



QUARTERLY STATEMENT

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

ASSURED GUARANTY MUNICIPAL CORP.

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

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

Country of Domicile United States

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

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

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

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

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

Internet Web Site Address www.assuredguaranty.com

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

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

OFFICERS

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

OTHER OFFICERS

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

DIRECTORS OR TRUSTEES

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

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
Dominic John Frederico
President & Chief Executive Officer

James Michael Michener
James Michael Michener
Executive Vice President & Secretary

Donald Hal Paston
Donald Hal Paston
Treasurer

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

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

Eileen M. Lanzisera

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

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

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	3,849,461,885		3,849,461,885	4,074,773,849
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks	848,804,065		848,804,065	484,806,811
3. Mortgage loans on real estate:				
3.1 First liens			0	0
3.2 Other than first liens			0	0
4. Real estate:				
4.1 Properties occupied by the company (less \$ encumbrances)			0	0
4.2 Properties held for the production of income (less \$ encumbrances)			0	0
4.3 Properties held for sale (less \$ encumbrances)			0	0
5. Cash (\$3,242,317), cash equivalents (\$495,210,612) and short-term investments (\$315,002)	498,767,931		498,767,931	127,000,309
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives	0		0	0
8. Other invested assets	394,907,259		394,907,259	371,616,172
9. Receivables for securities			0	0
10. Securities lending reinvested collateral assets			0	0
11. Aggregate write-ins for invested assets	0	0	0	0
12. Subtotals, cash and invested assets (Lines 1 to 11)	5,591,941,140	0	5,591,941,140	5,058,197,141
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	41,175,344		41,175,344	38,980,926
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	60,075,195	133,614	59,941,581	14,116,543
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	2,782,913		2,782,913	(381,736)
16.2 Funds held by or deposited with reinsured companies			0	0
16.3 Other amounts receivable under reinsurance contracts			0	0
17. Amounts receivable relating to uninsured plans			0	0
18.1 Current federal and foreign income tax recoverable and interest thereon			0	0
18.2 Net deferred tax asset	92,046,241	27,876,736	64,169,505	156,992,197
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software	716,429	532,085	184,344	153,590
21. Furniture and equipment, including health care delivery assets (\$)	25,186,015	25,186,015	0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates	359,105		359,105	2,707,641
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	9,243,625	3,496,139	5,747,486	8,368,538
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	5,823,526,007	57,224,589	5,766,301,418	5,279,134,840
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	5,823,526,007	57,224,589	5,766,301,418	5,279,134,840
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Miscellaneous receivables	106,936		106,936	2,863,141
2502. Prepaid Expenses	2,125,263	2,125,263	0	0
2503. Other Assets	7,011,426	1,370,876	5,640,550	5,505,397
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	9,243,625	3,496,139	5,747,486	8,368,538

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$0)	533,114,386	407,625,675
2. Reinsurance payable on paid losses and loss adjustment expenses		0
3. Loss adjustment expenses	8,993,998	2,893,520
4. Commissions payable, contingent commissions and other similar charges		0
5. Other expenses (excluding taxes, licenses and fees)	30,791,632	33,676,177
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	575,407	(1,019,231)
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	76,272,011	88,194,589
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 \$687,887,708 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act)	1,237,195,060	1,155,247,411
10. Advance premium		0
11. Dividends declared and unpaid:		
11.1 Stockholders		0
11.2 Policyholders		0
12. Ceded reinsurance premiums payable (net of ceding commissions)	8,630,462	15,797,112
13. Funds held by company under reinsurance treaties	26,958,984	39,632,155
14. Amounts withheld or retained by company for account of others	(912)	(263)
15. Remittances and items not allocated		0
16. Provision for reinsurance (including \$ certified)	1,097,625	0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	107,879,796	37,135,271
20. Derivatives	0	0
21. Payable for securities	61,259,440	0
22. Payable for securities lending		0
23. Liability for amounts held under uninsured plans		0
24. Capital notes \$ and interest thereon \$		0
25. Aggregate write-ins for liabilities	1,351,180,040	1,233,334,649
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	3,443,947,929	3,012,517,065
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	3,443,947,929	3,012,517,065
29. Aggregate write-ins for special surplus funds	0	0
30. Common capital stock	15,000,000	15,000,000
31. Preferred capital stock		0
32. Aggregate write-ins for other than special surplus funds	0	0
33. Surplus notes		0
34. Gross paid in and contributed surplus	477,204,782	477,204,782
35. Unassigned funds (surplus)	1,830,148,707	1,774,412,993
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 30 \$)		0
36.2 shares preferred (value included in Line 31 \$)		0
37. Surplus as regards policyholders (Lines 29 to 35, less 36)	2,322,353,489	2,266,617,775
38. Totals (Page 2, Line 28, Col. 3)	5,766,301,418	5,279,134,840
DETAILS OF WRITE-INS		
2501. Contingency Reserve.....	1,200,646,873	1,073,839,424
2502. Deferred Investment Gain.....	58,148,724	67,668,761
2503. Miscellaneous Liability.....	92,384,443	91,826,464
2598. Summary of remaining write-ins for Line 25 from overflow page	0	0
2599. Totals (Lines 2501 through 2503 plus 2598) (Line 25 above)	1,351,180,040	1,233,334,649
2901.		
2902.		
2903.		
2998. Summary of remaining write-ins for Line 29 from overflow page	0	0
2999. Totals (Lines 2901 through 2903 plus 2998) (Line 29 above)	0	0
3201.		
3202.		
3203.		
3298. Summary of remaining write-ins for Line 32 from overflow page	0	0
3299. Totals (Lines 3201 through 3203 plus 3298) (Line 32 above)	0	0

STATEMENT OF INCOME

	1	2	3
	Current Year	Prior Year	Prior Year Ended
	to Date	to Date	December 31
UNDERWRITING INCOME			
1. Premiums earned:			
1.1 Direct (written \$ 163,886,336)	239,310,223	318,246,181	433,338,904
1.2 Assumed (written \$ 95,918,185)	22,705,029	41,176,119	53,926,018
1.3 Ceded (written \$ 45,148,482)	111,256,839	142,164,223	191,465,512
1.4 Net (written \$ 214,656,039)	150,758,413	217,258,077	295,799,410
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 1,365,656):			
2.1 Direct	326,645,196	51,183,156	116,485,099
2.2 Assumed	1,138,643	0	0
2.3 Ceded	137,694,700	35,407,476	37,539,455
2.4 Net	190,089,139	15,775,680	78,945,644
3. Loss adjustment expenses incurred	12,053,533	19,574,064	24,076,154
4. Other underwriting expenses incurred	88,074,392	62,689,599	84,226,225
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	290,217,064	98,039,343	187,248,023
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	(139,458,651)	119,218,734	108,551,387
INVESTMENT INCOME			
9. Net investment income earned	144,450,851	137,791,028	189,422,762
10. Net realized capital gains (losses) less capital gains tax of \$ 16,259,306	845,309	(27,909,237)	(33,934,576)
11. Net investment gain (loss) (Lines 9 + 10)	145,296,160	109,881,791	155,488,186
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	295,526,097	32,358,144	29,055,320
15. Total other income (Lines 12 through 14)	295,526,097	32,358,144	29,055,320
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	301,363,606	261,458,669	293,094,893
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)	301,363,606	261,458,669	293,094,893
19. Federal and foreign income taxes incurred	(31,287,727)	69,444,447	102,369,051
20. Net income (Line 18 minus Line 19)(to Line 22)	332,651,333	192,014,222	190,725,842
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	2,266,617,775	2,440,808,930	2,440,808,930
22. Net income (from Line 20)	332,651,333	192,014,222	190,725,842
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$	103,775,873	17,073,508	47,346,366
25. Change in net unrealized foreign exchange capital gain (loss)	(18,477,163)	28,170,636	32,065,083
26. Change in net deferred income tax	(112,820,579)	(3,461,643)	23,508,676
27. Change in nonadmitted assets	20,634,576	37,029,130	24,108,618
28. Change in provision for reinsurance	(1,097,625)	(1,138,500)	0
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		233,969	(299,748,234)
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	(142,000,000)	(192,000,000)	(246,600,000)
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	(126,930,701)	(52,583,210)	54,402,494
38. Change in surplus as regards policyholders (Lines 22 through 37)	55,735,714	25,338,112	(174,191,155)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	2,322,353,489	2,466,147,042	2,266,617,775
DETAILS OF WRITE-INS			
0501.			
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Miscellaneous Income.	295,526,097	32,358,144	29,055,320
1402.			
1403.			
1498. Summary of remaining write-ins for Line 14 from overflow page	0	0	0
1499. TOTALS (Lines 1401 through 1403 plus 1498) (Line 14 above)	295,526,097	32,358,144	29,055,320
3701. Change in Contingency Reserve.	(126,807,449)	(52,583,210)	108,789,617
3702. Change in accounting.	(123,252)	0	0
3703. SSAP 97 adjustment for investment in subsidiary.		0	(54,387,123)
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)	(126,930,701)	(52,583,210)	54,402,494

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.....	166,170,358	77,431,786	140,936,236
2. Net investment income	128,615,164	118,679,223	166,762,477
3. Miscellaneous income	277,155,599	8,948,555	9,554,453
4. Total (Lines 1 to 3)	571,941,121	205,059,564	317,253,166
5. Benefit and loss related payments	103,811,587	205,603,962	227,040,267
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	92,205,726	63,468,304	75,779,266
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	(3,105,844)	0	30,395,707
10. Total (Lines 5 through 9)	192,911,469	269,072,266	333,215,240
11. Net cash from operations (Line 4 minus Line 10)	379,029,652	(64,012,702)	(15,962,074)
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	662,875,634	589,493,841	998,231,786
12.2 Stocks	5,532,117	23,281,657	23,281,657
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	2,002,000	6,196,747
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	6,832	1,857	6,841
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	668,414,583	614,779,355	1,027,717,031
13. Cost of investments acquired (long-term only):			
13.1 Bonds	441,241,778	412,427,622	573,122,898
13.2 Stocks	138,892,971	0	242,800
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	22,998,000	3,363,318	3,363,318
13.6 Miscellaneous applications	5,950,005	14,438,577	16,835,567
13.7 Total investments acquired (Lines 13.1 to 13.6)	609,082,754	430,229,517	593,564,583
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)	59,331,829	184,549,838	434,152,448
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	(299,982,203)
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	142,000,000	192,000,000	246,600,000
16.6 Other cash provided (applied).....	75,406,141	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).....	(66,593,859)	(192,000,000)	(546,582,203)
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)	371,767,622	(71,462,864)	(128,391,829)
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	127,000,309	255,392,138	255,392,138
19.2 End of period (Line 18 plus Line 19.1)	498,767,931	183,929,274	127,000,309

STATEMENT AS OF SEPTEMBER 30, 2017 OF ASSURED GUARANTY MUNICIPAL CORP.

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

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

A reconciliation of the Company’s net income and capital and surplus between practices prescribed and permitted by NYSDFS and NAIC SAP is shown below:

	SSAP #	F/S Page	F/S Line #	Nine Months Ended September 30, 2017	Year Ended December 31, 2016
NET INCOME					
(1) Company state basis (Page 4, Line 20, Columns 1 & 2)				\$ 332,651,333	\$ 190,725,842
(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)				\$ 332,651,333	\$ 190,725,842
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)				\$ 2,322,353,489	\$ 2,266,617,775
(6) State Prescribed Practices that increase/(decrease) NAIC SAP:					
None				—	—
(7) State Permitted Practices that increase/(decrease) NAIC SAP:					
None				—	—
(8) NAIC SAP (5-6-7=8)				\$ 2,322,353,489	\$ 2,266,617,775

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

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

C. Accounting Policies

Previously, the Company reported the carrying value of its foreign insurance subsidiary at its statutory equity. In 2017, the investment in the foreign insurance subsidiary is reported at the audited equity based on accounting principles generally accepted in the United States of America, adjusted to a limited statutory basis of accounting.

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

During the audit of the 2016 statutory financial statements, the Company changed the carrying value of the Company's investment in Assured Guaranty (Europe) plc ("AGE") by \$54,387,123 as per the provisions of statement of statutory accounting principles 97, Investments in Subsidiary, Controlled and Affiliated Entities. Amounts for Common Stocks and Surplus as regards policyholders that were originally reported as \$539,193,934 and \$2,321,004,898, respectively, in the 2016 Annual Statement have been restated as \$484,806,811 and \$2,266,617,775, respectively, in these financial statements.

3. Business Combinations and Goodwill

A. Statutory Purchase Method. There has been no change since the 2016 Annual Statement, except as described below.

The Company is actively working to combine the operations of its European subsidiaries, AGE, Assured Guaranty (UK) plc ("AGUK"), Assured Guaranty (London) plc ("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 AGM's affiliate, Assured Guaranty Corp. ("AGC"), to AGM and then contributed by AGM to AGE on June 26, 2017. While the Company and its European Subsidiaries have received certain regulatory approvals, the combination is subject to further regulatory and court approvals. As a result, the Company cannot predict whether, or when, such combination will be completed.

The total consideration of \$410.8 million paid by AGM to AGC to purchase 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 constituted 90% of the total \$382.5 million of Orkney Notes owned by AGM, and 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.

Immediately following the sale transaction, AGM contributed all of the shares of the European Subsidiaries to AGE, resulting in the European Subsidiaries being direct, wholly owned subsidiaries of AGE.

In addition, immediately following AGM’s contribution of the European Subsidiaries to AGE, AGM sold the remaining 10% of its Orkney Notes to AGUK for total consideration of \$30.2 million.

The foregoing transactions were approved by the NYSDFS, the Maryland Insurance Administration and the Prudential Regulation Authority, as applicable.

The purchase of the European Subsidiaries by AGM was accounted for as a statutory purchase in accordance with Statement of Statutory Accounting Principles ("SSAP") No. 68, Business Combinations and Goodwill. In addition, in accordance with SSAP 25, Affiliates and Other Parties, the purchase was also accounted for as an economic transaction between related parties and was, therefore, accounted for at fair value. The European Subsidiaries are reflected in AGM's financial statements at their purchase price of \$410.8 million. The carrying value of the European Subsidiaries on AGM's balance sheet was approximately \$558.8 million at the date of acquisition, which was equal to their U.S. GAAP equity adjusted to a limited statutory basis as per SSAP

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97, Investments in Subsidiary, Controlled and Affiliated Entities. AGM acquired the European Subsidiaries at a discount to book value and, thus, recorded negative goodwill of approximately \$148.0 million against their carrying value. As per the guidance in SSAP 68, the Company is amortizing this negative goodwill over 10 years. There was no impact to AGM's surplus on the day of the statutory purchase.

- 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 Company had no loan-backed securities with other-than-temporary impairments ("OTTI") due to either the intent to sell the securities or the inability or lack of intent to retain for the time sufficient to recover the amortized cost basis.
 - 3. The following table summarizes other-than-temporary-impairments recorded for loan-backed securities which the Company still owns at the end of the respective quarters recorded based on the fact that the present value of projected cash flows expected to be collected was less than the amortized cost of the securities:

CUSIP	Amortized Cost Before Other-Than-Temporary Impairment	Present Value of Projected Cash Flows	Other-Than-Temporary Impairment	Amortized Cost After Other-Than-Temporary Impairment	Fair Value @ Time of OTTI	Date of Financial Statement Where Reported
00083B-AB-1	\$ 1,205,652	\$ 1,183,037	\$ 22,615	\$ 1,183,037	\$ 1,048,409	3/31/2017
126686-AH-7	2,533,431	1,697,697	89,824	2,443,607	2,443,607	3/31/2017
12668W-AD-9	5,302,079	4,874,162	130,962	5,171,117	5,152,624	3/31/2017
23242L-AB-9	20,790,024	20,680,038	109,985	20,680,038	18,906,657	3/31/2017
576456-AA-5	19,362,207	19,043,267	318,940	19,043,267	17,289,839	3/31/2017
576456-AB-3	114,733,187	109,056,062	5,677,125	109,056,062	105,555,992	3/31/2017
57645N-AR-1	17,244,112	16,950,833	293,279	16,950,833	14,559,575	3/31/2017
88156V-AB-4	949,179	919,915	29,264	919,915	639,737	3/31/2017
88157V-AB-3	17,354,591	17,069,459	285,132	17,069,459	17,045,986	3/31/2017
126682-AA-1	5,893,765	5,692,354	201,412	5,692,354	4,589,935	6/30/2017
23242L-AB-9	19,537,712	19,134,796	402,916	19,134,796	18,563,277	6/30/2017
576456-AA-5	40,580,374	39,901,240	679,134	39,901,240	36,740,464	6/30/2017
576456-AB-3	106,985,687	104,551,365	2,434,322	104,551,365	104,327,769	6/30/2017
57645N-AR-1	15,684,629	15,400,866	283,763	15,400,866	14,203,110	6/30/2017
65537B-AP-5	1,196,363	1,163,081	4,678	1,191,685	1,191,685	6/30/2017
88156V-AA-6	75,297	67,242	1,733	73,564	73,564	6/30/2017
88156V-AB-4	851,620	837,157	14,462	837,157	595,412	6/30/2017
88157V-AB-3	16,746,160	16,741,067	5,093	16,741,067	16,225,801	6/30/2017
00083B-AB-1	1,187,007	1,168,222	18,785	1,168,222	1,083,821	9/30/2017
12668W-AD-9	5,249,631	5,195,282	40,020	5,209,612	5,209,612	9/30/2017
25157G-AP-7	1,851,621	1,832,397	19,224	1,832,397	1,755,296	9/30/2017
576456-AA-5	39,210,160	38,851,147	359,012	38,851,147	36,097,993	9/30/2017
576456-AB-3	103,173,204	100,355,620	753,319	102,419,885	102,419,885	9/30/2017
57645N-AR-1	15,384,876	14,827,187	557,689	14,827,187	13,231,642	9/30/2017
65538P-AD-0	294,650	286,436	8,214	286,436	284,741	9/30/2017
88157V-AB-3	16,442,617	16,430,071	12,546	16,430,071	15,794,602	9/30/2017
			\$ 12,753,448			

During the year, the Company had two structured securities whose carrying value was written down to market value as they had NAIC designations of 3 through 6. The year-to-date other-than-temporary impairment was approximately \$4.5 million.

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

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ (1,011,931)	\$ (6,340,252)
Commercial mortgage-backed securities	(69,115)	(1,677,547)
Other loan backed & structured securities	(219,179)	—
Total	1. \$ (1,300,225)	2. \$ (8,017,799)

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

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	Less than 12 months		12 Months or More	
Residential mortgage-backed securities	\$	33,990,857	\$	91,755,065
Commercial mortgage-backed securities		2,242,638		32,997,924
Other loan backed & structured securities		48,150,684		—
Total	1. \$	84,384,179	2. \$	124,752,989

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 - The Company did not hold investments in real estate, recognize any real estate impairments, or engage in any retail land sales at September 30, 2017.
- 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

Restricted Asset Category		Gross (Admitted & Nonadmitted) Restricted							8	9	Percentage	
		Current Year					6	7			10	11
		1	2	3	4	5						
		Total General Account (G/A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/A Activity (b)	Total (1 plus 3)							Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Non-admitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Non-admitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
(a)	Subj to contractual oblig by which liability is not shown	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	—%	—
(b)	Collateral held under sec. lending arrangements					—		—			—%	—%
(c)	Subject to repurchase agreements					—		—			—%	—%
(d)	Subject to reverse repurchase agreements					—		—			—%	—%
(e)	Subject to dollar repurchase agreement					—		—			—%	—%
(f)	Subject to dollar reverse repurchase agreement					—		—			—%	—%
(g)	Placed under option contracts					—		—			—%	—%
(h)	Letter stock or securities restricted as to sale - excl. FHLB capital stock					—	—	—			—%	—%
(i)	FHLB capital stock					—		—			—%	—%
(j)	On deposit with state	6,228,547				6,228,547	6,641,438	(412,891)		6,228,547	0.1%	0.1%
(k)	On deposit with other regulatory bodies					—		—			—%	—%
(l)	Pledged as collateral to FHLB (incl. assets backing funding agreement)					—		—			—%	—%
(m)	Pledged as collateral not captured in other categories	170,620,819				170,620,819	210,935,750	(40,314,931)	—	170,620,819	2.9%	3.0%
(n)	Other restricted assets					—		—			—%	—%
(o)	Total restricted assets	\$ 176,849,366	\$ —	\$ —	\$ —	\$ 176,849,366	\$ 217,577,188	\$ (40,727,822)	\$ —	\$ 176,849,366	3.0%	3.1%

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

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

	Gross (Admitted & Nonadmitted) Restricted								Percentage		
	Current Year					6	7		8	9	10
	1	2	3	4	5						
	Total General Account (G/ A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/ A Activity (b)	Total (1 plus 3)						
Collateral Agreement											
Collateral pledged for reinsurance	\$ 170,620,819	\$ —	\$ —	\$ —	\$ 170,620,819	\$ 210,935,750	\$ (40,314,931)	\$ 170,920,819	2.9%	3.0%	
					—		—		—%	—%	
Total (c)	\$ 170,620,819	\$ —	\$ —	\$ —	\$ 170,620,819	\$ 210,935,750	\$ (40,314,931)	\$ 170,920,819	2.9%	3.0%	

- (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

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

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	Gross (Admitted & Nonadmitted) Restricted								Percentage	
	Current Year									
	1	2	3	4	5					
Other Restricted Assets	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)
167485-J4-4	\$ 419,953	\$ 526,843	\$ 525,000	NO
167485-J6-9	763,468	1,314,690	1,310,000	NO
592248-EN-4	830,922	830,709	830,860	NO
59333N-KK-8	687,670	1,000,000	1,000,000	NO
771902-FZ-1	1,808,608	1,805,353	1,793,784	NO
771902-GB-3	3,389,847	3,383,746	3,373,311	NO
837227-D5-3	2,540,825	2,551,275	2,502,570	NO
837227-D6-1	1,013,980	1,020,460	1,000,881	NO
Total	\$ 11,455,273	\$ 12,433,076	\$ 12,336,406	

- 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

In February 2017, AGM committed to purchase \$100 million of limited partnership interests in a fund that invests in the equity of private equity managers. Through September 30, 2017, the Company has invested \$12.5 million in this fund. Separately, in September 2017, AGM purchased units constituting a minority interest in a limited liability company that provides investment advisory services and specializes in separately managed accounts ("SMAs"). Both investments are recorded in Other Invested Assets.

7. Investment Income

- A. Accrued Investment Income
Accrued investment income was \$41,175,344 and \$38,980,926 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

There has been no change since the 2016 Annual Statement.

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 from 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 \$142 million in the first nine months of 2017 to Assured Guaranty Municipal Holdings Inc. (the "Parent" or "AGMH").
2. In connection with Assured Guaranty Ltd.’s efforts to combine the operations of its four affiliated European insurance companies, on June 26, 2017, AGC sold all of the shares of its direct, wholly owned subsidiaries, AGUK, AGLN and CIFGE (the “European Subsidiaries”), to AGM. 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.

Immediately following the sale transaction, AGM contributed all of the shares of the European Subsidiaries to AGE, resulting in the European Subsidiaries being direct, wholly owned subsidiaries of AGE.

In addition, immediately following AGM’s contribution of the European Subsidiaries to AGE, AGM sold the remaining 10% of its Orkney Bonds to AGUK for total consideration of \$30.2 million.

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The foregoing transactions were approved by the NYSDFS, the Maryland Insurance Administration and the Prudential Regulation Authority, as applicable. While the Company and its European subsidiaries have received certain regulatory approvals, the planned combination of the Company's four affiliated insurance companies is subject to further regulatory and court approvals. As a result, the Company cannot predict whether, or when, such combination will be completed.

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 \$132,232,786, represents 2.3% 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, Resubmission 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 (Europe) plc	S-2	6/22/2017	\$ 201,407,716	Y	N	M
Total SSAP No. 97 8b(iv) Entities	XXX	XXX	\$ 201,407,716	XXX	XXX	XXX
e.Total SSAP No. 9 8b Entities (except 8bi entities) (b+c+d)	XXX	XXX	\$ 201,407,716	XXX	XXX	XXX
f.Aggregate Total (a+e)	XXX	XXX	\$ 201,407,716	XXX	XXX	XXX

* S1 - Sub-1, S2 - Sub-2 or RDF - Resubmission of Disallowed Filing
** I - Immaterial or M - Material

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, 11 through 13. There has been no significant change since the 2016 Annual Statement.

4. The Company paid dividends to AGMH of \$79 million on March 17, 2017 and \$63 million on September 28, 2017.

5. Under New York insurance law, AGM may only pay dividends out of "earned surplus", which is the portion of a company's surplus that represents the net earnings, gains or profits (after deduction of all losses) that have not been distributed to shareholders as dividends or transferred to stated capital or capital surplus, or applied to other purposes permitted by law, but does not include unrealized appreciation of assets. AGM may pay dividends without the prior approval of the New York Superintendent of Financial Services ("New York Superintendent") that, together with all dividends declared or distributed by it during the preceding 12 months, does not exceed the lesser of 10% of its policyholders' surplus (as of the last annual or quarterly statement filed with the New York Superintendent) or 100% of its adjusted net investment income during that period. The maximum amount available during 2017 for AGM to distribute as dividends without regulatory approval is estimated to be approximately \$196 million. Of such \$196 million, \$142 million was distributed by AGM to AGMH in the first nine months of 2017 and \$54 million of such \$196 million is available for distribution in the fourth quarter of 2017.

10. The portion of unassigned funds (surplus) represented by cumulative unrealized gains is \$146,875,348.
14. **Liabilities, Contingencies and Assessments**

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

G. All Other Contingencies:

Uncollected Premiums:
As of September 30, 2017, the Company had uncollected premiums of \$60,075,195. Uncollected premiums more than 90 days past due were \$133,614.

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Legal Proceedings

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

In addition, in the ordinary course of its business, the Company asserts claims in legal proceedings against third parties to recover losses paid in prior periods or prevent losses in the future, including those described in the "Recovery Litigation" section below. The amounts, if any, the Company will recover in these and other proceedings to recover losses are uncertain, and recoveries, or failure to obtain recoveries, in any one or more of these proceedings during any quarter or year could be material to the Company's results of operations in that particular quarter or year.

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

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.

On September 25, 2013, Wells Fargo Bank, N.A., as trust administrator of the MASTR Adjustable Rate Mortgages Trust 2007-3 (Wells Fargo), filed an interpleader complaint in the U.S. District Court for the Southern District of New York seeking adjudication of a dispute between Wales LLC (Wales) and AGM as to whether AGM is entitled to reimbursement from certain cashflows for principal claims paid in respect of insured certificates. After the court issued an opinion on September 30, 2016, denying a motion for judgment on the pleadings filed by Wales, Wales sold its interests in the MASTR Adjustable Rate Mortgage Trust 2007-3 certificates, and on March 20, 2017, the court dismissed the case.

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 May 16, 2017, The Bank of New York Mellon, as trustee for the bonds issued by the Puerto Rico Sales Tax Financing Corporation ("COFINA"), filed an adversary complaint for interpleader and declaratory relief with the Federal District Court in Puerto Rico to resolve competing and conflicting demands made by various groups of COFINA bondholders, insurers of certain COFINA bonds and COFINA, regarding funds held by the trustee for certain COFINA bond debt service payments scheduled to occur on and after June 1, 2017. On May 19, 2017, an order to show cause was entered permitting AGC and AGM to intervene in this matter. While AGM has insured COFINA bonds, AGC has not.

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

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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.

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 \$170.5 billion (\$164.0 billion for public finance and \$6.5 billion for structured finance exposures).
17. **Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities**

A. The Company has not sold or transferred any receivables during the first nine months of 2017.

B. The Company has not transferred or serviced any financial assets during the first nine months of 2017.

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	\$	—	\$	—	\$	25,610,980	\$	25,610,980
Industrial & Miscellaneous		—		—		—		—
Total Bonds		—		—		25,610,980		25,610,980
Other Invested Assets								
Industrial & Miscellaneous		—	\$	—	\$	47,425,202	\$	47,425,202
Total Other Invested Assets		—		—		47,425,202		47,425,202
Total Assets at Fair Value	\$	—	\$	—	\$	73,036,182	\$	73,036,182

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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 admissible.

2. Rollforward of Level 3 Items

For fair value measurements categorized within Level 3 of the fair value hierarchy, the following table is a reconciliation from the opening balance to the closing balance disclosing changes 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	\$ 27,845,978	\$ 5,890,869	\$ —	\$(8,125,867)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 25,610,980
Bonds - Industrial & Miscellaneous	62,801,598	—	64,276,968	1,475,370	—	—	—	—	—	—
Other invested assets	23,782,043	23,658,741	—	—	(15,582)	—	—	—	—	47,425,202
TOTAL	\$114,429,619	\$ 29,549,610	\$64,276,968	\$(6,650,497)	\$ (15,582)	\$ —	\$ —	\$ —	\$ —	\$ 73,036,182

3. Policy on Transfers Into and Out of Level 3

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

- During the three months ended September 30, 2017, one special revenue bond with an NAIC rating of 6 and one other invested asset were transferred into Level 3 of the fair value hierarchy. One corporate bond was transferred out of Level 3 of the fair value hierarchy due to an increase in market value to a value greater than the book value.

4. Inputs and Techniques Used for Level 3 Fair Values

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

For other 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 these inputs could materially change the expected timing of cash flows within these securities and 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 \$4.7 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.

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

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	\$ 3,973,039,048	\$ 3,849,461,885	\$ —	\$ 3,471,095,164	\$ 501,943,884	\$ —
Cash equivalents and short-term investments	498,770,702	498,767,931	446,512,111	52,258,591	—	—
Other invested assets	372,320,198	394,907,259	24,277,667	—	348,042,531	—
Total assets	\$ 4,844,129,948	\$ 4,743,137,075	\$ 470,789,778	\$ 3,523,353,755	\$ 849,986,415	\$ —

- 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	\$ 218,499,528	\$ 221,213,171	\$ 225,721,951	\$ (41,578,246)
Structured Securities	538,054	593,950	706,142	(92,097)
Total	\$ 219,037,582	\$ 221,807,121	\$ 226,428,093	\$ (41,670,343)

- (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 \$2.3 billion net par as of September 30, 2017, 96% of which is rated below investment grade ("BIG"). This amount includes \$391 million related to the 2017 commutations of previously ceded business. Please refer to Note 23, Reinsurance, for more information. 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 5, 2017, the Oversight Board certified a filing under Title III of PROMESA for COFINA. 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.

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The Company believes that a number of the actions taken by the Commonwealth, the Oversight Board and others with respect to obligations the Company insures are illegal or unconstitutional or both, and has taken legal action, and may take additional legal action in the future, to enforce its rights with respect to these matters. 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 \$670 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 \$9 million insured net par outstanding of PBA bonds, which are supported by a pledge of the rents due under leases of government facilities to departments, agencies, instrumentalities and municipalities of the Commonwealth, and that benefit from a Commonwealth guaranty supported by a pledge of the Commonwealth's good faith, credit and taxing power. 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 \$252 million insured net par outstanding of PRHTA (transportation revenue) bonds and \$357 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.

Other Public Corporations

PREPA. As of September 30, 2017, the Company had \$547 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.

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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.

Municipal Finance Agency ("MFA"). As of September 30, 2017, the Company had \$221 million net par outstanding of bonds issued by MFA secured by a lien on local property tax revenues. The MFA bond accounts contained sufficient funds to make the MFA bond payments due through the date of this filing that were guaranteed by the Company, and those payments were made in full.

COFINA. As of September 30, 2017, the Company had \$263 million insured net par outstanding of junior COFINA bonds, which are secured primarily by a second lien on certain sales and use taxes. As noted above, the Oversight Board filed a petition on behalf of COFINA under Title III of PROMESA. COFINA failed to make its August 1, 2017 insured debt service payment, and the Company made its first claim payments on these bonds.

Exposure to the U.S. Virgin Islands

The Company has \$331 million insured net par outstanding to the U.S. Virgin Islands and its related authorities ("USVI"), of which it rates \$147 million BIG. The \$184 million USVI net par the Company rates investment grade is comprised primarily of bonds secured by a lien on matching fund revenues related to excise taxes on products produced in the USVI and exported to the U.S., primarily rum. The \$147 million BIG USVI net par comprises (a) Public Finance Authority bonds secured by a gross receipts tax and the general obligation, full faith and credit pledge of the USVI and (b) bonds of the Virgin Islands Water and Power Authority secured by a net revenue pledge of the electric system.

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

Other Selected U.S. Public Finance Transactions

As of September 30, 2017, the Company has insured \$170 million net par outstanding of general obligation bonds issued by the City of Hartford, Connecticut, which has recently experienced financial distress. The Company rates \$169 million net par of that BIG, with the remainder being a second-to-pay policy rated investment grade. The mayor of Hartford announced that the city would be unable to meet its financial obligations by early November 2017 if the State of Connecticut failed to enact a budget, and hired bankruptcy consultants. On October 31, 2017, the State adopted a budget providing for substantial payments to the City, placing the City under State oversight and providing an avenue for the City to issue debt backed by the State.

On February 25, 2015, a plan of adjustment resolving the bankruptcy filing of the City of Stockton, California under chapter 9 of the U.S. Bankruptcy Code became effective. As of September 30, 2017, the Company's net par subject to the plan consists of \$61 million of pension obligation bonds. As part of the plan of adjustment, the City will repay any claims paid on the pension obligation bonds from certain fixed payments and certain variable payments contingent on the City's revenue growth.

U.S. Public Finance Loss and LAE

The Company has loss and LAE reserves across its troubled U.S. public finance credits, including those mentioned above, which incorporated the likelihood of the various outcomes, as of September 30, 2017 of \$344.4 million compared to \$200.8 million as of December 31, 2016. The higher loss reserves are primarily attributable to Puerto Rico exposures.

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.

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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	30	35
Option ARM	35	35
Subprime	40	40
60 - 89 Days Delinquent		
Alt-A	40	45
Option ARM	45	50
Subprime	50	50
90+ Days Delinquent		
Alt-A	50	55
Option ARM	55	55
Subprime	55	55
Bankruptcy		
Alt-A	45	45
Option ARM	50	50
Subprime	40	40
Foreclosure		
Alt-A	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				
Plateau CDR	3.6% - 11.0%	5.5%	3.9% - 10.5%	6.1%
Final CDR	0.2% - 0.5%	0.3%	0.2% - 0.5%	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	3.2% - 6.6%	5.4%	3.2% - 7.0%	5.7%
Final CDR	0.2% - 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	4.3% - 11.4%	7.9%	4.3% - 10.1%	8.1%
Final CDR	0.2% - 0.6%	0.4%	0.2% - 0.5%	0.4%
Initial loss severity:				
2005 and prior	80.0%		80.0%	
2006	90.0%		90.0%	
2007+	95.0%		90.0%	

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(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 \$15.9 million for Alt-A first liens, \$6.5 million for Option ARM and \$28.5 million for subprime 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 \$6.5 million for Alt-A first liens, \$12.7 million for Option ARM and \$16.8 million for subprime 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,

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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	5.2% - 22.0%	11.4%	3.5% - 22.4%	13.5%
Final CDR trended down to	2.5% - 3.2%	2.5%	0.6% - 3.2%	1.2%
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 \$8.7 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 \$9.7 million for HELOC transactions.

Breaches of Representations and Warranties

As of September 30, 2017, the Company had a net representations and warranties ("R&W") payable of \$17.5 million to R&W counterparties, compared to \$26.6 million as of December 31, 2016.

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	8,383,831	4,904,180	132,455,541	—
c. Other lines (specify):	—	—	—	—
d. Total	\$ 8,383,831	\$ 4,904,180	\$ 132,455,541	\$ —

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

22. Events Subsequent

Subsequent events have been considered through November 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. Reinsurance

- 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	\$ 327,056,917	\$ 98,117,075	\$ 639,428,357	\$ 150,950,844	\$ (312,371,440)	\$ (52,833,769)
b. ALL OTHER	1,646,137	—	48,459,351	12,799,637	(46,813,214)	(12,799,637)
c. TOTAL	328,703,054	98,117,075	687,887,708	163,750,481	(359,184,654)	(65,633,406)
d. Direct Unearned Premium Reserve			\$ 1,596,379,715			

The Company has no protected cells at September 30, 2017.

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- 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 through September 30, 2017 as a result of commutations of reinsurance with companies listed below, amounts that are shown below:

	Mitsui Sumitomo Ins. Co. Ltd.	Tokio Marine & Nichido Fire Ins. Co. Ltd.	Total
Paid losses	\$ 7,766,972	\$ 26,599,709	\$ 34,366,681
Change in reserves	(7,766,972)	(26,599,709)	(34,366,681)
(1) Losses incurred	—	—	—
Paid LAE	—	617,294	617,294
Change in LAE reserves	—	(617,294)	(617,294)
(2) Loss adjustment expenses incurred	—	—	—
Ceded written premium	9,697,762	15,712,626	25,410,388
Change in unearned premium reserve	(9,697,762)	(15,712,626)	(25,410,388)
(3) Premiums earned	—	—	—
Return of ceding commission	(2,883,780)	(4,104,176)	(6,987,956)
Other income (expense)	79,397,062	209,381,425	288,778,487
(4) Other	76,513,282	205,277,249	281,790,531
Total	\$ 76,513,282	\$ 205,277,249	\$ 281,790,531
(5) Companies:			
Mitsui Sumitomo Ins. Co. Ltd.			\$ 76,513,282
Tokio Marine & Nichido Fire Ins. Co. Ltd.			205,277,249
			<u>\$ 281,790,531</u>

- 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 \$198,250,158 for the first nine months ended September 30, 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 \$542,108,384 are discounted at a rate of 5% amounting to a total discount of \$169,747,372.

B. Nontabular Discount:	Case	IBNR	Defense & Cost Containment Expense	Adjusting & Other Expense
Financial Guaranty	\$ 169,747,372	\$ —	\$ —	\$ —

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.

STATEMENT AS OF SEPTEMBER 30, 2017 OF ASSURED GUARANTY MUNICIPAL CORP.

36. **Financial Guaranty Insurance**

- A. There has been no significant change since the 2016 Annual Statement.
- B. Schedule of Below Investment Grade ("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	58	5	52	115
2. Remaining weighted-average contract period (in yrs)	8.2	14.3	8.9	9.0
Insured contractual payments outstanding:				
3a. Principal	\$ 2,953,064	\$ 528,111	\$ 5,214,142	\$ 8,695,317
3b. Interest	1,255,130	407,033	2,367,592	4,029,755
3c. Total	\$ 4,208,194	\$ 935,144	\$ 7,581,734	\$ 12,725,072
4. Gross claim liability	\$ 88,146	\$ 266,529	\$ 1,870,259	\$ 2,224,934
Less:				
5a1. Gross potential recoveries - subrogation	255,314	22,486	1,139,905	1,417,705
5a2. Ceded claim liability	(34,759)	12,347	117,785	95,373
5a. Total gross potential recoveries	220,555	34,833	1,257,690	1,513,078
5b. Discount, net	(56,696)	112,262	114,182	169,748
6. Net claim liability	\$ (75,713)	\$ 119,434	\$ 498,387	\$ 542,108
7. Unearned premium revenue	\$ 23,282	\$ 7,628	\$ 29,134	\$ 60,044
8. Reinsurance recoverables	\$ (60)	\$ 30	\$ 2,798	\$ 2,768

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

- 1.1

Did the reporting entity experience any material transactions requiring the filing of Disclosure of Material Transactions with the State of Domicile, as required by the Model Act?

Yes ☐ No ☒
- 1.2

If yes, has the report been filed with the domiciliary state?

Yes ☐ No ☐
- 2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒
- 2.2

If yes, date of change:
- 3.1

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

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

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

Yes ☐ No ☒
- 3.3

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

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

Yes ☐ No ☒
- 4.2

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

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

5.

If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved?

Yes ☐ No ☐ NA ☒
- If yes, attach an explanation.
- 6.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2016
- 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).

06/27/2013
- 6.4

By what department or departments?

New York State Department of Financial Services
- 6.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ NA ☒
- 6.6

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

Yes ☒ No ☐ NA ☐
- 7.1

Has this reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒
- 7.2

If yes, give full information:
- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes ☐ No ☒
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes ☐ No ☒
- 8.4

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

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

GENERAL INTERROGATORIES

- 9.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?
(a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
(b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
(c) Compliance with applicable governmental laws, rules and regulations;
(d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
(e) Accountability for adherence to the code.

Yes [X] No []
- 9.11

If the response to 9.1 is No, please explain:
.....
- 9.2

Has the code of ethics for senior managers been amended?

Yes [X] No []
- 9.21

If the response to 9.2 is Yes, provide information related to amendment(s).
The Code of Conduct is revised annually to make ordinary course updates.....
- 9.3

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

Yes [] No [X]
- 9.31

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

FINANCIAL

- 10.1

Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?.....

Yes [X] No []
- 10.2

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

INVESTMENT

- 11.1

Were any of the stocks, bonds, or other assets of the reporting entity loaned, placed under option agreement, or otherwise made available for use by another person? (Exclude securities under securities lending agreements.)

Yes [] No [X]
- 11.2

If yes, give full and complete information relating thereto:
.....
12.

Amount of real estate and mortgages held in other invested assets in Schedule BA:\$
13.

Amount of real estate and mortgages held in short-term investments:\$
- 14.1

Does the reporting entity have any investments in parent, subsidiaries and affiliates?

Yes [X] No []
- 14.2

If yes, please complete the following:

	1	2
	Prior Year-End Book/Adjusted Carrying Value	Current Quarter Book/Adjusted Carrying Value
14.21 Bonds	\$	\$
14.22 Preferred Stock	\$	\$
14.23 Common Stock	\$ 484,806,811	\$ 848,804,064
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).....	\$ 484,806,811	\$ 848,804,064
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
The Bank of New York Mellon.....	One Wall Street, New York, NY 10286.....

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

1 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 Management 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 Management Inc.....	KUR85E5PS4GQFZTFC130.....	Securities and Exchange Commission.....	NO.....
106-595.....	Wellington Management Company LLP.....	549300YHP12TEZNL CX41.....	Securities and Exchange Commission.....	NO.....
107-738.....	Goldman Sachs Asset Management, L.P.....	CF5M58QA35CFPUX70H17.....	Securities and Exchange Commission.....	NO.....

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

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

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

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

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

3.1 Have any of the reporting entity's primary reinsurance contracts been canceled? Yes [] No [X]

3.2 If yes, give full and complete information thereto.
.....

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

4.2 If yes, complete the following schedule:

			TOTAL DISCOUNT				DISCOUNT TAKEN DURING PERIOD			
1	2	3	4	5	6	7	8	9	10	11
Line of Business	Maximum Interest	Discount Rate	Unpaid Losses	Unpaid LAE	IBNR	TOTAL	Unpaid Losses	Unpaid LAE	IBNR	TOTAL
Financial Guaranty.....		.5.000	169,747,372			169,747,372	(46,458,656)			(46,458,656)
TOTAL			169,747,372	0	0	169,747,372	(46,458,656)	0	0	(46,458,656)

5. Operating Percentages:

5.1 A&H loss percent %
5.2 A&H cost containment percent %
5.3 A&H expense percent excluding cost containment expenses %

6.1 Do you act as a custodian for health savings accounts?..... Yes [] No [X]

6.2 If yes, please provide the amount of custodial funds held as of the reporting date..... \$

6.3 Do you act as an administrator for health savings accounts?..... Yes [] No [X]

6.4 If yes, please provide the balance of the funds administered as of the reporting date..... \$

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

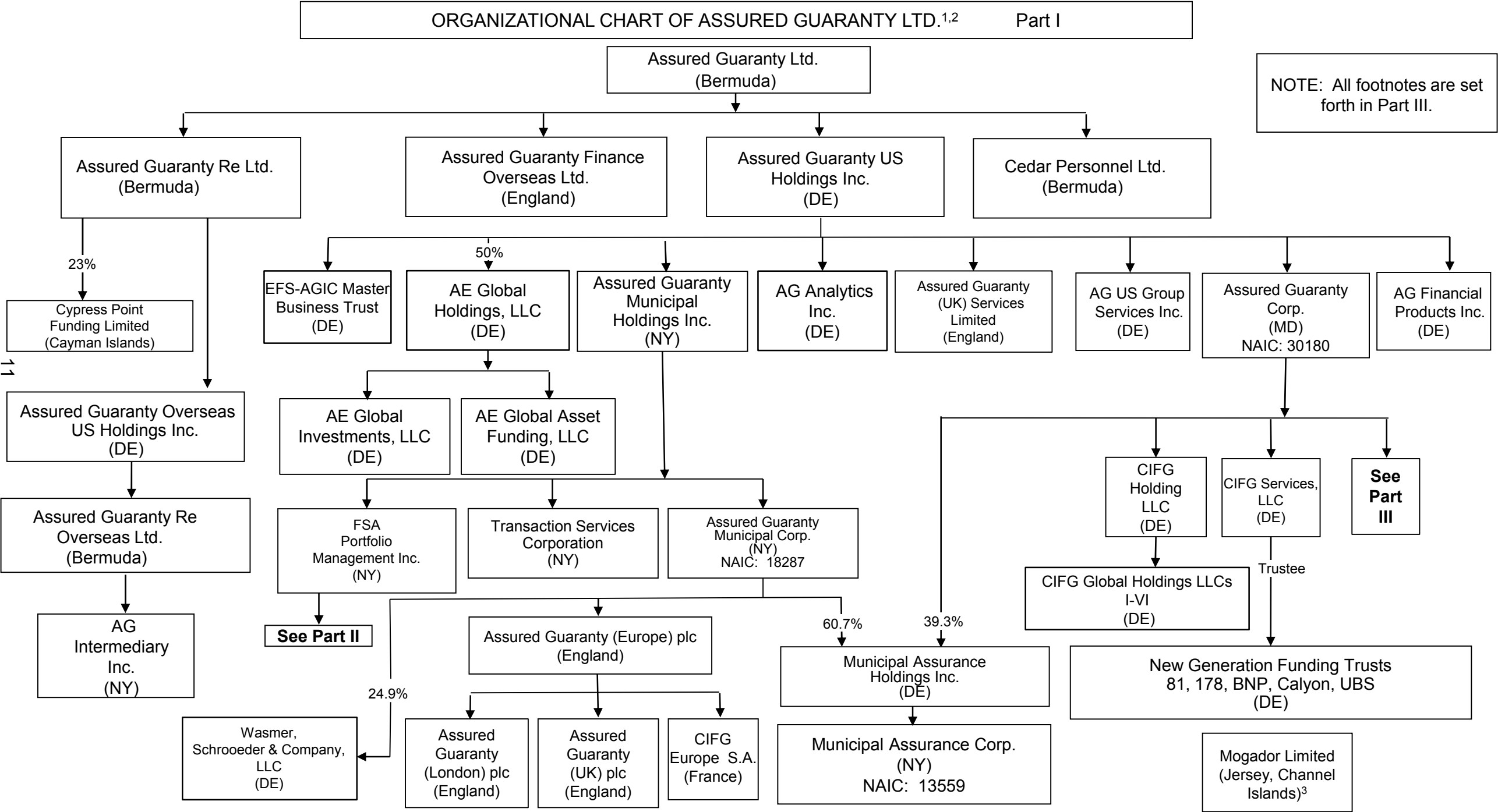
STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

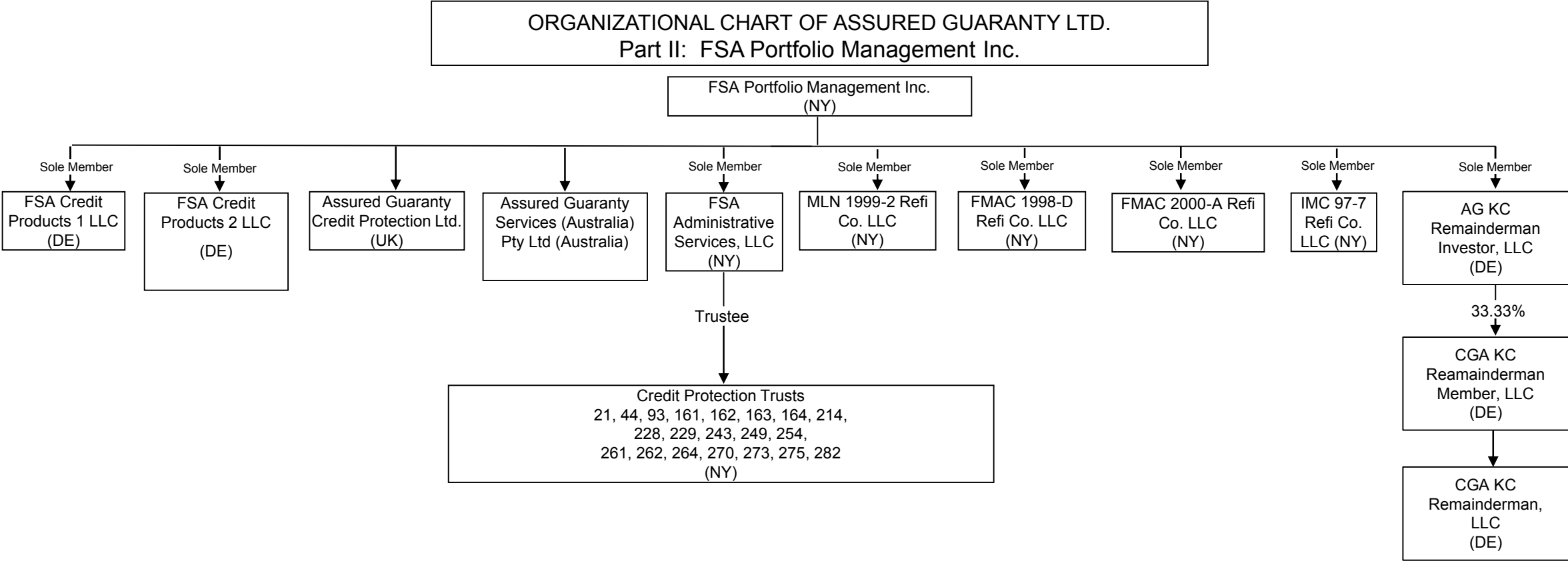
Current Year to Date – Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
1. Alabama	AL L	3,108,123	1,425,270	94,304	35,124	5,004,951	4,464,555
2. Alaska	AK L		0		0		0
3. Arizona	AZ L	450,687	829,642		0		0
4. Arkansas	AR L	89,950	181,068		0		0
5. California	CA L	15,208,806	19,906,699	7,442,525	7,768,608	12,964,632	17,555,465
6. Colorado	CO L	1,647,545	860,084	(976,031)	(869,809)		0
7. Connecticut	CT L	293,944	712,139		0		0
8. Delaware	DE L	20,142,633	4,860,770	426,983	(45,001,830)	215,370,663	220,994,085
9. Dist. Columbia	DC L	88,495	104,773		0		0
10. Florida	FL L	7,218,149	1,547,678	441,133	718,312	675,033	928,535
11. Georgia	GA L	220,189	93,115		0		0
12. Hawaii	HI L	180,664	98,225		0		0
13. Idaho	ID L		0		0		0
14. Illinois	IL L	4,370,390	7,058,420	(2,065)	(7,143)		0
15. Indiana	IN L	114,350	207,518		0		0
16. Iowa	IA L	48,669	78,279		0		0
17. Kansas	KS L	209,094	653,427		0		0
18. Kentucky	KY L	7,289,998	1,917,778		0		0
19. Louisiana	LA L	3,463,105	1,755,267		0		0
20. Maine	ME L		23,900		0		0
21. Maryland	MD L	1,039,992	2,997,211	(11,627,621)	133,271,005	(105,441,683)	(136,718,780)
22. Massachusetts	MA L	1,147,875	68,982		(3,505,146)		0
23. Michigan	MI L	827,530	940,089		10,761,423		0
24. Minnesota	MN L	122,866	247,875	9,890	(410,033)	1,346,813	1,260,054
25. Mississippi	MS L	261,852	304,952		0		0
26. Missouri	MO L	2,400,383	0		0		0
27. Montana	MT L		0		0		0
28. Nebraska	NE L	1,217,881	227,427		0		0
29. Nevada	NV L		0		0		0
30. New Hampshire	NH L		0		0		0
31. New Jersey	NJ L	1,469,638	3,694,254		0		0
32. New Mexico	NM L	100,765	106,263		0		0
33. New York	NY L	55,260,479	42,034,376	(6,884,954)	(18,438,297)	118,983,685	146,285,667
34. No. Carolina	NC L	2,800,674	112,995		0		0
35. No. Dakota	ND L	133,892	0		0		0
36. Ohio	OH L	221,766	837,963		0		0
37. Oklahoma	OK L		0		0		0
38. Oregon	OR L	134,685	474,986		0		0
39. Pennsylvania	PA L	4,190,216	4,960,414		(87,487)		0
40. Rhode Island	RI L	387,181	19,576		0		0
41. So. Carolina	SC L	279,407	48,918	(4,867)	0		0
42. So. Dakota	SD L		20,976		0		0
43. Tennessee	TN L	11,793	54,927		0		0
44. Texas	TX L	6,034,585	3,933,490		0		0
45. Utah	UT L	734,435	660,711		0		0
46. Vermont	VT L	4,847	16,940		0		0
47. Virginia	VA L	123,272	123,282		0		0
48. Washington	WA L	219,312	239,057		0		0
49. West Virginia	WV L	27,301	0		0		0
50. Wisconsin	WI L	339,095	1,319,141		0		0
51. Wyoming	WY L		0		0		0
52. American Samoa	AS N		0		0		0
53. Guam	GU L		0		0		0
54. Puerto Rico	PR L		663	185,870,596	102,291,385	405,231,585	198,821,359
55. U.S. Virgin Islands	VI L		0		0		0
56. Northern Mariana Islands	MP N		0		0		0
57. Canada	CAN N	887,622	960,379		0		0
58. Aggregate Other Alien	OT XXX	19,362,201	5,625,090	0	0	0	0
59. Totals	(a) 54	163,886,336	112,344,989	174,789,893	186,526,111	654,135,679	453,590,940
DETAILS OF WRITE-INS							
58001. AUS Australia	XXX	616,985	686,459		0		0
58002. AUT Austria	XXX		0		0		0
58003. CYM Cayman Islands	XXX	430,356	1,457,733		0		0
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX	18,314,860	3,480,898	0	0	0	0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	19,362,201	5,625,090	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.

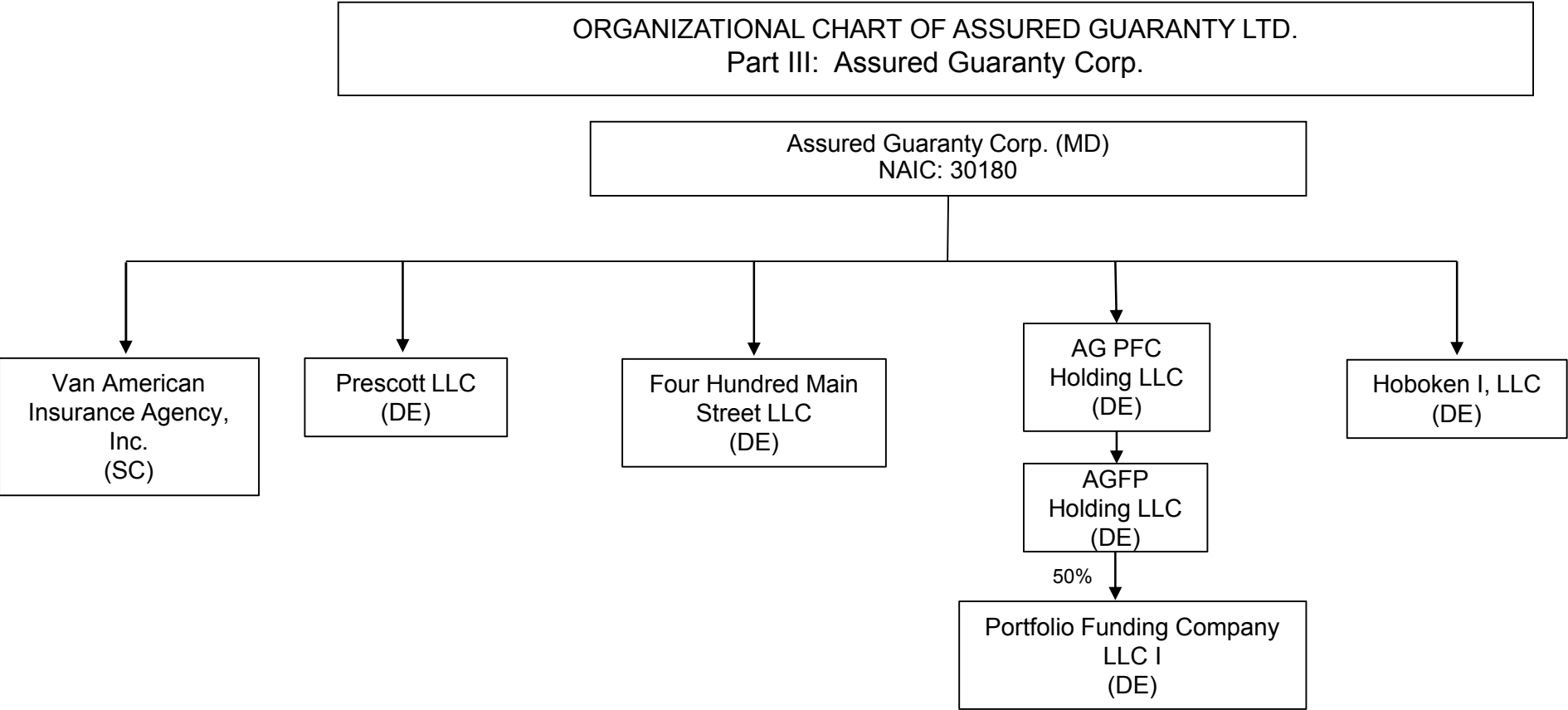
STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY MUNICIPAL CORP.
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY MUNICIPAL CORP.
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



STATEMENT as of SEPTEMBER 30, 2017 of the ASSURED GUARANTY MUNICIPAL CORP.
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



Footnotes:

1. Unless otherwise indicated by percentage ownership or other relationship, the ownership interest is 100%. 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.

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
00194	Assured Guaranty Ltd	00000	98-0429991		0001573813	NYSE	Assured Guaranty Ltd	BMU	UIP			0.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	20-1082002		0001289244		Assured Guaranty US Holdings Inc	DE	UIP	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	13-3261323		1111913357		Assured Guaranty Municipal Holdings Inc	NY	UDP	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	18287	13-3250292				Assured Guaranty Municipal Corp	NY	RE	Assured Guaranty Municipal Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	13-3693815				FSA Portfolio Management Inc	NY	NIA	Assured Guaranty Municipal Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	13-3866939				Transaction Services Corporation	NY	NIA	Assured Guaranty Municipal Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	46-3047895				Municipal Assurance Holdings Inc	DE	DS	Assured Guaranty Municipal Corp	Ownership	60.7	Assured Guaranty Ltd	Y	(1)
00194	Assured Guaranty Ltd	00000	13-3896538				Assured Guaranty (Europe) plc	GBR	DS	Assured Guaranty Municipal Corp	Ownership	100.0	Assured Guaranty Ltd	Y	0
00194	Assured Guaranty Ltd	00000					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
00194	Assured Guaranty Ltd	00000								Assured Guaranty Re Overseas Ltd					0
00194	Assured Guaranty Ltd	00000	13-3339307				AG Intermediary Inc	NY	NIA	Assured Guaranty Re Overseas Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	13559	26-2999764				Municipal Assurance Corp	NY	DS	Municipal Assurance Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	27-1251323				AG Analytics Inc	DE	NIA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty (UK) Services Limited	GBR	NIA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	30180	52-1533088				Assured Guaranty Corp	MD	IA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	13-4031196				AG Financial Products Inc	DE	NIA	Assured Guaranty US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Prescott LLC	DE	NIA	Assured Guaranty Corp	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	52-1533088				AG PFC Holding LLC	DE	NIA	Assured Guaranty Corp	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty (UK) plc	GBR	DS	Assured Guaranty (Europe) plc	Ownership	100.0	Assured Guaranty Ltd	N	0

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

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

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

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Group Code	Group Name	NAIC Company Code	ID Number	Federal RSSD	CIK	Name of Securities Exchange if Publicly Traded (U.S. or International)	Names of Parent, Subsidiaries or Affiliates	Domiciliary Location	Relationship to Reporting Entity	Directly Controlled by (Name of Entity/Person)	Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other)	If Control is Ownership Provide Percentage	Ultimate Controlling Entity(ies)/Person(s)	Is an SCA Filing Required? (Y/N)	*
00194.....	Assured Guaranty Ltd.....	00000.....					Mogador Limited.....	JEY.....	OTH.....	Sanne Nominees Limited and Sanne Nominees 2 Limited.....	Ownership.....	100.0	Sanne Nominees Limited and Sanne Nominees 2 Limited.....	N.....	(2)
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings I, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings II, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings III, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings IV, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings V, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CIFG Global Holdings VI, LLC.....	DE.....	NIA.....	CIFG Holding LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Assured Guaranty (London) plc.....	GBR.....	DS.....	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 Assurance 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			4 Prior Year to Date Direct Loss Percentage
		1 Direct Premiums Earned	2 Direct Losses Incurred	3 Direct Loss Percentage	
1.	Fire			0.0	0.0
2.	Allied lines			0.0	0.0
3.	Farmowners multiple peril			0.0	0.0
4.	Homeowners multiple peril			0.0	0.0
5.	Commercial multiple peril			0.0	0.0
6.	Mortgage guaranty			0.0	0.0
8.	Ocean marine			0.0	0.0
9.	Inland marine			0.0	0.0
10.	Financial guaranty	239,310,223	326,645,196	136.5	16.1
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	239,310,223	326,645,196	136.5	16.1
DETAILS OF WRITE-INS					
3401.	.....			
3402.	.....			
3403.	.....			
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0.0	0.0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0.0	0.0

PART 2 - DIRECT PREMIUMS WRITTEN

Line of Business		1 Current Quarter	2 Current Year to Date	3 Prior Year Year to Date
1.	Fire	0		0
2.	Allied lines	0		0
3.	Farmowners multiple peril	0		0
4.	Homeowners multiple peril	0		0
5.	Commercial multiple peril	0		0
6.	Mortgage guaranty	0		0
8.	Ocean marine	0		0
9.	Inland marine	0		0
10.	Financial guaranty	43,705,853	163,886,336	112,344,989
11.1	Medical professional liability-occurrence	0		0
11.2	Medical professional liability-claims made	0		0
12.	Earthquake	0		0
13.	Group accident and health	0		0
14.	Credit accident and health	0		0
15.	Other accident and health	0		0
16.	Workers' compensation	0		0
17.1	Other liability occurrence	0		0
17.2	Other liability-claims made	0		0
17.3	Excess Workers' Compensation	0		0
18.1	Products liability-occurrence	0		0
18.2	Products liability-claims made	0		0
19.1,19.2	Private passenger auto liability	0		0
19.3,19.4	Commercial auto liability	0		0
21.	Auto physical damage	0		0
22.	Aircraft (all perils)	0		0
23.	Fidelity	0		0
24.	Surety	0		0
26.	Burglary and theft	0		0
27.	Boiler and machinery	0		0
28.	Credit	0		0
29.	International	0		0
30.	Warranty	0		0
31.	Reinsurance - Nonproportional Assumed Property	XXX	XXX	XXX
32.	Reinsurance - Nonproportional Assumed Liability	XXX	XXX	XXX
33.	Reinsurance - Nonproportional Assumed Financial Lines	XXX	XXX	XXX
34.	Aggregate write-ins for other lines of business	0	0	0
35.	TOTALS	43,705,853	163,886,336	112,344,989
DETAILS OF WRITE-INS				
3401.	.....		
3402.	.....		
3403.	.....		
3498.	Sum. of remaining write-ins for Line 34 from overflow page	0	0	0
3499.	Totals (Lines 3401 through 3403 plus 3498) (Line 34)	0	0	0

PART 3 (000 omitted)

LOSS AND LOSS ADJUSTMENT EXPENSE RESERVES SCHEDULE

	1	2	3	4	5	6	7	8	9	10	11	12	13
Years in Which Losses Occurred	Prior Year-End Known Case Loss and LAE Reserves	Prior Year-End IBNR Loss and LAE Reserves	Total Prior Year-End Loss and LAE Reserves (Cols. 1 + 2)	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	410,218		410,218	68,969		68,969	539,715			539,715	198,466	0	198,466
2. 2015	300		300	48		48	0			0	(252)	0	(252)
3. Subtotals 2015 + prior	410,518	0	410,518	69,017	0	69,017	539,715	0	0	539,715	198,214	0	198,214
4. 2016	1		1	37		37	0			0	36	0	36
5. Subtotals 2016 + prior	410,519	0	410,519	69,054	0	69,054	539,715	0	0	539,715	198,250	0	198,250
6. 2017	XXX	XXX	XXX	XXX	1,499	1,499	XXX	2,394		2,394	XXX	XXX	XXX
7. Totals	410,519	0	410,519	69,054	1,499	70,553	539,715	2,394	0	542,109	198,250	0	198,250
8. Prior Year-End Surplus As Regards Policy-holders	2,266,618										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. 48.3	2. 0.0	3. 48.3
											Col. 13, Line 7 Line 8		
											4. 8.7		

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.




18287201749000003

2.



18287201745500003

3.



18287201736500003

4.



18287201750500003

OVERFLOW PAGE FOR WRITE-INS

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

	1	2	3	4	5	6	7
	Active Status	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date	Current Year To Date	Prior Year To Date
58004. CHL Chile.....	.XXX.....	407,756	577,424		.0		0
58005. FRA France.....	.XXX.....	11,842	9,892		.0		0
58006. DEU Germany.....	.XXX.....		0		.0		0
58007. IRL Ireland.....	.XXX.....	2,344,585	1,368,252		.0		0
58008. NZL New Zealand.....	.XXX.....	17,407	42,108		.0		0
58009. PER Peru.....	.XXX.....		0		.0		0
58010. PRT Portugal.....	.XXX.....		0		.0		0
58011. GBR United Kingdom.....	.XXX.....	15,533,270	1,483,222		.0		0
Summary of remaining write-							
58997. ins for Line 58 from Page 10	XXX	18,314,860	3,480,898	0	0	0	0

SCHEDULE A – VERIFICATION

Real Estate

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

SCHEDULE B – VERIFICATION

Mortgage Loans

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

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year	371,616,172	471,565,485
2. Cost of acquired:		
2.1 Actual cost at time of acquisition	24,405,701	0
2.2 Additional investment made after acquisition		3,363,318
3. Capitalized deferred interest and other		0
4. Accrual of discount	56,767	69,372
5. Unrealized valuation increase (decrease)	(1,171,381)	1,183,874
6. Total gain (loss) on disposals		1,640,886
7. Deduct amounts received on disposals		106,196,747
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		10,016
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	394,907,259	371,616,172
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	394,907,259	371,616,172

SCHEDULE D – VERIFICATION

Bonds and Stocks

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year	4,559,580,660	4,909,190,193
2. Cost of bonds and stocks acquired	1,500,428,314	850,070,280
3. Accrual of discount	39,489,719	55,495,182
4. Unrealized valuation increase (decrease)	104,947,252	(8,224,631)
5. Total gain (loss) on disposals	46,448,318	1,298,496
6. Deduct consideration for bonds and stocks disposed of	1,496,752,735	1,179,030,453
7. Deduct amortization of premium	26,017,261	31,898,523
8. Total foreign exchange change in book/adjusted carrying value	(427,139)	(1,428,282)
9. Deduct current year's other-than-temporary impairment recognized	29,431,180	35,891,602
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	4,698,265,948	4,559,580,660
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	4,698,265,948	4,559,580,660

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 1B

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

NAIC Designation	1 Book/Adjusted Carrying Value Beginning of Current Quarter	2 Acquisitions During Current Quarter	3 Dispositions During Current Quarter	4 Non-Trading Activity During Current Quarter	5 Book/Adjusted Carrying Value End of First Quarter	6 Book/Adjusted Carrying Value End of Second Quarter	7 Book/Adjusted Carrying Value End of Third Quarter	8 Book/Adjusted Carrying Value December 31 Prior Year
BONDS								
1. NAIC 1 (a).....	3,783,357,914	792,030,661	356,890,037	(10,840,343)	4,094,398,849	3,783,357,914	4,207,658,195	4,041,831,745
2. NAIC 2 (a).....	36,560,318	5,295,396		2,963,167	32,523,342	36,560,318	44,818,881	59,164,645
3. NAIC 3 (a).....	2,628,719			(2,628,719)	2,634,846	2,628,719	0	0
4. NAIC 4 (a).....	65,335,268		61,244,728	(4,090,540)	64,426,083	65,335,268	0	0
5. NAIC 5 (a).....	0			0	0	0	0	0
6. NAIC 6 (a).....	96,622,999	7,920,527	8,132,391	(3,900,712)	97,321,158	96,622,999	92,510,423	96,124,388
7. Total Bonds	3,984,505,218	805,246,584	426,267,156	(18,497,147)	4,291,304,278	3,984,505,218	4,344,987,499	4,197,120,778
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	3,984,505,218	805,246,584	426,267,156	(18,497,147)	4,291,304,278	3,984,505,218	4,344,987,499	4,197,120,778

(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 \$443,219,796 ; NAIC 2 \$;
NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

SCHEDULE DA - PART 1

Short-Term Investments

	1	2	3	4	5
	Book/Adjusted Carrying Value	Par Value	Actual Cost	Interest Collected Year To Date	Paid for Accrued Interest Year To Date
9199999	315,002	XXX	315,002		

SCHEDULE DA - VERIFICATION

Short-Term Investments

	1	2
	Year To Date	Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	365,003	59,970,399
2. Cost of short-term investments acquired	265,000	41,054,158
3. Accrual of discount		20,831
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		4,224
6. Deduct consideration received on disposals	315,001	100,682,080
7. Deduct amortization of premium.....		2,529
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).....	315,002	365,003
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	315,002	365,003

Schedule DB - Part A - Verification

NONE

Schedule DB - Part B - Verification

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Verification

NONE

SCHEDULE E - VERIFICATION
(Cash Equivalents)

	1 Year To Date	2 Prior Year Ended December 31
1. Book/adjusted carrying value, December 31 of prior year.....	121,981,926	190,865,789
2. Cost of cash equivalents acquired	763,822,902	743,088,915
3. Accrual of discount	256,371	81,510
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals.....	6,832	2,617
6. Deduct consideration received on disposals	390,857,419	812,056,905
7. Deduct amortization of premium		0
8. Total foreign exchange change in book/adjusted carrying value		0
9. Deduct current year's other than temporary impairment recognized		0
10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9)	495,210,612	121,981,926
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	495,210,612	121,981,926

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

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
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
Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics - Common Stocks - Unaffiliated												
...000000-00-0...	IWASMER SCHORDER & COMPANY LLC.	DE	DIRECT		3	.09/01/2017		10,273,000				24.900
1599999 - Joint Venture, Partnership or Limited Liability Company Interests that have the Underlying Characteristics - Common Stocks - Unaffiliated												
								10,273,000	0	0	0	XXX
4499999 – Subtotals - Unaffiliated								10,273,000	0	0	0	XXX
4599999 – Subtotals - Affiliated								0	0	0	0	XXX
4699999 Totals								10,273,000	0	0	0	XXX

SCHEDULE BA - PART 3

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

[illegible]

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
Bonds - U.S. States, Territories and Possessions									
207726-K2-3	CONNECTICUT ST		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		10,226,000	10,000,000	222,222	1FE
60412A-KQ-5	MINNESOTA ST		09/28/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		7,950,047	7,505,000		1FE
647293-RH-4	NEW MEXICO ST		09/25/2017	CITIGROUP GLOBAL MARKETS		6,351,768	5,180,000	40,289	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						24,527,815	22,685,000	262,511	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
962506-RW-3	BELLINGHAM WHATCOM CNTY SCH DIST		08/17/2017	GOLDMAN SACHS		1,351,427	1,100,000		1FE
962506-RY-9	BELLINGHAM WHATCOM CNTY SCH DIST		08/17/2017	PIPER JAFFRAY INC		2,434,900	2,000,000		1FE
199820-X6-3	COMAL TX INDEP SCH DIST		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		4,989,100	4,910,000	38,666	1FE
287299-LL-3	ELK GROVE IL		08/16/2017	RBC CAPITAL MARKETS		1,182,350	1,000,000		1FE
353172-X6-1	FRANKLIN CNTY OHIO		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		2,470,409	2,450,000	38,792	1FE
40727G-AS-1	HAMILTON CNTY OH ISSUES LTD		09/25/2017	JP MORGAN SECURITIES		4,823,146	3,975,000		1FE
495224-3S-4	ISSAQUAH SD 411 WA		08/10/2017	US BANCORP PIPER JAFFRAY		1,052,590	875,000		1FE
47407M-CH-2	JEFFERSON GA SCHOOL DIST		08/11/2017	RAYMOND JAMES & ASSOC		1,114,870	1,000,000		1FE
486063-CF-5	KATY TEX INDPST SCH DIST		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,966,043	6,945,000	38,583	1FE
486063-WC-0	KATY TX INDEP SCH DIST		08/18/2017	RAYMOND JAMES & ASSOC		1,224,930	1,000,000	1,111	1FE
179090-MR-3	LAKE OSWEGO OR SD		08/16/2017	WELLS FARGO BROKER SERVICES LLC		3,072,750	2,500,000		1FE
179090-MS-1	LAKE OSWEGO OR SD		08/16/2017	WELLS FARGO BROKER SERVICES LLC		2,444,520	2,000,000		1FE
581664-HF-9	MCKINNEY TX ISD PSF		08/03/2017	WELLS FARGO BROKER SERVICES LLC		5,215,095	4,330,000		1FE
581664-HG-7	MCKINNEY TX ISD PSF		08/03/2017	WELLS FARGO BROKER SERVICES LLC		2,757,332	2,300,000		1FE
592112-CZ-7	METROPOLITAN GOVT NASHVILLE & DAVI		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		24,574,922	24,290,000	283,383	1FE
592112-DA-1	METROPOLITAN GOVT NASHVILLE & DAVI		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		25,804,174	25,505,000	297,558	1FE
734260-R2-0	PORT HOUSTON AUTH TEX HARRIS CNTY		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		3,061,124	2,900,000	87,604	1FE
812626-7B-9	SEATTLE WASH		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		4,845,711	4,840,000	116,967	1FE
821686-T5-1	SHELBY CNTY TENN		08/22/2017	RBC CAPITAL MARKETS		6,740,928	5,640,000	50,133	1FE
906573-ER-7	UNION CA ELEM SCH DIST		08/15/2017	MESIROW		2,845,512	4,005,000		1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						108,971,833	103,565,000	952,797	XXX
Bonds - U.S. Special Revenue									
052476-2W-7	AUSTIN TX WTR & WSTWTR SYS REV		08/16/2017	GOLDMAN SACHS		1,199,410	1,000,000		1FE
072024-VJ-8	BAY AREA CA TOLL AUTH		09/29/2017	MORGAN STANLEY CO		3,505,613	3,250,000	722	1FE
114760-FU-0	BROOMFIELD CO SALES & USE TAX REV		09/28/2017	PIPER JAFFRAY INC		1,213,600	1,000,000		1FE
13032U-MR-6	CALIFORNIA HEALTH FACILITIES FIN		07/21/2017	BARCLAYS CAPITAL		1,531,082	1,215,000	14,006	1FE
13033F-2Z-2	CALIFORNIA HEALTH FACS FING AUTH R		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		10,384,100	10,000,000	55,556	1FE
677561-KK-7	CLEVELAND CLINIC HEALTH SYSTEM		08/09/2017	JP MORGAN SECURITIES		587,143	490,000		1FE
73358T-Z7-9	CONS-ONE HUNDRED FIFTY-SECOND		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,107,668	5,970,000	119,400	1FE
246045-NF-1	DELAWARE CNTY PA REGL WTR REV		09/29/2017	U.S. BANCORP INVESTMENTS INC		2,065,680	1,800,000	38,000	1FE
254845-EM-8	DISTRICT COLUMBIA WTR & SWR AUTH P		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		2,710,734	2,600,000	62,833	1FE
271014-F4-9	EAST BAY CA UTILITY DIST WTR SYS		08/23/2017	MORGAN STANLEY CO		9,685,543	7,970,000	73,058	1FE
276771-HX-3	EASTERN MUN WTR DIST CALIF WTR & S		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		2,993,989	2,900,000	33,833	1FE
29508R-JT-4	ERIE CNTY NY FISCAL STABILITY AUTH		08/25/2017	ROOSEVELT & CROSS		1,340,119	1,100,000		1FE
29508R-KK-1	ERIE CNTY NY FISCAL STABILITY AUTH		08/25/2017	ROOSEVELT & CROSS		1,111,970	1,000,000		1FE
3128MJ-2D-1	FG G08771		09/22/2017	KGS - ALPHA CAPITAL MARKETS, L.P		2,074,060	1,968,704	2,406	1
3128P8-EW-7	FHLMC POOL C91949		09/15/2017	SUNTRUST CAPITAL MARKETS INC		3,058,910	2,990,229	2,741	1
31335B-JA-5	FHLMC POOL G61157		09/29/2017	GOLDMAN SACHS		6,216,563	6,000,000	6,417	1
392274-W5-1	GTR ORLANDO FL AVIATION AUTH ARPRT		08/30/2017	RBC CAPITAL MARKETS		1,773,030	1,500,000		1FE
392274-W6-9	GTR ORLANDO FL AVIATION AUTH ARPRT		08/30/2017	RBC CAPITAL MARKETS		1,764,480	1,500,000		1FE
45204E-YA-0	ILLINOIS ST CLEAN WATER		08/30/2017	BANK OF AMERICA SECURITIES LLC		2,397,940	2,000,000		1FE
45204E-YB-8	ILLINOIS ST CLEAN WATER		08/30/2017	BANK OF AMERICA SECURITIES LLC		2,387,000	2,000,000		1FE
45204E-YC-6	ILLINOIS ST CLEAN WATER		08/30/2017	BANK OF AMERICA SECURITIES LLC		2,376,100	2,000,000		1FE
45204E-YD-4	ILLINOIS ST CLEAN WATER		08/30/2017	BANK OF AMERICA SECURITIES LLC		2,365,260	2,000,000		1FE
45470R-DQ-6	INDIANA ST FIN AUTH HWY REV		08/24/2017	GOLDMAN SACHS		6,084,900	5,000,000		1FE
45470R-DR-4	INDIANA ST FIN AUTH HWY REV		08/24/2017	GOLDMAN SACHS		6,054,900	5,000,000		1FE
455393-BX-5	INDIANAPOLIS IND THERMAL		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		6,255,540	6,000,000	145,000	1FE
485424-RH-0	KANSAS ST DEPT OF TRANSPORT		09/28/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		2,311,219	1,875,000		1FE
485424-RJ-6	KANSAS ST DEPT OF TRANSPORT		09/28/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		1,614,963	1,325,000		1FE
592248-EN-4	MET PIER & EXPOSITION AUTH UNREFUN		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		830,922	820,000	12,528	1FE
59333P-X2-9	MIAMI-DADE CNTY-A REFUNDED		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		3,332,481	3,195,000	81,073	1FE
66285W-SR-8	N TX TOLLWAY AUTH REVENUE		08/16/2017	MIDDLEGATE SECURITIES LTD		1,154,890	1,000,000	6,944	1FE
646136-LU-3	NEW JERSEY ST TRANSN		07/05/2017	THE MUNICENTER		114,400	100,000	382	1FE

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

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

1	2	3	4	5	6	7	8	9	10
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends	NAIC Designation or Market Indicator ^(a)
64711N-BM-6	NEW MEXICO FIN AUTH REV		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		5,133,050	5,000,000	79,167	1FE
64971W-QX-1	NEW YORK NY CITY TRANSITIONAL PRER		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		3,350,608	3,335,000	66,700	1FE
646136-TB-7	NJ ST TRANSPORT TRUST FUND AUTH		07/06/2017	THE MUNICENTER		10,100	10,000	36	1FE
67766W-XX-5	OHIO ST WTR DEV AUTH WTR		08/16/2017	JEFFERIES		1,225,360	1,000,000	16,806	1FE
709224-YW-3	PENN ST TURNPIKE COMMISSION REV		09/27/2017	PIPER JAFFRAY INC.		1,188,120	1,000,000		1FE
709224-YX-1	PENN ST TURNPIKE COMMISSION REV		09/27/2017	PIPER JAFFRAY INC.		1,181,360	1,000,000		1FE
709224-YY-9	PENN ST TURNPIKE COMMISSION REV		09/27/2017	PIPER JAFFRAY INC.		1,175,600	1,000,000		1FE
708796-7C-5	PENNSYLVANIA ST HSG FIN AGY SF		08/25/2017	MERRILL LYNCH		1,000,000	1,000,000		1FE
709224-FS-3	PENNSYLVANIA ST TURNPIKE COMM REV		08/24/2017	PIPER JAFFRAY INC.		6,009,093	5,255,000	64,228	1FE
762197-WH-0	RHODE ISLAND HEALTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		446,678	375,000		1FE
762197-VP-3	RHODE ISLAND ST HLTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		888,353	750,000		1FE
762197-WD-9	RHODE ISLAND ST HLTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		972,400	800,000		1FE
762197-WF-4	RHODE ISLAND ST HLTH & EDU		09/28/2017	RAYMOND JAMES & ASSOC		1,208,480	1,000,000		1FE
796253-7F-3	SAN ANTONIO TX E&G		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		1,204,750	1,000,000		1FE
796253-7D-8	SAN ANTONIO TX ELEC & GAS REV		08/10/2017	NATIONAL FINANCIAL SERVICES CORP		322,097	265,000		1FE
79766D-AB-5	SAN FRANCISCO CALIF CITY ARPT		08/22/2017	MORGAN STANLEY CO		12,364,128	11,200,000	177,333	1FE
812631-NW-5	SEATTLE WA DRAINAGE AND WASTEWATER		09/25/2017	PNC CAPITAL MARKETS LLC		6,392,593	5,835,000	57,702	1FE
880558-JL-6	TENNESSEE ST SCH BOND AUTH		09/14/2017	CITIGROUP GLOBAL MARKETS		1,237,230	1,000,000		1FE
880558-JM-4	TENNESSEE ST SCH BOND AUTH		09/14/2017	CITIGROUP GLOBAL MARKETS		615,575	500,000		1FE
880558-JN-2	TENNESSEE ST SCH BOND AUTH		09/14/2017	CITIGROUP GLOBAL MARKETS		4,091,901	3,340,000		1FE
880558-JP-7	TENNESSEE ST SCH BOND AUTH		09/14/2017	CITIGROUP GLOBAL MARKETS		1,217,120	1,000,000		1FE
89602N-MT-8	TRIBOROUGH BRDG & TUNL AUTH N Y REV		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		14,902,520	14,500,000	261,806	1FE
89602N-7R-9	TRIBOROUGH NY BRIDGE & TUNNEL AUTH		08/23/2017	MORGAN STANLEY CO		6,683,264	5,600,000	80,111	1FE
914026-SV-2	UNIV OF ALABAMA AL UNIV GEN REV		08/16/2017	WELLS FARGO BROKER SERVICES LLC		1,236,430	1,000,000		1FE
917565-HP-1	UTAH TRAN AUTH SALES TAX REV		09/25/2017	MUNICIPAL ASSURANCE CORPORATION HOLDINGS		5,164,200	5,000,000	72,917	1FE
928580-AN-2	VOCATIONAL REGION 8 MID-COAST		08/15/2017	MORGAN STANLEY CO		1,128,761	1,015,000		1FE
938782-FP-9	WASHINGTON DC MET AREA TRANSIT		08/22/2017	WELLS FARGO BROKER SERVICES LLC		8,997,300	7,500,000	8,333	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						185,951,280	166,848,932	1,540,038	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
01748R-AC-9	ALLEGRO CLO LTD		08/23/2017	MORGAN STANLEY CO		3,000,000	3,000,000		1FE
04625A-AA-2	ASSURANT I CLO LTD		09/29/2017	MORGAN STANLEY CO		8,050,000	8,050,000		1FE
14310B-AL-5	CARLYLE GLOBAL MARKET STRATEGIES		07/25/2017	CITIGROUP GLOBAL MARKETS		1,500,000	1,500,000		1FE
14310M-AN-7	CARLYLE GLOBAL MARKET STRATEGIES		09/14/2017	RBC CAPITAL MARKETS		10,064,638	10,000,000	44,424	1FE
12481K-AA-6	CBAM 2017-1 LTD		07/31/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		3,500,000	3,500,000		1FE
55818K-AR-2	MADISON PARK FUNDING XI, LTD		08/04/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		7,000,000	7,000,000	21,634	1FE
74981H-CC-2	RACE POINT CLO LTD		08/28/2017	CITIGROUP GLOBAL MARKETS		4,500,000	4,500,000		1FE
75620T-AR-9	RECETTE CLO LLC		09/22/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		7,550,000	7,550,000		1FE
76761R-AA-7	RISERVA CLO LTD		09/15/2017	RBC CAPITAL MARKETS		4,708,125	4,650,000	22,489	1FE
06051G-GT-0	BANK OF AMERICA CORP		09/13/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		3,370,000	3,370,000		2FE
12481H-AC-9	CBAM CLO MANAGEMENT 2017-1 LTD		09/08/2017	JP MORGAN SECURITIES		4,150,000	4,150,000		1FE
12549B-AQ-1	CIFC 2013-2A A1LR		09/27/2017	MORGAN STANLEY CO		5,000,000	5,000,000		1FE
25157G-AG-7	DMSI 2006-PR1 3AF2		09/26/2017	JP MORGAN SECURITIES		2,476,466	2,549,795	1,464	1AM
34529S-AA-7	FORD CREDIT AUTO OWNER TRUST		09/12/2017	BANK OF AMERICA MERRILL LYNCH SECURITIES		3,999,558	4,000,000		1FE
65537B-AE-0	NAA 2006-WF1 A5		08/25/2017	WELLS FARGO BROKER SERVICES LLC		7,920,527	10,953,404		6AM
65538P-AD-0	NOMURA ASSET ACCEPTANCE CORP		07/13/2017	GUGGENHEIM CAPITAL MARKETS		2,834,944	4,065,293	10,096	1FM
709599-AY-0	PENSKE TRUCK LEASING CO		09/12/2017	WELLS FARGO BROKER SERVICES LLC		1,526,512	1,530,000		2FE
96145D-AA-3	WESTROCK CO		08/21/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		398,884	400,000		2FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						81,549,654	85,768,492	100,107	XXX
8399997 - Subtotals - Bonds - Part 3						401,000,582	378,867,425	2,855,453	XXX
8399999 - Subtotals - Bonds						401,000,582	378,867,425	2,855,453	XXX
9999999 Totals						401,000,582	XXX	2,855,453	XXX

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

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36178C-7C-1	GNMA #0AA5391 SF30		09/15/2017	PRINCIPAL RECEIPT		435,308	435,308	468,194	468,822		(33,514)		(33,514)		435,308			0	9,051	06/15/2042	1
36241L-BC-9	GNMA #782735		09/15/2017	PRINCIPAL RECEIPT		61,003	61,003	66,351	68,203		(7,199)		(7,199)		61,003			0	2,205	07/15/2039	1
36295W-EN-3	GNMA #682441		09/15/2017	PRINCIPAL RECEIPT		1,269	1,269	1,364	1,357		(88)		(88)		1,269			0	41	05/15/2023	1
36225C-BQ-8	GNMA 11 ARM POOL 080046		09/20/2017	PRINCIPAL RECEIPT		201	201	203	206		(5)		(5)		201			0	1	02/20/2027	1
36207R-3A-1	GNMA POOL 440093		09/15/2017	PRINCIPAL RECEIPT		3	3	3	3				0		3			0		02/15/2027	1
36201F-V2-0	GNMA POOL 582133		09/15/2017	PRINCIPAL RECEIPT		831	831	882	861		(30)		(30)		831			0	37	05/15/2032	1
0599999 - Bonds - U.S. Governments						498,615	498,616	536,997	539,452	0	(40,836)	0	(40,836)	0	498,615	0	0	0	11,335	XXX	XXX
Bonds - U.S. States, Territories and Possessions																					
93974B-N8-1	WASHINGTON ST		07/01/2017	CALLED @ 100.0000000		8,500,000	8,500,000	8,870,770	8,685,163		(185,163)		(185,163)		8,500,000			0	425,000	07/01/2021	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						8,500,000	8,500,000	8,870,770	8,685,163	0	(185,163)	0	(185,163)	0	8,500,000	0	0	0	425,000	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
062430-CN-3	AUSTIN TEX INDPT SCH DIST		08/01/2017	CALLED @ 100.0000000		8,255,000	8,255,000	8,649,011	8,466,945		(211,945)		(211,945)		8,255,000			0	412,750	08/01/2028	1FE
052430-CR-4	AUSTIN TEX INDPT SCH DIST		08/01/2017	CALLED @ 100.0000000		4,440,000	4,440,000	4,651,921	4,553,996		(113,996)		(113,996)		4,440,000			0	222,000	08/01/2031	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						12,695,000	12,695,000	13,300,932	13,020,941	0	(325,941)	0	(325,941)	0	12,695,000	0	0	0	634,750	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																					
05159P-AY-8	AURORA COLO WTR TMPT REV 5.00%		08/01/2017	CALLED @ 100.0000000		10,540,000	10,540,000	11,025,054	10,574,829		(34,829)		(34,829)		10,540,000			0	527,000	08/01/2024	1FE
117569-EH-2	BRYAN ELEC SYS		07/01/2017	CALLED @ 100.0000000		5,000,000	5,000,000	4,886,450	4,909,705		1,747		1,747		4,911,452		88,548	88,548	268,351	07/01/2033	1FE
196707-JR-5	COLORADO ST BRD OF GOVERNORS U		08/10/2017	STIFEL NICOLAUS & CO INC		2,944,217	2,520,000	3,060,313	2,816,770		(32,972)		(32,972)		2,783,798		160,418	160,418	120,400	03/01/2022	1FE
226706-AA-7	CRISP CNTY GA SOL WST																				
246395-TY-3	MGMT AUTH		07/01/2017	Sink PMT @ 100.0000000		154,711	154,711	129,405	130,979		23,732		23,732		154,711			0		01/01/2023	6FE
31402V-LU-2	DE HSG-SR-SFM-B		09/01/2017	CALLED @ 100.0000000		330,000	330,000	330,000	330,000		0		0		330,000			0	18,602	07/01/2039	1FE
31406C-MA-3	FANNIE MAE POOL # 739339		09/25/2017	PRINCIPAL RECEIPT		7,900	7,900	8,068	7,928		(28)		(28)		7,900			0	269	09/01/2018	1
	FANNIE MAE POOL# 805953		09/25/2017	PRINCIPAL RECEIPT		3,469	3,469	3,548	3,495		(26)		(26)		3,469			0	123	12/01/2019	1
31320Q-TT-9	FEDERAL HOME LN MTG CORP #034161		09/15/2017	PRINCIPAL RECEIPT		116,856	116,856	120,854	120,624		(3,768)		(3,768)		116,856			0	2,341	06/01/2045	1
373377-AP-5	FEDERAL HWY GA RD TWY AUTH		08/31/2017	CALLED @ 100.0000000		4,000,000	4,000,000	4,245,040	4,011,665		(11,665)		(11,665)		4,000,000			0	150,000	06/01/2018	1FE
3138WE-KW-8	FEDERAL NATIONAL MTG ASSOC #AS4808		09/25/2017	PRINCIPAL RECEIPT		172,780	172,780	181,446	180,059		(7,280)		(7,280)		172,780			0	4,018	04/01/2045	1
3138WH-SW-3	FEDERAL NATIONAL MTG ASSOC #AS7732		09/25/2017	PRINCIPAL RECEIPT		261,798	261,798	272,976	272,611		(10,813)		(10,813)		261,798			0	5,525	08/01/2041	1
3138YR-QX-9	FEDERAL NATIONAL MTG ASSOC #AZ0469		09/25/2017	PRINCIPAL RECEIPT		149,965	149,965	157,581	156,670		(6,704)		(6,704)		149,965			0	3,096	05/01/2045	1
3128PU-EW-8	FG J14649		09/15/2017	PRINCIPAL RECEIPT		65,946	65,946	65,627	65,655		291		291		65,946			0	1,340	04/01/2026	1
31307R-Z8-1	FG J35267		09/15/2017	PRINCIPAL RECEIPT		107,605	107,605	111,673	111,594		(3,989)		(3,989)		107,605			0	1,544	09/01/2031	1
3128LO-DE-9	FGOLD 30YR		09/15/2017	PRINCIPAL RECEIPT		43,794	43,794	44,053	44,107		(314)		(314)		43,794			0	1,953	11/01/2037	1
3128LX-FB-1	FGOLD 30YR GIANT		09/15/2017	PRINCIPAL RECEIPT		10,096	10,096	9,683	9,657		439		439		10,096			0	341	12/01/2035	1
3128M5-HJ-2	FGOLD 30YR GIANT		09/15/2017	PRINCIPAL RECEIPT		14,095	14,095	14,234	14,231		(136)		(136)		14,095			0	536	06/01/2036	1
3128M5-LE-8	FGOLD 30YR GIANT		09/15/2017	PRINCIPAL RECEIPT		15,565	15,565	15,921	15,974		(410)		(410)		15,565			0	591	11/01/2037	1
3128M6-EF-1	FGOLD 30YR GIANT		09/15/2017	PRINCIPAL RECEIPT		5,231	5,231	4,955	4,960		271		271		5,231			0	164	04/01/2038	1
3128MJ-TP-5	FGOLD 30YR GIANT		09/15/2017	PRINCIPAL RECEIPT		178,789	178,789	177,048	177,963		826		826		178,789			0	3,776	11/01/2043	1
3128M5-ME-7	FGOLD 30YR GIANT POOL # 603657		09/15/2017	PRINCIPAL RECEIPT		1,081	1,081	1,119	1,125		(45)		(45)		1,081			0	42	12/01/2037	1
31292H-5P-5	FGOLD POOL # C01754		09/15/2017	PRINCIPAL RECEIPT		10,017	10,017	10,141	10,132		(115)		(115)		10,017			0	316	01/01/2034	1
31288J-ZR-0	FGOLD POOL # C79752		09/15/2017	PRINCIPAL RECEIPT		30,999	30,999	31,332	31,248		(249)		(249)		30,999			0	933	05/01/2033	1
3128LX-BJ-8	FGOLD POOL # G01841		09/15/2017	PRINCIPAL RECEIPT		8,316	8,316	8,338	8,338		(22)		(22)		8,316			0	288	06/01/2035	1
31292H-KJ-2	FGOLD POOL 01197		09/15/2017	PRINCIPAL RECEIPT		3,529	3,529	3,509	3,508		7		7		3,515		14	14	127	07/01/2031	1
31287M-HU-7	FGOLD POOL 62043		09/15/2017	PRINCIPAL RECEIPT		961	961	974	971		(9)		(9)		961			0	35	12/01/2031	1
31292G-VZ-6	FGOLD POOL C00632		09/15/2017	PRINCIPAL RECEIPT		62	62	60	60		1		1		62			0	3	07/01/2028	1
31292H-QR-8	FGOLD POOL C01364		09/15/2017	PRINCIPAL RECEIPT		2,663	2,663	2,704	2,719		(56)		(56)		2,663			0	104	06/01/2032	1
31293E-EW-6	FGOLD POOL C18249		09/15/2017	PRINCIPAL RECEIPT		1,806	1,806	1,780	1,788		17		17		1,806			0	78	11/01/2028	1
31294E-HK-8	FGOLD POOL C37434		09/15/2017	PRINCIPAL RECEIPT		2,372	2,372	2,325	2,345		28		28		2,372			0	102	12/01/2029	1
3128QH-UA-6	FHLMC 5/1 GMD LIBOR HYBRID ARM		09/15/2017	PRINCIPAL RECEIPT		9,060	9,060	9,225	9,194		(134)		(134)		9,060			0	166	05/01/2037	1
3128M9-WB-4	FHLMC Gold 30 Yr P/T Pool # G07542		09/15/2017	PRINCIPAL RECEIPT		98,402	98,402	105,075	103,639		(5,237)		(5,237)		98,402			0	2,611	11/01/2043	1
3128MJ-YY-0	FHLMG #608726		09/15/2017	PRINCIPAL RECEIPT		16,926	16,926	17,603	17,587		(661)		(661)		16,926			0	297	10/11/2046	1
34073N-7G-9	FL HSG FIN-HMOWNER-3		07/03/2017	CALLED @ 100.0000000		120,000	120,000	120,000	120,000		0		0		120,000			0	6,030	07/01/2023	1FE
34073N-6A-3	FLORIDA HSG FIN CORP REV		08/01/2017	CALLED @ 100.0000000		1,050,000	1,050,000	1,050,000	1,050,000		0		0		1,050,000			0	88,250	07/01/2039	1FE
31376K-JR-8	FNMA POOL# 357672		09/25/2017	PRINCIPAL RECEIPT		62,216	62,216	60,082	61,549		966		966		62,216			0	1,854	12/01/2019	1
31410F-YJ-8	FNMA 30YR		09/25/2017	PRINCIPAL RECEIPT		24,225	24,225	23,724	23,722		503		503		24,225			0	741	05/01/2036	1
31403D-T8-2	FNMA 30YR POOL # 745875		09/25/2017	PRINCIPAL RECEIPT		32,018	32,018	32,794	32,853		(835)		(835)		32,018			0	1,276	09/01/2036	1
31414U-6M-5	FNMA 30YR POOL # 977076		09/25/2017	PRINCIPAL RECEIPT		15,712	15,712	15,073	15,012		699		699		15,712			0	496	01/01/2038	1

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
31405R-AK-2..	FNMA 30YR POOL #796610..		09/25/2017..	PRINCIPAL RECEIPT		101,873	101,873	100,887	100,889		984		984		101,873			.0	3,410	10/01/2034..	1FE
31406W-4A-1..	FNMA 30YR POOL #814517..		09/25/2017..	PRINCIPAL RECEIPT		6,447	6,447	6,388	6,392		55		55		6,447			.0	217	03/01/2035..	1FE
31385X-Q9-1..	FNMA 30YR POOL#555880..		09/25/2017..	PRINCIPAL RECEIPT		27,962	27,962	27,797	27,799		163		163		27,962			.0	942	11/01/2033..	1FE
31402D-P7-9..	FNMA 30YR POOL#725946..		09/25/2017..	PRINCIPAL RECEIPT		37,793	37,793	37,323	37,310		484		484		37,793			.0	1,277	11/01/2034..	1FE
31402D-SZ-5..	FNMA 30YR POOL#735036..		09/25/2017..	PRINCIPAL RECEIPT		43,730	43,730	43,202	43,181		549		549		43,730			.0	1,574	12/01/2034..	1FE
31392C-AV-6..	FNMA 02-14 : 1A		09/25/2017..	PRINCIPAL RECEIPT		3,138	3,138	3,413	3,403		.0		.0		3,403		(265)	(265)	122	01/25/2042..	1FE
31407N-ZJ-5..	FNMA 15 YR MBS/POOL		09/25/2017..	PRINCIPAL RECEIPT		33,269	33,269	33,253	33,259		10		10		33,269			.0	1,107	10/01/2020..	1FE
31410F-Z2-4..	FNMA 15YR MBS/POOL		09/25/2017..	PRINCIPAL RECEIPT		16,275	16,275	16,041	16,190		85		85		16,275			.0	522	07/01/2020..	1FE
31413E-UA-1..	FNMA 30 YEAR POOL		09/25/2017..	PRINCIPAL RECEIPT		53,123	53,123	52,537	52,612		511		511		53,123			.0	2,190	08/01/2037..	1FE
31402R-R9-2..	FNMA 30 YR		09/25/2017..	PRINCIPAL RECEIPT		9,606	9,606	9,438	9,421		185		185		9,606			.0	316	10/01/2035..	1FE
314096-WP-8..	FNMA 30 YR POOL		09/25/2017..	PRINCIPAL RECEIPT		9,176	9,176	9,179	9,179		(4)		(4)		9,176			.0	367	07/01/2036..	1FE
31402C-VP-4..	FNMA 30YR		09/25/2017..	PRINCIPAL RECEIPT		23,100	23,100	23,037	23,046		54		54		23,100			.0	778	02/01/2034..	1FE
31402D-WA-5..	FNMA 30YR		09/25/2017..	PRINCIPAL RECEIPT		23,721	23,721	23,179	23,162		559		559		23,721			.0	800	01/01/2035..	1FE
31410G-AF-0..	FNMA 30YR MBS POOL		09/25/2017..	PRINCIPAL RECEIPT		8,907	8,907	8,635	8,642		265		265		8,907			.0	276	08/01/2036..	1FE
31410F-T6-2..	FNMA 30YR MBS/POOL		09/25/2017..	PRINCIPAL RECEIPT		48,479	48,479	47,912	48,004		474		474		48,479			.0	1,644	02/01/2035..	1FE
31403D-DX-4..	FNMA 30YR MBS/POOL# 13442		09/25/2017..	PRINCIPAL RECEIPT		19,261	19,261	18,628	18,656		605		605		19,261			.0	688	04/01/2036..	1FE
31403D-PN-3..	FNMA 30YR POOL		09/25/2017..	PRINCIPAL RECEIPT		23,548	23,548	23,354	23,366		182		182		23,548			.0	844	08/01/2036..	1FE
31410G-AE-3..	FNMA 30YR POOL		09/25/2017..	PRINCIPAL RECEIPT		37,165	37,165	35,037	35,078		2,087		2,087		37,165			.0	1,201	12/01/2036..	1FE
31400Y-4J-2..	FNMA 30YR POOL 702025		09/25/2017..	PRINCIPAL RECEIPT		420	420	442	445		(25)		(25)		420			.0	15	05/01/2033..	1FE
31402R-UN-7..	FNMA 30YR pool#735989		09/25/2017..	PRINCIPAL RECEIPT		15,208	15,208	15,114	15,118		90		90		15,208			.0	512	02/01/2035..	1FE
31371L-M3-0..	FNMA POOL # 255178		09/25/2017..	PRINCIPAL RECEIPT		7,958	7,958	7,981	7,982		(23)		(23)		7,958			.0	237	04/01/2034..	1FE
31371L-ZT-9..	FNMA POOL # 255554		09/25/2017..	PRINCIPAL RECEIPT		5,384	5,384	5,307	5,307		77		77		5,384			.0	179	12/01/2034..	1FE
31385X-EC-7..	FNMA POOL # 555531		09/25/2017..	PRINCIPAL RECEIPT		5,460	5,460	5,456	5,457		2		2		5,460			.0	192	06/01/2033..	1FE
31401B-P6-6..	FNMA POOL # 703445		09/25/2017..	PRINCIPAL RECEIPT		3,786	3,786	3,836	3,794		(8)		(8)		3,786			.0	119	05/01/2018..	1FE
31401L-PL-1..	FNMA POOL # 711527		09/25/2017..	PRINCIPAL RECEIPT		140	140	139	139		1		1		140			.0	5	06/01/2033..	1FE
31402B-S7-0..	FNMA POOL # 724242		09/25/2017..	PRINCIPAL RECEIPT		3,082	3,082	3,053	3,047		34		34		3,082			.0	101	07/01/2033..	1FE
31402C-4H-2..	FNMA POOL # 725424		09/25/2017..	PRINCIPAL RECEIPT		32,106	32,106	32,300	32,302		(196)		(196)		32,106			.0	1,094	04/01/2034..	1FE
31402D-JF-8..	FNMA POOL # 725762		09/25/2017..	PRINCIPAL RECEIPT		25,762	25,762	26,391	26,290		(528)		(528)		25,762			.0	951	08/01/2034..	1FE
31402U-4B-5..	FNMA POOL # 738918		09/25/2017..	PRINCIPAL RECEIPT		735	735	729	729		6		6		735			.0	25	06/01/2033..	1FE
31407E-ZU-0..	FNMA POOL # 828855		09/25/2017..	PRINCIPAL RECEIPT		17,120	17,120	16,536	16,547		573		573		17,120			.0	518	10/01/2035..	1FE
31407S-A2-8..	FNMA POOL #838925		09/25/2017..	PRINCIPAL RECEIPT		58,926	58,926	56,562	57,276		1,650		1,650		58,926			.0	1,730	08/01/2035..	1FE
31371K-GA-3..	FNMA POOL 254093		09/25/2017..	PRINCIPAL RECEIPT		11,377	11,377	12,569	12,483		(1,107)		(1,107)		11,377			.0	490	12/01/2031..	1FE
31371L-PJ-2..	FNMA POOL 255225		09/25/2017..	PRINCIPAL RECEIPT		7,936	7,936	7,828	7,832		104		104		7,936			.0	272	06/01/2034..	1FE
31390L-J9-8..	FNMA POOL 49288		08/25/2017..	PRINCIPAL RECEIPT		1,624	1,624	1,663	1,627		(3)		(3)		1,624			.0	66	08/01/2017..	1FE
31385H-4Y-5..	FNMA POOL 545439		09/25/2017..	PRINCIPAL RECEIPT		5,830	5,830	5,911	5,944		(114)		(114)		5,830			.0	248	02/01/2032..	1FE
31385J-K8-0..	FNMA POOL 545819		09/25/2017..	PRINCIPAL RECEIPT		3,362	3,362	3,668	3,677		(314)		(314)		3,362			.0	142	08/01/2032..	1FE
31385X-F9-3..	FNMA POOL 555592		09/25/2017..	PRINCIPAL RECEIPT		545	545	560	559		(14)		(14)		545			.0	17	07/01/2033..	1FE
31388W-KN-5..	FNMA POOL 616901		09/25/2017..	PRINCIPAL RECEIPT		284	284	286	285		(2)		(2)		284			.0	10	12/01/2031..	1FE
31388W-PP-5..	FNMA POOL 617030		09/25/2017..	PRINCIPAL RECEIPT		995	995	1,001	1,001		(6)		(6)		995			.0	39	12/01/2031..	1FE
31388X-X4-1..	FNMA POOL 618199		09/25/2017..	PRINCIPAL RECEIPT		4,906	4,906	5,037	5,019		(79)		(79)		4,940		(33)	(33)	161	11/01/2031..	1FE
31390B-XK-9..	FNMA POOL 641582		09/25/2017..	PRINCIPAL RECEIPT		8,254	8,254	8,383	8,337		(82)		(82)		8,254			.0	328	04/01/2032..	1FE
31390M-3E-2..	FNMA POOL 650697		07/25/2017..	PRINCIPAL RECEIPT		82	82	84	82						82			.0	3	07/01/2017..	1FE
31390Y-2V-9..	FNMA POOL 660588		08/25/2017..	PRINCIPAL RECEIPT		163	163	163	163						163			.0	6	09/01/2017..	1FE
31391H-RS-5..	FNMA POOL 667497		09/25/2017..	PRINCIPAL RECEIPT		43	43	45	46		(3)		(3)		43			.0	2	01/01/2033..	1FE
31391Y-5G-8..	FNMA POOL 681347		09/25/2017..	PRINCIPAL RECEIPT		1,755	1,755	1,800	1,761		(5)		(5)		1,755			.0	56	02/01/2018..	1FE
31400A-WX-3..	FNMA POOL 681774		09/25/2017..	PRINCIPAL RECEIPT		2,679	2,679	2,679	2,679						2,679			.0	86	01/01/2018..	1FE
31400P-ZK-4..	FNMA POOL 693846		09/25/2017..	PRINCIP																	

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	Foreign	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Contractual Maturity Date	NAIC Designation or Market Indicator (a)
67886M-JG-5...	OKLAHOMA HSG FIN AGY SINGLE FAMILY...		09/01/2017...	OKLAHOMA HSG FIN AGY SINGLE FAMILY...		5,000	5,000	5,000	5,000				0		5,000			0	268	09/01/2034...	1FE
67886M-JJ-9...	OKLAHOMA HSG FIN AGY SINGLE FAMILY...		09/01/2017...	OKLAHOMA HSG FIN AGY SINGLE FAMILY...		35,000	35,000	35,000	35,000				0		35,000			0	1,908	03/01/2039...	1FE
681793-5D-3...	OMAHA PUB PWR DIST NEB ELEC.		08/10/2017...	BB& T CAPITAL MARKETS.		1,649,385	1,500,000	1,768,035	1,603,100		(19,688)		(19,688)		1,583,412		65,973	65,973	77,917	02/01/2020...	1FE
71884A-QT-9...	PHOENIX ARIZ CIVIC IMPT CORP EXC I		07/01/2017...	PHOENIX ARIZ CIVIC IMPT CORP EXC I		7,095,000	7,095,000	7,408,812	7,251,695		(156,695)		(156,695)		7,095,000			0	354,750	07/01/2022...	1FE
83703F-BM-3...	SOUTH CAROLINA JOBS-ECONOMIC DEV A		08/15/2017...	SOUTH CAROLINA JOBS-ECONOMIC DEV A		2,870,000	2,870,000	3,072,450	2,886,164		(16,164)		(16,164)		2,870,000			0	143,500	08/15/2017...	1FE
83756C-FR-1...	SOUTH DAKOTA HSG DEV AUTH		08/01/2017...	SOUTH DAKOTA HSG DEV AUTH		25,000	25,000	26,842	26,370		(106)		(106)		26,264		(1,264)	(1,264)	530	11/01/2044...	1FE
880461-DK-1...	TENNESSEE HSG DEV AGY RSDL FIN		09/01/2017...	TENNESSEE HSG DEV AGY RSDL FIN		35,000	35,000	35,000	35,000				0		35,000			0	1,408	01/01/2034...	1FE
880461-DL-9...	TENNESSEE HSG DEV AGY RSDL FIN		08/01/2017...	TENNESSEE HSG DEV AGY RSDL FIN		175,000	175,000	191,191	187,145		(921)		(921)		186,225		(11,225)	(11,225)	7,199	07/01/2039...	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						66,700,299	66,126,694	69,325,731	66,376,700	0	(368,383)	0	(368,383)	0	66,408,323	0	291,976	291,976	3,180,332	XXX	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)																					
000000-00-0...	RELIANCE RAIL FINANCE PT...		08/03/2017...	GOLDMAN SACHS		66,319,880	69,810,400	58,401,905	60,459,182		990,571		990,571	(205,025)	61,244,728	6,330,228	(1,255,076)	5,075,152	1,244,860	09/26/2018...	4AM
000000-00-0...	RELIANCE RAIL FINANCE PT...		08/03/2017...	GOLDMAN SACHS		73,856,230	77,743,400	62,563,052	64,686,435		1,215,381		1,215,381	(222,114)	65,679,702	6,785,505	1,391,023	8,176,528	934,005	09/26/2019...	1AM
000000-00-0...	ADVANTAGE CAPITAL		09/30/2017...	USE OF TAX CREDIT		42,321		42,321	42,321				0		42,321			0		12/01/2020...	1FE
00083B-AB-1...	ACE 2007-01 A2		09/25/2017...	PRINCIPAL RECEIPT		6,750	6,750	5,497	5,559		1,296	105	1,191		6,750			0		02/25/2038...	1FM
00083B-AA-3...	ACE SECURITIES CORP		09/25/2017...	PRINCIPAL RECEIPT		1,101,120	1,101,120	967,004	924,502		176,618		176,618		1,101,120			0		02/25/2038...	1FM
026934-AC-3...	AHMA 2007-4 A3		09/25/2017...	PRINCIPAL RECEIPT		5,763,130	5,763,130	4,263,492	4,347,958		1,415,172		1,415,172		5,763,130			0		08/25/2037...	1FM
23242L-AB-9...	CWHEL 2006-F 2A1A		09/15/2017...	PRINCIPAL RECEIPT		2,808,993	2,808,993	1,881,558	1,942,430		906,909		906,909		2,808,993			0		07/15/2036...	1FM
126686-AH-7...	CWHEL 2006-HW 2A1B		09/15/2017...	PRINCIPAL RECEIPT		167,435	167,435	241,601			8,891		(8,891)		241,601			0		11/15/2036...	1AM
126682-AA-1...	CWHEL 2007-A A		09/15/2017...	PRINCIPAL RECEIPT		511,045	511,045	367,174	381,483		142,654		142,654		511,045		(74,166)	(74,166)		04/15/2037...	1FM
12666U-AF-0...	CWL 2006-15 A5B		09/25/2017...	PRINCIPAL RECEIPT		63,827	63,827	36,526	41,889		27,489		27,489		63,827			0		10/25/2046...	1FM
126698-AC-3...	CWL 2007-13 2A1		09/25/2017...	PRINCIPAL RECEIPT		723,698	723,698	468,035	440,969		282,729		282,729		723,698			0		02/25/2036...	1FM
126698-AB-5...	CWL 2007-13 2A2M		09/25/2017...	PRINCIPAL RECEIPT		71,991	71,991	10,729	12,333		59,658		59,658		71,991			0		10/25/2047...	1FM
12668W-AD-9...	CWL 2007-4 A4W		09/25/2017...	PRINCIPAL RECEIPT		45,405	45,405	28,409	28,762		17,363	719	16,644		45,405			0	76	04/25/2047...	1FM
25157G-AP-7...	DMSI 2006-PR1 4AF1		09/15/2017...	PRINCIPAL RECEIPT		68,666	68,666	60,189			8,477		8,477		68,666			0		04/15/2036...	1FM
41162C-AE-1...	HVMLT 2006-10 2A1C		09/19/2017...	PRINCIPAL RECEIPT		21,742	21,742	3,018	4,472		17,270		17,270		21,742			0	44	12/19/2037...	1FM
576456-AA-5...	MABS 2007-NCW A1		09/25/2017...	PRINCIPAL RECEIPT		897,565	897,565	716,578	729,721		185,752	17,908	167,844		897,565			0		05/25/2037...	1FM
57645N-AR-1...	MARM 2007-3 22A3		09/25/2017...	PRINCIPAL RECEIPT		78,264	78,264	61,522	63,509		16,994	2,239	14,755		78,264			0		05/25/2047...	1FM
576456-AB-3...	MASTR ASSET BACKED SECURITIES TRUS		09/25/2017...	PRINCIPAL RECEIPT		2,843,786	2,843,786	2,035,400	2,203,943		784,052	144,208	639,844		2,843,786			0		05/25/2037...	1FM
65537B-AE-0...	NAA 2006-WF1 A5		09/20/2017...	VARIOUS		8,634,055	10,953,404	7,920,527			57,153		57,153		7,977,680		656,375	656,375		06/25/2036...	6AM
64352V-MP-3...	NCHET 2005-A A5W		09/25/2017...	PRINCIPAL RECEIPT		71,427	71,427	42,207	43,570		27,857		27,857		71,427			0		08/25/2035...	1FM
65538P-AD-0...	NOMURA ASSET ACCEPTANCE CORP		09/25/2017...	PRINCIPAL RECEIPT		154,543	154,543	106,491	45,289		47,168		47,168		154,543			0	166	03/25/2047...	1FM
65537B-AP-5...	NOMURA ASSET CORP NAA 2006-WF1W A5		08/25/2017...	PRINCIPAL RECEIPT		1,586,372	1,586,372	1,477,045	1,194,289		396,761	4,678	392,083		1,586,372			0		06/25/2036...	1FM
68403B-AC-9...	OOMLT 2007-FXD2 2A2		09/25/2017...	PRINCIPAL RECEIPT		78,026	78,026	55,676	56,811		21,215		21,215		78,026			0		03/25/2037...	1FM
68403B-AD-7...	OOMLT 2007-FXD2 2A3		09/25/2017...	PRINCIPAL RECEIPT		119,677	119,677	84,955	85,669		34,008		34,008		119,677			0		03/25/2037...	1FM
68403B-AE-5...	OOMLT 2007-FXD2 2A4		09/25/2017...	PRINCIPAL RECEIPT		74,410	74,410	52,143	53,906		20,504		20,504		74,410			0		03/25/2037...	1FM
83613G-AA-7...	SVHE 2008-1 A1		09/25/2017...	PRINCIPAL RECEIPT		30,391	30,391	18,100	19,648		10,744		10,744		30,391			0		02/25/2038...	1FM
88156V-AB-4...	TMTS 2006-10SL A2		09/25/2017...	PRINCIPAL RECEIPT		95,427	95,427	82,434	85,706		13,888	4,117	9,721		95,427			0		10/25/2037...	1FM
88157V-AB-3...	TMTS 2007-6 ALT A2		09/25/2017...	PRINCIPAL RECEIPT		631,325	631,325	401,397	408,710		229,173	6,558	222,615		631,325			0		08/25/2038...	1FM
88157V-AC-1...	TMTS 2007-6 ALT A3		09/25/2017...	PRINCIPAL RECEIPT		79,286	79,286	26,905	34,693		34,693		34,693		79,286			0		08/25/2038...	1FM
88156V-AA-6...	TMTS.06-10SL A1		09/25/2017...	PRINCIPAL RECEIPT		1,028,743	1,028,743	591,972	657,372		371,470	99	371,371		1,028,743			0		10/25/2037...	1FM
90331H-MS-9...	US BANK NA/CINCINNATI OH		07/24/2017...	BARCLAYS CAPITAL		1,994,360	2,000,000	1,993,260	1,994,422		350		350		1,994,772		(412)	(412)	55,689	01/27/2025...	1FE
92903P-AA-7...	VNO 2010-VNO A1		09/14/2017...	PRINCIPAL RECEIPT		33,463	33,463	33,463	33,463		0		0		33,463			0	616	09/13/2028...	1FM
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						170,003,353	179,663,712	145,040,585	141,038,916	0	7,513,319	248,511	7,264,808	(427,139)	156,169,876	13,115,733	717,744	13,833,477	2,235,456	XXX	XXX
8399997 - Subtotals - Bonds - Part 4						258,397,267	267,484,021	237,075,015	229,661,172	0	6,592,996	248,511	6,344,485	(427,139)	244,271,814	13,115,733	1,009,720	14,125,453	6,486,873	XXX	XXX
8399999 - Subtotals - Bonds						258,397,267	267,484,021	237,075,015	229,661,172	0	6,592,996	248,511	6,344,485	(427,139)	244,271,814	13,115,733	1,009,720	14,125,453	6,486,873	XXX	XXX
Common Stocks - Parent, Subsidiaries, and Affiliates																					
62619H-10-9...	MUNICIPAL ASSURANCE HOLDINGS INC		09/30/2017...	RETURN OF CAPITAL		151,750,000	XXX	151,750,000	151,750,000				0		151,750,000			0		XXX	XXX
9199999 - Common Stocks - Parent, Subsidiaries and Affiliates						151,750,000	XXX	151,750,000	151,750,000	0	0	0	0	0	151,750,000	0	0	0	0	XXX	XXX
9799997 - Subtotals - Common Stocks - Part 4						151,750,000	XXX	151,750,000	151,750,000	0	0	0	0	0	151,750,000	0	0	0	0	XXX	XXX
9799999 - Subtotals - Common Stocks						151,750,000	XXX	151,750,000	151,750,000	0	0	0	0	0	151,750,000	0	0	0	0	XXX	XXX
9899999 - Subtotals - Preferred and Common Stocks						151,750,000	XXX	151,750,000	151,750,000	0	0	0	0	0	151,750,000	0	0	0	0	XXX	XXX
9999999 Totals						410,147,267	XXX	388,825,015	381,411,172	0	6,592,996	248,511	6,344,485	(427,139)	396,021,814	13,115,733	1,009,720	14,125,453	6,486,873	XXX	XXX

E05.2

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
CUSIP Identi- fication	Description	F o r e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	11	12	13	14	15	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Desig- nation or Market Indicator (a)

(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

E13

E13

E13