



PROPERTY AND CASUALTY COMPANIES—ASSOCIATION EDITION

QUARTERLY STATEMENT

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

MUNICIPAL ASSURANCE CORP.

NAIC Group Code 0194 (Current Period) , 0194 (Prior Period) NAIC Company Code 13559 Employer's ID Number 26-2999764

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

Country of Domicile United States

Incorporated/Organized 08/21/2008 Commenced Business 10/20/2008

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

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

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

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

Internet Web Site Address www.assuredguaranty.com

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

jringler@agltd.com (E-Mail Address)

OFFICERS

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

OTHER OFFICERS

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

DIRECTORS OR TRUSTEES

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

State of New York

County of New York ss

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

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

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

- a. Is this an original filing? Yes [X] No []
- b. If no:
1. State the amendment number
 2. Date filed
 3. Number of pages attached

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE MUNICIPAL ASSURANCE CORP.

ASSETS

	Current Statement Date			4 December 31 Prior Year Net Admitted Assets
	1	2	3	
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	
1. Bonds	784,211,215		784,211,215	1,041,139,558
2. Stocks:				
2.1 Preferred stocks			0	0
2.2 Common stocks			0	0
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 (\$339,364), cash equivalents (\$3,629,200) and short-term investments (\$99,999)	4,068,563		4,068,563	19,183,711
6. Contract loans (including \$ premium notes)			0	0
7. Derivatives	0		0	0
8. Other invested assets	25,577,338		25,577,338	25,577,338
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)	813,857,116	0	813,857,116	1,085,900,607
13. Title plants less \$ charged off (for Title insurers only)			0	0
14. Investment income due and accrued	10,503,252		10,503,252	12,791,741
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection	28,552		28,552	86,561
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			0	0
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	7,018,036	605,387	6,412,649	6,040,542
19. Guaranty funds receivable or on deposit			0	0
20. Electronic data processing equipment and software			0	0
21. Furniture and equipment, including health care delivery assets (\$)			0	0
22. Net adjustment in assets and liabilities due to foreign exchange rates			0	0
23. Receivables from parent, subsidiaries and affiliates			0	0
24. Health care (\$) and other amounts receivable			0	0
25. Aggregate write-ins for other-than-invested assets	21,248	21,248	0	0
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	831,428,204	626,635	830,801,569	1,104,819,451
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			0	0
28. Total (Lines 26 and 27)	831,428,204	626,635	830,801,569	1,104,819,451
DETAILS OF WRITE-INS				
1101.			0	0
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page	0	0	0	0
1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above)	0	0	0	0
2501. Miscellaneous Receivables			0	0
2502. Prepaid Assets	21,248	21,248	0	0
2503.				
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)	21,248	21,248	0	0

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Statement Date	2 December 31, Prior Year
1. Losses (current accident year \$)		0
2. Reinsurance payable on paid losses and loss adjustment expenses	11,967	4,226
3. Loss adjustment expenses	367,775	0
4. Commissions payable, contingent commissions and other similar charges		0
5. Other expenses (excluding taxes, licenses and fees)	699,840	930,968
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	(384,966)	(47,166)
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))	34,076,064	14,648,899
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 \$801,000 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)	269,812,489	332,918,398
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)		0
13. Funds held by company under reinsurance treaties		0
14. Amounts withheld or retained by company for account of others		0
15. Remittances and items not allocated		0
16. Provision for reinsurance (including \$ certified)	801,000	0
17. Net adjustments in assets and liabilities due to foreign exchange rates		0
18. Drafts outstanding		0
19. Payable to parent, subsidiaries and affiliates	6,247,161	8,905,587
20. Derivatives	0	0
21. Payable for securities		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	280,927,391	260,512,043
26. Total liabilities excluding protected cell liabilities (Lines 1 through 25)	592,558,721	617,872,955
27. Protected cell liabilities		0
28. Total liabilities (Lines 26 and 27)	592,558,721	617,872,955
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	123,670,408	373,670,408
35. Unassigned funds (surplus)	99,572,441	98,276,088
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)	238,242,849	486,946,496
38. Totals (Page 2, Line 28, Col. 3)	830,801,570	1,104,819,451
DETAILS OF WRITE-INS		
2501. Contingency Reserve.....	280,911,702	260,496,770
2502. Miscellaneous Liability.....	15,689	15,273
2503.		
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)	280,927,391	260,512,043
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 \$ 2,720,443)	365,121	221,400	314,459
1.2 Assumed (written \$ 401,891)	65,062,123	107,733,909	140,136,141
1.3 Ceded (written \$ 3,231,000)	2,430,000	2,423,250	3,231,000
1.4 Net (written \$ (108,666))	62,997,244	105,532,059	137,219,600
DEDUCTIONS:			
2. Losses incurred (current accident year \$ 0):			
2.1 Direct	0	0	0
2.2 Assumed	(1,503)	(6,417)	(7,107)
2.3 Ceded	0	0	0
2.4 Net	(1,503)	(6,417)	(7,107)
3. Loss adjustment expenses incurred	392,433	8,811	13,037
4. Other underwriting expenses incurred	12,834,324	14,232,498	18,661,430
5. Aggregate write-ins for underwriting deductions	0	0	0
6. Total underwriting deductions (Lines 2 through 5)	13,225,254	14,234,892	18,667,360
7. Net income of protected cells		0	0
8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7)	49,771,990	91,297,167	118,552,240
INVESTMENT INCOME			
9. Net investment income earned	22,461,454	24,449,045	31,753,639
10. Net realized capital gains (losses) less capital gains tax of \$ 741,238	1,376,584	8,966,554	8,937,557
11. Net investment gain (loss) (Lines 9 + 10)	23,838,038	33,415,599	40,691,196
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	21	689	(6)
15. Total other income (Lines 12 through 14)	21	689	(6)
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	73,610,049	124,713,455	159,243,430
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)	73,610,049	124,713,455	159,243,430
19. Federal and foreign income taxes incurred	18,623,831	8,261,728	17,645,980
20. Net income (Line 18 minus Line 19)(to Line 22)	54,986,218	116,451,727	141,597,450
CAPITAL AND SURPLUS ACCOUNT			
21. Surplus as regards policyholders, December 31 prior year	486,946,496	729,507,549	729,507,549
22. Net income (from Line 20)	54,986,218	116,451,727	141,597,450
23. Net transfers (to) from Protected Cell accounts		0	0
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$		0	0
25. Change in net unrealized foreign exchange capital gain (loss)		0	0
26. Change in net deferred income tax	(1,959,398)	(5,567,310)	(4,647,958)
27. Change in nonadmitted assets	5,506,685	4,073,433	(1,206,566)
28. Change in provision for reinsurance	(801,000)	(807,750)	0
29. Change in surplus notes		(400,000,000)	(400,000,000)
30. Surplus (contributed to) withdrawn from protected cells		0	0
31. Cumulative effect of changes in accounting principles		0	0
32. Capital changes:			
32.1 Paid in		0	0
32.2 Transferred from surplus (Stock Dividend)		0	0
32.3 Transferred to surplus		0	0
33. Surplus adjustments:			
33.1 Paid in	(250,000,000)	0	0
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	(36,000,000)	0	0
36. Change in treasury stock		0	0
37. Aggregate write-ins for gains and losses in surplus	(20,436,152)	(24,145,655)	21,696,021
38. Change in surplus as regards policyholders (Lines 22 through 37)	(248,703,647)	(309,995,555)	(242,561,053)
39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38)	238,242,849	419,511,994	486,946,496
DETAILS OF WRITE-INS			
0501.		0	0
0502.			
0503.			
0598. Summary of remaining write-ins for Line 5 from overflow page	0	0	0
0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above)	0	0	0
1401. Other Income	21	689	(6)
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)	21	689	(6)
3701. Change in Contingency Reserve	(20,414,932)	(24,145,655)	21,696,021
3702. Change in accounting	(21,220)		
3703.			
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)	(20,436,152)	(24,145,655)	21,696,021

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.....	3,124,700	(177,404)	(1,980,415)
2. Net investment income	33,833,061	42,472,490	55,598,179
3. Miscellaneous income	21	689	(6)
4. Total (Lines 1 to 3)	36,957,782	42,295,775	53,617,758
5. Benefit and loss related payments	(1,503)	316,959	(7,107)
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	16,098,196	14,340,501	18,025,133
8. Dividends paid to policyholders	0	0	0
9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses).....	(62,096)	0	27,296,606
10. Total (Lines 5 through 9)	16,034,597	14,657,460	45,314,632
11. Net cash from operations (Line 4 minus Line 10)	20,923,185	27,638,315	8,303,126
Cash from Investments			
12. Proceeds from investments sold, matured or repaid:			
12.1 Bonds	200,590,242	166,600,718	198,849,664
12.2 Stocks	0	0	0
12.3 Mortgage loans	0	0	0
12.4 Real estate	0	0	0
12.5 Other invested assets	0	0	0
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	1,277	232	234
12.7 Miscellaneous proceeds	0	0	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	200,591,519	166,600,950	198,849,898
13. Cost of investments acquired (long-term only):			
13.1 Bonds	96,847,734	27,938,562	40,548,870
13.2 Stocks	0	0	0
13.3 Mortgage loans	0	0	0
13.4 Real estate	0	0	0
13.5 Other invested assets	0	10,577,338	10,577,338
13.6 Miscellaneous applications	0	0	0
13.7 Total investments acquired (Lines 13.1 to 13.6)	96,847,734	38,515,900	51,126,208
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)	103,743,785	128,085,050	147,723,690
Cash from Financing and Miscellaneous Sources			
16. Cash provided (applied):			
16.1 Surplus notes, capital notes	0	(141,181,657)	(141,181,657)
16.2 Capital and paid in surplus, less treasury stock.....	(103,782,117)	0	0
16.3 Borrowed funds	0	0	0
16.4 Net deposits on deposit-type contracts and other insurance liabilities	0	0	0
16.5 Dividends to stockholders	36,000,000	0	0
16.6 Other cash provided (applied).....	0	0	1
17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6).....	(139,782,117)	(141,181,657)	(141,181,656)
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)	(15,115,147)	14,541,708	14,845,160
19. Cash, cash equivalents and short-term investments:			
19.1 Beginning of year.....	19,183,711	4,338,551	4,338,551
19.2 End of period (Line 18 plus Line 19.1)	4,068,564	18,880,259	19,183,711

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

1. Summary of Significant Accounting Policies and Going Concern

- A. Accounting Practices
- The financial statements of Municipal Assurance Corp. (the “Company” or “MAC”), 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 the 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)				\$ 54,986,218	\$ 141,597,450
(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)				\$ 54,986,218	\$ 141,597,450
SURPLUS					
(5) Company state basis (Page 3, Line 37, Columns 1 & 2)				\$ 238,242,849	\$ 486,946,496
(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)				\$ 238,242,849	\$ 486,946,496

- 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
- There has been no significant change since the 2016 Annual Statement.
- D. Going Concern
- There are currently no conditions or events to cause management to have any substantial doubt about the Company's ability to continue as a going concern.

2. Accounting Changes and Corrections of Errors

There has been no change since the 2016 Annual Statement.

3. Business Combinations and Goodwill

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
- Prepayment assumptions for loan backed and structured securities were obtained from publicly available sources and internal models.
 - 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.
 - The Company had no loan-backed securities with current year OTTI that resulted from the present value of projected cash flows expected to be collected being less than the amortized cost of the securities.
 - The following summarizes gross unrealized investment losses on loan-backed securities by the length of time that securities have continuously been in an unrealized loss position.
 - The aggregate amount of unrealized losses:

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ (6,310)	\$ —
Other loan backed and structured securities	(5,051)	
Total	1. \$ (11,361)	2. \$ —

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

	Less than 12 months	12 Months or More
Residential mortgage-backed securities	\$ 877,619	\$ —
Other loan backed and structure securities	5,029,191	
Total	1. \$ 5,906,810	2. \$ —

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

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)						
(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	4,091,452				4,091,452	4,016,843	74,609		4,091,452	0.5%	0.5%
(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	—				—	3,266,901	(3,266,901)	—	—	—%	—%
(n)	Other restricted assets					—		—			—%	—%
(o)	Total restricted assets	\$ 4,091,452	\$ —	\$ —	\$ —	\$ 4,091,452	\$ 7,283,744	\$ (3,192,292)	\$ —	\$ 4,091,452	0.5%	0.5%

- (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)

Collateral Agreement	Gross (Admitted & Nonadmitted) Restricted							8	Percentage	
	Current Year					6	7		9	10
	1	2	3	4	5					
	Total General Account (G/ A)	G/A Supporting Protected Cell Acct Activity (a)	Total Protected Cell Acct. Restricted Assets	Protected Cell Acct. Assets Support G/ A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)	Total Current Year Admitted Restricted	Gross (Admitted & Non- admitted) Restricted to Total Assets	Admitted Restricted to Total Admitted Assets
Collateral pledged for reinsurance	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,266,901	\$ (3,266,901)	\$ —	—%	—%
Total (c)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,266,901	\$ (3,266,901)	\$ —	—%	—%

- (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)

	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 plus 3)						
Other Restricted Assets											
				NONE					—%	—%	
									—%	—%	
Total (c)									—%	—%	

- (a) Subset of Column 1

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

- (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)
592247-H9-4	\$ 12,406,240	\$ 16,312,940	\$ 14,648,686	NO
592247-M2-3	1,805,300	2,327,940	2,000,000	NO
592247-N9-7	4,380,250	5,823,600	5,218,439	NO
592248-EK-0	186,607	244,596	205,000	NO
592248-EP-9	1,143,437	1,048,548	1,044,663	NO
592248-EQ-7	2,089,093	2,652,171	2,295,000	NO
837227-D5-3	1,073,570	1,020,510	1,008,366	NO
837227-D6-1	1,070,870	1,020,460	1,008,069	NO
Total	\$ 24,155,367	\$ 30,450,765	\$ 27,428,223	XXX

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

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

There has been no change since the 2016 Annual Statement.

7. **Investment Income**

- A. Accrued Investment Income
Accrued investment income was \$10,503,252 on September 30, 2017 and \$12,791,741 on December 31, 2016. 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 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:
- The Company made dividend payments of \$36 million in the first nine months of 2017 to Municipal Assurance Holdings Inc. (the "Parent" or "MAC Holdings").
 - On September 25, 2017, pursuant to a Plan for the Repurchase and Cancellation of Certain Common Shares of Capital Stock approved by the NYSDFS, the Company repurchased from the Parent 64,322 shares of its common stock for approximately \$250 million, transferring approximately \$104 million in cash and \$146 million in marketable securities to the Parent, 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). The repurchased shares were retired and ceased to be authorized shares of the Company. The par value of the remaining 35,678 shares of the Company's common stock was increased automatically as provided in the Company's Charter, so as to maintain the value of its common capital stock at \$15,000,000, as is required under the laws of various states for the Company to be licensed as a financial guaranty insurer.

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**

- 2, 3, 6 through 13. There has been no significant change since the 2016 Annual Statement.
- At September 30, 2017 the Company had 35,678 shares of common stock authorized, issued and outstanding at par value of \$420.43 per share. See Note 10.B.2, Transactions with Affiliates, for a description of the Third Quarter 2017 share repurchase.
 -
 -
 - The Company paid dividends to its parent, MAC Holdings, of \$12 million on each of March 17, 2017, June 19, 2017 and August 25, 2017.

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

5. Under New York insurance law, MAC 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. MAC 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. Through August 25, 2017, MAC paid \$36 million in dividends based on dividend capacity at that point. After the \$250 million share repurchase on September 25, 2017, as discussed in Note 10, MAC has no additional dividend capacity for the remainder of 2017.

14. Liabilities, Contingencies and Assessments

There has been no change since the 2016 Annual Statement.

15. Leases

There has been no change 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 obligations. Total net principal and interest exposure at September 30, 2017 was \$48.7 billion.

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 has not recorded any securities at fair value as of September 30, 2017. In general, and if applicable, 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. The Company has no assets and liabilities in this category.

An asset or liability's categorization within the fair value hierarchy is based on the lowest level of significant input to its valuation. The Company has no assets or liabilities measured at fair value.

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 Company had no bonds carried at fair value at September 30, 2017.

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.

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

2. Rollforward of Level 3 Items
Not Applicable
3. Policy on transfers into and out of Level 3
If applicable, 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. There were no transfers between levels at September 30, 2017.
4. Inputs and Techniques Used for Level 3 Fair Values
Not Applicable
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 \$282 million at September 30, 2017 and was based on management’s estimate of what a similarly rated financial guaranty insurance company would demand to acquire the Company’s in-force book of financial guaranty insurance business. This amount was based on the pricing assumptions management has observed for portfolio transfers and acquisitions that have occurred in the financial guaranty market and included adjustments to the carrying value of unearned premium reserve for stressed losses, ceding commissions and return on capital. The significant inputs were not readily observable. The Company accordingly classified this fair value measurement as Level 3.

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

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

Type of Financial Instrument	Fair Value	Admitted Value	Level 1	Level 2	Level 3	Not Practicable (Carrying Value)
Bonds	\$ 816,749,652	\$ 784,211,216	\$ —	\$ 808,594,773	\$ 8,154,879	\$ —
Cash, cash equivalents and short-term investments	4,068,629	4,068,563	2,683,713	1,384,916	—	—
Other invested assets	25,577,338	25,577,338	25,577,338	—	—	—
Total assets	\$ 846,395,619	\$ 813,857,117	\$ 28,261,051	\$ 809,979,689	\$ 8,154,879	\$ —

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

21. Other Items

There is no change from the 2016 Annual Statement.

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 assumed and ceded 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	\$ 258,330,228	\$ —	\$ —	\$ —	\$ 258,330,228	\$ —
b. ALL OTHER	—	—	801,000	—	(801,000)	—
c. TOTAL	258,330,228	—	801,000	—	257,529,228	—
d. Direct Unearned Premium Reserve			\$ 12,283,261			

- D. The Company has no uncollectible reinsurance at September 30, 2017.
- E. The Company has no commutations and reassumptions of ceded business at September 30, 2017.
- 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 at September 30, 2017.
- 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 is no change from the 2016 Annual Statement.

STATEMENT AS OF SEPTEMBER 30, 2017 OF MUNICIPAL ASSURANCE CORP.

25. **Changes in Incurred Losses and Loss Adjustment Expenses**
Incurred losses and loss expenses attributable to insured events of prior years were \$16,200 for the first nine months of 2017. The current year increase is a result of ongoing analysis of recent loss development trends. Original estimates are increased or decreased as additional information becomes known regarding individual claims.
26. **Intercompany Pooling Arrangements**
There is no change from the 2016 Annual Statement.
27. **Structured Settlements**
There is no change from the 2016 Annual Statement.
28. **Health Care Receivables**
There is no change from the 2016 Annual Statement.
29. **Participating Policies**
There is no change from the 2016 Annual Statement.
30. **Premium Deficiency Reserves**
There is no change from the 2016 Annual Statement.
31. **High Deductibles**
There is no change from the 2016 Annual Statement.
32. **Discounting of Liabilities for Unpaid Losses and Unpaid Loss Adjustment Expenses**
There is no change from the 2016 Annual Statement.
33. **Asbestos and Environmental Reserves**
There is no change from the 2016 Annual Statement.
34. **Subscriber Savings Accounts**
There is no change from the 2016 Annual Statement.
35. **Multiple Peril Crop Insurance**
There is no change from the 2016 Annual Statement.
36. **Financial Guaranty Insurance**
A. There is no significant change from the 2016 Annual Statement.

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

	Surveillance Categories			
	BIG 1	BIG 2	BIG 3	Total
	(Dollars in Thousands)			
1. Number of risks	19	—	—	19
2. Remaining weighted-average contract period (in yrs)	11.1	—	—	11.1
Insured contractual payments outstanding:				
3a. Principal	\$ 292,714	\$ —	\$ —	\$ 292,714
3b. Interest	180,224	—	—	180,224
3c. Total	\$ 472,938	\$ —	\$ —	\$ 472,938
4. Gross claim liability	\$ 368	\$ —	\$ —	\$ 368
Less:				
5a1. Gross potential recoveries - subrogation	—	—	—	—
5a2. Ceded claim liability	—	—	—	—
5a. Total gross potential recoveries	\$ —	\$ —	\$ —	\$ —
5b. Discount, net	—	—	—	—
6. Net claim liability	\$ 368	\$ —	\$ —	\$ 368
7. Unearned premium revenue	\$ 3,269	\$ —	\$ —	\$ 3,269
8. Reinsurance recoverables	\$ —	\$ —	\$ —	\$ —

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:

.08/27/2017
- 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.

.06/30/2012
- 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 [] No [X]

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 [] No [X]

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	\$	\$
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).....	\$0	\$0
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 ☒ 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 ☒

- 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.....
General Re-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 ☒ 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 ☒ 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.....	General Re-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 ☒ 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 [] No [X]

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
.....										
.....										
.....										
.....										
.....										
TOTAL			0	0	0	0	0	0	0	0

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 MUNICIPAL ASSURANCE CORP.

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

[illegible]

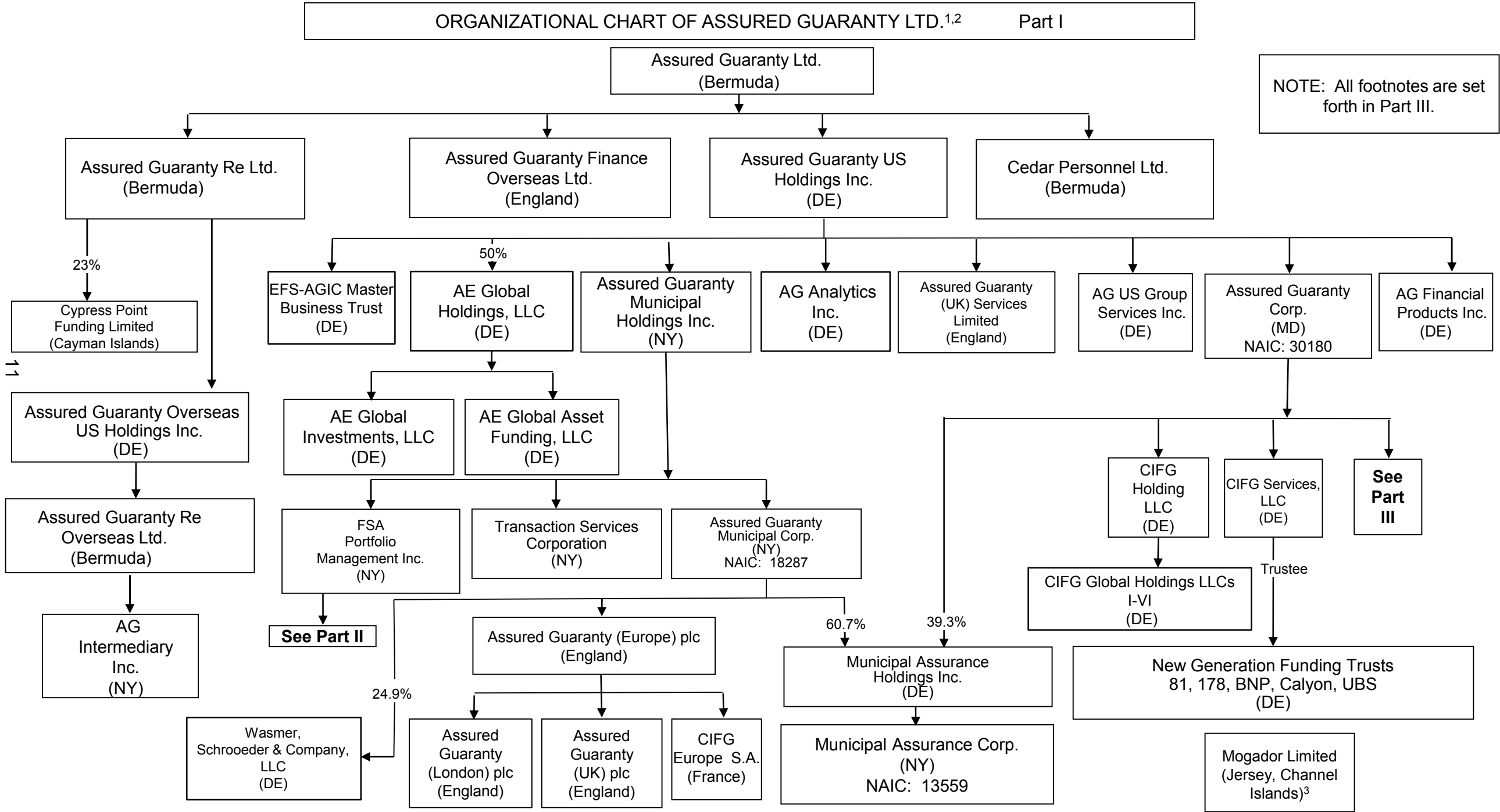
SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date – Allocated by States and Territories							
States, etc.	1	Direct Premiums Written		Direct Losses Paid (Deducting Salvage)		Direct Losses Unpaid	
		2	3	4	5	6	7
	Active Status	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	36,640	150,088		.0		.0
2. Alaska	AK L		.0		.0		.0
3. Arizona	AZ L	30,278	.0		.0		.0
4. Arkansas	AR L	5,559	7,031		.0		.0
5. California	CA L	202,396	121,094		.0		.0
6. Colorado	CO L	22,415	.0		.0		.0
7. Connecticut	CT L		.0		.0		.0
8. Delaware	DE L		.0		.0		.0
9. Dist. Columbia	DC L		.0		.0		.0
10. Florida	FL L		.0		.0		.0
11. Georgia	GA L		.0		.0		.0
12. Hawaii	HI L		.0		.0		.0
13. Idaho	ID L		.0		.0		.0
14. Illinois	IL L	156,090	147,181		.0		.0
15. Indiana	IN L	31,865	9,965		.0		.0
16. Iowa	IA L	47,365	54,300		.0		.0
17. Kansas	KS L		62,816		.0		.0
18. Kentucky	KY L		.0		.0		.0
19. Louisiana	LA L	59,252	141,300		.0		.0
20. Maine	ME L		.0		.0		.0
21. Maryland	MD L		.0		.0		.0
22. Massachusetts	MA L		.0		.0		.0
23. Michigan	MI L	44,038	84,425		.0		.0
24. Minnesota	MN L	25,378	.0		.0		.0
25. Mississippi	MS L		.0		.0		.0
26. Missouri	MO L	32,083	.0		.0		.0
27. Montana	MT L		.0		.0		.0
28. Nebraska	NE L		.0		.0		.0
29. Nevada	NV L		.0		.0		.0
30. New Hampshire	NH L		.0		.0		.0
31. New Jersey	NJ L	130,895	130,499		.0		.0
32. New Mexico	NM L		.0		.0		.0
33. New York	NY L	1,034,226	670,070		.0		.0
34. No. Carolina	NC L		.0		.0		.0
35. No. Dakota	ND L		.0		.0		.0
36. Ohio	OH L	56,950	.0		.0		.0
37. Oklahoma	OK L		.0		.0		.0
38. Oregon	OR L		6,271		.0		.0
39. Pennsylvania	PA L	228,258	462,969		.0		.0
40. Rhode Island	RI L	17,730	.0		.0		.0
41. So. Carolina	SC L		.0		.0		.0
42. So. Dakota	SD L		.0		.0		.0
43. Tennessee	TN L		8,950		.0		.0
44. Texas	TX L	491,397	682,052		.0		.0
45. Utah	UT L		13,292		.0		.0
46. Vermont	VT L		.0		.0		.0
47. Virginia	VA L		.0		.0		.0
48. Washington	WA L		.0		.0		.0
49. West Virginia	WV L	20,315	.0		.0		.0
50. Wisconsin	WI L	47,313	62,379		.0		.0
51. Wyoming	WY L		.0		.0		.0
52. American Samoa	AS N		.0		.0		.0
53. Guam	GU N		.0		.0		.0
54. Puerto Rico	PR L		.0		.0		.0
55. U.S. Virgin Islands	VI N		.0		.0		.0
56. Northern Mariana Islands	MP N		.0		.0		.0
57. Canada	CAN N		.0		.0		.0
58. Aggregate Other Alien	OT XXX	.0	.0	.0	.0	.0	.0
59. Totals	(a) 52	2,720,443	2,814,682	0	0	0	0
DETAILS OF WRITE-INS							
58001.	XXX						
58002.	XXX						
58003.	XXX						
58998. Summary of remaining write-ins for Line 58 from overflow page.	XXX	.0	.0	.0	.0	.0	.0
58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above)	XXX	0	0	0	0	0	0

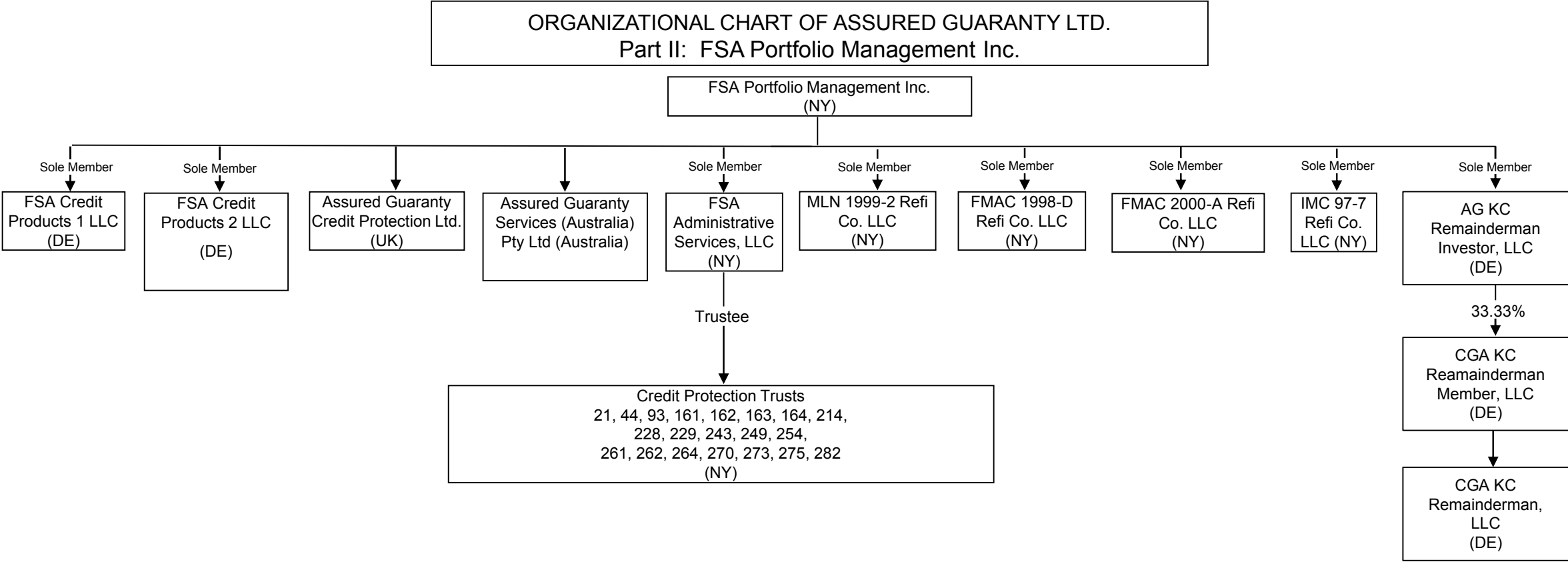
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state (other than their state of domicile – see DSLI); (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.

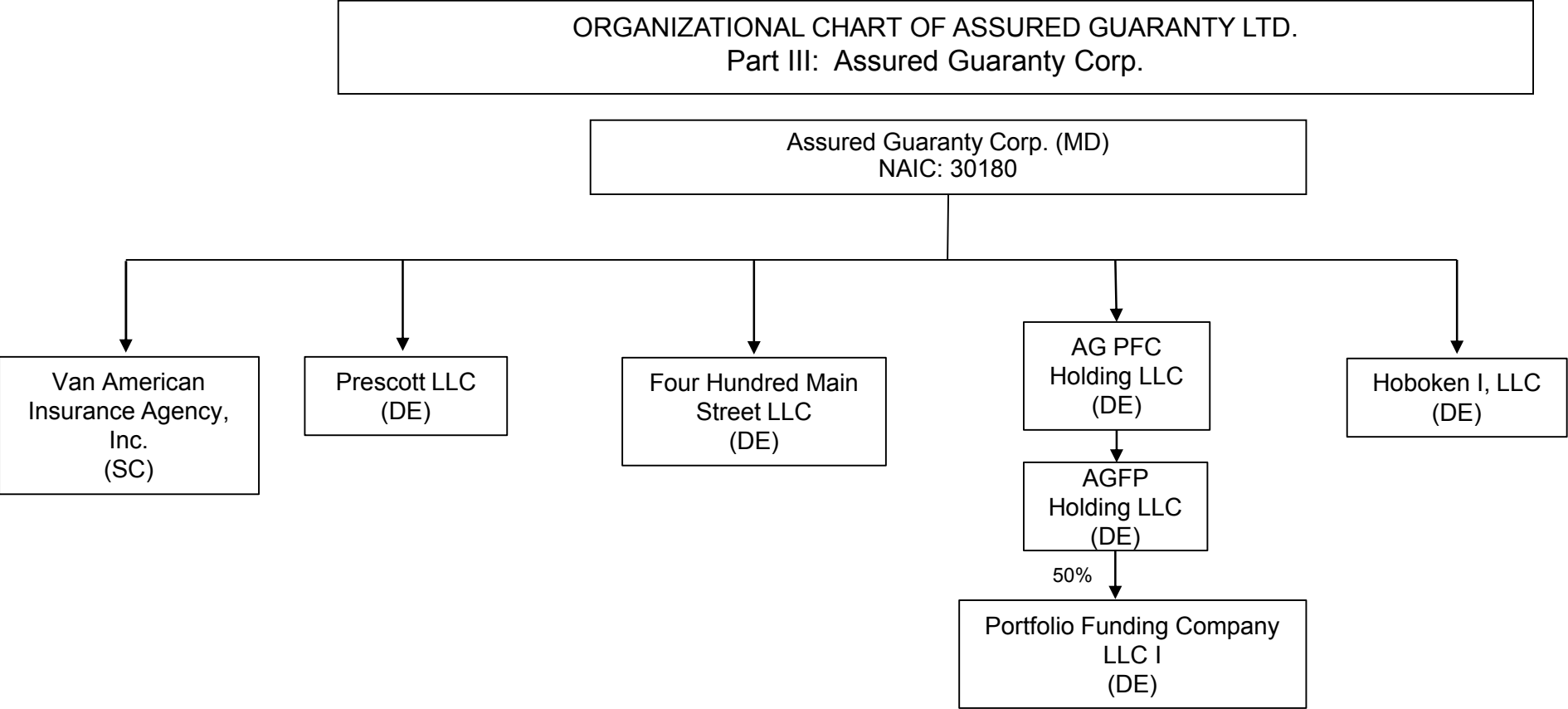
STATEMENT as of SEPTEMBER 30, 2017 of the MUNICIPAL ASSURANCE CORP.
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP



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



STATEMENT as of SEPTEMBER 30, 2017 of the MUNICIPAL ASSURANCE 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.

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	UIP	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	UIP	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	UDP	Assured Guaranty Municipal Corp	Ownership	60.7	Assured Guaranty Ltd	Y	(1)
00194	Assured Guaranty Ltd	00000	13-3896538				Assured Guaranty (Europe) plc	GBR	IA	Assured Guaranty Municipal Corp	Ownership	100.0	Assured Guaranty Ltd	Y	0
00194	Assured Guaranty Ltd	00000					Cypress Point Funding Ltd	CYM	NIA	Assured Guaranty Re Ltd	Ownership	23.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	98-0203985				Assured Guaranty Re Ltd	BMU	IA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Assured Guaranty Finance Overseas Ltd	GBR	NIA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000					Cedar Personnel Ltd	BMU	NIA	Assured Guaranty Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	52-2221232				Assured Guaranty Overseas US Holdings Inc	DE	NIA	Assured Guaranty Re Ltd	Ownership	100.0	Assured Guaranty Ltd	N	0
00194	Assured Guaranty Ltd	00000	98-0319240				Assured Guaranty Re Overseas Ltd	BMU	IA	Assured Guaranty Overseas US Holdings Inc	Ownership	100.0	Assured Guaranty Ltd	N	0
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	RE	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	UIP	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	IA	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.....	IA.....	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.....

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE MUNICIPAL ASSURANCE 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.....					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.....	IA.....	Assured Guaranty (Europe) plc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....	30-0953494.....				AG US Group Services Inc.....	DE.....	NIA.....	Assured Guaranty US Holdings Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					AG KC Remainderman Investor, LLC.....	DE.....	NIA.....	FSA Portfolio Management Inc.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CGA KC Remainderman Member, LLC.....	DE.....	NIA.....	AG KC Remainderman Investor, LLC.....	Ownership.....	33.3	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					CGA KC Remainderman, LLC.....	DE.....	NIA.....	CGA KC Remainderman Member, LLC.....	Ownership.....	100.0	Assured Guaranty Ltd.....	N.....	.0
00194.....	Assured Guaranty Ltd.....	00000.....					Wasmer, Schroeder & Company, LLC.....	DE.....	NIA.....	Assured Guaranty Municipal Corp.....	Ownership.....	24.9	Assured Guaranty Ltd.....	N.....	.0

Asterisk	Explanation
	(1) The remaining 39.3% of Municipal Assurance Holdings Inc. is directly owned by Assured Guaranty Corp.....
	(2) Mogador Limited is wholly owned by Sanne Nominees Limited and Sanne Nominees 2 Limited, which companies are organized under the laws of Jersey, Channel Islands and are not owned or controlled by Assured Guaranty Ltd. Mogador Limited is the depositor of the New Generation Funding Trusts and the seller of protection on derivatives guaranteed by CIFG Europe S.A.....

PART 1 - LOSS EXPERIENCE

Line of Business		Current Year to Date			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	365,121		0.0	0.0
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	365,121	0	0.0	0.0
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	797,533	2,720,443	2,814,682
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	797,533	2,720,443	2,814,682
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 .....			.....0			.....0				.....0	.....0	.....0	.....0
2. 2015 .....			.....0			.....0				.....0	.....0	.....0	.....0
3. Subtotals 2015 + prior .....	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0	.....0
4. 2016.....			.....0	.....16		.....16				.....0	.....16	.....0	.....16
5. Subtotals 2016 + prior .....	.....0	.....0	.....0	.....16	.....0	.....16	.....0	.....0	.....0	.....0	.....16	.....0	.....16
6. 2017 .....	.....XXX	.....XXX	.....XXX	.....XXX	.....7	.....7	.....XXX	.....368		.....368	.....XXX	.....XXX	.....XXX
7. Totals	0	0	0	16	7	23	0	368	0	368	16	0	16
8. Prior Year-End Surplus As Regards Policy-holders	486,946										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. 0.0	2. 0.0	3. 0.0
											Col. 13, Line 7 Line 8		
											4. 0.0		

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.




13559201749000003

2.




13559201745500003

3.



13559201736500003

4.



13559201750500003

OVERFLOW PAGE FOR WRITE-INS

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	25,577,338	15,000,000
2. Cost of acquired:		
2.1 Actual cost at time of acquisition		0
2.2 Additional investment made after acquisition		10,577,338
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 depreciation		0
9. Total foreign exchange change in book/adjusted carrying value		0
10. Deduct current year's other-than-temporary impairment recognized		0
11. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5+6-7-8+9-10)	25,577,338	25,577,338
12. Deduct total nonadmitted amounts	0	0
13. Statement value at end of current period (Line 11 minus Line 12)	25,577,338	25,577,338

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	1,041,139,554	1,463,400,550
2. Cost of bonds and stocks acquired	96,847,734	40,548,869
3. Accrual of discount	1,060,040	1,898,387
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals	2,116,546	13,749,855
6. Deduct consideration for bonds and stocks disposed of	344,693,538	456,349,840
7. Deduct amortization of premium	12,259,124	22,108,267
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)	784,211,212	1,041,139,554
11. Deduct total nonadmitted amounts	0	0
12. Statement value at end of current period (Line 10 minus Line 11)	784,211,212	1,041,139,554

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE MUNICIPAL ASSURANCE 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).....	1,026,401,515	35,253,174	309,101,471	(3,505,554)	1,033,869,652	1,026,401,515	749,047,664	1,054,214,130
2. NAIC 2 (a).....	21,554,535	17,385,118		(46,899)	12,661,176	21,554,535	38,892,754	5,150,245
3. NAIC 3 (a).....	0				0	0	0	0
4. NAIC 4 (a).....	0				0	0	0	0
5. NAIC 5 (a).....	0				0	0	0	0
6. NAIC 6 (a).....	0				0	0	0	0
7. Total Bonds	1,047,956,050	52,638,292	309,101,471	(3,552,453)	1,046,530,828	1,047,956,050	787,940,418	1,059,364,375
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	1,047,956,050	52,638,292	309,101,471	(3,552,453)	1,046,530,828	1,047,956,050	787,940,418	1,059,364,375

(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 \$2,244,349 ; 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	99,999	XXX	99,999	991	

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.....	134,999	135,000
2. Cost of short-term investments acquired	255,000	3,358,297
3. Accrual of discount		8,602
4. Unrealized valuation increase (decrease).....		0
5. Total gain (loss) on disposals		0
6. Deduct consideration received on disposals	290,000	3,366,900
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).....	99,999	134,999
11. Deduct total nonadmitted amounts.....		0
12. Statement value at end of current period (Line 10 minus Line 11)	99,999	134,999

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.....	18,089,818	2,254,139
2. Cost of cash equivalents acquired	72,980,175	53,847,717
3. Accrual of discount	24,737	3,999
4. Unrealized valuation increase (decrease)		0
5. Total gain (loss) on disposals.....	1,277	231
6. Deduct consideration received on disposals	87,466,805	38,016,268
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)	3,629,202	18,089,818
11. Deduct total nonadmitted amounts		0
12. Statement value at end of current period (Line 10 minus Line 11)	3,629,202	18,089,818

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 2

NONE

Schedule B - Part 3

NONE

Schedule BA - Part 2

NONE

Schedule BA - Part 3

NONE

STATEMENT AS OF SEPTEMBER 30, 2017 OF THE MUNICIPAL ASSURANCE 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. Governments									
912828-M4-9	TREASURY NOTE		08/29/2017	GOLDMAN SACHS		3,018,990	3,000,000	18,648	1
912828-20-2	US TREASURY NOTE		09/14/2017	SCOTIA CAPITAL MARKETS		260,052	260,000	329	1
0599999 - Bonds - U.S. Governments						3,279,042	3,260,000	18,977	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions									
022171-AS-1	ALUM ROCK CA UNION ELEM SCH DIST		07/12/2017	THE MUNICENTER		135,075	125,000	874	1FE
022171-AR-3	ALUM ROCK CA UNION ELEM SCH DIST		07/12/2017	USBANK		135,075	125,000	874	2FE
358232-3B-0	FRESNO CALIFORNIA UNIFIED SCHOOL		07/26/2017	BARCLAYS CAPITAL		968,184	800,000	20,000	1FE
419722-U6-8	HAWAII COUNTY HAWAII		07/24/2017	RAYMOND JAMES & ASSOC		1,632,447	1,350,000	3,938	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						2,870,781	2,400,000	25,686	XXX
Bonds - U.S. Special Revenue									
13032U-MR-6	CALIFORNIA HEALTH FACILITIES FIN		07/21/2017	BARCLAYS CAPITAL		718,286	570,000	6,571	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						718,286	570,000	6,571	XXX
Bonds - Industrial and Miscellaneous (Unaffiliated)									
12481K-AA-6	CBAM 2017-1 LTD		07/31/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		1,650,000	1,650,000		1FE
225433-AT-8	CREDIT SUISSE GROUP FUNDING		07/26/2017	MARKET TAXESS		2,088,780	2,000,000	10,767	2FE
24713G-AB-8	DELPHI AUTOMOTIVE PLC		07/31/2017	CITIGROUP GLOBAL MARKETS		501,528	470,000	999	2FE
55818K-AR-2	MADISON PARK FUNDING XI, LTD		08/04/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		3,250,000	3,250,000	10,045	1FE
610332-AU-2	MONROE CAPITAL BSL CLO 2015-1		08/15/2017	BNP PARISBAS SEC CORP		3,250,000	3,250,000		1FE
90131H-CB-9	21ST CENTURY FOX AMR		08/03/2017	WELLS FARGO BROKER SERVICES LLC		3,032,550	3,000,000	23,344	2FE
00287Y-AQ-2	ABBYIE INC		07/26/2017	CITIGROUP GLOBAL MARKETS		734,374	710,000	5,467	2FE
032654-AN-5	ANALOG DEVICES INC		08/07/2017	MARKET TAXESS		479,499	470,000	2,813	2FE
00185A-AK-0	AON PLC		08/02/2017	WELLS FARGO BROKER SERVICES LLC		748,546	710,000	3,974	2FE
06051G-FS-3	BANK OF AMERICA CORP		07/26/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		987,791	950,000	18,406	2FE
06738E-AE-5	BARCLAYS PLC		07/26/2017	MERRILL LYNCH, PIERCE, FENNER & SMITH		502,430	500,000	6,844	2FE
14040H-BF-1	CAPITAL ONE FINANCIAL CORP		08/09/2017	CITIGROUP GLOBAL MARKETS		982,500	950,000	10,885	2FE
126650-CU-2	CVS HEALTH CORP		07/26/2017	MORGAN STANLEY CO		347,165	355,000	1,701	2FE
23355L-AD-8	DXC TECHNOLOGY CO		08/03/2017	BANK OF AMERICA SECURITIES LLC		6,378,120	6,000,000	102,917	2FE
709599-AW-4	PENSKE TRUCK LEASING 144A		07/28/2017	VARIOUS		466,760	470,000	3,418	2FE
3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated)						25,400,043	24,735,000	201,580	XXX
8399997 - Subtotals - Bonds - Part 3						32,268,152	30,965,000	252,814	XXX
8399999 - Subtotals - Bonds						32,268,152	30,965,000	252,814	XXX
9999999 Totals						32,268,152	XXX	252,814	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 MUNICIPAL ASSURANCE CORP.

SCHEDULE D - PART 4

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

1	2	3	4	5	6	7	8	9	10	Change in Book/Adjusted Carrying Value					16	17	18	19	20	21	22
										11	12	13	14	15							
CUSIP Identification	Description	For e i g n	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B./A.C.V. (11+12-13)	Total Foreign Exchange Change in B./A.C.V.	Book/ Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Stated Contractual Maturity Date	NAIC Designation or Market Indicator (a)
Bonds - U.S. Governments																					
36178E-DE-6...	GNMA 30YR.....		09/15/2017..	PRINCIPAL RECEIPT.....		45,645	45,645	44,709	44,766		879		879		45,645			0	795	05/15/2043..	1
36290Q-NZ-4...	GNMA 30YR.....		09/15/2017..	PRINCIPAL RECEIPT.....		112,861	112,861	114,528	114,250		(1,389)		(1,389)		112,861			0	2,230	12/15/2042..	1
36179N-MM-7...	GNMA2 15YR.....		09/20/2017..	PRINCIPAL RECEIPT.....		152,882	152,882	153,694	153,579		(697)		(697)		152,882			0	2,366	09/20/2028..	1
36179N-TD-0...	GNMA2 30YR.....		09/20/2017..	PRINCIPAL RECEIPT.....		36,923	36,923	37,234	37,253		(330)		(330)		36,923			0	794	11/20/2043..	1
36179Q-PF-2...	GNMA2 30YR.....		09/20/2017..	PRINCIPAL RECEIPT.....		115,130	115,130	116,294	116,354		(1,225)		(1,225)		115,130			0	2,128	09/20/2044..	1
912828-TM-2...	TREASURY NOTE.....		08/31/2017..	MATURITY.....		255,000	255,000	250,887	254,182		819		819		255,000			0	1,594	08/31/2017..	1
0599999 - Bonds - U.S. Governments						718,441	718,440	717,346	720,384	0	(1,943)	0	(1,943)	0	718,441	0	0	0	9,907	XXX	XXX
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	11,391,100	10,387,297		(219,178)		(219,178)		10,168,119		57,881	57,881	472,222	04/15/2020..	1FE
546415-B7-4...	LOUISIANA ST.....		09/13/2017..	HILLTOP SECURITIES INC.....		1,116,750	1,000,000	1,164,249	1,087,668		(16,138)		(16,138)		1,071,531		45,219	45,219	51,944	09/01/2025..	1FE
575827-6Q-8...	MASSACHUSETTS ST G.O.....		09/15/2017..	BANK OF AMERICA SECURITIES LLC.....		5,028,300	5,000,000	5,867,050	5,170,797		(144,428)		(144,428)		5,026,370		1,930	1,930	242,917	11/01/2017..	1FE
644682-Y2-6...	NEW HAMPSHIRE ST.....		09/15/2017..	BARCLAYS CAPITAL.....		1,220,210	1,000,000	1,234,750	1,192,025		(15,163)		(15,163)		1,176,862		43,348	43,348	52,500	03/01/2027..	1FE
1799999 - Bonds - U.S. States, Territories and Possessions						17,591,260	17,000,000	19,657,149	17,837,787	0	(394,907)	0	(394,907)	0	17,442,882	0	148,378	148,378	819,583	XXX	XXX
Bonds - U.S. Political Subdivisions of States, Territories and Possessions																					
022171-AS-1...	ALUM ROCK CA UNION ELEM SCH DIST.....		07/12/2017..	USBANK.....		135,075	125,000	135,075					0		135,075			0	874	06/01/2026..	1FE
052430-CP-8...	AUSTIN TEX INDEPT SCH DIST.....		08/01/2017..	CALLED @ 100.0000000.....		8,625,000	8,625,000	9,351,225	8,733,946		(108,946)		(108,946)		8,625,000			0	431,250	08/01/2029..	1FE
052430-CQ-6...	AUSTIN TEX INDEPT SCH DIST.....		08/01/2017..	CALLED @ 100.0000000.....		1,000,000	1,000,000	1,081,790	1,012,283		(12,283)		(12,283)		1,000,000			0	50,000	08/01/2030..	1FE
199820-X6-3...	COMAL TX INDEP SCH DIST.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		4,989,100	4,910,000	5,289,789	5,005,194		(63,995)		(63,995)		4,941,199		47,901	47,901	296,441	02/01/2038..	1FE
346843-JW-6...	FORT BEND TX INDEP SCH DIST.....		09/15/2017..	STIFEL NICOLAUS & CO INC.....		613,195	500,000	604,585							600,395		12,800	12,800	8,889	08/15/2028..	1FE
353172-X6-1...	FRANKLIN CNTY OHIO.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		2,470,409	2,450,000	2,658,373	2,495,498		(36,263)		(36,263)		2,459,234		11,174	11,174	100,042	12/01/2031..	1FE
358232-3B-0...	FRESNO CALIFORNIA UNIFIED SCHOOL.....		09/18/2017..	FIRST TRYON SECURITIES, LLC.....		974,272	800,000	968,184							965,772		8,500	8,500	25,444	08/01/2030..	1FE
43232V-RN-3...	HILLSBOROUGH CNTY FLA SCH BRD.....		09/13/2017..	JANNEY MONTGOMERY SCOTT LLC.....		1,472,295	1,375,000	1,587,972	1,467,190		(25,277)		(25,277)		1,441,914		30,381	30,381	82,882	07/01/2019..	1FE
486063-CF-5...	KATY TEX INDEPT SCH DIST.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		6,966,043	6,945,000	7,717,076	6,971,973		(26,973)		(26,973)		6,945,000		21,043	21,043	385,833	02/15/2021..	1FE
54438C-HL-9...	LOS ANGELES CALIF CMNTY COLLEGE GO.....		08/01/2017..	CALLED @ 100.0000000.....		10,000,000	10,000,000	10,817,900	10,173,695		(173,695)		(173,695)		10,000,000			0	500,000	08/01/2032..	1FE
591852-A8-1...	METROPOLITAN COUNCIL MINN.....		09/13/2017..	JP MORGAN SECURITIES.....		1,851,602	1,495,000	1,869,961							1,857,868		(6,265)	(6,265)	40,282	03/01/2025..	1FE
592112-CZ-7...	METROPOLITAN GOVT.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		24,574,922	24,290,000	28,143,609	25,166,694		(641,381)		(641,381)		24,525,312		49,610	49,610	1,497,883	01/01/2021..	1FE
592112-DA-1...	METROPOLITAN GOVT.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		25,804,174	25,505,000	29,551,368	26,425,546		(673,464)		(673,464)		25,752,083		52,091	52,091	1,572,808	01/01/2022..	1FE
659154-6W-3...	NASHVILLE & DAVI.....		08/01/2017..	CALLED @ 100.0000000.....		3,750,000	3,750,000	4,094,475	3,801,509		(51,509)		(51,509)		3,750,000			0	187,500	08/01/2032..	1FE
734260-R2-0...	PORT HOUSTON AUTH TEX.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		3,061,124	2,900,000	3,256,729	3,026,574		(52,102)		(52,102)		2,974,472		86,652	86,652	178,229	10/01/2029..	1FE
741701-WH-5...	HARRIS CNTY.....		09/12/2017..	CALLED @ 100.0000000.....		5,545,000	5,545,000	6,227,700	5,639,035		(94,035)		(94,035)		5,545,000			0	321,148	07/15/2022..	1FE
796237-YJ-8...	PRINCE GEORGES CNTY MD.....		09/13/2017..	INTERNATIONAL FCSTONE FINANCIAL.....		1,350,912	1,200,000	1,417,539	1,321,965		(20,077)		(20,077)		1,301,888		49,024	49,024	67,333	02/01/2024..	1FE
812626-7B-9...	SAN ANTONIO TX.....		09/25/2017..	MUNICIPAL ASSURANCE CORPORATION HOLDINGS.....		4,845,711	4,840,000	5,448,920	5,109,357		(50,074)		(50,074)		5,059,284		(213,572)	(213,572)	237,967	10/01/2020..	1FE
2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions						108,028,834	106,255,000	120,222,270	106,350,459	0	(2,048,769)	0	(2,048,769)	0	107,879,496	0	149,339	149,339	5,984,805	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																					
02765U-GW-8...	AMERICAN MUN PWR OHIO INC.....		09/15/2017..	PREREF.....		7,630,959	7,495,000	8,423,031	7,729,912		(146,912)		(146,912)		7,583,000		47,959	47,959	430,650	02/15/2021..	1FE
05159P-AZ-5...	AURORA COLO WTR IMPT REV.....		08/01/2017..	ZIEGLER SECURITIES.....		6,750,000	6,750,000	7,375,523	6,843,502		(93,502)		(93,502)		6,750,000			0	337,500	08/01/2025..	1FE
13032U-MR-6...	CALIFORNIA HEALTH FACILITIES FIN.....		09/18/2017..	CALLED @ 100.0000000.....		723,051	570,000	718,286							716,239		6,812	6,812	10,846	11/01/2027..	1FE
13033F-2Z-2...	CALIFORNIA HEALTH FAC.....		09/25/2017..	VINING-SPARKS IBG, LP.....		10,384,100	10,000,000	10,107,300	10,036,836		(16,294)		(16,294)		10,020,541		363,559	363,559	555,556	08/15/2038..	1FE
20775C-ML-5...	CONNECTICUT ST HSG FIN AUTH.....		09/15/2017..	CORPORATION HOLDINGS.....		1,260,000	1,250,000	1,250,000	1,250,000		0		0		1,250,000		10,000	10,000	23,750	11/15/2023..	1FE
20775C-MM-3...	CONNECTICUT ST HSG FIN AUTH HS.....		09/15/2017..	RAMIREZ & CO INC.....		1,009,200	1,000,000	1,000,000	1,000,000		0		0		1,000,000		9,200	9,200	20,267	05/15/2024..	1FE
73358T-Z7-9...	CONS-ONE HUNDRED FIFTY-SECOND.....		09/25/2017..	RBC CAPITAL MARKETS.....		6,107,668	5,970,000	6,474,704	6,116,880		(80,011)		(80,011)		6,036,869		70,799	70,799	268,650	11/01/2024..	1FE

E05.1

E05.1

E05.1

E05.1

E05.1

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part D - Section 1

NONE

Schedule DB - Part D - Section 2

NONE

Schedule DL - Part 1

NONE

Schedule DL - Part 2

NONE

SCHEDULE E - PART 2 - CASH EQUIVALENTS

[illegible]