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PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

AS OF SEPTEMBER 30, 2017
OF THE CONDITION AND AFFAIRS OF THE

ASSURED GUARANTY CORP.

NAIC Group Code 0194 (Current Period), 0194 (Prior Period) NAIC Company Code 30180 Employer's ID Number 52-1533088

Organized under the Laws of Maryland, State of Domicile or Port of Entry Maryland

Country of Domicile United States

Incorporated/Organized 10/25/1985 Commenced Business 01/28/1988

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)

jringler@agltd.com (E-Mail Address) 212-581-3268 (Fax Number)

OFFICERS

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

OTHER OFFICERS

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

DIRECTORS OR TRUSTEES

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

State of New York

County of New York ss

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

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

Subscribed and sworn to before me this 13th day of November, 2017

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

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

ASSETS

	Current Statement Date 1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
1. Bonds	2,605,245,687		2,605,245,687	2,503,994,927
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	80,173,537	(7,123,171)	87,296,708	355,499,841
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)	2,040,345	2,040,345	0	0
4.2 Properties held for the production of income (less $ encumbrances)	26,919,120		26,919,120	28,116,915
4.3 Properties held for sale (less $ encumbrances)			0	0
5. Cash ($ 6,537,874), cash equivalents ($ 180,701,795) and short-term investments ($ 1,171,386)	188,411,057		188,411,057	123,319,630
6. Contract loans (including $ premium notes)			0	0
7. Derivatives	0		0	4,254,058
8. Other invested assets	4,219,395		4,219,395	4,981,678
9. Receivables for securities	2,860,482		2,860,482	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)	2,909,869,623	(5,082,826)	2,914,952,449	3,020,167,049
13. Title plants less $ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	26,009,946		26,009,946	20,769,186
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	9,975,789	3,719,836	6,255,953	11,215,824
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	11,210,703		11,210,703	(573,905)
16.2 Funds held by or deposited with reinsured companies	12,295,896		12,295,896	12,130,516
16.3 Other amounts receivable under reinsurance contracts	(2,351)		(2,351)	(2,351)
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon	57,485,677		57,485,677	0
18.2 Net deferred tax asset	267,250,772	140,699,163	126,551,609	106,256,264
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	699,042	207,292	491,750	767,385
21. Furniture and equipment, including health care delivery assets ($)			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates	16,463,184	63,217	16,399,967	56,041,386
24. Health care ($) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	13,284,798	5,279,832	8,004,966	45,199,942
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	3,324,543,079	144,886,514	3,179,656,565	3,271,971,296
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	3,324,543,079	144,886,514	3,179,656,565	3,271,971,296
DETAILS OF WRITE-INS				
1101.			0	0
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. Other Assets	4,687,064	1,676,912	3,010,152	0
2502. Miscellaneous Receivable	4,994,814		4,994,814	4,355,431
2503. Prepaid Expenses	3,602,920	3,602,920	0	0
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	40,844,511
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	13,284,798	5,279,832	8,004,966	45,199,942

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year $ 0)	176,828,112	122,417,193
2. Reinsurance payable on paid losses and loss adjustment expenses	504,160	329,936
3. Loss adjustment expenses	7,938,920	5,642,740
4. Commissions payable, contingent commissions and other similar charges	2,896	4,286
5. Other expenses (excluding taxes, licenses and fees)	2,551,468	66,597,399
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	(992,584)	306,414
7.1 Current federal and foreign income taxes (including $ on realized capital gains (losses))		40,144,290
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 $ 198,984,938 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)	289,884,509	355,807,743
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)	5,234,081	7,064,634
13. Funds held by company under reinsurance treaties	13,540,117	6,035,304
14. Amounts withheld or retained by company for account of others	(64,440)	5,050
15. Remittances and items not allocated		0
16. Provision for reinsurance (including $ certified)	304,195	3,093
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	19,537,198	5,106,874
20. Derivatives	0	0
21. Payable for securities	67,026,341	4,537,260
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	731,052,106	762,391,723
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	1,313,347,079	1,376,393,939
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	1,313,347,079	1,376,393,939
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	15,000,480	15,000,480
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes	300,000,000	300,000,000
34. Gross paid in and contributed surplus	923,295,595	923,295,595
35. Unassigned funds (surplus)	628,013,411	657,281,282
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)	1,866,309,486	1,895,577,357
38. Totals (Page 2, Line 28, Col. 3)	3,179,656,565	3,271,971,296
DETAILS OF WRITE-INS		
2501. Contingency reserves	691,564,547	670,088,580
2502. Supplemental Executive Retirement Plan		42,586,395
2503. Deferred Investment Gain	24,178,406	33,217,283
2598. Summary of remaining write-ins for Line 25 from overflow page	15,309,153	16,499,465
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	731,052,106	762,391,723
2901.		0
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.		0
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 Current Year to Date	2 Prior Year to Date	3 Prior Year Ended December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written $ 21,255,266)	139,704,567	218,147,815	294,690,553
1.2 Assumed (written $ 3,805,502)	8,762,058	14,957,098	18,696,929
1.3 Ceded (written $ 8,099,429)	63,758,089	102,259,479	133,182,582
1.4 Net (written $ 16,961,339)	84,708,536	130,845,434	180,204,900
DEDUCTIONS:			
2. Losses incurred (current accident year $ 35,822):			
2.1 Direct	164,909,207	71,285,968	82,669,690
2.2 Assumed	(81,212,027)	(28,749,499)	(8,810,343)
2.3 Ceded	(71,022,826)	1,319,119	31,359,041
2.4 Net	154,720,006	41,217,350	42,500,306
3. Loss adjustment expenses incurred	37,015,362	23,114,983	26,096,783
4. Other underwriting expenses incurred	47,004,263	73,631,388	87,961,244
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	238,739,631	137,963,721	156,558,333
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(154,031,095)	(7,118,287)	23,646,567
INVESTMENT INCOME			
9. Net investment income earned	114,488,401	72,814,683	107,242,806
10. Net realized capital gains (losses) less capital gains tax of $ 8,173,293	(63,664,094)	8,205,356	8,077,665
11. Net investment gain (loss) (Lines 9 + 10)	50,824,307	81,020,039	115,320,471
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	17,075,393	4,946,915	17,549,765
15. Total other income (Lines 12 through 14)	17,075,393	4,946,915	17,549,765
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	(86,131,395)	78,848,667	156,516,803
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)	(86,131,395)	78,848,667	156,516,803
19. Federal and foreign income taxes incurred	(105,554,482)	32,326,840	48,905,445
20. Net income (Line 18 minus Line 19)(to Line 22)	19,423,087	46,521,827	107,611,358
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	1,895,577,357	1,454,082,550	1,454,082,550
22. Net income (from Line 20)	19,423,087	46,521,827	107,611,358
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of $	22,016,666	10,459,608	22,433,439
25. Change in net unrealized foreign exchange capital gain (loss)	(1,823,962)	2,443,955	3,521,096
26. Change in net deferred income tax	(58,549,754)	7,518,388	31,522,000
27. Change in nonadmitted assets	77,519,048	(15,619,638)	(36,785,858)
28. Change in provision for reinsurance	(301,102)	23,383,274	23,687,106
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		(1,032,127)	(902,750)
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	(66,000,000)	(38,000,000)	(78,600,000)
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	(21,551,855)	219,782,064	369,008,417
38. Change in surplus as regards policyholders (Lines 22 through 37)	(29,267,872)	255,457,351	441,494,808
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	1,866,309,485	1,709,539,901	1,895,577,357
DETAILS OF WRITE-INS			
0501.		0	0
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Other income	17,075,393	4,946,915	17,549,765
1402.		0	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)	17,075,393	4,946,915	17,549,765
3701. Change in contingency reserve	(21,475,967)	4,922,041	154,148,394
3702. Change in accounting	(75,888)	214,858,829	214,858,829
3703. Other		1,194	1,194
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)	(21,551,855)	219,782,064	369,008,417

CASH FLOW

	1 Current Year To Date	2 Prior Year To Date	3 Prior Year Ended December 31
Cash from Operations			
1. Premiums collected net of reinsurance	21,309,684	32,281,080	55,402,339
2. Net investment income	75,016,395	71,143,950	84,039,384
3. Miscellaneous income	2,561,389	14,831,647	28,622,185
4. Total (Lines 1 to 3)	98,887,468	118,256,677	168,063,908
5. Benefit and loss related payments	104,729,888	172,125,239	123,072,263
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	75,937,797	92,976,907	146,293,978
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of $ .... tax on capital gains (losses)	248,781	566,500	38,839,246
10. Total (Lines 5 through 9)	180,916,466	265,668,646	308,205,487
11. Net cash from operations (Line 4 minus Line 10)	(82,028,998)	(147,411,969)	(140,141,579)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	357,417,589	781,706,374	1,058,308,493
12.2 Stocks	237,142,971	117,900,000	124,200,000
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	1,499,342	354,380	354,380
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	239	3,525	3,525
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	596,060,141	899,964,279	1,182,866,398
13. Cost of investments acquired (long-term only):			
13.1 Bonds	405,879,404	298,258,840	512,820,113
13.2 Stocks	1,000	0	157,200
13.3 Mortgage loans	0	0	0
13.4 Real estate	59,312	15,276	15,276
13.5 Other invested assets	0	2,000,000	2,000,000
13.6 Miscellaneous applications	(23,000,000)	450,618,089	440,649,651
13.7 Total investments acquired (Lines 13.1 to 13.6)	382,939,716	750,892,205	955,642,240
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)	213,120,425	149,072,074	227,224,158
Cash from Financing and Miscellaneous Sources			
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	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities		0	0
16.5 Dividends to stockholders	66,000,000	38,000,000	78,600,000
16.6 Other cash provided (applied)	0	0	0
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)	(66,000,000)	(38,000,000)	(78,600,000)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS			
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	65,091,427	(36,339,895)	8,482,579
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year	123,319,630	114,837,051	114,837,051
19.2 End of period (Line 18 plus Line 19.1)	188,411,057	78,497,156	123,319,630

1. **Summary of Significant Accounting Policies and Going Concern**

A. Accounting Practices
The financial statements of Assured Guaranty Corp. (the "Company" or "AGC") are presented on the basis of accounting practices prescribed or permitted by the Maryland Insurance Administration ("MIA"). The MIA recognizes only statutory accounting practices prescribed or permitted by the state of Maryland for determining and reporting the financial condition and results of operations of an insurance company and for determining its solvency under the Maryland 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 Maryland. The Commissioner of Insurance has the right to permit other specific practices that deviate from prescribed practices.

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

	SSAP #	F/S Page	F/S Line #	Nine Months Ended September 30, 2017	Year Ended December 31, 2016
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)				$ 19,423,087	$ 107,611,358
(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)				$ 19,423,087	$ 107,611,358
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)				$ 1,866,309,486	$1,895,577,357
(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)				$ 1,866,309,486	$1,895,577,357

B. Use of Estimates in the Preparation of the Financial Statements
There has been no significant change since the 2016 Annual Statement in the estimates inherent in the preparation of the financial statements.

C. Accounting Policies
There has been no significant change since the 2016 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 2016 Annual Statement.

3. **Business Combinations and Goodwill**

A. Statutory Purchase Method.
Purchase of MBIA UK Insurance Limited
On January 10, 2017, AGC completed its acquisition of MBIA UK Insurance Limited ("MBIA UK"), the European operating subsidiary of MBIA Insurance Corporation ("MBIA"), (the "MBIA UK Acquisition"). As consideration for the outstanding shares of MBIA UK plus $23 million in cash, AGC exchanged all its holdings of notes issued in the Zohar II 2005-1 transaction, which were insured by MBIA. AGC's Zohar II 2005-1 notes had a total outstanding principal of approximately $347 million and fair value of $334 million as of the date of acquisition. The MBIA UK Acquisition added approximately $12 billion of net par insured on January 10, 2017.

The Company recorded its purchase of MBIA UK as a statutory purchase. The carrying value of MBIA UK on AGC's balance sheet at the date of acquisition was the U.S. GAAP equity, adjusted to a limited statutory basis as per statement of statutory accounting principles ("SSAP") 97. AGC acquired MBIA UK, which was subsequently re-registered as a publicly limited company and renamed Assured Guaranty (London) plc ("AGLN"), at a discount to book value and thus recorded negative goodwill of $92,353,261. As per SSAP 68, the Company was amortizing this negative goodwill over 10 years, resulting in amortization of $4,617,664 through the first six months of 2017. The remaining negative goodwill of $87,735,597 was written off at June 30 as a consequence of selling AGLN to AGC's affiliate, Assured Guaranty Municipal Corp. ("AGM"). See Note 10.

B. Statutory Merger. There has been no change since the 2016 Annual Statement.
C. Impairment Loss. There has been no change since the 2016 Annual Statement.

4. **Discontinued Operations**
There has been no change since the 2016 Annual Statement.

5. **Investments**

A. Mortgage Loans, including Mezzanine Real Estate Loans - The Company did not hold investments in mortgage loans at September 30, 2017.
B. Debt Restructuring - The Company has no investments in restructured debt in which the Company is a creditor at September 30, 2017.
C. Reverse Mortgages - The Company did not hold reverse mortgages as investments at September 30, 2017.
D. Loan-Backed Securities
   1. Prepayment assumptions for loan backed and structured securities were obtained from publicly available sources and internal models.

2. The following table summarizes by quarter other-than-temporary-impairments ("OTTI") for loan-backed securities recorded during the year because the Company had either the intent to sell the securities or the inability or lack of intent to retain for the time sufficient to recover the amortized cost as cited in the table:

Description	(1) Amortized cost Before OTTI	(2) OTTI Recognized	(3) Fair Value 1 - 2
OTTI Recognized 1st Quarter			
a. Intent To Sell	$ —	$ —	$ —
b. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
c. Total 1st Quarter	$ —	$ —	$ —
OTTI Recognized 2nd Quarter			
d. Intent To Sell	$ 8,019,773	$ 124,748	$ 7,895,025
e. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
f. Total 2nd Quarter	$ 8,019,773	$ 124,748	$ 7,895,025
OTTI Recognized 3rd Quarter			
g. Intent To Sell	$ —	$ —	$ —
h. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
i. Total 3rd Quarter	$ —	$ —	$ —
OTTI Recognized 4th Quarter			
j. Intent To Sell	$ —	$ —	$ —
k. Inability or Lack of Intent to Retain the investment in the security for a period of time sufficient to recover the amortized cost basis	—	—	—
l. Total 4th Quarter	$ —	$ —	$ —
m. Annual Aggregate Total		$ 124,748	

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
68401N-AE-1	3,435,476	3,393,353	42,122	3,393,353	3,046,316	3/31/2017
05950C-AA-0	88,429	76,421	116	88,313	88,313	3/31/2017
05950C-AB-8	1,821,353	1,514,188	2,395	1,818,958	1,818,958	3/31/2017
000292-AB-8	48,206	46,901	1,304	46,901	25,269	6/30/2017
02149Q-AE-0	6,334,414	3,751,329	2,583,084	3,751,329	2,531,572	6/30/2017
68401N-AE-1	3,397,661	3,368,592	29,069	3,368,592	3,024,799	6/30/2017
88158A-AA-0	1,654,519	1,653,111	1,408	1,653,111	1,267,971	6/30/2017
000292-AB-8	46,939	46,403	536	46,403	24,740	9/30/2017
68401N-AE-1	3,354,750	3,344,108	10,642	3,344,108	2,807,938	9/30/2017
			$ 2,670,676			

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

a. The aggregate amount of unrealized losses:

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	$ (18,628)	$ (2,674,136)
Commercial mortgage-backed securities	(181,646)	(1,094,460)
Other loan backed & structured securities	(31,256)	—
Total	1. $ (231,530)	2. $ (3,768,596)

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

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	$ 2,809,064	$ 30,551,775
Commercial mortgage-backed securities	24,518,214	26,527,997
Other loan backed & structured securities	8,440,214	—
Total	1. $ 35,767,492	2. $ 57,079,772

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, 2017, the Company has not made a decision to sell any such securities and does not intend to sell such securities. The Company has evaluated its cash flow requirements and believes that its liquidity is adequate and it will not be required to sell these securities

before recovery of their cost basis. This unrealized loss is primarily attributable to an increase in interest rates since acquisition, market illiquidity and volatility in the U.S. economy and not specific to individual issuer credit.

E. Repurchase Agreements - The Company did not enter into repurchase agreements at September 30, 2017.

F. Real Estate - At September 30, 2017, the Company did not have any real estate held for sale. The Company has one investment in real estate, which is an office building at 400 Main Street in Stockton, California. During the nine months ended September 30, 2017, the Company did not purchase investments in real estate, recognize any real estate impairments, or engage in any retail land sales.

G. Low Income Housing Tax Credits (LIHTC) - The Company did not hold investments in LIHTC at September 30, 2017.

H. Restricted Assets

(1) Restricted assets (including pledged) summarized by restricted asset category

		Gross (Admitted & Nonadmitted) Restricted									Percentage	
		Current Year										
		1	2	3	4	5	6	7	8	9	10	11
	Restricted Asset Category	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	8,603,350				8,603,350	14,503,717	(5,900,367)	—	8,603,350	0.3%	0.3%
(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	476,319,388				476,319,388	292,041,646	184,277,742	—	476,319,388	14.3%	15.0%
(n)	Other restricted assets					—		—			—%	—%
(o)	Total restricted assets	$ 484,922,738	$ —	$ —	$ —	$ 484,922,738	$ 306,545,363	$ 178,377,375	$ —	$ 484,922,738	14.6%	15.3%

(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									
	1	2	3	4	5	6	7	8	9	10
Collateral Agreement	Total General Account (G/A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Non-admitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Collateral pledged under certain derivative contracts	$ 16,915,652	$ —	$ —	$ —	$ 16,915,652	$ 111,324,621	$ (94,408,969)	$ 16,915,652	0.5%	0.5%
Collateral pledged for reinsurance	459,403,737				459,403,737	180,717,025	278,686,712	459,403,737	13.8%	14.5%
Total (c)	$ 476,319,389	$ —	$ —	$ —	$ 476,319,389	$ 292,041,646	$ 184,277,743	$ 476,319,389	14.3%	15.0%

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

Under certain derivative contracts, the Company is required to post eligible securities as collateral. The need to post collateral under these transactions is generally based on fair value assessments in excess of contractual thresholds. The fair value of the Company's pledged securities totaled $18 million as of September 30, 2017, with corresponding book/adjusted carrying value of $17 million. The portfolio also includes securities held in trust for the benefit of AGC's affiliates. The fair value of the Company's pledged securities totaled $571 million as of September 30, 2017, with corresponding book/adjusted carrying value of $459 million.

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

Other Restricted Assets	Gross (Admitted & Nonadmitted) Restricted								Percentage	
	Current Year									
	1	2	3	4	5	6	7	8	9	10
	Total General Account (G/A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Non-admitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
					—		—		—%	—%
				NONE	—		—		—%	—%
Total (c)	—	—	—	—	—	—	—	—	—%	—%

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

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

I. Working Capital Finance Investments ("WCFI") - The Company did not hold investments for WCFI at September 30, 2017.

J. Offsetting and Netting of Assets and Liabilities - The Company has no derivative, repurchase and reverse repurchase, and securities borrowing and securities lending assets and liabilities that are offset and reported net in accordance to SSAP No. 64 at September 30, 2017.

K. Structured Notes - The following table separately identifies structured notes on a cusip basis, with information by cusip for actual cost, fair value, book/adjusted carrying value, and whether the structured note is a mortgage referenced security:

CUSIP Identification	Actual Cost	Fair Value	Book/Adjusted Carrying Value	Mortgage Referenced Security (YES/NO)
	$ —	$ —	$ —	
	—	NONE	—	
	—	—	—	
Total	$ —	$ —	$ —	

L. 5* Securities (unrated, but current on principal and interest) - The Company did not hold investments in 5* investments at September 30, 2017.

6. Joint Ventures, Partnerships and Limited Liability Companies
There has been no change since the 2016 Annual Statement.

7. Investment Income
A. Accrued Investment Income
Accrued investment income was $26,009,946 and $20,769,186 as of September 30, 2017 and December 31, 2016, 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
Radian Asset Assurance Inc., a company acquired by AGC in 2015 that was merged with and into AGC, with AGC surviving the merger (Radian Asset), on August 7, 2013, purchased a $50,000,000 notional credit default swap for $10,500,000 from Citibank N.A. New York, and on June 25, 2014 and June 26, 2014, purchased two $25,000,000 notional credit default swaps for $4,125,000 and $4,062,500, respectively, from JPMorgan Chase Bank, N.A., primarily as protection pertaining to a second to pay risk. The swaps were effective on their respective purchase dates and would have expired on March 20, 2017. AGC sold the swaps in January 2017 for approximately $0.4 million. The Company recorded a realized capital loss of $18.3 million in the income statement and an offsetting change in net unrealized capital gains of $14.4 million.

9. Income Taxes
There has been no significant change since the 2016 Annual Statement.

10. Information Concerning Parent, Subsidiaries and Affiliates

A, C through H, J through L, N. There has been no significant change since the 2016 Annual Statement.

B. Transactions with Affiliates
The Company engaged in the following non-insurance transactions (generally representing greater than 0.5% of admitted assets) with affiliates:
1. The Company made dividend payments of $66 million in the first nine months of 2017 to Assured Guaranty US Holdings Inc. (the "Parent" or "AGUS").

2. AGM is actively working to combine the operations of its European subsidiaries, AGE, Assured Guaranty (UK) plc ("AGUK"), AGLN and CIFG Europe S.A. ("CIFGE"), through a multi-step transaction, which ultimately is expected to result in AGUK, AGLN and CIFGE transferring their insurance portfolios to and merging with and into AGE. As a preparatory step for the merger, AGE, AGUK and AGLN were re-registered as public limited companies on June 1, 2017. As a further preparatory step, AGUK, AGLN and CIFGE (the "European Subsidiaries") were sold by AGC to AGM and then contributed by AGM to AGE on June 26, 2017. While AGM and its European subsidiaries have received certain regulatory approvals, the combination is subject to further regulatory and court approvals. As a result, AGM cannot predict whether, or when, such combination will be completed.

The total consideration of $410.8 million paid by AGM to AGC for the sale of the European Subsidiaries consisted of: (i) $344.3 million gross principal amount of the Series A-1 Floating Rate Guaranteed Notes due December 21, 2035 issued by Orkney Re II plc (the "Orkney Notes"), which constitute 90% of the total $382.5 million of Orkney Notes owned by AGM, which had a market value of $271.9 million; and (ii) $138.9 million of cash. The Orkney Notes owned by AGM and used as part of the sale consideration are obligations guaranteed by AGUK and 90% reinsured by AGC. The sale of the European Subsidiaries was approved by the New York State Department of Financial Services, the MIA and the Prudential Regulation Authority.

In accordance with SSAP 25, Affiliates and Other Parties, the sale of the European Subsidiaries to AGM was accounted for as an economic transaction between related parties at fair value. At the date of sale, the carrying value of the European Subsidiaries, in accordance with SSAP 97, Investments in Subsidiary, Controlled and Affiliated Entities, was approximately $558.8 million. A realized loss on the sale of the European Subsidiaries was recorded by AGC that reduced its surplus by approximately $148.0 million.

3. On September 25, 2017, pursuant to a Plan for the Repurchase and Cancellation of Certain Common Shares of Capital Stock approved by the NYSDFS, MAC repurchased from MAC Holdings 64,322 shares of its common stock for approximately $250 million, transferring approximately $104 million in cash and $146 million in marketable securities to MAC Holdings, which then distributed such assets to its shareholders, AGM and AGC, in proportion to their respective 61% and 39% ownership interests, such that AGM received approximately $152 million ($6 million in cash and $146 million in securities) and AGC received approximately $98 million (all in cash).

I. Detail of Investments in Affiliates greater than 10% of Admitted Assets
The Company's investment in its subsidiary Municipal Assurance Holdings Inc., recorded at its statutory equity value of $85,613,649, represents 2.7% of the Company's admitted assets as of September 30, 2017.

M. All SCA Investments
(2) NAIC Filing Response Information

SCA Entity	Type of NAIC Filing*	Date of Filing to the NAIC	NAIC Valuation Amount	NAIC Response Received Y/N	NAIC Disallowed Entities Valuation Method, Resub-mission Required Y/N	Code**
a.SSAP No. 97 8a Entities						
None			$ —			
Total SSAP No. 97 8a Entities	XXX	XXX	$ —	XXX	XXX	XXX
b.SSAP No. 97 8b(ii) Entities						
None			$ —			
Total SSAP No. 97 8b(ii) Entities	XXX	XXX	$ —	XXX	XXX	XXX
c.SSAP No. 97 8b(iii) Entities						
None			$ —			
Total SSAP No. 97 8b(iii) Entities	XXX	XXX	$ —	XXX	XXX	XXX
d.SSAP No. 97 8b(iv) Entities						
Assured Guaranty (UK) plc	S-2	6/22/2017	$ 134,609,551	N	N	M
CIFG Europe S.A.	S-2	6/30/2017	35,645,228	N	N	M
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	$ 170,254,779	XXX	XXX	XXX
e.Total SSAP No. 9 8b Entities (except 8bi entities) (b+c+d)	XXX	XXX	$ 170,254,779	XXX	XXX	XXX
f.Aggregate Total (a+e)	XXX	XXX	$ 170,254,779	XXX	XXX	XXX

* S1 - Sub-1, S2 - Sub-2 or RDF - Resubmission of Disallowed Filing
** I - Immaterial or M - Material
Note: The above SCAs are no longer held by the Company as of June 30, 2017. See note 10.B.

11. Debt
There has been no change since the 2016 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 2016 Annual Statement.

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

1 through 3, 6 through 9, 12 and 13. There has been no significant change since the 2016 Annual Statement.

4. The Company paid dividends to AGUS of $28 million on March 17, 2017, $23 million on June 22, 2017 and $15 million on September 28, 2017.

5. Under Maryland's insurance law, AGC may, with prior notice to the Maryland Insurance Commissioner, pay an ordinary dividend that, together with all dividends paid in the prior 12 months, does not exceed the lesser of 10% of its policyholders' surplus (as of the prior December 31) or 100% of its adjusted net investment income during that period. The maximum amount available during 2017 for AGC to distribute as ordinary dividends is approximately $107 million. Of such $107 million, $66 million was distributed by AGC to AGUS in the first nine months of 2017 and approximately $41 million is available for distribution in the fourth quarter of 2017.

10. The portion of unassigned funds (surplus) represented by cumulative unrealized losses is $2,902,325.

11. On December 18, 2009, the Company borrowed $300 million from its affiliate AGM, in exchange for $300 million of surplus notes, all of which were outstanding at September 30, 2017. These notes are interest bearing at a rate of 3.5% per annum.

14. Liabilities, Contingencies and Assessments

A through F. There has been no change since the 2016 Annual Statement.

G. All Other Contingencies:

Uncollected Premiums
As of September 30, 2017, the Company had uncollected premiums of $9,975,789. Uncollected premiums more than 90 days past due were $3,719,836.

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.

The Company establishes accruals for litigation and regulatory matters to the extent it is probable that a loss has been incurred and the amount of that loss can be reasonably estimated. For litigation and regulatory matters where a loss may be reasonably possible, but not probable, or is probable but not reasonably estimable, no accrual is established, but if the matter is material, it is disclosed, including matters discussed below. The Company reviews relevant information with respect to its litigation and regulatory matters on a quarterly basis and updates its accruals, disclosures and estimates of reasonably possible loss based on such reviews.

Litigation

On December 22, 2014, Deutsche Bank National Trust Company, as indenture trustee for the AAA Trust 2007-2 Re-REMIC (the "Trustee"), filed a "trust instructional proceeding" petition in the State of California Superior Court (Probate Division, Orange County), seeking the court's instruction as to how it should allocate the losses resulting from its December 2014 sale of four RMBS owned by the AAA Trust 2007-2 Re-REMIC. This sale of approximately $70 million principal balance of RMBS was made pursuant to AGC's liquidation direction in November 2014, and resulted in approximately $27 million of gross proceeds to the Re-REMIC. On December 22, 2014, AGC directed the indenture trustee to allocate to the uninsured Class A-3 Notes the losses realized from the sale. On May 4, 2015, the Superior Court rejected AGC's allocation direction, and ordered the Trustee to allocate to the Class A-3 noteholders a pro rata share of the $27 million of gross proceeds. On May 17, 2017, the California Court of Appeal upheld the Superior Court's rejection of AGC's allocation direction. On June 15, 2017, the California Court of Appeal denied AGC's petition for a rehearing, pursuant to an order that modified its initial opinion and affirmed the Superior Court's May 4, 2015 order.

Recovery Litigation

In the ordinary course of their respective businesses, certain of the Company's subsidiaries assert 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 federal financial oversight 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, AGC and Ambac Assurance Corporation ("Ambac") commenced an action for declaratory judgment and injunctive relief in the U.S. District Court for the District of Puerto Rico (Federal District Court in 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 the Puerto Rico Oversight, Management, and Economic Stability Act ("PROMESA") automatic stay. 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 3, 2017, AGM and AGC filed in the Federal District Court in Puerto Rico an adversary complaint seeking a judgment that the Commonwealth's Fiscal Plan violates various sections of PROMESA and the Contracts, Takings and Due Process Clauses of the U.S. Constitution, an injunction enjoining the Commonwealth and Oversight Board from presenting or proceeding with confirmation of any plan of adjustment based on the Fiscal Plan, and a stay on the confirmation of any plan of adjustment based on the Fiscal Plan pending development of a fiscal plan that complies with PROMESA and the U.S. Constitution. On October 6, 2017, AGC and AGM voluntarily withdrew without prejudice the complaint, based on their expectation that the Fiscal Plan would be modified as a result of Hurricane Maria.

On June 3, 2017, AGC and AGM filed an adversary complaint in Federal District Court in 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 June 26, 2017, AGM and AGC filed a complaint in Federal District Court in 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 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. That motion was denied on September 14, 2017. AGM and AGC filed a notice of appeal on September 28, 2017.

On August 7, 2017, AGC and AGM filed an adversary complaint in Federal District Court in Puerto Rico seeking, among other things, judgment against defendants (i) declaring that the application of pledged special revenues to the payment of the PREPA Bonds is not subject to the PROMESA Title III automatic stay and that the Commonwealth has violated the special revenue protections provided to the PREPA Bonds under the Bankruptcy Code; (ii) declaring that capital expenditures and all other expenses that do not constitute current, reasonable and necessary operating expenses may not be paid from pledged special revenues prior to the payment of debt service on the PREPA Bonds, (iii) enjoining defendants from taking or causing to be taken any action that would further violate the special revenue protections provided to the PREPA Bonds under the Bankruptcy Code; and (iv) ordering defendants to remit the pledged special revenues securing the PREPA Bonds in accordance with the terms of the special revenue provisions set forth in the Bankruptcy Code. On October 13, 2017, AGC and AGM voluntarily withdrew without prejudice the complaint, in order to allow PREPA to focus on emergency efforts to restore electricity to the island's residents and businesses in the wake of Hurricane Maria.

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.

On November 1, 2013, Radian Asset Assurance Inc. ("Radian Asset") commenced a declaratory judgment action in the U.S. District Court for the Southern District of Mississippi against Madison County, Mississippi and the Parkway East Public Improvement District to establish its rights under a contribution agreement from the County supporting certain special assessment bonds issued by the District and insured by Radian Asset (now AGC). As of September 30, 2017, $19 million of such bonds were outstanding. The County maintained that its payment obligation is limited to two years of annual debt service, while AGC contended the County’s obligations under the contribution agreement continue so long as the bonds remain outstanding. On April 27, 2016, the Court granted AGC's motion for summary judgment, agreeing with AGC's interpretation of the County's obligations. The County appealed the District Court’s summary judgment ruling to the United States Court of Appeals for the Fifth Circuit, and on May 31, 2017, the appellate court reversed the District Court’s ruling and remanded the matter to the District Court.

RMBS Transactions

On February 5, 2009, U.S. Bank National Association, as indenture trustee ("U.S. Bank"), CIFG Assurance North America Inc. ("CIFG"), as insurer of the Class Ac Notes, and Syncora Guarantee Inc. ("Syncora"), as insurer of the Class Ax Notes, filed a complaint in the Supreme Court of the State of New York against GreenPoint Mortgage Funding, Inc. ("GreenPoint") alleging GreenPoint breached its representations and warranties with respect to the underlying mortgage loans in the GreenPoint Mortgage Funding Trust 2006-HE1 transaction. On March 3, 2010, the court dismissed CIFG's and Syncora’s causes of action on standing grounds. On December 16, 2013, GreenPoint moved to dismiss the remaining claims of U.S. Bank on the grounds that it too lacked standing. U.S. Bank cross-moved for partial summary judgment striking GreenPoint’s defense that U.S. Bank lacked standing to directly pursue claims against GreenPoint. On January 28, 2016, the court denied GreenPoint’s motion for summary judgment and granted U.S. Bank’s cross-motion for partial summary judgment, finding that as a matter of law U.S. Bank has standing to directly assert claims against GreenPoint. Oral argument on GreenPoint's appeal was heard by the New York Appellate Division, First Department, on May 2, 2017. CIFG originally had $500 million insured net par exposure to this transaction; $19 million insured net par remains outstanding at September 30, 2017.

On November 26, 2012, CIFG filed a complaint in the Supreme Court of the State of New York against JP Morgan Securities LLC ("JP Morgan) for material misrepresentation in the inducement of insurance and common law fraud, alleging that JP Morgan fraudulently induced CIFG to insure $400 million of securities issued by ACA ABS CDO 2006-2 Ltd. and $325 million of securities issued by Libertas Preferred Funding II, Ltd. On June 26, 2015, the Court dismissed with prejudice CIFG’s material misrepresentation in the inducement of insurance claim and dismissed without prejudice CIFG’s common law fraud claim. On September 24, 2015, the Court denied CIFG’s motion to amend but allowed CIFG to re-plead a cause of action for common law fraud. On November 20, 2015, CIFG filed a motion for leave to amend its complaint to re-plead common law fraud. On April 29, 2016, CIFG filed an appeal to reverse the Court’s decision dismissing CIFG’s material misrepresentation in the inducement of insurance claim. On November 29, 2016, the Appellate Division of the Supreme Court of the State of New York ruled that the Court’s decision dismissing with prejudice CIFG’s material misrepresentation in the inducement of insurance claim should be modified to grant CIFG leave to re-plead such claim. On February 27, 2017, AGC (as successor to CIFG) filed an amended complaint which includes a claim for material misrepresentation in the inducement of insurance.

15. Leases
There has been no material changes since the 2016 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, 2017 was $40.0 billion ($33.3 billion for public finance and $6.7 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 2017.
B. On January 1, 2017, the Company transferred the qualified retirement plan and the supplemental executive retirement plan to its affiliate AG US Group Services Inc. in connection with the transfer of the Company's employees and the employee benefit, retirement and health plans relating to such employees. The transfer included $40,844,511 of assets and $42,586,395 of liabilities recorded by the Company as of December 31, 2016.
C. The Company did not engage in any wash sale transactions during the first nine months of 2017.

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 2016 Annual Statement.

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators
There has been no change since the 2016 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, 2017.

Description for each class of asset or liability	Level 1	Level 2	Level 3	TOTAL
a. Assets at fair value				
Bonds				
Special Revenue	$ —	$ —	$ 1,412,192	$ 1,412,192
Total Assets at Fair Value	$ —	$ —	$ 1,412,192	$ 1,412,192

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

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

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 quarter-to-date:

Description:	Beg. Balance at July 1, 2017	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, 2017
Bonds - Special Revenue	$ 1,951,641	$ 212,698	$ —	$ (752,147)	$ —	$ —	$ —	$ —	$ —	$ 1,412,192
Bonds - Industrial & Miscellaneous		—	—	—	—	—	—	—	—	—
Derivatives	—	—	—	—	—	—	—	—	—	—
TOTAL	$ 1,951,641	$ 212,698	$ —	$ (752,147)	$ —	$ —	$ —	$ —	$ —	$ 1,412,192

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 ending September 30, 2017, four Puerto Rico bonds were added to Level 3 of the fair value hierarchy because it has an NAIC designation of 3 through 6 and was carried at the lower of book value and fair value.

4. Inputs and Techniques Used for Level 3 Fair Values
The 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. In valuing the bonds, the Company reviews trades of either the bonds themselves, or comparable bonds of the same issuer. The Company also reviews recent trades of comparable unwrapped bonds of the same issuer. For each observed trade the Company collects the trade date, trade price, and trade yield data from Bloomberg. The Company then adjusts the yields that the trades were executed at based on market yield movements between the trade date and the valuation date. The Company then utilizes the calculated yields to discount the projected cash flows for each bond in order to calculate a price as of the valuation date. Significant changes to any of the inputs used could materially change the expected timing of cash flows for the bonds which is a significant factor in determining their fair value.

5. Derivative Fair Values
The Company does not own derivatives at September 30, 2017.

B. Other Fair Value Disclosures
The fair value of the Company's financial guaranty contracts accounted for as insurance was approximately $2.4 billion at September 30, 2017 and was based on management's estimate of what a similarly rated financial guaranty insurance company would demand to acquire the Company's in-force book of financial guaranty insurance business. This amount was based on the pricing assumptions management has observed for portfolio transfers and acquisitions that have occurred in the financial guaranty market and included adjustments to the carrying value of unearned premium reserve for stressed losses, ceding commissions and return on capital. The significant inputs were not readily observable. The Company accordingly classified this fair value measurement as Level 3.

C. Fair Values for All Financial Instruments by Levels 1, 2 and 3
The table below reflects the fair values and admitted values of all admitted assets and liabilities that are financial instruments excluding those accounted for under the equity method. The fair values are also categorized into the three-level fair value hierarchy as described in Note 20A.

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	$ 2,822,932,230	$ 2,605,245,687	$ —	$ 2,120,378,544	$ 702,553,686	$ —
Cash equivalents and short-term investments	188,409,393	188,411,057	97,771,610	90,637,783	—	—
Total assets	$ 3,011,341,623	$ 2,793,656,744	$ 97,771,610	$ 2,211,016,327	$ 702,553,686	$ —

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 2016 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"). The loss mitigation bonds 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 5.0% allocation to corporate securities not rated lower than BBB by S&P or Baa2 by Moody's.

As of September 30, 2017	Actual Cost	Book Value	Fair Value	OTTI Losses Recognized
Residential Mortgage Backed Securities	$ 7,559,214	$ 7,774,842	$ 7,812,107	$ (346,064)
Total	$ 7,559,214	$ 7,774,842	$ 7,812,107	$ (346,064)

(4) Underwriting Exposure

Selected U.S. Public Finance Transactions

The Company has 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 $1.7 billion net par as of September 30, 2017, all of which is rated below investment grade ("BIG"). In recent years, Puerto Rico has experienced significant general fund budget deficits and a challenging economic environment. Beginning on January 1, 2016, a number of Puerto Rico credits have defaulted on bond payments, and the Company has now paid claims on most of its Puerto Rico credits.

On November 30, 2015 and December 8, 2015, Governor García Padilla of Puerto Rico (the "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 establishes a seven-member federal financial oversight board ("Oversight Board") with authority to require that balanced budgets and fiscal plans be adopted and implemented by Puerto Rico. PROMESA provides a legal framework under which the debt of the Commonwealth and its related authorities and public corporations may be voluntarily restructured, and grants the Oversight Board the sole authority to file restructuring petitions in a federal court to restructure the debt of the Commonwealth and its related authorities and public corporations if voluntary negotiations fail, provided that any such restructuring must be in accordance with an Oversight Board approved fiscal plan that respects the liens and priorities provided under Puerto Rico law.

On January 2, 2017, Ricardo Antonio Rosselló Nevares (the "Governor") took office, replacing the Former Governor. On January 29, 2017, the Governor signed the Puerto Rico Emergency and Fiscal Responsibility Act (Emergency Act") that, among other things, defined an emergency period that has since been extended to December 31, 2017, continued diversion of collateral away from bonds the Company insures, and defined the powers and duties of the Fiscal Agency and Financial Advisory Authority ("FAFAA").

In mid-March 2017, the Oversight Board certified Puerto Rico's fiscal plan, dated March 13, 2017 ("Fiscal Plan"). The Fiscal Plan provides only approximately $7.9 billion for Commonwealth debt service over the next ten years, an amount less than scheduled debt service for such period. The Fiscal Plan itself acknowledges that there are a number of legal and contractual issues not addressed by the Fiscal Plan. On April 28, 2017, the Oversight Board approved fiscal plans for PREPA and PRHTA, and directed Puerto Rico Aqueduct and Sewer Authority ("PRASA") to amend its proposed plan in several ways. The Oversight Board approved the amended PRASA plan on June 30, 2017. The PRHTA plan assumes that PRHTA will not pay any debt service at least through 2026. The PRASA plan assumes it will pay only approximately 65% of its debt service through 2026. The Company does not believe the fiscal plans of PRHTA or PRASA in their current forms comply with certain mandatory requirements of PROMESA.

On May 3, 2017, the Oversight Board filed a petition with the Federal District Court of Puerto Rico for the Commonwealth under Title III of PROMESA. 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"). On May 21, 2017, the Board filed a petition under Title III of PROMESA for PRHTA. On July 2, 2017, after the rejection by the Oversight Board and termination of the Restructuring Support Agreement ("RSA") described below, the Oversight Board commenced proceedings for PREPA under Title III of PROMESA.

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. Please see note 14, Liabilities, Contingencies and Assessments - Recovery Litigation - Puerto Rico.

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 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, with the entire island being without power in the aftermath of the storm. Officials continue to assess the extent of the damage, but rebuilding and economic recovery are expected to take years. While the federal government is expected to provide very substantial resources for relief and rebuilding -- which is expected to help economic activity and address the Commonwealth's infrastructure needs in the intermediate and longer term -- economic activity in general and tourism in particular, as well as tax collections, are all expected to decline in the short term. Out migration to the mainland is also expected to increase, at least initially.

Litigation and mediation related to the Commonwealth's debt have been delayed by Hurricane Maria. 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 United States District Court, District of Puerto Rico asserting that Puerto Rico's attempt to "claw back" pledged taxes is unconstitutional, and demanding declaratory and injunctive relief. Please 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, 2017, the Company had $343 million insured net par outstanding of the general obligations of Puerto Rico, which are supported by the good faith, credit and taxing power of the Commonwealth. On July 1, 2016, despite the requirements of Article VI of its Constitution, the Commonwealth defaulted on most of the debt service payment due that day, and the Company made its first claim payments on these bonds, and has continued to make claim payments on these bonds. As noted above, the Oversight Board filed a petition under Title III of PROMESA with respect to the Commonwealth.

Puerto Rico Public Buildings Authority ("PBA"). As of September 30, 2017, the Company had $141 million insured net par outstanding of PBA bonds, which are supported by a pledge of the rents due under leases of government facilities to departments, agencies , instrumentalities and municipalities of the Commonwealth, and that benefit from a Commonwealth guaranty supported by a pledge of the Commonwealth's good faith, credit and taxing power. On July 1, 2016, despite the requirements of Article VI of its Constitution, the PBA defaulted on most of the debt service payment due that day, and the Company made its first claim payments on these bonds, and has continued to make claim payments on these bonds.

Public Corporations - Certain Revenues Potentially Subject to Clawback

PRHTA. As of September 30, 2017, the Company had $513 million insured net par outstanding of PRHTA (transportation revenue) bonds and $93 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 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 made its first claim payments on these bonds. As noted above, on April 28, 2017, the Oversight Board approved a fiscal plan for PRHTA that PRHTA will not pay any debt service at least through 2026. The Company does not believe the PRHTA fiscal plan in its current form complies with certain mandatory requirements of PROMESA.

PRCCDA. As of September 30, 2017, the Company had $152 million insured net par outstanding of PRCCDA bonds, which are secured by certain hotel tax revenues. These revenues are sensitive to the level of economic activity in the area and are potentially subject to clawback. There were sufficient funds in the PRCCDA bond accounts to make only partial payments on the July 1, 2017 PRCCDA bond payments guaranteed by the Company, and the Company made its first claim payments on these bonds.

PRIFA. As of September 30, 2017, the Company had $17 million insured net par outstanding of PRIFA bonds, which are secured primarily by the return to Puerto Rico of federal excise taxes paid on rum. These revenues are potentially subject to the clawback. The Company made its first claim payment on PRIFA bonds in January 2016, and has continued to make claim payments on PRIFA bonds.

Other Public Corporations

PREPA. As of September 30, 2017, the Company had $73 million insured net par outstanding of PREPA obligations, which are secured by a lien on the revenues of the electric system.

On December 24, 2015, AGM and AGC entered into an RSA with PREPA, an ad hoc group of uninsured bondholders and a group of fuel-line lenders that would, subject to certain conditions, result in, among other things, modernization of the utility and a restructuring of current debt. Upon finalization of the contemplated restructuring transaction, insured PREPA revenue bonds (with no reduction to par or stated interest rate) would be supported by securitization bonds issued by a special purpose corporation and secured by a transition charge assessed on ratepayers.

In March 2017, the Governor indicated a desire to modify certain aspects of the RSA. On April 6, 2017, the Governor announced that an agreement in principle had been reached to supplement the RSA. As supplemented, the RSA called for AGM and AGC to provide surety insurance policies aggregating approximately $113 million ($14 million for AGC and $99 million for AGM) to support the securitization bonds contemplated by the RSA, to extend the maturity of all of the relending financing provided in 2016, and to provide $120 million of principal payment deferrals in 2018 through 2023. In addition, the RSA as supplemented provided for a consensual restructuring under Title VI of PROMESA.

The Oversight Board did not certify the RSA under Title VI of PROMESA as the Company believes is required by PROMESA, but rather, on July 2, 2017, commenced proceedings for PREPA under Title III of PROMESA. PREPA defaulted on its July 1, 2017 debt service payments, and the Company made its first claim payments on these bonds to bondholders as a result of these defaults. The Company believes that a number of the actions taken by the Commonwealth, the Oversight Board and others with respect to the PREPA obligations it insures and the RSA 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. Please see note 14, Liabilities, Contingencies and Assessments - Recovery Litigation - Puerto Rico.

PRASA. As of September 30, 2017, the Company had $284 million of insured net par outstanding to PRASA bonds, which are secured by a lien on the gross revenues of the water and sewer system. On September 15, 2015, PRASA entered into a settlement with the U.S. Department of Justice and the U.S. Environmental Protection Agency that requires it to spend $1.6 billion to upgrade and improve its sewer system island-wide. The PRASA bond accounts contained sufficient funds to make the PRASA bond payments due through the date of this filing that were guaranteed by the Company, and those payments were made in full. As noted above, on April 28, 2017, the Oversight Board considered a fiscal plan for PRASA that assumes PRASA will pay only approximately 65% of its debt service through 2026, and approved the amended plan on June 30, 2017. Because PRASA has several categories of debt outstanding and the Company insures only PRASA debt with a senior lien on gross revenues of PRASA, it is unclear whether (or to what extent, if any) the payment of only 65% of debt service through 2026 would result in a reduction in PRASA payments of Company-insured debt. The Company does not believe the PRASA fiscal plan in its current form complies with certain mandatory requirements of PROMESA.

Municipal Finance Agency ("MFA"). As of September 30, 2017, the Company had $54 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.

Exposure to the U.S. Virgin Islands

The Company has $11 million insured net par outstanding to the U.S. Virgin Islands and its related authorities ("USVI"), of which it rates $9 million BIG. The $2 million USVI net par the Company rates investment grade is comprised of Public Finance Authority bonds secured by a gross receipts tax and the general obligation, full faith and credit pledge of the USVI. The $9 million BIG USVI net par comprises 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 this year’s hurricanes and has made its debt service payments to date.

Other Selected U.S. Public Finance Transactions

The Company has approximately $19 million of net par exposure as of September 30, 2017 to bonds issued by Parkway East Public Improvement District (District), which is located in Madison County, Mississippi (the County). The bonds, which are rated BIG, are payable from special assessments on properties within the District, as well as amounts paid under a contribution agreement with the County in which the County covenants that it will provide funds in the event special assessments are not sufficient to make a debt service payment. The special assessments have not been sufficient to pay debt service in full. In earlier years, the County provided funding to cover the balance of the debt service requirement, but subsequently claimed the District’s failure to reimburse it within the two years stipulated in the contribution agreement means that the County is not required to provide funding until it is reimbursed. On May 31, 2017, the United States Court of Appeals for the Fifth Circuit reversed a district court ruling favorable to the Company in its declaratory judgment action disputing the County’s interpretation. See Note 14, Liabilities, Contingencies and Assessments - Recovery Litigation.

U.S. Public Finance Loss and LAE

The Company has loss and LAE reserves across its troubled Puerto Rico and other U.S. public finance credits which incorporated the likelihood of the various outcomes as of September 30, 2017, of $358.4 million compared to $263.9 million as of December 31, 2016. The increase is due mainly to the increase in Puerto Rico reserves.

Third Quarter 2017 U.S. RMBS Loss Projections

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.

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, 2017	December 31, 2016
Delinquent/Modified in the Previous 12 Months	20%	25%
30 - 59 Days Delinquent		
Alt-A and Prime	30	35
Option ARM	35	35
Subprime	40	40
60 - 89 Days Delinquent		
Alt-A and Prime	40	45
Option ARM	45	50
Subprime	50	50
90+ Days Delinquent		
Alt-A and Prime	50	55
Option ARM	55	55
Subprime	55	55
Bankruptcy		
Alt-A and Prime	45	45
Option ARM	50	50
Subprime	40	40
Foreclosure		
Alt-A and Prime	65	65
Option ARM	65	65
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 5.75 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 have reached historically high levels, and the Company is assuming in the base case that these high levels generally will continue for another 18 months. The Company determines its initial loss severity based on actual recent experience. 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 direct vintage 2004 - 2008 first lien U.S. RMBS.

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

	As of September 30, 2017		As of December 31, 2016	
	Range	Weighted Average	Range	Weighted Average
Alt A and Prime				
Plateau CDR	1.0% - 8.5%	4.9%	1.0% - 13.5%	5.5%
Final CDR	0.0% - 0.4%	0.2%	0.0% - 0.7%	0.3%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	80.0%		80.0%	
2007+	70.0%		70.0%	
Option ARM				
Plateau CDR	2.4% - 5.8%	5.2%	3.4% - 6.6%	5.5%
Final CDR	0.1% - 0.3%	0.3%	0.2% - 0.3%	0.3%
Initial loss severity:				
2005 and prior	60.0%		60.0%	
2006	70.0%		70.0%	
2007+	75.0%		75.0%	
Subprime				
Plateau CDR	3.6% - 13.1%	7.9%	2.8% - 14.1%	7.9%
Final CDR	0.2% - 0.7%	0.4%	0.1% - 0.7%	0.4%
Initial loss severity:				
2005 and prior	80.0%		80.0%	
2006	90.0%		90.0%	
2007+	95.0%		90.0%	

(1) Represents variables for the base case.

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, 2016.

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, 2017. The Company used a similar approach to establish its pessimistic and optimistic scenarios as of September 30, 2017 as it used as of December 31, 2016, 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 $3.7 million for Alt-A first liens, would decrease approximately $68.9 thousand for Option ARM, and would increase approximately $4.1 million for subprime and $0.3 million for prime 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 $1.5 million for Alt-A first liens, $2.0 million for Option ARM, $1.2 million for subprime and $35.6 thousand for prime 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. A liquidation rate is the percent of loans in a given cohort (in this instance, delinquency category) that ultimately default. Similar to first liens, the Company then calculates a CDR for six months, which is the period over which the currently delinquent collateral is expected to be liquidated. That CDR is then used as the basis for the plateau CDR period that follows the embedded 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 data and 28 months of decrease to the steady state CDR, the same as of December 31, 2016.

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.

Most of the HELOC loans underlying the Company's insured HELOC transactions are now past their interest only reset date, although a significant number of HELOC loans were modified to extend the 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 Third Quarter 2017, the Company applied a CDR floor of 2.5% for the future steady state CDR on all its HELOC transactions and reduced the liquidation rate assumption for selected vintages.

When a second lien loan defaults, there is generally a very low recovery. The Company assumed as of September 30, 2017 that it will generally recover only 2% of the collateral defaulting in the future and declining additional amounts of post-default receipts on previously defaulted collateral. This is the same assumption used as of December 31, 2016.

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, 2016. To the extent that prepayments differ from projected levels it could materially change the Company's projected excess spread and losses.

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

In estimating loss reserves, the Company modeled and probability weighted five possible CDR curves applicable to the period preceding the return to the long-term steady state CDR. The Company used five scenarios at September 30, 2017 and December 31, 2016. The Company believes that the level of the elevated CDR and the length of time it will persist, the ultimate prepayment rate, and the amount of additional defaults because of the expiry of the interest only period, are the primary drivers behind the likely amount of losses the collateral will suffer. The Company continues to evaluate the assumptions affecting its modeling results.

The Company believes the most important driver of its projected second lien RMBS losses is the performance of its HELOC transactions. The following table shows the range as well as the average, weighted by outstanding net insured par, for key assumptions for the calculation of expected loss to be paid for individual transactions for direct vintage 2004 - 2008 HELOCs.

Key Assumptions in Base Case Loss Reserve Estimates
HELOCs (1)

	As of September 30, 2017		As of December 31, 2016	
	Range	Weighted Average	Range	Weighted Average
Plateau CDR	9.8% - 11.8%	10.9%	5.3% - 24.8%	13.6%
Final CDR trended down to	2.5% - 2.5%	2.5%	0.5% - 2.5%	1.5%
Liquidation rates:				
Delinquent/Modified in the Previous 12 Months	20%		25%	
30 - 59 Days Delinquent	45		50	
60 - 89 Days Delinquent	60		65	
90+ Days Delinquent	75		80	
Bankruptcy	55		55	
Foreclosure	70		75	
Real Estate Owned	100		100	
Loss severity	98.0%		98.0%	

(1) Represents variables for the base case.

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 $2.0 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 $2.2 million for HELOC transactions.

Breaches of Representations and Warranties

As of September 30, 2017, the Company had a net representations and warranties ("R&W") recoverable of $29.0 million from R&W counterparties, compared to an R&W recoverable of $31.8 million as of December 31, 2016.

Triple-X Life Insurance Transactions

The Company had $615 million of net par exposure to financial guaranty triple-X life insurance transactions as of September 30, 2017, of which two transactions with $160 million in net par are rated BIG. The triple-X life insurance transactions are based on discrete blocks of individual life insurance business. In older vintage triple-X life insurance transactions, which include the two BIG-rated transactions, the amounts raised by the sale of the bonds insured by the Company were used to capitalize a special purpose vehicle that provides reinsurance to a life insurer or reinsurer. The amounts have been invested since inception in accounts managed by third-party investment managers. In the case of the two BIG-rated transactions, material amounts of their assets were invested in U.S. RMBS. Based on its analysis of the information available, including estimates of future investment performance, and projected credit impairments on the invested assets and performance of the blocks of life insurance business at September 30, 2017, the Company's loss and LAE recoveries are $76.6 million.

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

The following table summarizes U.S. subprime loss activity at September 30, 2017:

	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	804,157	(8,585,267)	17,627,164	—
c. Other lines (specify):	—	—	—	—
d. Total	$ 804,157	$ (8,585,267)	$ 17,627,164	$ —

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

22. <u>Events Subsequent</u>

Subsequent events have been considered through November 13, 2017 for these statutory financial statements which are to be issued on November 13, 2017. There were no material events occurring subsequent to September 30, 2017 that have not already been disclosed in these financial statements.

23. <u>Reinsurance</u>

A. The Company has no unsecured reinsurance recoverable at September 30, 2017.
B. The Company has no reinsurance recoverable in dispute at September 30, 2017.
C. Reinsurance Assumed and Ceded
The following table summarizes ceded and assumed unearned premiums and the related commission equity at September 30, 2017:

	Assumed Reinsurance		Ceded Reinsurance		NET	
	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity	Premium Reserve	Commission Equity
a. AFFILIATES	$ 34,958,416	$ 9,248,600	$ 197,651,000	$ 29,253,601	$ (162,692,584)	$ (20,005,001)
b. ALL OTHER	21,413,253	6,763,128	1,333,938	95,260	20,079,315	6,667,868
c. TOTAL	$ 56,371,669	$ 16,011,728	$ 198,984,938	$ 29,348,861	$ (142,613,269)	$ (13,337,133)
d. Direct Unearned Premium Reserve			$ 432,497,778			

D. The Company has no uncollectible reinsurance at September 30, 2017.
E. Commutation of Ceded Reinsurance. The Company has reported in its results of operations on September 30, 2017 as a result of commutations of reinsurance with companies listed below, amounts that are shown below:

	American Overseas Reinsurance Co. Ltd.	Total
Paid losses	$ 479,631	$ 479,631
Change in reserves	(479,631)	(479,631)
(1) Losses incurred	—	—
Paid LAE	—	—
Change in LAE reserves	—	—
(2) Loss adjustment expenses incurred	—	—
Ceded written premium	1,948,602	1,948,602
Change in unearned premium reserve	(1,948,602)	(1,948,602)
(3) Premiums earned	—	—
Return of ceding commission	(583,486)	(583,486)
Other income (expense)	3,155,253	3,155,253
(4) Other	2,571,767	2,571,767
Total	$ 2,571,767	$ 2,571,767
(5) Companies:		
American Overseas Reinsurance Co. Ltd.		$ 2,571,767
		$ 2,571,767

F. The Company has no retroactive reinsurance in effect at September 30, 2017.
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, 2017.
I. The Company has no certified reinsurance downgraded or status subject to revocation at September 30, 2017.
J. The Company has no reinsurance agreements qualifying for reinsurer aggregation at September 30, 2017.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination
There has been no change since the 2016 Annual Statement.

25. Changes in Incurred Losses and Loss Adjustment Expenses
Incurred losses and loss expenses attributable to insured events of prior years were $191,666,534 for the first nine months of 2017. 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 2016 Annual Statement.

27. Structured Settlements
There has been no change since the 2016 Annual Statement.

28. Health Care Receivables
There has been no change since the 2016 Annual Statement.

29. Participating Policies
There has been no change since the 2016 Annual Statement.

30. Premium Deficiency Reserves
There has been no change since the 2016 Annual Statement.

31. High Deductibles
There has been no change since the 2016 Annual Statement.

32. Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses
The net loss and LAE reserves of $184,767,032 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 $79,179,704.

Nontabular Discount:	Case	IBNR	Defense & Cost Containment Expense	Adjusting & Other Expense
Financial Guaranty	$ 79,179,704	$ —	$ —	$ —

33. Asbestos and Environmental Reserves
There has been no change since the 2016 Annual Statement.

34. Subscriber Savings Accounts
There has been no change since the 2016 Annual Statement.

35. Multiple Peril Crop Insurance
There has been no change since the 2016 Annual Statement.

36. Financial Guaranty Insurance

A. There has been no significant change since the 2016 Annual Statement.

B. Schedule of BIG insured financial obligations as of September 30, 2017:

	Surveillance Categories			
	BIG 1	BIG 2	BIG 3	Total
	(Dollars in Thousands)			
1. Number of risks	120	40	120	280
2. Remaining weighted-average contract period (in yrs)	7.5	17.0	11.0	11.1
Insured contractual payments outstanding:				
3a. Principal	$ 1,506,050	$ 969,865	$ 3,103,108	$ 5,579,023
3b. Interest	374,016	540,446	1,148,669	2,063,131
3c. Total	$ 1,880,066	$ 1,510,311	$ 4,251,777	$ 7,642,154
4. Gross claim liability	$ 36,170	$ 113,262	$ 1,094,061	$ 1,243,493
Less:				
5a1. Gross potential recoveries - subrogation	374,490	24,950	362,262	761,702
5a2. Ceded claim liability	(31,695)	15,689	234,517	218,511
5a. Total gross potential recoveries	$ 342,795	$ 40,639	$ 596,779	$ 980,213
5b. Discount, net	(60,945)	24,205	115,920	79,180
6. Net claim liability	$ (245,680)	$ 48,418	$ 381,362	$ 184,100
7. Unearned premium revenue	$ 23,282	$ 7,628	$ 29,134	$ 60,044
8. Reinsurance recoverables	$ (309)	$ 75	$ 11,415	$ 11,181

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1 Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act? Yes [ ] No [X]

1.2 If yes, has the report been filed with the domiciliary state? Yes [ ] No [ ]

2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [ ] No [X]

2.2 If yes, date of change:

3.1 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 [X] 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 [X]

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

4.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [ ] No [X]

4.2 If yes, provide the name of entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 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 [X]

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. 12/31/2011

6.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date). 06/21/2013

6.4 By what department or departments?

Maryland Insurance Administration

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 [X]

6.6 Have all of the recommendations within the latest financial examination report been complied with? Yes [X] No [ ] NA [ ]

7.1 Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [ ] No [X]

7.2 If yes, give full information:

8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [ ] No [X]

8.2 If response to 8.1 is yes, please identify the name of the bank holding company.

8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [ ] No [X]

8.4 If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.]

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

GENERAL INTERROGATORIES

9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No [ ]

(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

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

9.2 Has the code of ethics for senior managers been amended? Yes [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: $ 76,265

INVESTMENT

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

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

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

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

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

14.2 If yes, please complete the following:

	1 Prior Year-End Book/Adjusted Carrying Value	2 Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	$	$
14.22 Preferred Stock	$	$
14.23 Common Stock	$ 345,010,817	$ 78,491,488
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)	$ 345,010,817	$ 78,491,488
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 Name of Custodian(s)	2 Custodian Address
Brown Brothers Harriman & Company	140 Broadway, NY NY 10005-1101
The Bank of New York Mellon	One Wall Street, New York, NY 10286
Wilmington Trust	1800 Washington Blvd, Baltimore, MD 21230
CACEIS Bank France	Code banque18129 - Siege social 1-3 place Valhubert 75103 PARIS

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 Name(s)	2 Location(s)	3 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 Old Custodian	2 New Custodian	3 Date of Change	4 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 Name of Firm or Individual	2 Affiliation
Blackrock Financial Management Inc.	U
New England Asset Managment Inc.	U
Wellington Management Company LLP	U
Goldman Sachs Asset Management, L.P.	U
AG US Group Services Inc.	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 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
107-105	Blackrock Financial Management Inc.	549300LVXYIVJKE13M84	Securities and Exchange Commission	NO
105-900	New England Asset Managment Inc.	KUR85E5PS4GQFZTFC130	Securities and Exchange Commission	NO
106-595	Wellington Management Company LLP	549300YHP12TEZNLCX41	Securities and Exchange Commission	NO
107-738	Goldman Sachs Asset Management, L.P.	CF5M58QA35CFPUX70H17	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:

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 Line of Business	2 Maximum Interest	3 Discount Rate	4 Unpaid Losses	5 Unpaid LAE	6 IBNR	7 TOTAL	8 Unpaid Losses	9 Unpaid LAE	10 IBNR	11 TOTAL
Financial Guaranty		4.000	79,179,704			79,179,704	(27,215,161)			(27,215,161)
TOTAL			79,179,704	0	0	79,179,704	(27,215,161)	0	0	(27,215,161)

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. $

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

1 NAIC Company Code	2 ID Number	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Type of Reinsurer	6 Certified Reinsurer Rating (1 through 6)	7 Effective Date of Certified Reinsurer Rating

NONE

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date – Allocated by States and Territories

	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
States, etc.	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama AL	L		0		0		0
2. Alaska AK	L	105,225	0		0		0
3. Arizona AZ	L		0		0		0
4. Arkansas AR	L	55,936	205,764	(10,379)	(2,217,563)	5,437,547	6,108,688
5. California CA	L	272,398	275,657	282,544	223,977	3,102,876	4,521,175
6. Colorado CO	L		0		0		0
7. Connecticut CT	L		106,225		0		0
8. Delaware DE	L	4,348,044	5,478,449	(131,506)	(4,881,303)	8,138,792	8,149,513
9. Dist. Columbia DC	L		0		0		0
10. Florida FL	L		0	1,891,638	237,500	6,429,499	1,233,705
11. Georgia GA	L		0		0		0
12. Hawaii HI	L	101,634	0		0		0
13. Idaho ID	L		0		0		0
14. Illinois IL	L	128,667	318,097	(769,919)	120,041	583,370	3,662,584
15. Indiana IN	L		0		0		0
16. Iowa IA	L		0		0		0
17. Kansas KS	L		0		0		0
18. Kentucky KY	L		0		0		6,404,150
19. Louisiana LA	L		0		0		0
20. Maine ME	L	162,820	142,624		0		0
21. Maryland MD	L	777,025	891,747	62,246	4,289	717,393	452,523
22. Massachusetts MA	L	79,472	98,938	440,008	84,604	6,830,838	6,734,796
23. Michigan MI	L		0	1,266,001	1,245,289	8,077,607	9,228,212
24. Minnesota MN	L	338,070	646,125		0		0
25. Mississippi MS	L		0	899,918	1,028,426	11,941,551	2,728,004
26. Missouri MO	L	3,750,000	3,750,000		0		0
27. Montana MT	L		0		0		0
28. Nebraska NE	L		809,740		0		0
29. Nevada NV	L		0		0		0
30. New Hampshire NH	L		0		0		0
31. New Jersey NJ	L	130,747	165,317	25,000	12,500		0
32. New Mexico NM	L		0		0		0
33. New York NY	L	8,428,869	30,175,206	57,035,514	45,865,768	(34,568,994)	92,268,158
34. No. Carolina NC	L		0		0		0
35. No. Dakota ND	L		0		0		0
36. Ohio OH	L		0		0		0
37. Oklahoma OK	L		0		0		0
38. Oregon OR	L		0		0		0
39. Pennsylvania PA	L		0	369,238	4,387	3,436,638	2,499,836
40. Rhode Island RI	L		0		0		0
41. So. Carolina SC	L		0		0		0
42. So. Dakota SD	L		0		0		0
43. Tennessee TN	L		0		0		0
44. Texas TX	L	64,755	136,412		0		0
45. Utah UT	L	54,414	55,003		0		0
46. Vermont VT	L	761,979	761,979		0		0
47. Virginia VA	L		0		0		0
48. Washington WA	L		0		0		0
49. West Virginia WV	L		0		0		150,000
50. Wisconsin WI	L		0		0		0
51. Wyoming WY	L		0		0		0
52. American Samoa AS	N		0		0		0
53. Guam GU	N		0		0		0
54. Puerto Rico PR	L		0	43,301,819	73,414,580	285,529,586	86,917,527
55. U.S. Virgin Islands VI	N		0		0		0
56. Northern Mariana Islands MP	N		0		0		0
57. Canada CAN	N		0		0		0
58. Aggregate Other Alien OT	XXX	1,695,211	1,861,639	0	0	0	0
59. Totals	(a) 52	21,255,266	45,878,922	104,662,122	115,142,495	305,656,703	231,058,871
DETAILS OF WRITE-INS							
58001. CYM Cayman Islands	XXX	1,618,533	0		0		0
58002. GBR United Kingdom	XXX	76,678	1,861,639		0		0
58003.	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page	XXX	0	0	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	1,695,211	1,861,639	0	0	0	0

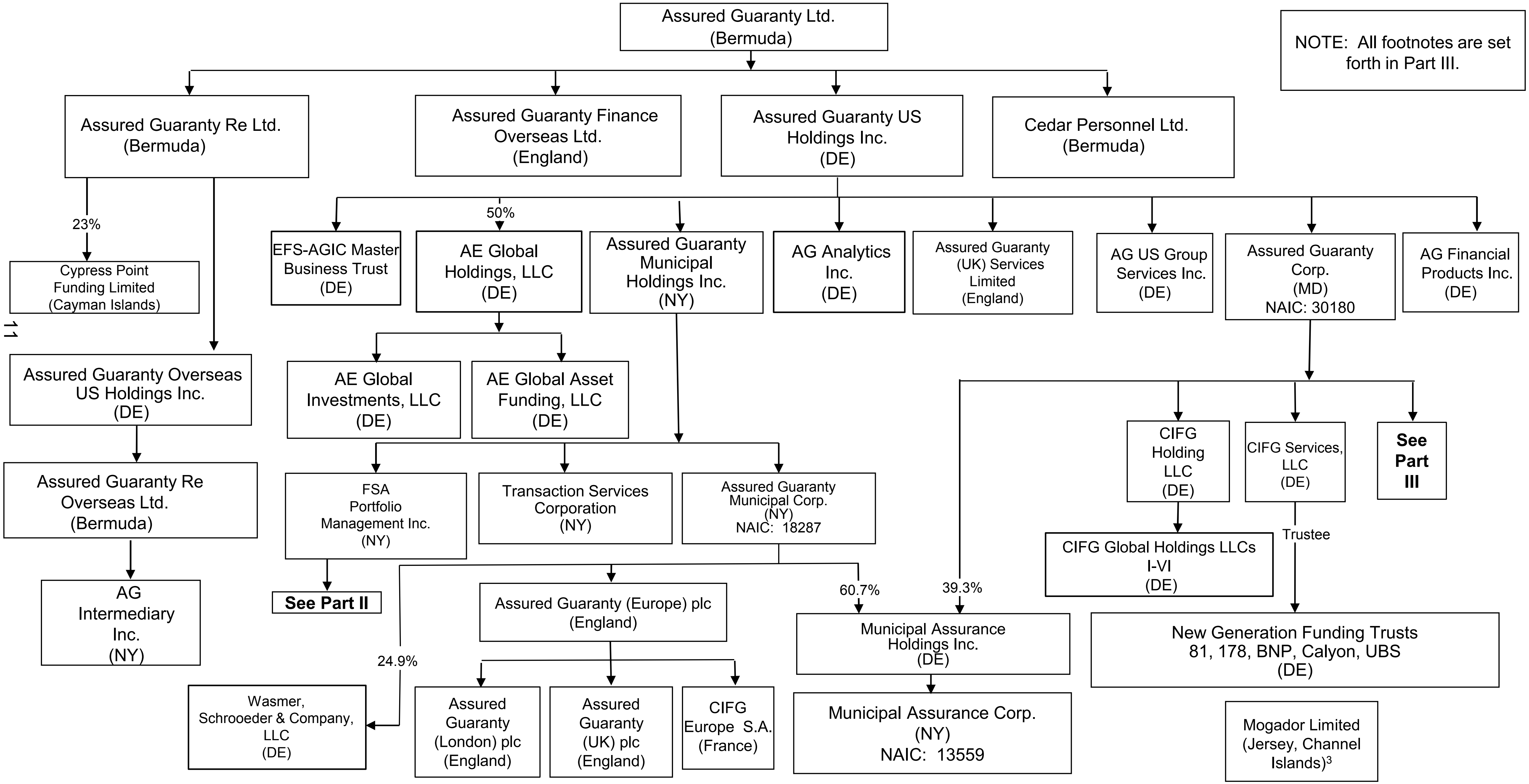
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state (other than their state of domicile – see DSLI); (D) DSLI – Domestic Surplus Lines Insurer (DSLI) – Reporting entities authorized to write Surplus Lines in the state of domicile; (N) None of the above - Not allowed to write business in the state.

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

STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY CORP.

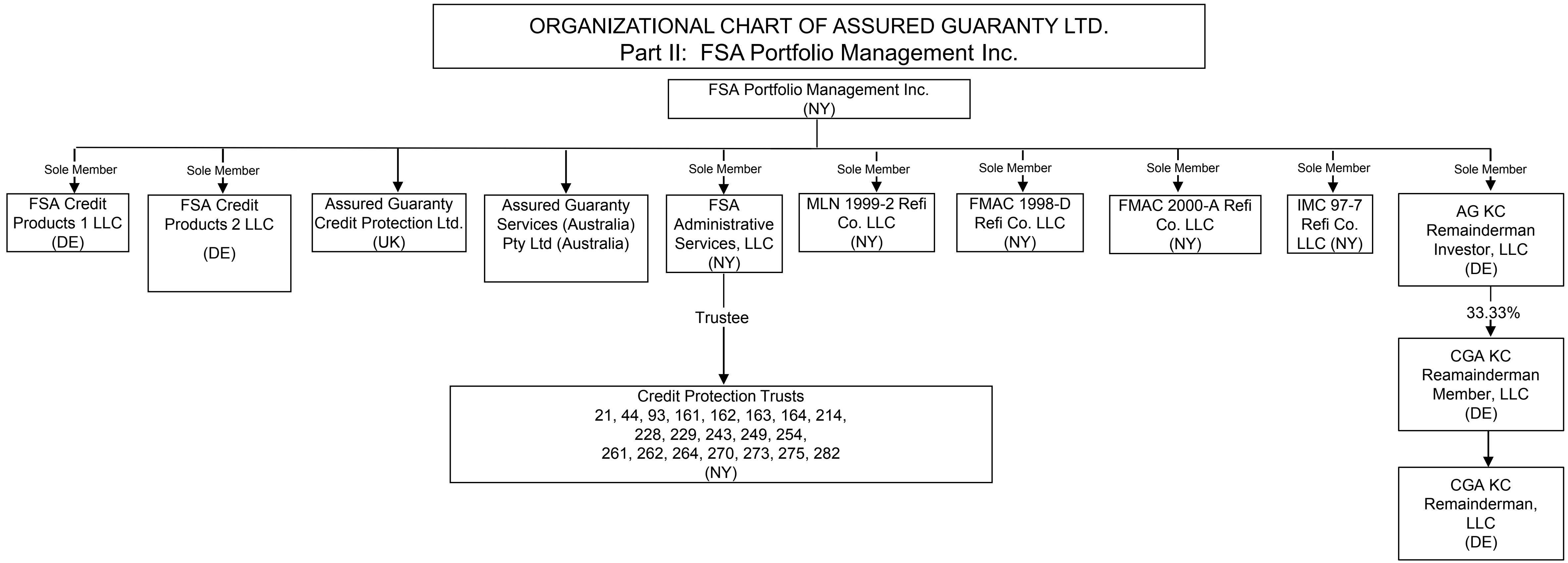
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

ORGANIZATIONAL CHART OF ASSURED GUARANTY LTD.[1,2] Part I



STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY CORP.

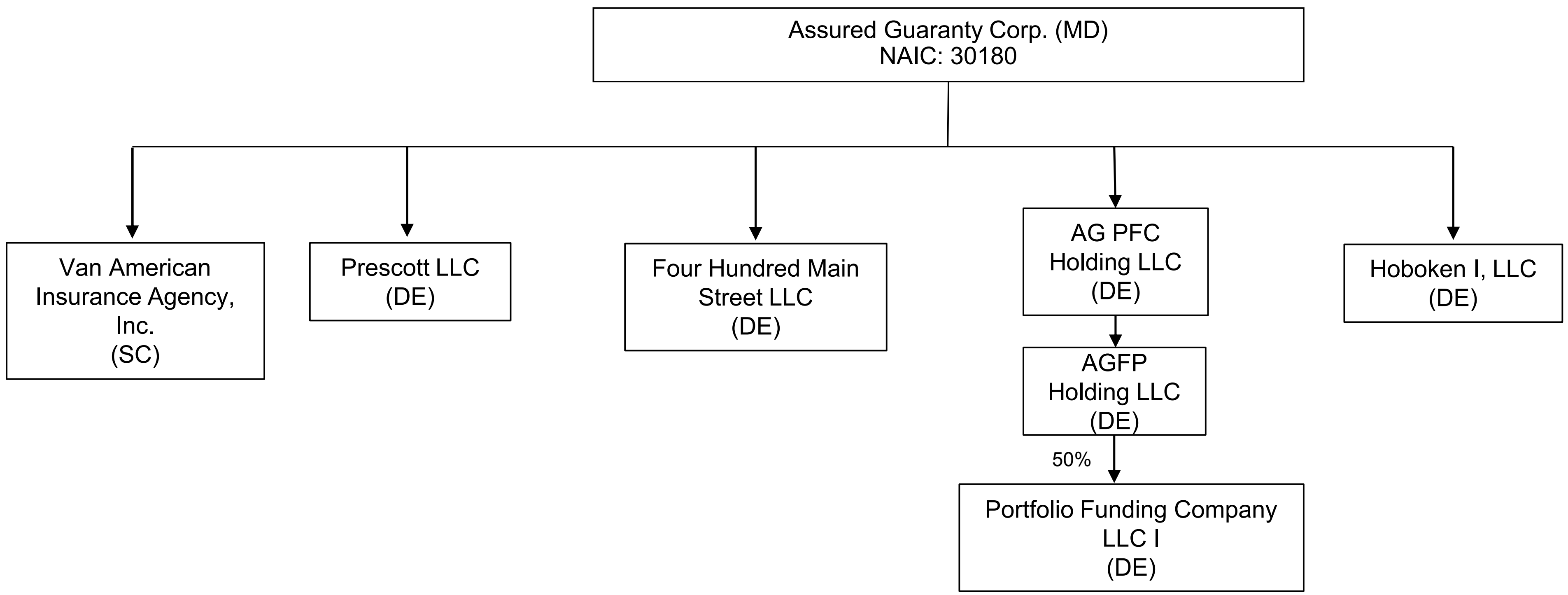
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY CORP.

SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

ORGANIZATIONAL CHART OF ASSURED GUARANTY LTD.
Part III: Assured Guaranty Corp.



Footnotes:

1. Unless otherwise indicated by percentage ownership or other relationship, the ownership interest is 100%. Percentages shown represent voting control, except that percentages in parentheses represent economic interest where voting control and economic interest are different.
2. All companies listed are corporations, except for (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. 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 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 Is an SCA Filing Required? (Y/N)	16 *
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	UDP	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	NIA	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	IA	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	IA	Assured Guaranty Municipal Corp.	Ownership	100.0	Assured Guaranty Ltd.	Y	0
00194	Assured Guaranty Ltd.	00000					Cypress Point Funding Ltd.	CYM	NIA	Assured Guaranty Re Ltd.	Ownership	23.0	Assured Guaranty Ltd.	N	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
															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	RE	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	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000	52-1533088				AG PFC Holding LLC	DE	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Assured Guaranty (UK) plc	GBR	IA	Assured Guaranty (Europe) plc	Ownership	100.0	Assured Guaranty Ltd.	N	0

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

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 Is an SCA Filing Required? (Y/N)	16 *
00194	Assured Guaranty Ltd.	00000	27-3047677				AGFP Holding LLC	DE	DS	AG PFC Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Portfolio Funding Company LLC 1	DE	DS	AGFP Holding LLC	Ownership	50.0	Assured Guaranty Ltd.	N	0
															0
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	36-4446928				AE Global Holdings, LLC	DE	NIA	Assured Guaranty US Holdings Inc.	Ownership	50.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					AE Global Investments, LLC	DE	NIA	AE Global Holdings, LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					AE Global Asset Funding, LLC	DE	NIA	AE Global Holdings, LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Four Hundred Main Street, LLC	DE	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000	20-3759337				Van American Insurance Agency, Inc.	SC	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Hoboken I, LLC	DE	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000	13-4173364				CIFG Services, LLC	DE	DS	Assured Guaranty Corp.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000	98-0647426				CIFG Europe S.A.	FRA	IA	Assured Guaranty (Europe) plc	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Holding LLC	DE	DS	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

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

1 Group Code	2 Group Name	3 NAIC Company Code	4 ID Number	5 Federal RSSD	6 CIK	7 Name of Securities Exchange if Publicly Traded (U.S. or International)	8 Names of Parent, Subsidiaries or Affiliates	9 Domiciliary Location	10 Relationship to Reporting Entity	11 Directly Controlled by (Name of Entity/Person)	12 Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	13 If Control is Ownership Provide Percentage	14 Ultimate Controlling Entity(ies)/Person(s)	15 Is an SCA Filing Required? (Y/N)	16 *
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	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Global Holdings II, LLC	DE	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Global Holdings III, LLC	DE	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Global Holdings IV, LLC	DE	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Global Holdings V, LLC	DE	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CIFG Global Holdings VI, LLC	DE	DS	CIFG Holding LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Assured Guaranty (London) plc	GBR	IA	Assured Guaranty (Europe) plc	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000	30-0953494				AG US Group Services Inc.	DE	NIA	Assured Guaranty US Holdings Inc.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					AG KC Remainderman Investor, LLC	DE	NIA	FSA Portfolio Management Inc.	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CGA KC Remainderman Member, LLC	DE	NIA	AG KC Remainderman Investor, LLC	Ownership	33.3	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					CGA KC Remainderman, LLC	DE	NIA	CGA KC Remainderman Member, LLC	Ownership	100.0	Assured Guaranty Ltd.	N	0
00194	Assured Guaranty Ltd.	00000					Wasmer, Schroeder & Company, LLC	DE	NIA	Assured Guaranty Municipal Corp.	Ownership	24.9	Assured Guaranty Ltd.	N	0

Asterisk	Explanation
	(1) The remaining 39.3% of Municipal Assurance Holdings Inc. is directly owned by Assured Guaranty Corp.
	(2) 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.

PART 1 - LOSS EXPERIENCE

	Line of Business	Current Year to Date 1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	4 Prior Year to Date 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	139,704,567	164,909,207	118.0	32.7
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	139,704,567	164,909,207	118.0	32.7
	DETAILS OF WRITE-INS				
3401.				0.0	0.0
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	5,941,540	21,255,266	45,878,922
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	5,941,540	21,255,266	45,878,922
	DETAILS OF WRITE-INS			
3401.		0		0
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)	2017 Loss and LAE Payments on Claims Reported as of Prior Year-End	2017 Loss and LAE Payments on Claims Unreported as of Prior Year-End	Total 2017 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. 2014 + Prior	102,465	300	102,765	119,426		119,426	153,877		150	154,027	170,838	(150)	170,688
2. 2015	23,128		23,128	5,856		5,856	30,670			30,670	13,398	0	13,398
3. Subtotals 2015 + prior	125,593	300	125,893	125,282	0	125,282	184,547	0	150	184,697	184,236	(150)	184,086
4. 2016	2,167		2,167	9,710		9,710	37			37	7,580	0	7,580
5. Subtotals 2016 + prior	127,760	300	128,060	134,992	0	134,992	184,584	0	150	184,734	191,816	(150)	191,666
6. 2017	XXX	XXX	XXX	XXX	36	36	XXX	33		33	XXX	XXX	XXX
7. Totals	127,760	300	128,060	134,992	36	135,028	184,584	33	150	184,767	191,816	(150)	191,666
8. Prior Year-End Surplus As Regards Policy-holders	1,895,577										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. 150.1	2. (50.0)	3. 149.7
													Col. 13, Line 7 Line 8
													4. 10.1

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.

2.

3.

4.

Bar Code:

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

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

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

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

OVERFLOW PAGE FOR WRITE-INS

PQ002 Additional Aggregate Lines for Page 02 Line 25.
*ASSETS

	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 December 31 Prior Year Net Admitted Assets
2504. Supplemental Executive Retirement Fund			0	13,297,592
2505. COLI Assets			0	27,546,919
2506.			0	
2507.			0	
2597. Summary of remaining write-ins for Line 25 from Page 02	0	0	0	40,844,511

PQ003 Additional Aggregate Lines for Page 03 Line 25.
*LIAB

	1 Current Statement Date	2 December 31, Prior Year
2504. Miscellaneous Liability	15,309,153	16,499,465
2505.		
2506.		
2507.		
2508.		
2509.		0
2597. Summary of remaining write-ins for Line 25 from Page 03	15,309,153	16,499,465

SCHEDULE A – VERIFICATION

Real Estate

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	30,248,329	32,029,255
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition	59,312	15,276
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	1,348,176	1,796,202
9. Book/adjusted carrying value at the end of current period (Lines 1+2+3+4-5+6-7-8)	28,959,465	30,248,329
10. Deduct total nonadmitted amounts	2,040,345	2,131,414
11. Statement value at end of current period (Line 9 minus Line 10)	26,919,120	28,116,915

SCHEDULE B – VERIFICATION

Mortgage Loans

NONE

	1 Year To Date	2 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 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	4,981,678	2,837,677
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		2,000,000
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)	737,059	498,381
6. Total gain (loss) on disposals		0
7. Deduct amounts received on disposals	1,499,342	354,380
8. Deduct amortization of premium and depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	4,219,395	4,981,678
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	4,219,395	4,981,678

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	2,850,765,066	3,404,969,401
2. Cost of bonds and stocks acquired	1,031,326,956	531,587,590
3. Accrual of discount	50,298,021	48,047,430
4. Unrealized valuation increase (decrease)	6,846,165	48,135,783
5. Total gain (loss) on disposals	(33,310,752)	25,110,953
6. Deduct consideration for bonds and stocks disposed of	1,202,410,283	1,181,599,868
7. Deduct amortization of premium	14,166,428	17,227,479
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other-than-temporary impairment recognized	3,929,521	8,258,744
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	2,685,419,224	2,850,765,066
11. Deduct total nonadmitted amounts	(7,123,171)	(8,729,702)
12. Statement value at end of current period (Line 10 minus Line 11)	2,692,542,395	2,859,494,768

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
BONDS								
1. NAIC 1 (a)	2,356,211,289	298,213,493	138,307,922	7,538	2,144,638,019	2,356,211,289	2,516,124,398	2,328,204,390
2. NAIC 2 (a)	50,163,811	36,064,586	4,796	25,855	35,374,573	50,163,811	86,249,456	62,998,774
3. NAIC 3 (a)	12,643	0	2,686	(9,957)	81,918	12,643	0	1,347,054
4. NAIC 4 (a)	0	0	0	0	0	0	0	0
5. NAIC 5 (a)	36,743	0	0	4,899	41,090	36,743	41,642	11,069
6. NAIC 6 (a)	179,177,503	0	574,554	6,100,427	175,075,952	179,177,503	184,703,376	173,135,282
7. Total Bonds	2,585,601,989	334,278,079	138,889,958	6,128,762	2,355,211,552	2,585,601,989	2,787,118,872	2,565,696,569
PREFERRED STOCK								
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	2,585,601,989	334,278,079	138,889,958	6,128,762	2,355,211,552	2,585,601,989	2,787,118,872	2,565,696,569

(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 $ 90,062,346 ; NAIC 2 $;
NAIC 3 $; NAIC 4 $; NAIC 5 $; NAIC 6 $

SCHEDULE DA - PART 1

Short-Term Investments

	1 Book/Adjusted Carrying Value	2 Par Value	3 Actual Cost	4 Interest Collected Year To Date	5 Paid for Accrued Interest Year To Date
9199999	1,171,386	XXX	1,171,386	1,639	

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	958,627	13,879,241
2. Cost of short-term investments acquired	3,585,120	118,303,272
3. Accrual of discount	4,417	163,477
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals	336	1,584
6. Deduct consideration received on disposals	3,376,282	131,388,947
7. Deduct amortization of premium		0
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other-than-temporary impairment recognized	832	0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	1,171,386	958,627
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	1,171,386	958,627

SCHEDULE DB - PART A - VERIFICATION

Options, Caps, Floors, Collars, Swaps and Forwards

1. Book/Adjusted Carrying Value, December 31, prior year (Line 9, prior year)	4,254,058
2. Cost Paid/(Consideration Received) on additions	
3. Unrealized Valuation increase/(decrease)	14,433,442
4. Total gain (loss) on termination recognized	(18,250,000)
5. Considerations received/(paid) on terminations	437,500
6. Amortization	
7. Adjustment to the Book/Adjusted Carrying Value of hedged item	
8. Total foreign exchange change in Book/Adjusted Carrying Value	
9. Book/Adjusted Carrying Value at End of Current Period (Lines 1+2+3+4-5+6+7+8)	0
10. Deduct nonadmitted assets	
11. Statement value at end of current period (Line 9 minus Line 10)	0

SCHEDULE DB - PART B - VERIFICATION

Futures Contracts

NONE

1. Book/Adjusted carrying value, December 31 of prior year (Line 6, prior year)				0
2. Cumulative cash change (Section 1, Broker Name/Net Cash Deposits Footnote – Cumulative Cash Change column)				0
3.1 Add:				
Change in variation margin on open contracts – Highly Effective Hedges				
3.11 Section 1, Column 15, current year to date minus	0			
3.12 Section 1, Column 15, prior year	0	0		
Change in variation margin on open contracts – All Other				
3.13 Section 1, Column 18, current year to date minus	0			
3.14 Section 1, Column 18, prior year	0	0	0	
3.2 Add:				
Change in adjustment to basis of hedged item				
3.21 Section 1, Column 17, current year to date minus	0			
3.22 Section 1, Column 17, prior year	0	0		
Change in amount recognized				
3.23 Section 1, Column 19, current year to date minus	0			
3.24 Section 1, Column 19, prior year	0	0	0	
3.3 Subtotal (Line 3.1 minus Line 3.2)				0
4.1 Cumulative variation margin on terminated contracts during the year				
4.2 Less:				
4.21 Amount used to adjust basis of hedged item				
4.22 Amount recognized		0		
4.3 Subtotal (Line 4.1 minus Line 4.2)				0
5. Dispositions gains (losses) on contracts terminated in prior year:				
5.1 Total gain (loss) recognized for terminations in prior year				
5.2 Total gain (loss) adjusted into the hedged item(s) for terminations in prior year				
6. Book/Adjusted carrying value at end of current period (Lines 1+2+3.3-4.3-5.1-5.2)				0
7. Deduct total nonadmitted amounts				
8. Statement value at end of current period (Line 6 minus Line 7)				0

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E - VERIFICATION

(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	60,743,014	65,396,475
2. Cost of cash equivalents acquired	332,221,944	331,013,375
3. Accrual of discount	81,842	29,416
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals	(22)	1,939
6. Deduct consideration received on disposals	212,344,982	335,695,217
7. Deduct amortization of premium		2,974
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	180,701,796	60,743,014
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	180,701,796	60,743,014

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

SCHEDULE BA - PART 2

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

1	2	Location		5	6	7	8	9	10	11	12	13
		3	4									
CUSIP Identification	Name or Description	City	State	Name of Vendor or General Partner	NAIC Designation	Date Originally Acquired	Type and Strategy	Actual Cost at Time of Acquisition	Additional Investment Made After Acquisition	Amount of Encumbrances	Commitment for Additional Investment	Percentage of Ownership
4499999 – Subtotals - Unaffiliated								0	0	0	0	XXX
4599999 – Subtotals - Affiliated								0	0	0	0	XXX
4699999 Totals								0	0	0	0	XXX

SCHEDULE BA - PART 3

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

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

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
Bonds - U.S. States, Territories and Possessions									
13063C-8T-0	CALIFORNIA ST		08/09/2017	MORGAN STANLEY CO		4,904,800	4,000,000	7,222	1FE
25476F-UH-9	DIST OF COLUMBIA		07/28/2017	CITIGROUP GLOBAL MARKETS		5,445,366	4,555,000	38,591	1FE
68609B-X6-9	OREGON ST		07/26/2017	BARCLAYS CAPITAL		1,190,720	1,000,000	12,222	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						11,540,886	9,555,000	58,035	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
12343E-CR-9	BUTLER COUNTY UNIFIED SCHOOL DISTR		07/06/2017	VARIOUS		2,411,200	2,200,000	2,933	1FE
12343E-CT-5	BUTLER COUNTY UNIFIED SCHOOL DISTR		07/21/2017	FINANCIAL SECURITIES CORPORATION		1,506,250	1,250,000	4,688	1FE
287299-LN-9	ELK GROVE IL		08/16/2017	RBC CAPITAL MARKETS		770,299	660,000		1FE
358232-3B-0	FRESNO CALIFORNIA UNIFIED SCHOOL		07/26/2017	BARCLAYS CAPITAL		1,512,788	1,250,000	31,250	1FE
40727G-AS-1	HAMILTON CNTY OH ISSUES DTD		09/25/2017	JP MORGAN SECURITIES		1,213,370	1,000,000		1FE
419722-U6-8	HAWAII COUNTY HAWAII		07/24/2017	RAYMOND JAMES & ASSOC		2,599,823	2,150,000	6,271	1FE
495224-3S-4	ISSAQUAH SD 411 WA		08/10/2017	US BANCORP PIPER JAFFRAY		4,679,514	3,890,000		1FE
672325-E5-2	OAKLAND CA UNIF SCH DIST ALAMEDA		08/03/2017	MORGAN STANLEY CO		6,841,207	5,640,000	5,483	1FE
799038-GG-3	SAN MATEO CNT CA CMNTY CLLG DIST		08/03/2017	JEFFERIES		637,590	1,000,000		1FE
833209-LX-5	SNOHOMISH COUNTY SCHOOL DISTRICT		07/13/2017	DA DAVIDSON & COMPANY		1,096,439	1,020,000		1FE
833209-LY-3	SNOHOMISH COUNTY SCHOOL DISTRICT		07/13/2017	DA DAVIDSON & COMPANY		1,068,230	1,000,000		1FE
850000-6C-9	SPRING TX INDEP SCHOOL DIST		08/03/2017	PNC CAPITAL MARKETS LLC		3,033,350	2,500,000	7,986	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						27,370,060	23,560,000	58,611	XXX
Bonds - U.S. Special Revenue									
011839-NT-0	ALASKA HOUSING FINANCE CORP		07/20/2017	JEFFERIES		1,487,575	1,250,000		1FE
072024-VJ-8	BAY AREA CA TOLL AUTH		09/29/2017	MORGAN STANLEY CO		808,988	750,000	167	1FE
13032U-MR-6	CALIFORNIA HEALTH FACILITIES FIN		07/21/2017	BARCLAYS CAPITAL		1,127,834	895,000	10,317	1FE
677561-KK-7	CLEVELAND CLINIC HEALTH SYSTEM		08/09/2017	JP MORGAN SECURITIES		587,143	490,000		1FE
3128P8-EW-7	FHLMC POOL C91949		09/15/2017	SUNTRUST CAPITAL MARKETS INC		1,529,455	1,495,114	1,371	1
392274-W5-1	GTR ORLANDO FL AVIATION AUTH ARPRT		08/30/2017	RBC CAPITAL MARKETS		1,182,020	1,000,000		1FE
392274-W6-9	GTR ORLANDO FL AVIATION AUTH ARPRT		08/30/2017	RBC CAPITAL MARKETS		1,176,320	1,000,000		1FE
45506D-YY-5	INDIANA ST FIN AUTH REV		08/02/2017	RBC CAPITAL MARKETS		1,062,020	1,000,000	667	1FE
645790-LL-8	INSPIRA HEALTH NJ		08/04/2017	JP MORGAN SECURITIES		398,144	345,000		1FE
645790-LM-6	INSPIRA HEALTH NJ		08/04/2017	JP MORGAN SECURITIES		2,304,420	2,000,000		1FE
645790-LN-4	INSPIRA HEALTH NJ		08/04/2017	JP MORGAN SECURITIES		1,784,515	1,550,000		1FE
485424-RH-0	KANSAS ST DEPT OF TRANSPORT		09/28/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		770,406	625,000		1FE
485424-RJ-6	KANSAS ST DEPT OF TRANSPORT		09/28/2017	VARIOUS		2,356,587	1,925,000		1FE
485424-RK-3	KANSAS ST DEPT OF TRANSPORT		09/28/2017	BANK OF AMERICA SECURITIES LLC		1,523,550	1,250,000		1FE
485424-RL-1	KANSAS ST DEPT OF TRANSPORT		09/28/2017	BANK OF AMERICA SECURITIES LLC		757,500	625,000		1FE
485424-RM-9	KANSAS ST DEPT OF TRANSPORT		09/28/2017	BANK OF AMERICA SECURITIES LLC		1,507,725	1,250,000		1FE
576000-VF-7	MASSACHUSETTS SCHOOL BUILDING AUTH		07/20/2017	GOLDMAN SACHS		1,070,560	1,000,000	7,778	1FE
586158-PZ-4	MEMPHIS TN ELEC SYS REV		09/15/2017	RAYMOND JAMES & ASSOC		1,239,570	1,000,000		1FE
58616P-BJ-6	MEMPHIS TN GAS SYSTEM REV		09/15/2017	RAYMOND JAMES & ASSOC		1,344,933	1,085,000		1FE
58616P-BL-1	MEMPHIS TN GAS SYSTEM REV		09/15/2017	RAYMOND JAMES & ASSOC		613,180	500,000		1FE
646136-TG-6	NJ ST TRANSPORT TRUST FUND AUTH		07/24/2017	THE MUNICENTER		15,000	20,000		1FE
67766W-XX-5	OHIO ST WTR DEV AUTH WTR		08/16/2017	JEFFERIES		1,225,360	1,000,000	16,806	1FE
762197-WH-0	RHODE ISLAND HEALTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		148,893	125,000		1FE
762197-VP-3	RHODE ISLAND ST HLTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		296,118	250,000		1FE
796253-7C-0	SAN ANTONIO TX E&G		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		1,833,510	1,500,000		1FE
796253-7E-6	SAN ANTONIO TX E&G		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		1,512,000	1,250,000		1FE
796253-7F-3	SAN ANTONIO TX E&G		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		126,499	105,000		1FE
796253-7D-8	SAN ANTONIO TX ELEC & GAS REV		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		1,239,769	1,020,000		1FE
812631-NW-5	SEATTLE WA DRAINAGE AND WASTEWATER		09/25/2017	PNC CAPITAL MARKETS LLC		1,643,340	1,500,000	14,833	1FE
837545-LS-9	SOUTH DAKOTA SRF		08/04/2017	WELLS FARGO BROKER SERVICES LLC		2,953,913	2,410,000		1FE
837545-LV-2	SOUTH DAKOTA SRF		08/04/2017	WELLS FARGO BROKER SERVICES LLC		2,383,349	1,965,000		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						38,010,196	32,180,114	51,939	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
24713G-AB-8	DELPHI AUTOMOTIVE PLC		07/31/2017	CITIGROUP GLOBAL MARKETS		896,347	840,000	1,785	2FE
00287Y-AQ-2	ABBVIE INC		07/26/2017	CITIGROUP GLOBAL MARKETS		1,303,256	1,260,000	9,702	2FE
032654-AN-5	ANALOG DEVICES INC		08/07/2017	MARKET TAXESS		856,996	840,000	5,033	2FE
00185A-AK-0	AON PLC		08/02/2017	WELLS FARGO BROKER SERVICES LLC		1,328,405	1,260,000	7,053	2FE
06051G-FS-3	BANK OF AMERICA CORP		07/26/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		1,767,626	1,700,000	32,938	2FE
06051G-GU-7	BANK OF AMERICA CORP		09/27/2017	BANK OF AMERICA MERRILL LYNCH SECURITIES		5,010,050	5,000,000	3,011	2FE

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends	10 NAIC Designation or Market Indicator (a)
06738E-AE-5	BARCLAYS PLC		07/26/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		854,131	850,000	11,634	2FE
14040H-BF-1	CAPITAL ONE FINANCIAL CORP		08/09/2017	CITIGROUP GLOBAL MARKETS		1,747,815	1,690,000	19,365	2FE
172967-KW-0	CITIGROUP INC		09/25/2017	BANK OF AMERICA MERRILL LYNCH SECURITIES		5,086,400	5,000,000	19,449	2FE
126650-CU-2	CVS HEALTH CORP		07/26/2017	MORGAN STANLEY CO		616,096	630,000	3,019	2FE
233046-AF-8	DNKN 2017-1A		09/14/2017	GUGGENHEIM CAPITAL MARKETS		15,000,000	15,000,000		2AM
34529S-AA-7	FORD CREDIT AUTO OWNER TRUST		09/12/2017	BANK OF AMERICA MERRILL LYNCH SECURITIES		4,049,553	4,050,000		1FE
686337-AB-2	ORKNEY 2005-2A A2		08/03/2017	SOCIETE GENERALE STRAUSS		30,014,550	48,356,736	191,439	1AM
709599-AW-4	PENSKE TRUCK LEASING 144A		07/28/2017	VARIOUS		834,208	840,000	6,109	2FE
709599-AY-0	PENSKE TRUCK LEASING CO		09/12/2017	WELLS FARGO BROKER SERVICES LLC		763,256	765,000		2FE
747525-AS-2	QUALCOMM INC		09/21/2017	BARCLAYS CAPITAL		5,028,550	5,000,000	15,875	1FE
95000M-BP-5	WELLS FARGO COMMERCIAL MTG TRUST		08/15/2017	BARCLAYS CAPITAL		5,022,070	5,000,000	7,237	1FM
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						80,179,309	98,081,736	333,649	XXX
8399997 - Subtotals - Bonds - Part 3						157,100,451	163,376,851	502,234	XXX
8399999 - Subtotals - Bonds						157,100,451	163,376,851	502,234	XXX
9999999 Totals						157,100,451	XXX	502,234	XXX

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

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	11	12	13	14	15	16	17	18	19	20	21	22
										Change in Book/Adjusted Carrying Value											
CUSIP Identi-fication	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 Desig-nation or Market Indicator (a)
Bonds - U.S. Governments																					
36202F-SE-7	G2 5017		09/20/2017	PRINCIPAL RECEIPT		204,329	204,329	227,061	228,872		(24,543)		(24,543)		204,329			0	5,898	04/20/2041	1
3620AC-5Y-6	GNMA 30 YR		09/15/2017	PRINCIPAL RECEIPT		24,655	24,655	25,650	25,650				0		25,650		(995)	(995)	739	10/15/2039	1
36295N-NT-0	GNMA PASST 675502		09/15/2017	PRINCIPAL RECEIPT		8,794	8,794	9,174	9,158		(364)		(364)		8,794			0	258	06/15/2023	1
3620A5-MN-6	GNMA PASST 719565		09/15/2017	PRINCIPAL RECEIPT		2,496	2,496	2,590	2,586		(90)		(90)		2,496			0	67	09/15/2024	1
36202E-Q2-8	GNMA PASSTHRU 004073		09/20/2017	PRINCIPAL RECEIPT		2,697	2,697	2,958	2,954		(257)		(257)		2,697			0	99	01/20/2038	1
36202E-RE-1	GNMA PASSTHRU 004085		09/20/2017	PRINCIPAL RECEIPT		5,986	5,986	6,564	6,571		(585)		(585)		5,986			0	231	02/20/2038	1
36202E-TA-7	GNMA PASSTHRU 004145		09/20/2017	PRINCIPAL RECEIPT		2,429	2,429	2,664	2,668		(239)		(239)		2,429			0	90	05/20/2038	1
36202E-WE-5	GNMA PASSTHRU 004245		09/20/2017	PRINCIPAL RECEIPT		2,282	2,282	2,502	2,510		(228)		(228)		2,282			0	84	09/20/2038	1
36295B-5R-0	GNMA PASSTHRU 666056		09/15/2017	PRINCIPAL RECEIPT		4,726	4,726	5,027	5,014		(287)		(287)		4,726			0	131	03/15/2023	1
36296A-WC-4	GNMA PASSTHRU 685643		09/15/2017	PRINCIPAL RECEIPT		7,245	7,245	7,575	7,555		(310)		(310)		7,245			0	199	04/15/2023	1
36296F-JW-4	GNMA PASSTHRU 689777		09/15/2017	PRINCIPAL RECEIPT		764	764	794	792		(28)		(28)		764			0	21	07/15/2023	1
36296J-M3-6	GNMA PASSTHRU 692578		09/15/2017	PRINCIPAL RECEIPT		12,084	12,084	13,173	13,124		(1,040)		(1,040)		12,084			0	400	05/15/2039	1
36296K-P4-8	GNMA PASSTHRU 693543		09/15/2017	PRINCIPAL RECEIPT		12,947	12,947	13,505	13,482		(536)		(536)		12,947			0	388	07/15/2023	1
36296N-ZS-8	GNMA PASSTHRU 696553		09/15/2017	PRINCIPAL RECEIPT		192	192	198	198		(6)		(6)		192			0	5	08/15/2023	1
36296U-ZS-2	GNMA PASSTHRU 701953		09/15/2017	PRINCIPAL RECEIPT		1,042	1,042	1,084	1,084		(41)		(41)		1,042			0	31	06/15/2024	1
36296X-X9-0	GNMA PASSTHRU 704604		09/15/2017	PRINCIPAL RECEIPT		3,892	3,892	4,037	4,032		(140)		(140)		3,892			0	113	07/15/2024	1
3620A2-EJ-1	GNMA PASSTHRU 716637		09/15/2017	PRINCIPAL RECEIPT		6,381	6,381	6,557	6,551		(170)		(170)		6,381			0	184	08/15/2024	1
3620A3-SN-5	GNMA PASSTHRU 717925		09/15/2017	PRINCIPAL RECEIPT		13,737	13,737	13,737	13,737				0		13,737			0	368	09/15/2024	1
3620A3-XL-3	GNMA PASSTHRU 718083		09/15/2017	PRINCIPAL RECEIPT		41,351	41,351	42,334	42,299		(948)		(948)		41,351			0	1,101	12/15/2024	1
3620A4-WJ-7	GNMA PASSTHRU 718949		09/15/2017	PRINCIPAL RECEIPT		4,628	4,628	4,792	4,786		(158)		(158)		4,628			0	134	10/15/2024	1
3620AA-R6-7	GNMA PASSTHRU 724209		09/15/2017	PRINCIPAL RECEIPT		1,379	1,379	1,424	1,423		(44)		(44)		1,379			0	42	08/15/2024	1
3620AC-U9-3	GNMA PASSTHRU 726108		09/15/2017	PRINCIPAL RECEIPT		18,045	18,045	18,595	18,577		(531)		(531)		18,045			0	441	12/15/2024	1
3620AC-2Q-6	GNMA PASSTHRU 726283		09/15/2017	PRINCIPAL RECEIPT		4,223	4,223	4,435	4,428		(205)		(205)		4,223			0	126	09/15/2024	1
3620AD-AL-6	GNMA PASSTHRU 726411		09/15/2017	PRINCIPAL RECEIPT		7,094	7,094	7,302	7,302		(208)		(208)		7,094			0	211	10/15/2024	1
3620AF-Y3-5	GNMA PASSTHRU 728930		09/15/2017	PRINCIPAL RECEIPT		8,053	8,053	8,275	8,275		(222)		(222)		8,053			0	213	12/15/2024	1
36179M-E4-8	GNMA PASSTHRU MA0155		09/20/2017	PRINCIPAL RECEIPT		450,159	450,159	495,756	474,657		(24,498)		(24,498)		450,159			0	11,115	06/20/2042	1
912828-HA-1	TREASURY NOTE		08/15/2017	MATURITY		3,882,000	3,882,000	3,909,088	3,890,206		(8,206)		(8,206)		3,882,000			0	184,395	08/15/2017	1
912828-HH-6	US TREASURY		09/22/2017	BNP PARISBAS SEC CORP		552,404	550,000	556,277			(9,377)	277	(9,654)		552,481		(76)	(76)	20,136	11/15/2017	1
0599999 - Bonds - U.S. Governments						5,286,014	5,283,613	5,393,128	4,798,491	0	(73,261)	277	(73,538)	0	5,287,086	0	(1,071)	(1,071)	227,220	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
57582P-FX-3	MASSACHUSETTS ST GO		08/01/2017	CALLED @ 100.0000000		2,100,000	2,100,000	2,111,483	2,107,704		(7,704)		(7,704)		2,100,000			0	105,000	08/01/2037	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						2,100,000	2,100,000	2,111,483	2,107,704	0	(7,704)	0	(7,704)	0	2,100,000	0	0	0	105,000	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
167615-SW-4	CHICAGO PARK DISTRICT		08/02/2017	LOOP CAPITAL MARKETS, LLC		1,094,300	1,000,000	1,089,400	1,068,509		(5,051)		(5,051)		1,063,458		30,842	30,842	55,000	01/01/2033	1FE
167615-SX-2	CHICAGO PARK DISTRICT		08/02/2017	LOOP CAPITAL MARKETS, LLC		1,636,935	1,500,000	1,627,860	1,598,037		(7,216)		(7,216)		1,590,820		46,115	46,115	82,500	01/01/2034	1FE
167615-SY-0	CHICAGO PARK DISTRICT		08/02/2017	LOOP CAPITAL MARKETS, LLC		1,170,557	1,075,000	1,162,193	1,141,893		(4,916)		(4,916)		1,136,977		33,580	33,580	59,125	01/01/2035	1FE
167615-TQ-6	CHICAGO PARK DISTRICT		08/02/2017	LOOP CAPITAL MARKETS, LLC		2,883,641	2,625,000	2,875,031	2,816,452		(14,149)		(14,149)		2,802,303		81,338	81,338	144,375	01/01/2032	1FE
167615-TS-2	CHICAGO PARK DISTRICT		08/02/2017	LOOP CAPITAL MARKETS, LLC		1,198,259	1,095,000	1,192,893	1,170,017		(5,531)		(5,531)		1,164,486		33,772	33,772	60,225	01/01/2033	1FE
167615-TZ-6	CHICAGO PARK DISTRICT		08/03/2017	MESIROW		2,525,378	2,245,000	2,523,807	2,457,663		(15,970)		(15,970)		2,441,693		83,685	83,685	123,787	01/01/2028	1FE
167615-UA-9	CHICAGO PARK DISTRICT		08/03/2017	MESIROW		1,567,020	1,400,000	1,559,418	1,521,764		(9,108)		(9,108)		1,512,657		54,363	54,363	77,194	01/01/2029	1FE
167615-UC-5	CHICAGO PARK DISTRICT		08/03/2017	MESIROW		4,915,192	4,445,000	4,894,523	4,788,933		(25,598)		(25,598)		4,763,335		151,857	151,857	245,092	01/01/2031	1FE
283767-5T-4	TX EL PASO SD GO C17 S07		08/15/2017	CALLED @ 100.0000000		5,670,000	5,670,000	6,239,280	5,725,408		(55,408)		(55,408)		5,670,000			0	283,500	08/15/2025	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						22,661,282	21,055,000	23,164,405	22,288,676	0	(142,947)	0	(142,947)	0	22,145,729	0	515,552	515,552	1,130,798	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																					
20775C-QB-3	CONNECTICUT ST HSG FIN AUTH HS		09/12/2017	CALLED @ 100.0000000		5,000	5,000	5,370			(19)		(19)		5,351		(351)	(351)		11/15/2047	1FE
3138WH-SW-3	FEDERAL NATIONAL MTG ASSOC #AS7732		09/25/2017	PRINCIPAL RECEIPT		560,996	560,996	584,940	584,162		(23,166)		(23,166)		560,996			0	10,308	08/01/2041	1
3128MC-KA-2	FGLMC 15 YR		09/15/2017	PRINCIPAL RECEIPT		42,297	42,297	44,236	43,866		(1,570)		(1,570)		42,297			0	1,252	10/01/2024	1
312964-B3-2	FGLMC 15 YR		09/15/2017	PRINCIPAL RECEIPT		18,655	18,655	19,951	19,078		(423)		(423)		18,655			0	597	01/01/2019	1
31306X-QS-5	FGLMC 15 YR		09/15/2017	PRINCIPAL RECEIPT		136,489	136,489	143,228	141,957				0		141,957		(5,468)	(5,468)	2,032	09/01/2027	1
3132QP-X5-8	FHLMC GOLD 30YR		09/15/2017	PRINCIPAL RECEIPT		121,654	121,654	121,552	121,550		104		104		121,654			0	1,961	05/01/2045	1
3132QP-X8-2	FHLMC GOLD 30YR		09/15/2017	PRINCIPAL RECEIPT		119,670	119,670	119,468	119,468		202		202		119,670			0	2,370	05/01/2045	1
3132QP-Y5-7	FHLMC GOLD 30YR		07/26/2017	VARIOUS		4,846,654	4,693,415	4,875,287	4,873,750		(1,352)		(1,352)		4,872,398		(25,744)	(25,744)	108,181	05/01/2045	1
3137B4-WA-0	FHLMC REMIC SERIES K-033		09/25/2017	PRINCIPAL RECEIPT		151,468	151,468	154,496	153,420				0		153,420		(1,953)	(1,953)	2,665	02/25/2023	1
3128MJ-YY-0	FHLMG #G08726		09/15/2017	PRINCIPAL RECEIPT		42,571	42,571	44,274	44,234		(1,664)		(1,664)		42,571			0	746	10/11/2046	1
3138EH-R6-1	FNMA 15 YR		09/25/2017	PRINCIPAL RECEIPT		130,274	130,274	135,906	135,906		(5,632)		(5,632)		130,274			0	2,762	01/01/2027	1
31410G-W6-6	FNMA 15 YR		09/25/2017	PRINCIPAL RECEIPT		13,728	13,728	14,786	13,994		(266)		(266)		13,728			0	474	01/01/2021	1
31416W-H6-2	FNMA 15 YR		09/25/2017	PRINCIPAL RECEIPT		36,005	36,005	37,054	36,822		(817)		(817)		36,005			0	890	06/01/2025	1
45200B-6F-0	ILLINOIS FA - UNIV OF CHICAGO		07/01/2017	CALLED @ 100.0000000		5,000,000	5,000,000	5,093,650	5,007,183		(7,183)		(7,183)		5,000,000			0	250,000	07/01/2046	1FE
57583R-PC-3	MASSACHUSETTS ST DEV FIN AGY		07/01/2017	CALLED @ 100.0000000		7,250,000	7,250,000	7,446,533	7,267,601		(17,601)		(17,601)		7,250,000			0	362,500	07/01/2042	1FE
60636X-8E-6	MO HSG SF PAC		09/01/2017	CALLED @ 100.0000000		90,000	90,000	96,935	90,000				0		90,000			0	2,275	11/01/2027	1FE

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 Identi- fication	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 Desig- nation or Market Indicator (a)
60535G-AX-0	MS HSG PAC		09/01/2017	CALLED @ 100.0000000		60,000	60,000	64,623	61,899		(297)		(297)		61,601		(1,601)	(1,601)	1,849	12/01/2031	1FE
64972G-NY-6	NEW YORK NY CITY MUN WTR UNREFUND		07/11/2017	CALLED @ 100.0000000		2,230,000	2,230,000	2,286,424	2,234,458		(4,458)		(4,458)		2,230,000			0	63,803	06/15/2038	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						20,855,461	20,702,221	21,288,713	20,949,348	0	(64,142)	0	(64,142)	0	20,890,577	0	(35,117)	(35,117)	814,665	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
01449T-AA-1	ALESCO PREF FDG IX	D	09/23/2017	PRINCIPAL RECEIPT		6,918	6,918	3,882	4,380		2,538		2,538		6,918			0	80	06/23/2036	1FE
01449C-AB-6	ALESCO PREF FDG VIII	D	09/23/2017	PRINCIPAL RECEIPT		21,056	21,056	11,816	12,359		8,697		8,697		21,056			0	247	12/23/2035	1FE
01450D-AB-0	ALESCO PREF FDG XII	D	07/15/2017	PRINCIPAL RECEIPT		1,157	1,157	649	695		462		462		1,157			0	7	07/15/2037	2FE
092650-AD-2	BLADE 2006-1AW A1		09/15/2017	PRINCIPAL RECEIPT		1,083,904	1,083,904	514,252	285,599		567,416		567,416		1,083,904			0	208	09/15/2041	1AM
092650-AF-7	BLADE 2006-1AWA A1		09/15/2017	PRINCIPAL RECEIPT		795,991	795,991	399,772	41,038		396,258		396,258		795,991			0	329	09/15/2041	1AM
89708B-AB-9	TROPIC CDO CORP OTHE		07/16/2017	PRINCIPAL RECEIPT		3,639	3,639	2,002	2,034		1,606		1,606		3,639			0	37	07/15/2036	2FE
000292-AB-8	AAA 2007-2 A2		09/25/2017	PRINCIPAL RECEIPT		540	540	386	391		160	11	149		540			0		01/27/2046	1FM
000759-DG-2	ABFS 2003-1 M		09/15/2017	PRINCIPAL RECEIPT		25,032	25,032	21,781	21,781		3,251		3,251		25,032			0		08/15/2033	1FM
000759-DM-9	ABFS MORTGAGE LOAN TRUST 2003-2		09/25/2017	PRINCIPAL RECEIPT		76,909	76,909	68,692	71,223		5,686		5,686		76,909			0		04/25/2034	1FM
02660Y-AA-0	AHM 2006-2 5A MTGE		09/25/2017	PRINCIPAL RECEIPT		245,492	245,492	183,115	181,335		64,157		64,157		245,492			0		05/25/2031	1AM
G0159X-AA-7	ALESCO PREFERRED FUNDING LTD		09/23/2017	PRINCIPAL RECEIPT		1,260	1,260	707	743		517		517		1,260			0	8	12/23/2037	1FE
058521-AC-9	BALLANTYNE RE PLC 2006-1A A2B		09/02/2017	PRINCIPAL RECEIPT		574,554	574,554	212,185	223,092		351,462		351,462		574,554			0		05/02/2036	6FE
05950C-AA-0	BANC OF AMERICA FUNDING CORPORATIO		09/27/2017	PRINCIPAL RECEIPT		5,166	5,166	6,118	6,058		(884)	8	(892)		5,166			0		02/27/2036	1AM
05950C-AB-8	BANC OF AMERICA FUNDING CORPORATIO		09/27/2017	PRINCIPAL RECEIPT		106,386	106,386	125,994	124,763		(18,211)	166	(18,377)		106,386			0		02/27/2036	1AM
05531F-AQ-6	BB&T CORPORATION		09/21/2017	JP MORGAN SECURITIES		3,018,750	3,000,000	2,987,910	2,994,782		1,780		1,780		2,996,562		22,188	22,188	77,625	02/01/2019	1FE
20826F-AL-0	CONOCOPHILLIPS CO		08/01/2017	CALLED @ 100.1410000		4,005,640	4,000,000	3,991,944	4,001,228		2,153	9,062	(6,909)		3,994,319		11,321	11,321	42,667	05/15/2018	1FE
22541N-EP-0	CSFB MTG PTC 2002-AR25		09/25/2017	PRINCIPAL RECEIPT		2,686	2,686	356	364		2,322		2,322		2,686			0		09/25/2032	3FM
021490-AE-0	CWALT INC 2007 OA10		09/25/2017	PRINCIPAL RECEIPT		30,331	30,331	19,087	33,738		10,954	14,362	(3,408)		30,331			0		09/25/2047	1FM
24703B-AC-9	DELL EQUIP FIN TR 2015-1		07/22/2017	PRINCIPAL RECEIPT		97,462	97,462	97,455	97,459		3		3		97,462			0	772	03/23/2020	1FE
31393X-4A-2	FNMA REMIC TRUST 2004-W4		09/25/2017	PRINCIPAL RECEIPT		29,203	29,203	24,565	24,565		4,638		4,638		29,203			0		06/25/2034	1AM
38013G-AC-3	GM FINL AUTO LEASE TR 2015-2		09/29/2017	VARIOUS		4,092,014	4,090,228	4,090,016	4,090,133		59		59		4,090,191		1,822	1,822	51,613	12/20/2018	1FE
36185H-EC-3	GMACM MTG LN TR 2004-GH1		09/25/2017	PRINCIPAL RECEIPT		17,734	17,734	7,983	7,991		9,743		9,743		17,734			0		07/25/2035	1AM
39539B-AB-9	GREENPOINT MORTGAGE FUNDING TRUST		09/12/2017	PRINCIPAL RECEIPT		482,749	482,749	446,466	447,669		35,080		35,080		482,749			0		03/12/2037	1AM
36248G-AB-6	GS MTG SECS TR 2013-GCJ16		09/12/2017	PRINCIPAL RECEIPT		399,588	399,588	416,112	408,324				0		408,324		(8,736)	(8,736)	7,191	11/13/2046	1FM
362246-AA-8	GSAA HOME EQUITY TRUST		09/25/2017	PRINCIPAL RECEIPT		269,300	269,300	215,116	215,720		53,580		53,580		269,300			0		02/25/2037	1AM
46257@-AC-5	IA AGENCY OBLIGATION		07/20/2017	Sink PMT @ 100.0000000		28,000	28,000	6,024	28,000				0		28,000			0		06/25/2018	1
46639Y-AM-9	JP MORGAN CHASE CMBS 2013-LC11		08/17/2017	PRINCIPAL RECEIPT		707,797	707,797	707,792	714,847		32,381	39,431	(7,050)		707,797			0	8,695	04/17/2046	1FM
46640N-AB-4	JPMBB COML MTG SEC TR 2013-C15		08/17/2017	VARIOUS		3,336,612	3,305,943	3,405,380	3,358,102		(20,250)		(20,250)		3,337,852		(1,240)	(1,240)	108,555	11/17/2045	1FM
59066R-AE-7	MESA 2002-1 B1		09/18/2017	PRINCIPAL RECEIPT		39,417	39,417	32,563	32,563				0		32,563		6,854	6,854	1,422	02/18/2033	1FM
55274L-AD-8	MESA 2002-3 M2		09/18/2017	PRINCIPAL RECEIPT		28,587	28,587	28,552	29,586		(999)		(999)		28,587			0		10/18/2032	1FM
61690K-AB-8	MS BOFAML TRUST 2013-C7		09/15/2017	PRINCIPAL RECEIPT		233,018	233,018	233,098	234,921		1,970	3,873	(1,903)		233,018			0	2,734	02/16/2046	1FM
63946C-AD-0	NBCUNIVERSAL ENTERPRISE		09/21/2017	MARKET TAXESS		2,708,397	2,700,000	2,702,484	2,701,379		(429)		(429)		2,700,950		7,447	7,447	50,337	04/15/2019	1FE
68401N-AE-1	OPTION ONE OOWLT 2004-1 M		09/25/2017	PRINCIPAL RECEIPT		56,059	56,059	40,482	40,491		16,421	853	15,568		56,059			0		02/25/2034	1FM
872227-AH-6	TBW MTG BKD TR 2007-2		09/25/2017	PRINCIPAL RECEIPT		480,210	480,210	293,698	327,067		153,143		153,143		480,210			0		07/25/2037	1FM
88158A-AJ-1	TERWIN MORTGAGE TRUST 07-09 SL		09/25/2017	PRINCIPAL RECEIPT		153,829	153,829	78,813	85,980		67,849		67,849		153,829			0		06/25/2038	1FM
88158A-AA-0	TERWIN MTG TR 2007-SL9		09/25/2017	PRINCIPAL RECEIPT		97,416	97,416	90,615	90,098		7,396	78	7,318		97,416			0		06/25/2038	1FM
G9301N-AA-7	US CAPITAL FUNDING LTD		07/10/2017	PRINCIPAL RECEIPT		1,501	1,501	825	913		588		588		1,501			0	9	10/10/2040	1AM
96033D-AC-4	WESTGATE RESORTS 2017 1A A		09/20/2017	PRINCIPAL RECEIPT		289,285	289,285	288,934			350		350		289,285			0	2,570	12/20/2030	1FE
92930R-AB-8	WFRBS COML MTG TR 2012-C9		09/15/2017	PRINCIPAL RECEIPT		2,097,374	2,097,374	2,096,969	2,110,036		3,874	16,536	(12,662)		2,097,374			0	22,503	11/17/2045	1FM
92937E-AB-0	WFRBS COML MTG TR 2013-C11		09/15/2017	PRINCIPAL RECEIPT		364,666	364,666	375,601	367,888				0		367,888		(3,222)	(3,222)	4,291	03/17/2045	1FM
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						26,015,629	25,950,387	24,230,191	23,419,335	0	1,765,721	84,380	1,681,341	0	25,979,194	0	36,434	36,434	381,900	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						76,918,386	75,091,222	76,187,920	73,563,554	0	1,477,667	84,657	1,393,010	0	76,402,586	0	515,798	515,798	2,659,583	XXX	XXX
8399999 - Subtotals - Bonds						76,918,386	75,091,222	76,187,920	73,563,554	0	1,477,667	84,657	1,393,010	0	76,402,586	0	515,798	515,798	2,659,583	XXX	XXX
Common Stocks - Parent, Subsidiaries, and Affiliates																					

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 Identi-fication	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 Desig-nation or Market Indicator (a)
62619#-10-9	MUNICIPAL ASSURANCE HOLDINGS INC.		09/30/2017	RETURN OF CAPITAL		98,250,000	XXX	98,250,000	98,250,000				0		98,250,000			0		XXX	
9199999 - Common Stocks - Parent, Subsidiaries and Affiliates						98,250,000	XXX	98,250,000	98,250,000	0	0	0	0	0	98,250,000	0	0	0	0	XXX	XXX
9799997 - Subtotals - Common Stocks - Part 4						98,250,000	XXX	98,250,000	98,250,000	0	0	0	0	0	98,250,000	0	0	0	0	XXX	XXX
9799999 - Subtotals - Common Stocks						98,250,000	XXX	98,250,000	98,250,000	0	0	0	0	0	98,250,000	0	0	0	0	XXX	XXX
9899999 - Subtotals - Preferred and Common Stocks						98,250,000	XXX	98,250,000	98,250,000	0	0	0	0	0	98,250,000	0	0	0	0	XXX	XXX
9999999 Totals						175,168,386	XXX	174,437,920	171,813,554	0	1,477,667	84,657	1,393,010	0	174,652,586	0	515,798	515,798	2,659,583	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 1 - CASH

Month End Depository Balances

1		2	3	4	5	Book Balance at End of Each Month During Current Quarter			9
				Amount of Interest Received During Current Quarter	Amount of Interest Accrued at Current Statement Date	6	7	8	
Depository		Code	Rate of Interest			First Month	Second Month	Third Month	*
Open Depositories									
JP MORGAN CHASE	NEW YORK, NEW YORK					32,009,169	11,332,979	4,416,583	XXX
JP MORGAN CHASE	LONDON, UNITED KINGDOM					510,867	556,310	620,727	XXX
NATIONAL AUSTRALIA BANK	SYDNEY, AUSTRALIA					127,493	95,473	108,852	XXX
BNY MELLON	NEW YORK, NEW YORK					31,763	35,538	15,663	XXX
WELLS FARGO BANK	SAN FRANCISCO, CALIFORNIA					1,133,634	1,086,878	1,373,618	XXX
BROWN BROTHERS HARRIMAN	NEW YORK, NEW YORK					67	67	64	XXX
CACEIS	PARIS, FRANCE					(226)	(318)	0	XXX
0199998 Deposits in .... depositories that do not exceed the allowable limit in any one depository (See Instructions) - Open Depositories		XXX	XXX						XXX
0199999 Total Open Depositories		XXX	XXX	0	0	33,812,767	13,106,927	6,535,507	XXX
0399999 Total Cash on Deposit		XXX	XXX	0	0	33,812,767	13,106,927	6,535,507	XXX
0499999 Cash in Company's Office		XXX	XXX	XXX	XXX	2,222	2,367	2,367	XXX
0599999 Total		XXX	XXX	0	0	33,814,989	13,109,294	6,537,874	XXX

SCHEDULE E - PART 2 - CASH EQUIVALENTS

Show Investments Owned End of Current Quarter

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Amount Received During Year
Bonds: U.S. Governments - Issuer Obligations							
TREASURY BILL		09/26/2017		10/12/2017	6,698,311		768
TREASURY BILL		09/27/2017		10/26/2017	43,971,969		5,496
TREASURY BILL		09/29/2017		11/02/2017	39,969,169		1,925
0199999 - Bonds: U.S. Governments - Issuer Obligations					90,639,449	0	8,189
0599999 - Bonds: U.S. Governments - Subtotals					90,639,449	0	8,189
Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations							
CASH RESERVE FUND		09/30/2017		09/30/9999	90,062,346		289,937
3299999 - Industrial and Miscellaneous (Unaffiliated) - Issuer Obligations					90,062,346	0	289,937
3899999 - Industrial and Miscellaneous (Unaffiliated) - Subtotals					90,062,346	0	289,937
7799999 - Total Bonds - Subtotals - Issuer Obligations					180,701,795	0	298,126
8399999 - Total Bonds - Subtotals - Bonds					180,701,795	0	298,126
8699999 Total Cash Equivalents					180,701,795	0	298,126