALLED @ 100.0000000...	XXX...	.16,000,000	.16,000,000	.16,491,040	.16,037,592		.(37,592)		.(37,592)		.16,000,000			.0	.880,000	.08/15/2038...	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						188,734,096	181,899,628	196,315,029	188,311,720	0	(1,420,839)	246,682	(1,667,521)	0	187,343,404	0	1,390,694	1,390,694	8,174,248	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
000000-00-0...	ADVANTAGE CAPITAL		.09/30/2018...	USE OF A TAX CREDIT	XXX...	.42,320	.42,320	.42,320	.42,320				.0		.42,320			.0		.12/01/2020...	1FE...
25157G-AG-7...	DMSI 2006-PR1 3AF2		.09/15/2018...	PRINCIPAL RECEIPT	XXX...	.172,667	.172,667	.168,778	.168,585		.4,082		.4,082		.172,667		.0	.0		.04/15/2036...	1FM...
41162C-AE-1...	HVMLT 2006-10 2A1C		.09/19/2018...	PRINCIPAL RECEIPT	XXX...	.12,759	.12,759	.43	.236		.12,523		.12,523		.0		.0	.0		.12/19/2037...	1FM...
00083B-AB-1...	ACE 2007-D1 A2		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.50,158	.50,158	.40,092	.40,565		.499		.9,593		.50,158		.0	.0		.02/25/2038...	1FM...
00083B-AA-3...	ACE SECURITIES CORP		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.142,563	.142,563	.111,245	.95,172		.47,391		.47,391		.142,563		.0	.0		.02/25/2038...	1FM...
026934-AC-3...	AHMA 2007-4 A3		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.4,810,547	.4,810,547	.3,836,337	.3,972,930		.837,617		.837,617		.4,810,547		.0	.0		.08/25/2037...	1FM...
14309U-AA-0...	LLC		.09/25/2018...	CALLED @ 101.6790000...	XXX...	.464,673	.457,000	.456,845	.456,914		.11		.11		.456,925		.75	.75	.34,548	.02/01/2023...	2FE...
12625K-AD-7...	COMM.13-CR8		.09/12/2018...	PRINCIPAL RECEIPT	XXX...	.1,637,185	.1,637,185	.1,658,417	.1,649,310		.(12,125)		.(12,125)		.1,637,185		.0	.0	.36,389	.06/10/2046...	1FM...
23242L-AB-9...	CWHEL 2006-F 2A1A		.09/15/2018...	PRINCIPAL RECEIPT	XXX...	.2,103,764	.2,103,764	.1,246,781	.1,262,934		.840,830		.840,830		.2,103,764		.0	.0		.07/15/2036...	1FM...
126682-AA-1...	CWHEL 2007-A A		.09/15/2018...	PRINCIPAL RECEIPT	XXX...	.357,792	.357,792	.235,820	.234,930		.122,862		.122,862		.357,792		.0	.0		.04/15/2037...	1FM...
12666U-AF-0...	CWL 2006-15 A5B		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.471,105	.471,105	.275,232	.286,921		.184,184		.184,184		.471,105		.0	.0		.10/25/2046...	1FM...
126698-AC-3...	CWL 2007-13 2A1		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.897,969	.897,969	.566,804	.556,702		.341,267		.341,267		.897,969		.0	.0		.02/25/2036...	1FM...
126698-AB-5...	CWL 2007-13 2A2M		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.88,599	.88,599	.12,873	.16,511		.72,088		.72,088		.88,599		.0	.0		.10/25/2047...	1FM...
12668W-AD-9...	CWL 2007-4 A4W		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.78,946	.78,946	.56,118	.55,658		.23,424	.136	.23,288		.78,946		.0	.0		.04/25/2047...	1FM...
25157G-AP-7...	DMSI 2006-PR1 4AF1		.09/15/2018...	PRINCIPAL RECEIPT	XXX...	.87,618	.87,618	.82,306	.83,611		.4,007		.4,007		.87,618		.0	.0		.04/15/2036...	1FM...
43730W-AA-4...	HOME PARTNERS OF AMERICA TRUST 18-		.09/19/2018...	PRINCIPAL RECEIPT	XXX...	.60,685	.60,685	.60,685					.0		.60,685			.0	.328	.07/17/2037...	1FE...
46187V-AA-7...	INVITATION HOMES TRUST 18-SFR3 A		.09/19/2018...	PRINCIPAL RECEIPT	XXX...	.928	.928	.928					.0		.928		.0	.0	.4	.07/17/2037...	1FE...
46639N-AP-6...	JPMBB 2013-C12 A4		.08/17/2018...	PRINCIPAL RECEIPT	XXX...	.55,980	.55,980	.55,145	.55,561		.420		.420		.55,980		.0	.0	.1,255	.07/15/2045...	1FM...
46638U-AC-0...	JPIMCC 2012-C8 A3		.08/17/2018...	PRINCIPAL RECEIPT	XXX...	.389,904	.389,904	.379,547	.386,212		.3,692		.3,692		.389,904		.0	.0	.7,354	.10/15/2045...	1FM...
576456-AA-5...	WABS 2007-NCW A1		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.999,770	.999,770	.790,630	.778,357		.204,507		.204,507		.999,770		.0	.0	.3	.05/25/2037...	1FM...
57649N-AR-1...	WARM 2007-3 22A3		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.115,173	.115,173	.88,017	.89,674		.25,499		.25,499		.115,173		.0	.0		.05/25/2047...	1FM...
576456-AB-3...	MASTR ASSET BACKED SECURITIES TRUS		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.2,881,068	.2,881,068	.2,031,621	.2,039,933		.817,926	.3,677	.814,249		.2,881,068		.0	.0	.3	.05/25/2037...	1FM...
64352V-MP-3...	NCHET 2005-A A5W		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.55,207	.55,207	.32,659	.35,229		.19,978		.19,978		.55,207		.0	.0		.08/25/2035...	1FM...
65538P-AD-0...	CORP		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.202,140	.202,140	.142,102	.142,989		.60,731	.1,580	.59,151		.202,140		.0	.0		.03/25/2047...	1FM...
68403B-AC-9...	OOMLT 2007-FXD2 2A2		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.66,469	.66,469	.47,780	.49,529		.16,940		.16,940		.66,469		.0	.0		.03/25/2037...	1FM...
68403B-AD-7...	OOMLT 2007-FXD2 2A3		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.102,238	.102,238	.73,124	.74,960		.27,278		.27,278		.102,238		.0	.0		.03/25/2037...	1FM...
68403B-AE-5...	OOMLT 2007-FXD2 2A4		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.63,568	.63,568	.44,876	.47,142		.16,426		.16,426		.63,568		.0	.0		.03/25/2037...	1FM...
83613G-AA-7...	SVHE 2008-1 A1		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.62,414	.62,414	.45,849	.8,530		.15,679		.15,679		.62,414		.0	.0		.02/25/2038...	1FM...
87089H-AA-1...	Swiss Re Treasu 144A		.09/24/2018...	GOLDMAN SACHS	XXX...	.1,928,151	.1,990,000	.2,002,537	.1,996,603		.(922)		.(922)		.1,995,681		.(67,530)	.(67,530)	.45,929	.12/06/2022...	1FE...
88156V-AB-4...	TMTS 2006-10SL A2		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.67,841	.67,841	.53,998	.54,615		.13,226		.13,226		.67,841		.0	.0		.10/25/2037...	1FM...
88157V-AB-3...	TMTS 2007-6 ALT A2		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.520,798	.520,798	.343,620	.345,684		.175,114		.175,114		.520,798		.0	.0		.08/25/2038...	1FM...
88157V-AC-1...	TMTS 2007-6 ALT A3		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.120,052	.120,052	.47,809	.84,708		.35,344		.35,344		.120,052		.0	.0		.08/25/2038...	1FM...
88156V-AA-6...	TMTS.06-10SL A1		.09/25/2018...	PRINCIPAL RECEIPT	XXX...	.1,114,699	.1,114,699	.596,704	.673,431		.441,268		.441,268		.1,114,699		.0	.0		.10/25/2037...	1FM...
92903P-AA-7...	VNO 2010-VNO A1		.09/13/2018...	PRINCIPAL RECEIPT	XXX...	.34,827	.34,827	.34,827	.34,827		.0		.0		.34,827		.0	.0	.636	.09/13/2028...	1FM...
92938C-AC-1...	WFRBS 2013-C15 A3		.09/17/2018...	PRINCIPAL RECEIPT	XXX...	.257,361	.257,361	.259,923	.258,890		.(1,529)		.(1,529)		.257,361		.0	.0	.7,075	.08/15/2046...	1FM...
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						20,517,938	20,572,114	15,922,392	16,080,173	0	4,359,830	5,892	4,353,938	0	20,577,720	0	(67,455)	(67,455)	133,524	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						284,594,310	272,602,951	291,622,836	277,683,174	0	2,081,218	320,073	1,761,145	0	282,804,514	0	1,782,124	1,782,124	10,995,356	XXX	XXX
8399999 - Subtotals - Bonds						284,594,310	272,602,951	291,622,836	277,683,174	0	2,081,218	320,073	1,761,145	0	282,804,514	0	1,782,124	1,782,124	10,995,356	XXX	XXX
9999999 Totals						284,594,310	XXX	291,622,836	277,683,174	0	2,081,218	320,073	1,761,145	0	282,804,514	0	1,782,124	1,782,124	10,995,356	XXX	XXX

(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



## SCHEDULE E - PART 2 - CASH EQUIVALENTS

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