



QUARTERLY STATEMENT

AS OF MARCH 31, 2013
OF THE CONDITION AND AFFAIRS OF THE

ASSURED GUARANTY MUNICIPAL CORP.

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

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

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

Statutory Home Office 31 West 52nd St. , New York, NY, US 10019
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 31 West 52nd St. New York, NY, US 10019 212-974-0100
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 31 West 52nd St. , New York, NY, US 10019
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 31 West 52nd St. New York, NY, US 10019 212-974-0100
(Street and Number) (City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Web Site Address www.assuredguaranty.com

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

jringler@assuredguaranty.com 212-339-3589
(E-mail Address) (Fax Number)

OFFICERS

| Name | Title | Name | Title |
|-------------------------------|--|-------------------------------|--------------------------------------|
| <u>Dominic John Frederico</u> | <u>President and Chief Executive Officer</u> | <u>James Michael Michener</u> | <u>Secretary and General Counsel</u> |
| <u>Donald Hal Paston</u> | <u>Treasurer</u> | | |

OTHER OFFICERS

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

DIRECTORS OR TRUSTEES

| | | | |
|-------------------------------|-------------------------------|--------------------------------|---------------------------|
| <u>Howard Wayne Albert</u> | <u>Robert Adam Bailenson</u> | <u>Russell Brown Brewer II</u> | <u>Stephen Donnarumma</u> |
| <u>Dominic John Frederico</u> | <u>James Michael Michener</u> | <u>Robert Bruce Mills</u> | <u>Donald Hal Paston</u> |
| <u>Bruce Elliot Stern</u> | | | |

State ofNew York.....

County ofNew Yorj.....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 and Chief Executive Officer

James Michael Michener
Secretary and General Counsel

Donald Hal Paston
Treasurer

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

Subscribed and sworn to before me this _____ day of _____, _____

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

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

ASSETS

| | Current Statement Date | | | 4 December 31 Prior Year Net Admitted Assets |
|---|------------------------|-------------------------|---|---|
| | 1 Assets | 2 Nonadmitted Assets | 3 Net Admitted Assets (Cols. 1 - 2) | |
| 1. Bonds | 2,814,217,769 | | 2,814,217,769 | 2,800,547,108 |
| 2. Stocks: | | | | |
| 2.1 Preferred stocks | | | 0 | 0 |
| 2.2 Common stocks | 866,303,416 | | 866,303,416 | 820,935,806 |
| 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 (\$29,904,952), cash equivalents (\$240,121,228) and short-term investments (\$71,213,998) | 341,240,178 | | 341,240,178 | 398,397,315 |
| 6. Contract loans (including \$ premium notes) | | | 0 | 0 |
| 7. Derivatives | | | 0 | 0 |
| 8. Other invested assets | 305,702,240 | | 305,702,240 | 305,702,240 |
| 9. Receivables for securities | 44,614,818 | | 44,614,818 | 3,681,191 |
| 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) | 4,372,078,421 | 0 | 4,372,078,421 | 4,329,263,660 |
| 13. Title plants less \$ charged off (for Title insurers only) | | | 0 | 0 |
| 14. Investment income due and accrued | 30,506,226 | | 30,506,226 | 29,416,163 |
| 15. Premiums and considerations: | | | | |
| 15.1 Uncollected premiums and agents' balances in the course of collection | 21,693,482 | 2,607,667 | 19,085,815 | 20,733,262 |
| 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 | | | 0 | 0 |
| 16. Reinsurance: | | | | |
| 16.1 Amounts recoverable from reinsurers | 36,494,066 | | 36,494,066 | 36,735,338 |
| 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 | 114,631,696 | 47,756,495 | 66,875,201 | 59,495,375 |
| 19. Guaranty funds receivable or on deposit | | | 0 | 0 |
| 20. Electronic data processing equipment and software | 667 | 667 | 0 | 0 |
| 21. Furniture and equipment, including health care delivery assets (\$) | 15,149,244 | 15,149,244 | 0 | 0 |
| 22. Net adjustment in assets and liabilities due to foreign exchange rates | | | 0 | 0 |
| 23. Receivables from parent, subsidiaries and affiliates | 2,006,179 | 78,724 | 1,927,455 | 1,552,305 |
| 24. Health care (\$) and other amounts receivable | | | 0 | 0 |
| 25. Aggregate write-ins for other than invested assets | 4,898,125 | 3,244,495 | 1,653,630 | 21,313,883 |
| 26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25) | 4,597,458,106 | 68,837,292 | 4,528,620,814 | 4,498,509,986 |
| 27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts | | | 0 | 0 |
| 28. Total (Lines 26 and 27) | 4,597,458,106 | 68,837,292 | 4,528,620,814 | 4,498,509,986 |
| DETAILS OF WRITE-INS | | | | |
| 1101. | | | | |
| 1102. | | | | |
| 1103. | | | | |
| 1198. Summary of remaining write-ins for Line 11 from overflow page | 0 | 0 | 0 | 0 |
| 1199. Totals (Lines 1101 through 1103 plus 1198) (Line 11 above) | 0 | 0 | 0 | 0 |
| 2501. Miscellaneous Receivables | 1,256,314 | 278,616 | 977,698 | 20,432,604 |
| 2502. Prepaid Expenses | 2,305,228 | 2,305,228 | 0 | 0 |
| 2503. Other Assets | 1,336,583 | 660,651 | 675,932 | 881,279 |
| 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) | 4,898,125 | 3,244,495 | 1,653,630 | 21,313,883 |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

LIABILITIES, SURPLUS AND OTHER FUNDS

| | 1 Current Statement Date | 2 December 31, Prior Year |
|--|--------------------------------|---------------------------------|
| 1. Losses (current accident year \$) | (119,304,693) | (25,074,380) |
| 2. Reinsurance payable on paid losses and loss adjustment expenses | | 616 |
| 3. Loss adjustment expenses | 10,149,385 | 12,645,906 |
| 4. Commissions payable, contingent commissions and other similar charges | | 0 |
| 5. Other expenses (excluding taxes, licenses and fees) | 18,264,330 | 19,439,975 |
| 6. Taxes, licenses and fees (excluding federal and foreign income taxes) | 1,641,243 | 3,340,560 |
| 7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses)) | 54,328,656 | 13,337,012 |
| 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 \$1,428,667,388 and including warranty reserves of \$ and accrued accident and health experience rating refunds including \$ for medical loss ratio rebate per the Public Health Service Act) | 1,280,677,512 | 1,344,889,468 |
| 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) | 6,921,101 | 23,244,496 |
| 13. Funds held by company under reinsurance treaties | 139,288,164 | 136,887,353 |
| 14. Amounts withheld or retained by company for account of others | | 11,813 |
| 15. Remittances and items not allocated | | 0 |
| 16. Provision for reinsurance (including \$ certified) | 13,050,000 | 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 | 28,738,050 | 35,805,328 |
| 20. Derivatives | | 0 |
| 21. Payable for securities | 63,629,892 | 25,313,851 |
| 22. Payable for securities lending | | 0 |
| 23. Liability for amounts held under uninsured plans | | 0 |
| 24. Capital notes \$ and interest thereon \$ | | 0 |
| 25. Aggregate write-ins for liabilities | 1,167,307,630 | 1,128,616,494 |
| 26. Total liabilities excluding protected cell liabilities (Lines 1 through 25) | 2,664,691,270 | 2,718,458,492 |
| 27. Protected cell liabilities | | 0 |
| 28. Total liabilities (Lines 26 and 27) | 2,664,691,270 | 2,718,458,492 |
| 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 | 100,000,000 | 125,000,000 |
| 34. Gross paid in and contributed surplus | 776,884,430 | 776,884,430 |
| 35. Unassigned funds (surplus) | 972,045,114 | 863,167,064 |
| 36. Less treasury stock, at cost: | | |
| 36.1 shares common (value included in Line 30 \$) | | 0 |
| 36.2 shares preferred (value included in Line 31 \$) | | 0 |
| 37. Surplus as regards policyholders (Lines 29 to 35, less 36) | 1,863,929,544 | 1,780,051,494 |
| 38. Totals (Page 2, Line 28, Col. 3) | 4,528,620,814 | 4,498,509,986 |
| DETAILS OF WRITE-INS | | |
| 2501. Contingency Reserve | 1,033,641,287 | 993,554,712 |
| 2502. Miscellaneous Liability | 133,666,343 | 135,061,782 |
| 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) | 1,167,307,630 | 1,128,616,494 |
| 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 Current Year to Date | 2 Prior Year to Date | 3 Prior Year Ended December 31 |
|---|------------------------------|----------------------------|--------------------------------------|
| UNDERWRITING INCOME | | | |
| 1. Premiums earned: | | | |
| 1.1 Direct (written \$ 37,032,893) | 124,215,505 | 87,301,523 | 478,110,355 |
| 1.2 Assumed (written \$ 8,116,292) | 13,070,314 | 6,759,282 | 0 |
| 1.3 Ceded (written \$ 34,293,625) | 73,920,953 | 53,618,464 | 220,875,247 |
| 1.4 Net (written \$ 10,855,560) | 63,364,866 | 40,442,341 | 257,235,108 |
| DEDUCTIONS: | | | |
| 2. Losses incurred (current accident year \$ 1,399): | | | |
| 2.1 Direct | (88,734,531) | 36,217,622 | 142,006,588 |
| 2.2 Assumed | | 157,933,474 | 6,246,782 |
| 2.3 Ceded | (21,647,073) | 81,959,761 | 0 |
| 2.4 Net | (67,087,458) | 112,191,335 | 148,253,370 |
| 3. Loss adjustment expenses incurred | 2,645,671 | 2,043,229 | 20,475,447 |
| 4. Other underwriting expenses incurred | 22,232,975 | 19,532,054 | 56,907,212 |
| 5. Aggregate write-ins for underwriting deductions | 0 | 0 | 0 |
| 6. Total underwriting deductions (Lines 2 through 5) | (42,208,812) | 133,766,618 | 225,636,029 |
| 7. Net income of protected cells | 0 | 0 | 0 |
| 8. Net underwriting gain (loss) (Line 1 minus Line 6 + Line 7) | 105,573,678 | (93,324,277) | 31,599,079 |
| INVESTMENT INCOME | | | |
| 9. Net investment income earned | 39,068,850 | 37,128,501 | 176,322,542 |
| 10. Net realized capital gains (losses) less capital gains tax of \$ (1,792,603) | (3,313,828) | (4,773,912) | (6,854,337) |
| 11. Net investment gain (loss) (Lines 9 + 10) | 35,755,022 | 32,354,589 | 169,468,205 |
| 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 | (1,366,212) | 51,721,036 | 42,433,503 |
| 15. Total other income (Lines 12 through 14) | (1,366,212) | 51,721,036 | 42,433,503 |
| 16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) | 139,962,488 | (9,248,652) | 243,500,787 |
| 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) | 139,962,488 | (9,248,652) | 243,500,787 |
| 19. Federal and foreign income taxes incurred | 42,784,247 | 33,977,442 | 40,186,932 |
| 20. Net income (Line 18 minus Line 19)(to Line 22) | 97,178,241 | (43,226,094) | 203,313,855 |
| CAPITAL AND SURPLUS ACCOUNT | | | |
| 21. Surplus as regards policyholders, December 31 prior year | 1,780,051,494 | 1,209,303,982 | 1,209,303,982 |
| 22. Net income (from Line 20) | 97,178,241 | (43,226,094) | 203,313,855 |
| 23. Net transfers (to) from Protected Cell accounts | | 0 | 0 |
| 24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ | 45,367,610 | (101,626,750) | 195,172,144 |
| 25. Change in net unrealized foreign exchange capital gain (loss) | 11,702,650 | (5,738,440) | (2,408,483) |
| 26. Change in net deferred income tax | 36,886,175 | 91,392,708 | (63,477,079) |
| 27. Change in nonadmitted assets | (28,900,604) | (35,787,822) | 31,196,732 |
| 28. Change in provision for reinsurance | (13,050,000) | 0 | 0 |
| 29. Change in surplus notes | (25,000,000) | 0 | (50,000,000) |
| 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 | | 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 | | (30,000,000) | (30,000,000) |
| 36. Change in treasury stock | | 0 | 0 |
| 37. Aggregate write-ins for gains and losses in surplus | (40,306,022) | (86,489,599) | 286,950,343 |
| 38. Change in surplus as regards policyholders (Lines 22 through 37) | 83,878,050 | (211,475,997) | 570,747,512 |
| 39. Surplus as regards policyholders, as of statement date (Lines 21 plus 38) | 1,863,929,544 | 997,827,985 | 1,780,051,494 |
| DETAILS OF WRITE-INS | | | |
| 0501. | | | |
| 0502. | | | |
| 0503. | | | |
| 0598. Summary of remaining write-ins for Line 5 from overflow page | 0 | 0 | 0 |
| 0599. TOTALS (Lines 0501 through 0503 plus 0598) (Line 5 above) | 0 | 0 | 0 |
| 1401. Miscellaneous Income | (1,366,212) | 51,721,036 | 42,433,503 |
| 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) | (1,366,212) | 51,721,036 | 42,433,503 |
| 3701. Change in Contingency Reserve | (40,086,575) | (129,577,271) | 244,475,814 |
| 3702. Change in net unrealized on other assets | (219,447) | (104,038) | (717,181) |
| 3703. Change in Accounting SAP 101 (Taxes) | | 43,191,710 | 43,191,710 |
| 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) | (40,306,022) | (86,489,599) | 286,950,343 |

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..... | (15,472,859) | 87,962,656 | 206,956,499 |
| 2. Net investment income | 24,950,889 | 28,091,555 | 128,901,477 |
| 3. Miscellaneous income | (1,366,212) | 51,721,036 | 42,433,499 |
| 4. Total (Lines 1 to 3) | 8,111,818 | 167,775,247 | 378,291,475 |
| 5. Benefit and loss related payments | 26,902,199 | 26,158,604 | 327,820,698 |
| 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 | 30,087,187 | 26,692,567 | 77,983,496 |
| 8. Dividends paid to policyholders | 0 | 0 | 0 |
| 9. Federal and foreign income taxes paid (recovered) net of \$ tax on capital gains (losses)..... | 0 | (82,295,741) | (99,885,199) |
| 10. Total (Lines 5 through 9) | 56,989,386 | (29,444,570) | 305,918,995 |
| 11. Net cash from operations (Line 4 minus Line 10) | (48,877,568) | 197,219,817 | 72,372,480 |
| Cash from Investments | | | |
| 12. Proceeds from investments sold, matured or repaid: | | | |
| 12.1 Bonds | 240,324,477 | 237,732,986 | 1,290,092,042 |
| 12.2 Stocks | 0 | 0 | 78,002 |
| 12.3 Mortgage loans | 0 | 0 | 0 |
| 12.4 Real estate | 0 | 0 | 0 |
| 12.5 Other invested assets | 0 | 0 | 31,380,200 |
| 12.6 Net gains or (losses) on cash, cash equivalents and short-term investments | 0 | (272) | (31,408) |
| 12.7 Miscellaneous proceeds | 11,717,944 | 49,358,036 | 17,491,916 |
| 12.8 Total investment proceeds (Lines 12.1 to 12.7) | 252,042,421 | 287,090,750 | 1,339,010,752 |
| 13. Cost of investments acquired (long-term only): | | | |
| 13.1 Bonds | 246,251,907 | 294,600,124 | 1,272,186,169 |
| 13.2 Stocks | 0 | 9,227 | 9,220 |
| 13.3 Mortgage loans | 0 | 0 | 0 |
| 13.4 Real estate | 0 | 0 | 0 |
| 13.5 Other invested assets | 0 | 0 | 0 |
| 13.6 Miscellaneous applications | 2,617,586 | 5,738,432 | 2,408,477 |
| 13.7 Total investments acquired (Lines 13.1 to 13.6) | 248,869,493 | 300,347,783 | 1,274,603,866 |
| 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) | 3,172,928 | (13,257,033) | 64,406,886 |
| Cash from Financing and Miscellaneous Sources | | | |
| 16. Cash provided (applied): | | | |
| 16.1 Surplus notes, capital notes | (25,000,000) | 0 | (50,000,000) |
| 16.2 Capital and paid in surplus, less treasury stock..... | 0 | 0 | 0 |
| 16.3 Borrowed funds | 0 | 0 | 0 |
| 16.4 Net deposits on deposit-type contracts and other insurance liabilities | 0 | 0 | 0 |
| 16.5 Dividends to stockholders | 0 | 30,000,000 | 30,000,000 |
| 16.6 Other cash provided (applied)..... | 13,547,503 | 32,783,777 | 21,861,076 |
| 17. Net cash from financing and miscellaneous sources (Line 16.1 through Line 16.4 minus Line 16.5 plus Line 16.6)..... | (11,452,497) | 2,783,777 | (58,138,924) |
| 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) | (57,157,137) | 186,746,561 | 78,640,442 |
| 19. Cash, cash equivalents and short-term investments: | | | |
| 19.1 Beginning of year..... | 398,397,315 | 319,756,873 | 319,756,873 |
| 19.2 End of period (Line 18 plus Line 19.1) | 341,240,178 | 506,503,434 | 398,397,315 |

STATEMENT AS OF MARCH 31, 2013 OF ASSURED GUARANTY MUNICIPAL CORP.

1. Summary of Significant Accounting Practices

A. Accounting Practices

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

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

| | Three Months Ended March 31, 2013 | Year Ended December 31, 2012 |
|-----------------------------------|--|---|
| Net Income (Loss), New York Basis | \$ 97,178,241 | \$ 203,313,855 |
| Net Income (Loss), NAIC SAP | \$ 97,178,241 | \$ 203,313,855 |
| Statutory Surplus, New York Basis | \$ 1,863,929,544 | \$ 1,780,051,494 |
| Statutory Surplus, NAIC SAP | \$ 1,863,929,544 | \$ 1,780,051,494 |

B. Use of Estimates in the Preparation of the Financial Statements
There has been no change since the 2012 Annual Statement.

C. Accounting Policies
There has been no change since the 2012 Annual Statement.

2. Accounting Changes and Corrections of Errors

There has been no change since the 2012 Annual Statement.

3. Business Combinations and Goodwill

There has been no change since the 2012 Annual Statement.

4. Discontinued Operations

There has been no change since the 2012 Annual Statement.

5. Investments

- A. Mortgage Loans, including Mezzanine Real Estate Loans - The Company did not hold investments in mortgage loans at March 31, 2013.
- B. Debt Restructuring - The Company has no investments in restructured debt in which the Company is a creditor at March 31, 2013.
- C. Reverse Mortgages - The Company did not hold reverse mortgages as investments at March 31, 2013.
- D. Loan-Backed Securities
 - 1. Prepayment assumptions for loan backed and structured securities were obtained from publicly available sources and internal models.
 - 2. The Company had no loan-backed securities with other-than-temporary-impairments (“OTTI”) due to either the intent to sell the securities or lack of intent and ability to retain for the time sufficient to recover the amortized cost basis.
 - 3. The following table summarizes other-than-temporary-impairments recorded for loan-backed securities which the Company still owns at the end of the quarter recorded based on the fact that the present value of projected cash flows expected to be collected was less than the amortized cost of the securities:

| CUSIP | Amortized Cost Before Other-Than-Temporary Impairment | Present Value of Projected Cash Flows | Other-Than-Temporary Impairment | Amortized Cost After Other-Than-Temporary Impairment | Fair Value @ Time of OTTI | Date of Financial Statement Where Reported |
|-------------|---|---------------------------------------|---------------------------------|--|---------------------------|--|
| 12638P-AH-2 | 4,991,290 | 4,886,602 | (104,688) | 4,886,602 | 3,445,171 | 3/31/2013 |
| 23242L-AB-9 | 35,582,545 | 35,210,497 | (372,049) | 35,210,497 | 29,880,649 | 3/31/2013 |
| 75971F-AW-3 | 14,141,842 | 13,596,733 | (545,109) | 13,596,733 | 10,901,459 | 3/31/2013 |
| 75971F-AY-9 | 37,344,808 | 35,795,990 | (1,548,817) | 35,795,990 | 30,007,534 | 3/31/2013 |
| 88156V-AA-6 | 106,319 | 104,957 | (1,363) | 104,957 | 74,467 | 3/31/2013 |
| 88157D-AA-5 | 24,735,294 | 23,779,505 | (955,789) | 23,779,505 | 14,093,546 | 3/31/2013 |
| 88157D-AB-3 | 3,115,693 | 3,003,854 | (111,839) | 3,003,854 | 2,939,499 | 3/31/2013 |
| 88157G-AA-8 | 26,835,137 | 26,673,773 | (161,364) | 26,673,773 | 9,833,912 | 3/31/2013 |
| Total | 146,852,928 | 143,051,911 | (3,801,018) | 143,051,911 | 101,176,237 | |

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

| | Less than 12 months | | 12 Months or More | | Total | |
|--|---------------------|-------------------|-------------------|-------------------|----------------|-------------------|
| | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses | Fair Value | Unrealized Losses |
| Residential Mortgage Backed Securities | \$ 69,293,323 | \$ (10,258,076) | \$ 138,692,609 | \$ (69,142,460) | \$ 207,985,932 | \$ (79,400,536) |
| Total | \$ 69,293,323 | \$ (10,258,076) | \$ 138,692,609 | \$ (69,142,460) | \$ 207,985,932 | \$ (79,400,536) |

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 as of March 31, 2013, the Company has not made a decision to sell any 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 the 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 March 31, 2013.

F. Real Estate Impairment and Land Sales - The Company did not hold investments in real estate, recognize any real estate impairments, or engage in any retail land sales at March 31, 2013.

G. Low-income Housing tax credits (LIHTC) – The Company did not hold investments in Low-income Housing tax credits (LIHTC) at March 31, 2013.

6. Joint Ventures, Partnerships and Limited Liability Companies

There has been no change since the 2012 Annual Statement.

7. Investment Income

Accrued investment income was \$30,506,226 and \$29,416,156 as of March 31, 2013 and December 31, 2012, respectively. There is no amount due and accrued over 90 days included in these balances.

8. Derivative Instruments

There has been no change since the 2012 Annual Statement.

9. Income Taxes

There has been no significant change since the 2012 Annual Statement.

10. Information Concerning Parent, Subsidiaries and Affiliates

There has been no significant change since the 2012 Annual Statement.

11. Debt

There has been no change since the 2012 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 2012 Annual Statement.

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

1, 2, 3, 4, 6 through 9, 12,13. There has been no significant change since the 2012 Annual Statement.

5. In accordance with 13(3) above, on the amount of dividends that can be paid in a 12-month period, the Company has \$186.4 million available for payment of dividends as of the filing of this statement as of March 31, 2013.

10. The portion of unassigned funds (surplus) represented by cumulative unrealized losses was (\$15,657,201) as of March 31, 2013.

11. On September 8, 2008 the Company borrowed \$300 million from Assured Guaranty Municipal Holdings Inc. ("AGMH" or the "Parent") in the form of surplus notes, of which \$100 million are outstanding at March 31, 2013. These notes are non interest bearing. Principal of the surplus notes are payable at any time at the option of the Company, subject to prior approval of the New York Superintendent and compliance with the conditions to such payments as contained in the New York Insurance Laws. These notes have no stated maturity. The Company repaid \$25 million of surplus notes during the first three months of 2013 to its Parent.

14. Contingencies

A through E. There has been no significant change since the 2012 Annual Statement.

F: Legal Proceedings:

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

In addition, in the ordinary course of its business, the Company asserts claims in legal proceedings against third parties to recover losses paid in prior periods. For example, as described below in “Recovery Litigation—RMBS Transactions,” as of the date of this filing, AGM has filed complaints against certain sponsors and underwriters of residential mortgage backed securities ("RMBS") that AGM had insured, alleging, among other claims, that such persons had breached representations and warranties (“R&W”) in the transaction documents, failed to cure or repurchase defective loans and/or violated state securities laws. The amounts, if any, the Company will recover in proceedings to recover losses are uncertain, and recoveries, or failure to obtain recoveries, in any one or more of these proceedings during any quarter or fiscal year could be material to the Company’s results of operations in that particular quarter or year.

Proceedings Relating to the Company's Financial Guaranty Business

There have been no changes since the 2012 Annual Statement, except for the following:

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

Beginning in July 2008, AGM and various other financial guarantors were named in complaints filed in the Superior Court for the State of California, City and County of San Francisco. Since that time, plaintiffs' counsel has filed amended complaints against AGM and its affiliate Assured Guaranty Corp. ("AGC") and added additional plaintiffs. On December 2, 2011, AGM, AGC and the other bond insurer defendants filed an anti-SLAPP ("Strategic Lawsuit Against Public Participation") motion to strike the complaints under California's Code of Civil Procedure. On May 1, 2012, the court ruled in favor of the bond insurer defendants on the first stage of the anti-SLAPP motion as to the causes of action arising from the alleged conspiracy, but denied the motion as to those causes of action based on transaction specific representations and omissions about the bond insurer defendants' credit ratings and financial health. The court held hearings on the second prong of the anti-SLAPP motion on March 21, 2013 and April 22, 2013. At the March 21, 2013 hearing, the court issued an oral ruling that, under the second prong of the anti-SLAPP motion, there has been no showing of an antitrust act claim against the defendants. At the April 22, 2013 hearing, the court issued another oral ruling that, under the second prong of the anti-SLAPP motion, plaintiffs had offered sufficient evidence of a claim under California's Unfair Competition Law and denied defendants' motion to strike. The complaints in these lawsuits generally seek unspecified monetary damages, interest, attorneys' fees, costs and other expenses. The Company cannot reasonably estimate the possible loss or range of loss, if any, that may arise from these lawsuits.

Proceedings Related to Assured Guaranty Municipal Holdings Inc.'s Former Financial Products Business

There have been no changes since the 2012 Annual Statement.

Recovery Litigation

There have been no changes since the 2012 Annual Statement, except for the following:

RMBS Transactions

As of the date of this filing, AGM has lawsuits pending against a number of providers of representations and warranties in U.S. RMBS transactions it insured, seeking damages. In all the lawsuits, AGM alleged breaches of R&W in respect of the underlying loans in the transactions, and failure to cure or repurchase defective loans identified by AGM to such persons. In addition, in the lawsuit against DLJ Mortgage Capital, Inc. ("DLJ") and Credit Suisse Securities (USA) LLC ("Credit Suisse"), AGM and its affiliate AGC have alleged breaches of contract in procuring falsely inflated shadow ratings (a condition to the issuance by AGM and AGC of its policies) by providing false and misleading information to the rating agencies. There have been no changes since the 2012 annual statement except for the following:

- **Flagstar:** AGM has sued Flagstar Bank, FSB, Flagstar Capital Markets Corporation and Flagstar ABS, LLC (collectively, "Flagstar") in the United States District Court for the Southern District of New York on the Flagstar Home Equity Loan Trust, Series 2005-1 and Series 2006-2 second lien transactions. On February 5, 2013, the court granted judgment in favor of AGM on its claims for breach of contract plus contractual interest and attorneys' fees and costs to be determined. On April 1, 2013, the court issued a final judgment awarding AGM damages of \$90.7 million and pre-judgment interest of \$15.9 million, for a total of \$106.5 million. The court deferred ruling on AGM's requests for attorneys' fees and expenses until the resolution of any appeal by Flagstar of the final judgment. On April 10, 2013, Flagstar filed a notice of appeal indicating that it appeals both the February 5, 2013 order and the April 1, 2013 final judgment.
- **ResCap:** AGM has sued GMAC Mortgage, LLC (formerly GMAC Mortgage Corporation; Residential Asset Mortgage Products, Inc.; Ally Bank (formerly GMAC Bank); Residential Funding Company, LLC (formerly Residential Funding Corporation); Residential Capital, LLC (formerly Residential Capital Corporation, "ResCap"); Ally Financial (formerly GMAC, LLC); and Residential Funding Mortgage Securities II, Inc. on the GMAC RFC Home Equity Loan-Backed Notes, Series 2006-HSA3 and GMAC Home Equity Loan-Backed Notes, Series 2004-HE3 second lien transactions. On May 14, 2012, ResCap and several of its affiliates (the "Debtors") filed for Chapter 11 protection with the U.S. Bankruptcy Court. The automatic stay of Bankruptcy Code Section 362 (a) stays lawsuits (such as the suit brought by AGM) against the Debtors. AGM, the Debtors and the non-Debtor affiliates had filed a stipulation with the court agreeing to extend the stay to the non-Debtor affiliates until April 30, 2013; the Debtors have not requested an extension of such stipulation.
- **UBS Real Estate Securities Inc.:** On May 6, 2013, Assured Guaranty Ltd., AGM and AGC (collectively, "Assured Guaranty") entered into an agreement (the "UBS Agreement") with UBS Real Estate Securities Inc. and affiliates ("UBS") and a third party resolving their claims and liabilities related to specified residential mortgage-backed securities ("RMBS") transactions that were issued, underwritten or sponsored by UBS and insured by AGM or AGC under financial guaranty insurance policies. The UBS Agreement resolved all RMBS claims that the Assured Guaranty entities had asserted against UBS Real Estate Securities Inc. in connection with the MASTR Adjustable Rate Mortgages Trust 2006-OA2, MASTR Adjustable Rate Mortgages Trust 2007-1 and MASTR Adjustable Rate Mortgages Trust 2007-3 first lien transactions, and accordingly, AGM agreed to dismiss the lawsuit that it had filed against UBS, alleging breaches of R&W in respect of the underlying loans in the transactions. In addition, pursuant to the UBS Agreement, AGM agreed to dismiss the lawsuit that it had filed against UBS Securities LLC, as underwriter, as well as several named and unnamed control persons of IndyMac Bank, FSB and related IndyMac entities, on the IndyMac IMSC Mortgage Loan Trust, Series 2007-HOA-1a first lien transaction (the "HOA1 Transaction"), seeking damages for alleged violations of state securities laws and breach of contract, among other claims.

On March 26, 2013, AGM filed a lawsuit against RBS Securities Inc., RBS Financial Products Inc. and Financial Asset Securities Corp. (collectively, "RBS") in the United States District Court for the Southern District of New York on the Soundview Home Loan Trust 2007-WMC1 transaction. The complaint alleges that RBS made fraudulent misrepresentations to AGM regarding the quality of the underlying mortgage loans in the transaction and that RBS's misrepresentations induced AGM into issuing a financial guaranty insurance policy in respect of the Class II-A-1 certificates issued in the transaction.

15. Leases

There has been no change since the 2012 Annual Statement.

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

There has been no significant change since the 2012 Annual Statement.

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

- A. The Company has not sold or transferred any receivables at March 31, 2013.
- B. The Company has not transferred or serviced any financial assets at March 31, 2013.
- C. The Company did not engage in any wash sale transactions at March 31, 2013.

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 2012 Annual Statement.

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

There has been no change since the 2012 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 categorized its assets and liabilities that are reported on the balance sheet at fair value into the three-level hierarchy as reflected in the table below. The three-level fair value hierarchy is based on the degree of subjectivity inherent in the valuation method by which fair value was determined. The three levels are defined as follows.

- Level 1 – Quoted prices for identical instruments in active markets. The Company generally defines an active market as a market in which trading occurs at significant volumes. Active markets generally are more liquid and have a lower bid-ask spread than an inactive market.
- Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and observable inputs other than quoted prices, such as interest rates or yield curves and other inputs derived from or corroborated by observable market inputs.
- Level 3 – Model derived valuations in which one or more significant inputs or significant value drivers are unobservable. Financial instruments are considered Level 3 when their values are determined using pricing models, discounted cash flow methodologies or similar techniques and at least one significant model assumption or input is unobservable. Level 3 financial instruments also include those for which the determination of fair value requires significant management judgment or estimation.

An asset or liability’s categorization within the fair value hierarchy is based on the lowest level of significant input to its valuation.

The following table presents information about the financial instruments carried at fair value and indicates the level of the fair value measurement on the levels of the inputs used. Bonds are generally recorded at amortized cost. Stocks, excluding those for investments in subsidiaries, are reported at fair value on a recurring basis. The following fair value hierarchy table presents information about the Company’s assets measured at fair value as of March 31, 2013.

| As of March 31, 2013 | Level 1 | Level 2 | Level 3 | TOTAL |
|-----------------------------|----------------|----------------|---------------------|---------------------|
| Bonds | \$ — | \$ — | \$ 1,072,514 | \$ 1,072,514 |
| Stocks | — | — | — | — |
| TOTAL | \$ — | \$ — | \$ 1,072,514 | \$ 1,072,514 |

Cash and Short Term Investments

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

Bonds

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

The fair value of bonds in the investment portfolio is generally based on the quoted market prices received from the 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 applications, which include available relevant market information, benchmark curves, benchmarking of like securities, sector groupings, and matrix pricing. 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, listed in the approximate order of priority include: benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, reference data and industry and economic events. 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. The vast majority of fixed maturities are classified as Level 2.

Stocks

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

- 2. For fair value measurements categorized within Level 3 of the fair value hierarchy, the following table is a reconciliation from the opening balance to the closing balance disclosing changes during the current quarter:

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| Description: | Beginning Balance at January 1, 2013 | Transfers Into Level 3 | Transfers Out of Level 3 | Total Gains & Losses incl in Net Income | Total Gains & Loss incl in Surplus | Purchase | Issuance | Sales | Settlement | Ending Balance at March 31, 2013 |
|----------------------|--------------------------------------|------------------------|--------------------------|---|------------------------------------|-------------|-------------|-------------|-------------|----------------------------------|
| Residential Mortgage | \$ 15,095,691 | \$ — | \$ 15,095,691 | \$ — | \$ — | \$ — | \$ — | \$ — | \$ — | \$ — |
| Municipal | | \$ 1,072,514 | | | | | | | | \$ 1,072,514 |
| TOTAL | \$ 15,095,691 | \$ 1,072,514 | \$ 15,095,691 | \$ — | \$ — | \$ 0 | \$ — | \$ — | \$ — | \$ 1,072,514 |

3. Policy on Transfers Into and Out of Level 3

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

- One of three Level 3 securities were transferred out of the Fair Value hierarchy due to its amortized cost being less than the fair value. Two other securities were transferred out due to NAIC rating change.
- Two municipal securities with rating of NAIC 6 were carried at Fair Value at March 31, 2013.

4. Inputs and Techniques Used for Level 3 Fair Values

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

5. Derivative Fair Values

The Company does not own derivatives at March 31, 2013.

B. Other Fair Value Disclosures

The fair value of the Company's financial guaranty contracts accounted for as insurance was approximately \$2.3 billion at March 31, 2013 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 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 |
|---|---------------------|---------------------|-------------------|---------------------|-------------------|
| (in thousands of dollars) | | | | | |
| Bonds | \$ 2,950,841 | \$ 2,814,218 | \$ — | \$ 2,443,955 | \$ 506,886 |
| Common stocks | — | — | — | — | — |
| Cash equivalents and short-term investments | 341,245 | 341,240 | 260,027 | 81,219 | — |
| Other invested assets | 305,702 | 305,702 | 5,702 | — | 300,000 |
| Total assets | \$ 3,597,788 | \$ 3,461,160 | \$ 265,729 | \$ 2,525,174 | \$ 806,886 |

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

Not applicable

21. Other Items

A, B, C, E, F. There has been no change since the 2012 Annual Statement.

D. As of March 31, 2013, the Company had uncollected premiums of \$19,085,815. Uncollected premiums more than 90 days past due were \$2,607,667.

G. Subprime Mortgage-Related Exposure
(1) through (3)

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

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| As of March 31, 2013 | Actual Cost | Book Value | Fair Value | OTTI Recognized |
|-----------------------------|--------------------|-------------------|-------------------|------------------------|
| RMBS | \$ 118,153,141 | \$ 125,428,258 | \$ 108,870,944 | \$ 9,258,345 |
| Total | \$ 118,153,141 | \$ 125,428,258 | \$ 108,870,944 | \$ 9,258,345 |

(4) Underwriting Exposure

First Quarter 2013 U.S. RMBS Loss Projections

The Company's RMBS loss projection methodology assumes that the housing and mortgage markets will eventually improve. Each quarter the Company makes a judgment as to whether to change the assumptions it uses to make RMBS loss projections based on its observation during the quarter of the performance of its insured transactions (including early stage delinquencies, late stage delinquencies and, for first liens, loss severity) as well as the residential property market and economy in general, and, to the extent it observes changes, it makes a judgment as to whether those changes are normal fluctuations or part of a trend. Based on such observations, the Company chose to use essentially the same assumptions and scenarios to project RMBS loss as of March 31, 2013 as it used as of December 31, 2012.

The Company's use of essentially the same assumptions and scenarios to project RMBS losses as of March 31, 2013 as it did as of December 31, 2012, was consistent with its view at March 31, 2013 that the housing and mortgage market recovery is occurring at a slower pace than it anticipated at December 31, 2012. Since the Company's projections for each RMBS transaction are based on the delinquency performance of the loans in that individual RMBS transaction, improvement or deterioration in that aspect of a transaction's performance impacts the projections for that transaction. The methodology and assumptions the Company uses to project RMBS losses and the scenarios it employs are described in more detail below under “- U.S. Second Lien RMBS Loss Projections: Home Equity Lines of Credit (“HELOCs”) and Closed-End Second Lien” and “- U. S. First Lien RMBS Loss Projections: Alt A First Lien, Option ARM, Subprime and Prime.”

U.S. Second Lien RMBS Loss Projections: Home Equity Lines of Credit (“HELOCs”) and Closed-End Second Lien

The Company insures two types of second lien RMBS: those secured by HELOCs and those secured by closed end second lien mortgages. HELOCs are revolving lines of credit generally secured by a second lien on a one to four family home. A mortgage for a fixed amount secured by a second lien on a one to four family home is generally referred to as a closed end second lien. Second lien RMBS sometimes include a portion of loan collateral with a different priority than the majority of the collateral.

The delinquency performance of HELOC and closed end second lien exposures included in transactions insured by the Company began to deteriorate in 2007, and such transactions, continue to perform below the Company’s original underwriting expectations. While insured securities benefit from structural protections within the transactions designed to absorb collateral losses in excess of previous historically high levels, in many second lien RMBS projected losses now exceed those structural protections.

The Company believes the primary variables affecting its loss reserves in second lien RMBS transactions are the amount and timing of future losses in the collateral pool supporting the transactions and the amount of loans repurchased for breaches of R&W (or agreements with R&W providers related to such obligations). Loss reserves are also a function of the structure of the transaction; the voluntary prepayment rate (typically also referred to as conditional prepayment rate (“CPR”) of the collateral); the interest rate environment; and assumptions about the draw rate and loss severity. These variables are interrelated, difficult to predict and subject to considerable volatility. If actual experience differs from the Company’s assumptions, the losses incurred could be materially different from the estimate. The Company continues to update its evaluation of these exposures as new information becomes available.

The following table shows the range of key assumptions for the calculation of loss reserves for individual transactions for direct vintage 2004 - 2008 second lien U.S. RMBS.

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

| HELOC key assumptions | As of March 31, 2013 | As of December 31, 2012 |
|---|---------------------------------|------------------------------------|
| Plateau conditional default rate (“CDR”) | 5.0 - 17.2% | 3.8 - 15.9% |
| Final CDR trended down to | 0.4 - 3.2% | 0.4 - 3.2% |
| Expected period until final CDR | 36 months | 36 months |
| Initial conditional prepayment rate (“CPR”) | 2.4 - 14.8% | 2.9 - 14.6% |
| Final CPR | 10% | 10% |
| Loss severity | 98% | 98% |
| Initial draw rate | 0.0 - 3.3% | 0.0 - 4.8% |

| Closed-end second lien key assumptions | As of March 31, 2013 | As of December 31, 2012 |
|---|---------------------------------|------------------------------------|
| Plateau CDR | 9.7 - 18.6% | 10.6 - 20.7% |
| Final CDR trended down to | 3.5 - 8.6% | 3.5 - 8.6% |
| Expected period until final CDR | 36 months | 36 months |
| Initial CPR | 2.7 - 6.8% | 2.3 - 5.0% |
| Final CPR | 10% | 10% |
| Loss severity | 98% | 98% |

(1) Represents variables for most heavily weighted scenario (the “base case”).

In second lien transactions the projection of near-term defaults from currently delinquent loans is relatively straightforward because loans in second lien transactions are generally “charged off” (treated as defaulted) by the securitization’s servicer once the loan is 180 days past due. Most second lien transactions report the amount of loans in five monthly delinquency categories (i.e., 30-59 days past due, 60-89 days past due, 90-119 days past due, 120-149 days past due and 150-179 days past due). The Company estimates the amount of loans that will default over the next five months by calculating current representative liquidation rates (the percent of loans in a given delinquency status that are

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assumed to ultimately default) from selected representative transactions and then applying an average of the preceding twelve months' liquidation rates to the amount of loans in the delinquency categories. The amount of loans projected to default in the first through fifth months is expressed as a CDR. The first four months' CDR is calculated by applying the liquidation rates to the current period past due balances (i.e., the 150-179 day balance is liquidated in the first projected month, the 120-149 day balance is liquidated in the second projected month, the 90-119 day balance is liquidated in the third projected month and the 60-89 day balance is liquidated in the fourth projected month). For the fifth month the CDR is calculated using the average 30-59 day past due balances for the prior three months. The fifth month CDR is then used as the basis for the plateau period that follows the embedded five months of losses.

As of March 31, 2013, for the base case scenario, the CDR (the "plateau CDR") was held constant for one month. Once the plateau period has ended, the CDR is assumed to gradually trend down in uniform increments to its final long-term steady state CDR. In the base case scenario, the time over which the CDR trends down to its final CDR is 30 months. Therefore, the total stress period for second lien transactions is 36 months, comprising five months of delinquent data, a one month plateau period and 30 months of decrease to the steady state CDR. This is the same as used for December 31, 2012. The long-term steady state CDR is calculated as the constant CDR that would have yielded the amount of losses originally expected at underwriting. When a second lien loan defaults, there is generally a very low recovery. Based on current expectations of future performance, the Company assumes that it will only recover 2% of the collateral, the same as December 31, 2012.

The rate at which the principal amount of loans is prepaid may impact both the amount of losses projected (which is a function of the CDR and the loan balance over time) as well as the amount of excess spread (which is the excess of the interest paid by the borrowers on the underlying loan over the amount of interest and expenses owed on the insured obligations). In the base case, the current CPR (based on experience of the most recent three quarters) is assumed to continue until the end of the plateau before gradually increasing to the final CPR over the same period the CDR decreases. For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant. The final CPR is assumed to be 10% for both HELOC and closed-end second lien transactions. This level is much higher than current rates for most transactions, but lower than the historical average, which reflects the Company's continued uncertainty about the projected performance of the borrowers in these transactions. This pattern is consistent with how the Company modeled the CPR at December 31, 2012. To the extent that prepayments differ from projected levels it could materially change the Company's projected excess spread and losses.

The Company uses a number of other variables in its second lien loss projections, including the spread between relevant interest rate indices, and HELOC draw rates (the amount of new advances provided on existing HELOCs expressed as a percentage of current outstanding advances). For HELOC transactions, the draw rate is assumed to decline from the current level to a final draw rate over a period of three months. The final draw rates were assumed to range from 0.0% to 1.7%.

In estimating loss reserves, the Company modeled and probability weighted three possible CDR curves applicable to the period preceding the return to the long-term steady state CDR. The Company believes that the level of the elevated CDR and the length of time it will persist is the primary driver behind the likely amount of losses the collateral will suffer (before considering the effects of repurchases of ineligible loans). The Company continues to evaluate the assumptions affecting its modeling results.

As of March 31, 2013, the Company's base case assumed a one month CDR plateau and a 30 month ramp-down (for a total stress period of 36 months). The Company also modeled a scenario with a longer period of elevated defaults and another with a shorter period of elevated defaults and weighted them the same as of December 31, 2012. Increasing the CDR plateau to four months and increasing the ramp-down by three months to 33-months (for a total stress period of 42 months) would increase the loss reserves by approximately \$21.7 million for HELOC transactions and \$1.2 million for closed-end second lien transactions. On the other hand, keeping the CDR plateau at one month but decreasing the length of the CDR ramp-down to a 21 months (for a total stress period of 27 months) would decrease the loss reserves by approximately \$19.8 million for HELOC transactions and \$1.2 million for closed-end second lien transactions. The length of the total stress period the Company used in its pessimistic scenario at March 31, 2013 was the same as it used at December 31, 2012. Also, the total stress period the Company used in its optimistic scenario at March 31, 2013 was the same as it used at December 31, 2012.

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

First lien RMBS are generally categorized in accordance with the characteristics of the first lien mortgage loans on one-to-four family homes supporting the transactions. The collateral supporting "subprime RMBS" transactions consists of first-lien residential mortgage loans made to subprime borrowers. A "subprime borrower" is one considered to be a higher risk credit based on credit scores or other risk characteristics. Another type of RMBS transaction is generally referred to as "Alt-A first lien." The collateral supporting such transactions consists of first-lien residential mortgage loans made to "prime" quality borrowers who lack certain ancillary characteristics that would make them prime. When more than 66% of the loans originally included in the pool are mortgage loans with an option to make a minimum payment that has the potential to amortize the loan negatively (i.e., increase the amount of principal owed), the transaction is referred to as an "Option ARM." First lien RMBS sometimes include a portion of loan collateral that differs in priority from the majority of the collateral.

The performance of the Company's first lien RMBS exposures began to deteriorate in 2007 and such transactions, continue to perform below the Company's original underwriting expectations. The Company currently projects first lien collateral losses many times those expected at the time of underwriting. While insured securities benefited from structural protections within the transactions designed to absorb some of the collateral losses, in many first lien RMBS transactions, projected losses exceed those structural protections.

The majority of projected losses in first lien RMBS transactions are expected to come from non-performing mortgage loans (those that are delinquent or in foreclosure or where the loan has been foreclosed and the RMBS issuer owns the underlying real estate). Changes in the amount of non-performing loans from the amount projected in the previous period are one of the primary drivers of loss development in this portfolio. In order to determine the number of defaults resulting from these delinquent and foreclosed loans, the Company applies a liquidation rate assumption to loans in each of various delinquency categories. The liquidation rate is a standard industry measure that is used to estimate the number of loans in a given aging category that will default within a specified time period. The Company arrived at its liquidation rates based on data purchased from a third party, and assumptions about how delays in the foreclosure process may ultimately affect the rate at which loans are liquidated. The Company projects these liquidations to occur over two years. For year-end 2012, the Company reviewed the data supplied by the third-party provider. Based on its review of that data, the Company maintained the same liquidation assumptions at March 31, 2013 as it had used at December 31, 2012. The following table shows liquidation assumptions for various delinquency categories.

First Lien Liquidation Rates

| | March 31, 2013 | December 31, 2012 |
|----------------------------------|-------------------|----------------------|
| 30 - 59 Days Delinquent | | |
| Alt-A | 35% | 35% |
| Option ARM | 50 | 50 |
| Subprime | 30 | 30 |
| 60 - 89 Days Delinquent | | |
| Alt-A | 55 | 55 |
| Option ARM | 65 | 65 |
| Subprime | 45 | 45 |
| 90+ Days Delinquent | | |
| Alt-A | 65 | 65 |
| Option ARM | 75 | 75 |
| Subprime | 60 | 60 |
| Bankruptcy | | |
| Alt-A | 55 | 55 |
| Option ARM | 70 | 70 |
| Subprime | 50 | 50 |
| Foreclosure | | |
| Alt-A | 85 | 85 |
| Option ARM | 85 | 85 |
| Subprime | 80 | 80 |
| Real Estate Owned ("REO") | | |
| All | 100% | 100% |

While the Company uses liquidation rates as described above to project defaults of non-performing loans, it projects defaults on presently current loans by applying a CDR trend. The start of that CDR trend is based on the defaults the Company projects will emerge from currently nonperforming loans. The total amount of expected defaults from the non-performing loans is translated into a constant CDR (i.e., the CDR plateau), which, if applied for each of the next 24 months, would be sufficient to produce approximately the amount of defaults that were calculated to emerge from the various delinquency categories. The CDR thus calculated individually on the delinquent collateral pool for each RMBS is then used as the starting point for the CDR curve used to project defaults of the presently performing loans.

In the base case, after the initial 24-month CDR plateau period, each transaction's CDR is projected to improve over 12 months to an intermediate CDR (calculated as 20% of its CDR plateau); that intermediate CDR is held constant for 36 months and then trails off in steps to a final CDR of 5% of the CDR plateau. Under the Company's methodology, defaults projected to occur in the first 24 months represent defaults that can be attributed to loans that are currently delinquent or in foreclosure, while the defaults projected to occur using the projected CDR trend after the first 24 month period represent defaults attributable to borrowers that are currently performing. The CDR trend the Company used in its base case for March 31, 2013 was the same as it used for December 31, 2012.

Another important driver of loss projections is loss severity, which is the amount of loss the transaction incurs on a loan after the application of net proceeds from the disposal of the underlying property. Loss severities experienced in first lien transactions have reached historic high levels, and the Company is assuming that these high levels generally will continue for another year (in the case of subprime loans, the Company assumes the unprecedented 90% loss severity rate will continue for six months then drop to 80% for six months before following the ramp described below). The Company determines its initial loss severity based on actual recent experience. The Company's loss severity assumptions for March 31, 2013 were the same as it used for December 31, 2012. The Company then assumes that loss severities begin returning to levels consistent with underwriting assumptions beginning in March 2014, and in the base case scenario, decline over two years to 40%.

The following table shows the range of key assumptions used in the calculation of loss reserves for individual transactions for direct vintage 2004 - 2008 first lien U.S. RMBS.

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

| | As of March 31, 2013 | As of December 31, 2012 |
|-------------------------|---------------------------------|------------------------------------|
| Alt-A First Lien | | |
| Plateau CDR | 5.6% - 22.6% | 6.8% - 23.2% |
| Intermediate CDR | 1.1% - 4.5% | 1.4% - 4.6% |
| Final CDR | 0.3% - 1.1% | 0.3% - 1.2% |
| Initial loss severity | 65% | 65% |
| Initial CPR | 0.1% - 20.4% | 0.0% - 14.3% |
| Final CPR | 15% | 15% |
| Option ARM | | |
| Plateau CDR | 6.4% - 25.2% | 7.0% - 26.1% |
| Intermediate CDR | 1.3% - 5.0% | 1.4% - 5.2% |
| Final CDR | 0.3% - 1.3% | 0.4% - 1.3% |
| Initial loss severity | 65% | 65% |
| Initial CPR | 0.4% - 5.1% | 0.4% - 3.8% |
| Final CPR | 15% | 15% |
| Subprime | | |
| Plateau CDR | 7.8% - 20.3% | 7.3% - 21.2% |
| Intermediate CDR | 1.6% - 4.1% | 1.5% - 4.2% |
| Final CDR | 0.5% - 1.3% | 0.5% - 1.3% |
| Initial loss severity | 90% | 90% |
| Initial CPR | 0.0% - 7.5% | 0.0% - 9.2% |
| Final CPR | 15% | 15% |

(1) Represents variables for most heavily weighted scenario (the "base case").

The rate at which the principal amount of loans is prepaid may impact both the amount of losses projected (since that amount is a function of the conditional default rate, the loss severity and the loan balance over time) as well as the amount of excess spread (the amount by which the interest paid by the borrowers on the underlying loan exceeds the amount of interest owed on the insured obligations). The assumption for the CPR follows a similar pattern to that of the conditional default rate. The current level of voluntary prepayments is assumed to continue for the plateau period before gradually increasing over 12 months to the final CPR, which is assumed to be either 10% or 15% depending on the scenario run. For transactions where the initial CPR is higher than the final CPR, the initial CPR is held constant. These assumptions are the same as those it used for December 31, 2012.

In estimating loss reserves, the Company modeled and probability weighted sensitivities for first lien transactions by varying its assumptions of how fast a recovery is expected to occur. One of the variables used to model sensitivities was how quickly the conditional default rate returned to its modeled equilibrium, which was defined as 5% of the current conditional default rate. The Company also stressed CPR and the speed of recovery of loss severity rates. The Company probability weighted a total of five scenarios (including its base case) as of March 31, 2013. For March 31, 2013, the Company used the same five scenarios and weightings as it used for December 31, 2012, except that for March 31, 2013 it assumed in the most stressful scenario that the recovery would occur three months more slowly. In a somewhat more stressful environment than that of the base case, where the conditional default rate plateau was extended three months (to be 27 months long) before the same more gradual conditional default rate recovery and loss severities were assumed to recover over four rather than two years (and subprime loss severities were assumed to recover only to 60%), loss reserves would increase from current projections by approximately \$9.5 million for Alt-A first liens, \$7.5 million for Option ARM and \$48.7 million for subprime transactions. In an even more stressful scenario where loss severities were assumed to rise and then recover over eight years and the initial ramp-down of the conditional default rate was assumed to occur over 15 months and other assumptions were the same as the other stress scenario, loss reserves would increase from current projections by approximately \$27.0 million for Alt-A first liens, \$15.5 million for Option ARM and \$78.4 million for subprime transactions. The Company also considered two scenarios where the recovery was faster than in its base case. In a scenario with a somewhat less stressful environment than the base case, where conditional default rate recovery was somewhat less gradual and the initial subprime loss severity rate was assumed to be 80% for 12 months and was assumed to recover to 40% over two years, loss reserves would decrease from current projections by approximately \$1.3 million for Alt-A first lien, \$7.3 million for Option ARM and \$18.0 million for subprime transactions. In an even less stressful scenario where the conditional default rate plateau was three months shorter (21 months, effectively assuming that liquidation rates would improve) and the conditional default rate recovery was more pronounced, (including an initial ramp-down of the conditional default rate over nine months), loss reserves would decrease from current projections by approximately \$10.3 million for Alt-A first lien, \$20.1 million for Option ARM and \$34.2 million for subprime transactions.

Breaches of Representations and Warranties

Generally, when mortgage loans are transferred into a securitization, the loan originator(s) and/or sponsor(s) provide R&W, that the loans meet certain characteristics, and a breach of such R&W often requires that the loan be repurchased from the securitization. In many of the transactions the Company insures, it is in a position to enforce these requirements. The Company uses internal resources as well as third party forensic underwriting firms and legal firms to pursue breaches of R&W. If a provider of R&W refuses to honor its repurchase obligations, the Company may choose to initiate litigation. See Note 14, Contingencies, "Recovery Litigation."

The Company's success in pursuing R&W claims against a number of counterparties that provided R&W on a loan by loan basis has permitted the Company to pursue reimbursement agreements with R&W providers. Such agreements provide the Company with many of the benefits of pursuing the R&W claims but without the expense and uncertainty of pursuing the R&W claims on a loan by loan basis.

The Company has reached agreements with a number of R&W providers regarding their liabilities to the Company relating to reimbursement for breaches of R&W and other matters. Through March 31, 2013 the Company has received \$1.8 billion (gross of reinsurance) pursuant to these agreements.

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In consideration of payments, repurchases of mortgage loans and / or agreements to reimburse the Company in the future, the Company agreed to (among other things) release its claims for the repurchase of mortgage loans underlying the relevant transactions, so, except to the extent of future reimbursements pursuant to the relevant agreement, the Company retains at least a portion of the risk of future losses in the covered transactions. Importantly, a number of the agreements provide for future loss sharing payments, which are generally dependent on the future performance of the relevant transactions.

On May 6, 2013, Assured Guaranty entered into an agreement with UBS and a third party resolving their claims related to specified RMBS transactions that were issued, underwritten or sponsored by UBS and insured by AGM or AGC under financial guaranty insurance policies. Under the UBS Agreement, AGM received a cash payment of \$358 million and UBS agreed to reimburse AGM for 85% of future losses on the MASTR Adjustable Rate Mortgages Trust 2006-OA2, MASTR Adjustable Rate Mortgages Trust 2007-1 and MASTR Adjustable Rate Mortgages Trust 2007-3 first lien RMBS transactions under a collateralized loss-sharing reinsurance agreement; that reinsurance arrangement is expected to be put in place by the third quarter of 2013. As of April 30, 2013, the aggregate par outstanding on these transactions was approximately \$276.7 million. AGM had filed a lawsuit against UBS in the United States District Court for the Southern District of New York in respect of these transactions, alleging breaches of representations and warranties in respect of the underlying loans in the transactions. The UBS agreement resolves all RMBS claims that the Assured Guaranty entities have asserted against UBS in connection with these transactions, and also resolves the lawsuit AGM filed against UBS Securities LLC, as underwriter of the IndyMac IMSC Mortgage Loan Trust, Series 2007-HOA-1a first lien transaction, as well as potential claims of the Assured Guaranty entities on certain other UBS RMBS transactions not in litigation. The effect of this agreement on economic loss development in the U.S. RMBS sector was a favorable \$145.9 million in the First Quarter of 2013.

On April 14, 2011, Assured Guaranty reached an agreement ("Bank of America Agreement") with Bank of America Corporation and certain of its subsidiaries (collectively, "Bank of America") regarding their liabilities relating to first lien and second lien transactions. As of March 31, 2013, an aggregate of \$3.3 billion gross par (\$2.4 billion related to AGM) was outstanding under those transactions. Under the Bank of America Agreement, Bank of America agreed (in addition to making payments since received by the Company and other consideration) to reimburse Assured Guaranty for 80% of claims on the first lien transactions Assured Guaranty pays in the future until the aggregate lifetime collateral losses (not insurance losses or claims) on those transactions reach \$6.6 billion. As of March 31, 2013 aggregate lifetime collateral losses on those transactions was \$3.3 billion (\$3.0 billion for AGM), and Assured Guaranty was projecting in its base case that such collateral losses would eventually reach \$5.1 billion (\$4.7 billion for AGM). Bank of America was required to place eligible assets in trust to collateralize its reimbursement obligation under the Bank of America Agreement, and the amount it is required to post may be increased or decreased from time to time as determined by rating agency requirements. As of March 31, 2013, Bank of America had placed \$749 million of eligible assets in this trust account which, based on Assured Guaranty's projections, is sufficient to collateralize Bank of America's obligations under the Bank of America Agreement. Reimbursement payments are made monthly and have been made timely. Bank of America is not required to make any future reimbursements with respect to the second lien transactions covered by the Bank of America Agreement.

On May 8, 2012, Assured Guaranty reached an agreement ("Deutsche Bank Agreement") with Deutsche Bank AG and certain of its affiliates (collectively, "Deutsche Bank"), regarding their liabilities relating to first and second lien transactions ("DB Covered Transactions"). AG Financial Products Inc. is also a party to the Deutsche Bank Agreement. As of March 31, 2013, the DB Covered Transactions have a gross par outstanding of \$516 million (\$427 million related to AGM).

- Under the Deutsche Bank Agreement, Deutsche Bank agreed (in addition to making payments since received by Assured Guaranty and other consideration) to reimburse Assured Guaranty for 80% of claims Assured Guaranty pays in the future on the DB Covered Transactions until the aggregate lifetime claims (before reimbursement) reach \$319 million. As of March 31, 2013, Assured Guaranty was projecting in its base case that such aggregate lifetime claims would remain below \$319 million. As of March 31, 2013, the projected base case aggregate lifetime claims are estimated to be \$179.1 for the AGM-insured covered transactions and \$133 million for the AGC-insured covered transactions. The Deutsche Agreement further requires Deutsche Bank to reimburse Assured Guaranty for 85% of the claims Assured Guaranty pays in the future on DB Covered Transactions to the extent aggregate lifetime claims (before reimbursement) are between \$389 million and \$600 million. Deutsche Bank is not required to reimburse Assured Guaranty for claims Assured Guaranty pays between the lifetime aggregates of \$319 million and \$389 million or to the extent they exceed \$600 million.
- Deutsche Bank was required to place eligible assets in trust to collateralize its reimbursement obligation, and the amount it is required to post may be increased or decreased from time to time as determined by rating agency requirements. As of March 31, 2013 Deutsche Bank had placed \$274 million of eligible assets in this trust account which, based on Assured Guaranty's projections, is sufficient to collateralize Deutsche Bank's obligations under the Deutsche Bank Agreement. Reimbursement payments are made quarterly and have been made timely.

In the fourth quarter of 2012 the Company reached an agreement ("2012 Repurchase Agreement") with another R&W provider in an RMBS securitization to repurchase underlying loans in that transaction. The application of that payment to the flow of funds by the securities administrator resulted in (a) the pay off of the insured securities, (b) a payment to the Company, and (c) the right of the Company to reimbursement from the cash flow from the mortgage loans still outstanding from the securitization. The Company's remaining projected R&W benefit on this transaction is based on the cash flow it projects receiving from those mortgage loans. As of March 31, 2013 it is projecting a future benefit (net of reinsurance) of \$27.3 million.

The Company uses the same RMBS projection scenarios and weightings to project the future benefit from the Bank of America Agreement, Deutsche Bank Agreement and 2012 Repurchase Agreement as it uses to project RMBS losses on its portfolio. The Company accounts for the remaining loss sharing obligations under the Bank of America and Deutsche Bank Agreements as subrogation, offsetting the losses it projects by an R&W benefit from the relevant party for the applicable portion of the projected loss amount. To the extent the Company increases its loss projections, the R&W benefit under the Bank of America, Deutsche Bank and UBS Agreements will (subject to the limits described) also increase, but the projected cash flow from the 2012 Repurchase Agreement will decrease.

The Company has also calculated an R&W benefit from the \$106.5 million judgment (plus attorneys fees and costs) it won against Flagstar based on its view of prevailing in the appeal described under Note 14, Contingencies -- "Recovery Litigation."

Finally, based on its experience to date, the Company calculated an expected recovery from breaches of R&W in transactions not covered by agreements or judgments. The Company did not incorporate any gain contingencies or

damages paid from potential litigation in its estimated repurchases. The amount the Company will ultimately recover related to such contractual R&W is uncertain and subject to a number of factors including the counterparty's ability to pay, the number and loss amount of loans determined to have breached R&W and, potentially, negotiated settlements or litigation recoveries. As such, the Company's estimate of recoveries is uncertain and actual amounts realized may differ significantly from these estimates. In arriving at the expected recovery from breaches of R&W, the Company considered the creditworthiness of the provider of the R&W, the number of breaches found on defaulted loans, the success rate in resolving these breaches across those transactions where material repurchases have been made and the potential amount of time until the recovery is realized. The calculation of expected recovery from breaches of such contractual R&W involved a variety of scenarios which ranged from the Company recovering substantially all of the losses it incurred due to violations of R&W to the Company realizing limited recoveries. These scenarios were probability weighted in order to determine the recovery incorporated into the Company's estimate of expected losses. This approach was used for both loans that had already defaulted and those assumed to default in the future.

The Company has included in its loss reserves as of March 31, 2013 an estimated gross benefit from loan repurchases related to breaches of R&W of \$997 million, which includes \$814.4 million from agreements with and judgments against R&W providers and \$182.6 million in transactions where the Company does not yet have such an agreement or judgment. Proceeds projected to be reimbursed to the Company on transactions where the Company has already paid claims are viewed as a recovery on paid losses. For transactions where the Company has not already paid claims, projected recoveries reduce projected loss estimates. In either case, projected recoveries have no effect on the amount of the Company's exposure. See "Recovery Litigation" in Note 14 for a description of the related legal proceedings the Company has commenced.

The Company's success in pursuing breaches of R&W is based upon a detailed review of loan files. The Company reviewed approximately 28,300 second lien and 15,900 first lien loan files (representing approximately \$2.2 billion and \$5.7 billion, respectively, of loans) in transactions as to which it eventually reached agreements (including the UBS Agreement) or won a judgment. For the RMBS transactions as to which the Company had not settled its claims or won a judgment for breaches of R&W as of March 31, 2013, the Company had performed a detailed review of approximately 2,900 second lien and 11,500 first lien loan files, representing approximately \$214 million of second lien and \$3.0 billion of first lien loans underlying insured transactions. In the majority of its loan file reviews, the Company identified breaches of one or more R&W regarding the characteristics of the loans, such as misrepresentation of income or employment of the borrower, occupancy, undisclosed debt and non-compliance with underwriting guidelines at loan origination.

Through March 31, 2013, (but including the impact of the UBS Agreement entered into on May 6, 2013) the Company has caused entities providing R&Ws to pay or agree to pay (or has won a judgment requiring them to pay) approximately \$2.6 billion (gross of reinsurance) in respect of their R&W liabilities for transactions in which the Company has provided a financial guaranty. Of this, \$2.2 billion are payments made or to be made pursuant to agreements with or judgments against R&W providers and approximately \$380.6 million are amounts paid into the relevant RMBS financial guaranty transactions pursuant to the transaction documents in the regular course.

The \$2.2 billion of payments made or to be made by R&W providers under agreements with the Company or judgment against them includes \$1.8 billion that has already been received by the Company (including the initial payment under the UBS Agreement), as well as \$495.8 million the Company projects receiving in the future pursuant to such currently existing agreements or judgment. Because much of that \$495.8 million is projected to be received through loss-sharing arrangements, the exact amount the Company will receive will depend on actual losses experienced by the covered transactions. This amount is included in the Company's calculated credit for R&W recoveries, described below.

The \$380.6 million paid by R&W providers were paid in the regular course into the relevant RMBS transactions in accordance with the priority of payments set out in the relevant transaction documents. Because the Company may insure only a portion of the capital structure of a transaction, such payments will not necessarily directly benefit the Company dollar-for-dollar, especially in first lien transactions. However, such payments do reduce collateral pool losses and so usually reduce the Company's loss reserves.

The Company assumes that recoveries on second lien transactions that were not subject to the settlement agreements will occur in two to four years from the balance sheet date depending on the scenarios, and that recoveries on transactions backed by Alt-A first lien, Option ARM and Subprime loans will occur as claims are paid over the life of the transactions.

Selected U.S. Public Finance Transactions

U.S. municipalities and related entities have been under increasing pressure over the last few quarters, and a few have filed for protection under the U.S. Bankruptcy Code, entered into state processes designed to help municipalities in fiscal distress or otherwise indicated they may consider not meeting their obligations to make timely payments on their debts. The Company expects that bondholder rights will be enforced. However, given some of these developments, and the circumstances surrounding each instance, the ultimate outcome cannot be certain. The Company will continue to analyze developments in each of these matters closely. The municipalities whose obligations the Company has insured that have filed for protection under Chapter 9 of the U.S. Bankruptcy Code are: Jefferson County, Alabama and Stockton, California. The City Council of Harrisburg, Pennsylvania had also filed a purported bankruptcy petition, which was later dismissed by the bankruptcy court; a receiver for the City of Harrisburg was appointed by the Commonwealth Court of Pennsylvania on December 2, 2011.

The Company has net exposure to Jefferson County, Alabama of \$175 million as of March 31, 2013. On November 9, 2011, Jefferson County filed for bankruptcy under Chapter 9 of the U.S. Bankruptcy Code. Part of the Company's Jefferson County exposure relates to \$75 million in sewer revenue exposure, all of which is direct exposure. The sewer revenue warrants are secured by a pledge of the net revenues of the sewer system. The bankruptcy court has affirmed that the net revenues constitute a "special revenue" under Chapter 9. Therefore, the lien on net revenues of the sewer system survives the bankruptcy filing and such net revenues are not subject to the automatic stay during the pendency of Jefferson County's bankruptcy case. BNY Mellon, as trustee, had brought a lawsuit regarding the amount of net revenues to which it is entitled. Since its bankruptcy filing, Jefferson County had been withholding estimated bankruptcy-related legal expenses and an amount representing a monthly reserve for future expenditures and depreciation and amortization from the monthly payments it had been making to the trustee from sewer revenues for Debt Service. On June 29, 2012, the Bankruptcy Court ruled that "Operating Expenses" as determined under the bond indenture do not include (1) a reserve for depreciation, amortization, or future expenditures, or (2) an estimate for professional fees and expenses, such that, after payment of Operating Expenses (as defined in the indenture), monies remaining in the Revenue Account created under the bond indenture must be distributed in accordance with the waterfall set forth in the indenture without withholding any monies for depreciation, amortization, reserves, or estimated expenditures that are the subject of this litigation. Whether sufficient net revenues will be available for the payment of regularly scheduled debt service ultimately depends on the bankruptcy court's valuation of the sewer revenue stream. The Company's remaining net exposure of \$100 million to Jefferson County relates to obligations that are secured by, or

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payable from, certain taxes that may have the benefit of a statutory lien or a lien on “special revenues” or other collateral.

On June 28, 2012, the City of Stockton, California filed for bankruptcy under Chapter 9 of the U.S. Bankruptcy Code. As of March 31, 2013, the Company's net exposure to Stockton's general fund is \$42 million, consisting of pension obligation bonds. As of March 31, 2013, the Company had paid \$2.6 million in net claims.

The Company has \$83 million of net par exposure to The City of Harrisburg, Pennsylvania, of which \$46 million is below investment grade (“BIG”). As of March 31, 2013, the Company had paid \$8.1 million in net claims.

The Company has \$14 million remaining in net par exposure to bonds secured by the excess free cash flow of the Foxwoods Casino, run by the Mashantucket Pequot Tribe. The Company had paid \$43.9 million in net claims as of March 31, 2013, and expects full recovery of such amount.

The Company projects full or partial recovery on the claims it has already paid on its troubled U.S. public finance credits and that its total future expected net recovery across its troubled U.S. public finance credits (after projected recoveries of claims already paid) will be \$39.4 million as of March 31, 2013. This amount was a net loss of \$38.9 million as of December 31, 2012. The higher expected recoveries this quarter are primarily attributable to the large claims paid during February 2013 on the Jefferson County Sewer transaction, which are expected to be recovered with high probability as a result of recent developments in the bankruptcy workout in Jefferson County.

Manufactured Housing

The Company insures a total of \$137 million net par of securities backed by manufactured housing loans, a total of \$81 million rated BIG. The Company has loss reserves of \$11.5 million as of March 31, 2013 compared to \$12.9 million as of December 31, 2012.

Infrastructure Finance

The Company has exposure to infrastructure transactions with refinancing risk as to which the Company may need to make claim payments that it did not anticipate paying when the policies were issued; the aggregate amount of the claim payments may be substantial and reimbursement may not occur for an extended time, if at all. Total liabilities for the three largest transactions with significant refinancing risk may amount to as much as \$3.6 billion, payable in varying amounts over the next 13 years. Of this liability, as much as approximately \$3.0 billion may be payable between 2014 and 2020. These transactions generally involve long-term infrastructure projects that are financed by bonds that mature prior to the expiration of the project concession. While the cash flows from these projects were expected to be sufficient to repay all of the debt over the life of the project concession, in order to pay the principal on the early maturing debt, the Company expected it to be refinanced in the market at or prior to its maturity. Due to market dislocation and increased credit spreads, the Company may have to pay a claim at the maturity of the securities, and then recover its payment from cash flows produced by the project in the future. The Company generally projects that in most scenarios it will be fully reimbursed for such payments. However, the recovery of the payments may take a long time and is uncertain. For the three largest transactions, the Company estimates that it may pay claims of \$1.4 billion, without giving effect to any payments that the Company may receive from reinsurers to which it has ceded a portion of this exposure. This estimate is based on certain assumptions the Company has made as to the performance of the transactions, including the refinancing of a certain portion of the debt, the payment of certain anticipated contributions, and the Company prevailing in certain litigation proceedings. The claim payments are anticipated to occur substantially between 2014 and 2018, while the recoveries could take from 10 to 35 years, depending on the transaction and the performance of the underlying collateral.

The following summarizes U.S. subprime loss activity:

- a. The aggregate amount of U.S. subprime related net losses paid in the current year were recoveries of \$(177,755);
- b. The aggregate amount of U.S. subprime related net losses incurred in the current year was \$10,782,517;
- c. The aggregate amount of U.S. subprime related net case reserves at the end of the current reporting period were \$80,837,053, and
- d. The Company does not establish IBNR reserves.

22. Events Subsequent

Subsequent events have been considered through May 15, 2013.

On May 6, 2013, the Company entered into the UBS Agreement with UBS and a third party resolving the Company's claims and liabilities related to specified RMBS transactions that were issued, underwritten or sponsored by UBS and insured by AGM or AGC under financial guaranty insurance policies. See Note 14, Contingencies, for additional information. There were no other material events occurring subsequent to March 31, 2013 that have not already been disclosed in these notes to the financial statements.

23. Reinsurance

- A. The Company has no unsecured reinsurance recoverable at March 31, 2013.
- B. The Company has no reinsurance recoverable in dispute at March 31, 2013.
- C. Reinsurance Assumed and Ceded

| | Assumed Reinsurance | | Ceded Reinsurance | | Assumed less Ceded | |
|------------|-----------------------|----------------------|-------------------------|-----------------------|---------------------------|-------------------------|
| | Unearned Premiums | Commission Equity | Unearned Premiums | Commission Equity | Unearned Premiums | Commission Equity |
| AFFILIATES | \$ 314,668,285 | \$ 94,400,486 | \$ 1,191,003,980 | \$ 357,301,194 | \$ (876,335,695) | \$ (262,900,708) |
| ALL OTHER | 1,526,972 | 458,092 | 237,663,408 | 71,299,022 | (236,136,436) | (70,840,930) |
| | <u>\$ 316,195,257</u> | <u>\$ 94,858,578</u> | <u>\$ 1,428,667,388</u> | <u>\$ 428,600,216</u> | <u>\$ (1,112,472,131)</u> | <u>\$ (333,741,638)</u> |

Direct Unearned Premium Reserve: \$2,393,149,643.

The Company is not bound by any contractual arrangements that required the accrual of return commissions based upon loss experience or any other form of profit sharing. The Company has no protected cells at March 31, 2013.

STATEMENT AS OF MARCH 31, 2013 OF ASSURED GUARANTY MUNICIPAL CORP.

- D. The Company has no uncollectible reinsurance at March 31, 2013.
- E. The Company has not had any commutations or reassumptions of ceded and assumed business for the three months ended March 31, 2013.
- F. The Company has no retroactive reinsurance in effect at March 31, 2013.
- G. The Company does not utilize the deposit method to account for any of its reinsurance transactions at March 31, 2013.

24. Retrospectively Rated Contracts and Contracts Subject to Redetermination

There has been no change since the 2012 Annual Statement.

25. Changes in Incurred Losses and Loss Adjustment Expenses

Incurred losses and loss expenses attributable to insured events of prior years were recoveries of \$(64,443,189) for the first three months of 2013. The current year increase is a result of ongoing analysis of recent loss development trends and the UBS settlement. Original estimates are increased or decreased as additional information becomes known regarding individual claims.

26. Intercompany Pooling Arrangements

There has been no change since the 2012 Annual Statement.

27. Structured Settlements

There has been no change since the 2012 Annual Statement.

28. Health Care Receivables

There has been no change since the 2012 Annual Statement.

29. Participating Policies

There has been no change since the 2012 Annual Statement.

30. Premium Deficiency Reserves

There has been no change since the 2012 Annual Statement.

31. High Deductibles

There has been no change since the 2012 Annual Statement.

32. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses ("LAE")

The net loss and LAE reserves of (\$109,155,308) in a net recovery position are discounted at a rate of 5%, the approximate taxable equivalent yield on the Company's investment portfolio, amounting to a total discount of \$135,283,619.

33. Asbestos / Environmental Reserves

There has been no change since the 2012 Annual Statement.

34. Subscriber Savings Accounts

There has been no change since the 2012 Annual Statement.

35. Multiple Peril Crop Insurance

There has been no change since the 2012 Annual Statement.

36. Financial Guaranty Insurance

A. There has been no significant change since the 2012 Annual Statement.

B. Schedule of insured financial obligations as of March 31, 2013:

| | Surveillance Categories | | | |
|---|--------------------------------|--------------|--------------|---------------|
| | BIG 1 | BIG 2 | BIG 3 | Total |
| | (Dollars in Thousands) | | | |
| Number of risks | 68 | 26 | 64 | 158 |
| Remaining weighted-average contract period (in yrs) | 8.7 | 8.8 | 6.3 | 7.8 |
| Insured contractual payments outstanding: | | | | |
| Principal | \$ 4,520,859 | \$ 2,800,871 | \$ 4,711,863 | \$ 12,033,593 |
| Interest | 1,990,625 | 1,045,918 | 1,377,357 | 4,413,900 |
| Total | \$ 6,511,484 | \$ 3,846,789 | \$ 6,089,220 | \$ 16,447,493 |
| Gross claim liability | \$ 46,648 | \$ 674,317 | \$ 2,019,964 | \$ 2,740,929 |
| Less: gross potential recoveries - subrogation | 182,403 | 422,079 | 1,958,501 | 2,562,983 |
| Ceded claim liability | (75,147) | 130,253 | 96,711 | 151,817 |
| Discount, net | (2,138) | 42,910 | 94,512 | 135,284 |
| Net liability reported in the balance sheet | \$ (58,470) | \$ 79,075 | \$ (129,760) | \$ (109,155) |
| Reinsurance recoverables | \$ (346) | \$ 235 | \$ 36,593 | \$ 36,482 |
| Unearned premium reserve | \$ 40,664 | \$ 1,863 | \$ 2,658 | \$ 45,185 |

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: 01/09/2013

- 3.1 Have there been any substantial changes in the organizational chart since the prior quarter end? Yes No

3.2 If the response to 3.1 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 Name of Entity | 2 NAIC Company Code | 3 State of Domicile |
|---------------------|------------------------|------------------------|
| | | |

5. If the reporting entity is subject to a management agreement, including third-party administrator(s), managing general agent(s), attorney-in-fact, or similar agreement, have there been any significant changes regarding the terms of the agreement or principals involved? Yes No NA
If yes, attach an explanation.

6.1 State as of what date the latest financial examination of the reporting entity was made or is being made. 12/31/2011

6.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released. 12/31/2007

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). 03/13/2009

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

GENERAL INTERROGATORIES

- 9.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes No
- (a) Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
 (b) Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
 (c) Compliance with applicable governmental laws, rules and regulations;
 (d) The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
 (e) Accountability for adherence to the code.

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

- 9.2 Has the code of ethics for senior managers been amended? Yes No

9.21 If the response to 9.2 is Yes, provide information related to amendment(s).

- 9.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes No

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

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

INVESTMENT

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

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

14.2 If yes, please complete the following:

| | 1 Prior Year-End Book/Adjusted Carrying Value | 2 Current Quarter Book/Adjusted Carrying Value |
|---|--|---|
| 14.21 Bonds | \$ | \$ |
| 14.22 Preferred Stock | \$ | \$ |
| 14.23 Common Stock | \$ 820,935,806 | \$ 866,303,416 |
| 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)..... | \$ 820,935,806 | \$ 866,303,416 |
| 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

- 15.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes No

If no, attach a description with this statement.

GENERAL INTERROGATORIES

- 16 For the reporting entity's security lending program, state the amount of the following as of the current statement date:
- 16.1 Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
- 16.2 Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2 \$
- 16.3 Total payable for securities lending reported on the liability page \$

17. Excluding items in Schedule E – Part 3 – Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III – General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC *Financial Condition Examiners Handbook*? Yes [X] No []

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

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

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

| 1 Name(s) | 2 Location(s) | 3 Complete Explanation(s) |
|--------------|------------------|------------------------------|
| | | |

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

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

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

17.5 Identify all investment advisors, broker/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

| 1 Central Registration Depository | 2 Name(s) | 3 Address |
|--------------------------------------|--|--|
| 107-105..... | Blackrock Financial Management, Inc..... | 40 East 52nd St., New York, NY 10022..... |
| 104-518..... | Deutsche Investment Management Americas Inc..... | 345 Park Ave., New York, NY 10154..... |
| 105-900..... | General Re-New England Asset Mgmt Inc..... | 76 Batterson Park Rd., Farmington, CT 06032..... |
| 106-595..... | Wellington Management Company, LLC..... | 75 State Street, Boston, MA 02109..... |

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

18.2 If no, list exceptions:

.....

SCHEDULE F - CEDED REINSURANCE

Showing All New Reinsurers - Current Year to Date

| 1 NAIC Company Code | 2 Federal ID Number | 3 Name of Reinsurer | 4 Domiciliary Jurisdiction | 5 Is Insurer Authorized? (Yes or No) |
|---------------------------|---------------------------|------------------------|----------------------------------|---|
| NONE | | | | |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Current Year to Date - Allocated by States and Territories

| States, etc. | 1 Active Status | Direct Premiums Written | | Direct Losses Paid (Deducting Salvage) | | Direct Losses Unpaid | | |
|--|--------------------|---------------------------|-------------------------|--|-------------------------|---------------------------|-------------------------|--------------|
| | | 2 Current Year To Date | 3 Prior Year To Date | 4 Current Year To Date | 5 Prior Year To Date | 6 Current Year To Date | 7 Prior Year To Date | |
| 1. Alabama | AL | L | 638,879 | 498,207 | 22,555,778 | 0 | 12,441,425 | 15,428,302 |
| 2. Alaska | AK | L | | 0 | | 0 | | 0 |
| 3. Arizona | AZ | L | | 516,992 | | 0 | | 0 |
| 4. Arkansas | AR | L | | 388,104 | | 0 | | 0 |
| 5. California | CA | L | 3,172,241 | 2,013,059 | 4,488,685 | 4,413,528 | 33,490,543 | 20,330,641 |
| 6. Colorado | CO | L | 1,894,962 | 1,023,058 | | (384,909) | | 0 |
| 7. Connecticut | CT | L | 62,500 | 984,405 | 1,018,350 | 1,974,285 | (100,072,042) | (68,022,855) |
| 8. Delaware | DE | L | 4,898,158 | (1,484,742) | 1,251,048 | 16,882,500 | 30,362,231 | 73,274,029 |
| 9. Dist. Columbia | DC | L | 41,742 | 44,858 | | 0 | | 0 |
| 10. Florida | FL | L | 1,082,301 | 985,060 | | 0 | 667,563 | 1,416,548 |
| 11. Georgia | GA | L | 181,064 | 121,950 | | 0 | | 0 |
| 12. Hawaii | HI | L | 54,909 | 56,525 | | 0 | | 0 |
| 13. Idaho | ID | L | | 0 | | 0 | | 0 |
| 14. Illinois | IL | L | 208,895 | 1,107,879 | | 0 | | 0 |
| 15. Indiana | IN | L | | 0 | | 0 | | 0 |
| 16. Iowa | IA | L | | 0 | | 0 | | 0 |
| 17. Kansas | KS | L | 207,663 | 87,552 | | 0 | | 0 |
| 18. Kentucky | KY | L | | 166,000 | | 0 | | 0 |
| 19. Louisiana | LA | L | 70,000 | 490,044 | | 0 | | 0 |
| 20. Maine | ME | L | | 0 | | 0 | | 0 |
| 21. Maryland | MD | L | 488,819 | (316,475) | 35,944,350 | 50,621,073 | (159,285,616) | 101,085,382 |
| 22. Massachusetts | MA | L | 89,434 | 185,375 | (2,092,254) | (2,572,351) | (20,685,030) | (29,533,035) |
| 23. Michigan | MI | L | 356,224 | 709,369 | | 0 | | 0 |
| 24. Minnesota | MN | L | 78,928 | 89,487 | (873,292) | 8,903,931 | (99,897,474) | (97,161,219) |
| 25. Mississippi | MS | L | | 234,338 | | 0 | | 0 |
| 26. Missouri | MO | L | | 61,006 | | 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 | 935,189 | 1,602,840 | | 0 | | 24,052,000 |
| 32. New Mexico | NM | L | 20,000 | 48,000 | | 0 | | 0 |
| 33. New York | NY | L | 14,915,360 | 18,817,392 | (3,670,039) | 29,666,278 | 201,746,267 | 283,304,641 |
| 34. No. Carolina | NC | L | 5,662 | 7,215 | | 0 | | 0 |
| 35. No. Dakota | ND | L | | 0 | | 0 | | 0 |
| 36. Ohio | OH | L | 326,731 | 1,084,163 | | 0 | | 0 |
| 37. Oklahoma | OK | L | 19,949 | 19,949 | | 0 | | 0 |
| 38. Oregon | OR | L | 26,843 | 0 | | 0 | | 0 |
| 39. Pennsylvania | PA | L | 1,883,927 | 3,915,579 | 1,395,177 | 1,401,950 | (5,213,922) | (8,867,255) |
| 40. Rhode Island | RI | L | 106,962 | 0 | | 0 | | 0 |
| 41. So. Carolina | SC | L | 36,804 | 48,639 | | 0 | | 0 |
| 42. So. Dakota | SD | L | | 0 | | 0 | | 0 |
| 43. Tennessee | TN | L | 22,753 | 23,238 | | 0 | | 0 |
| 44. Texas | TX | L | 3,128,642 | 8,145,351 | | 0 | | 0 |
| 45. Utah | UT | L | 67,599 | 381,398 | | 0 | | 0 |
| 46. Vermont | VT | L | 189 | (20,068) | | 0 | | 0 |
| 47. Virginia | VA | L | 84 | 86 | | 0 | | 0 |
| 48. Washington | WA | L | | 161,044 | | 0 | | 0 |
| 49. West Virginia | WV | L | | 0 | | 0 | | 0 |
| 50. Wisconsin | WI | L | | 1,090,187 | | 0 | | 0 |
| 51. Wyoming | WY | L | | 0 | | 0 | | 0 |
| 52. American Samoa | AS | N | | 0 | | 0 | | 0 |
| 53. Guam | GU | L | | 0 | | 0 | | 0 |
| 54. Puerto Rico | PR | L | 339 | 815 | | 0 | | 0 |
| 55. U.S. Virgin Islands | VI | L | | 0 | | 0 | | 0 |
| 56. Northern Mariana Islands | MP | N | | 0 | | 0 | | 0 |
| 57. Canada | CAN | N | 371,833 | 371,833 | | 0 | | 0 |
| 58. Aggregate Other Alien | OT | XXX | 1,637,308 | 2,145,454 | (21,744) | 8,115,833 | 28,376,614 | (49,826) |
| 59. Totals | (a) | 54 | 37,032,893 | 45,805,166 | 59,996,059 | 119,022,118 | (78,069,441) | 315,257,353 |
| DETAILS OF WRITE-INS | | | | | | | | |
| 58001. AUT Austria | | XXX | | 560,572 | | 0 | | 0 |
| 58002. AUS Australia | | XXX | 562,896 | 0 | | 0 | 28,426,441 | 0 |
| 58003. CYM Cayman Islands | | XXX | 849,985 | (20,181) | (21,744) | 0 | (49,827) | 0 |
| 58998. Summary of remaining write-ins for Line 58 from overflow page | | XXX | 224,427 | 1,605,063 | 0 | 8,115,833 | 0 | (49,826) |
| 58999. TOTALS (Lines 58001 through 58003 plus 58998) (Line 58 above) | | XXX | 1,637,308 | 2,145,454 | (21,744) | 8,115,833 | 28,376,614 | (49,826) |

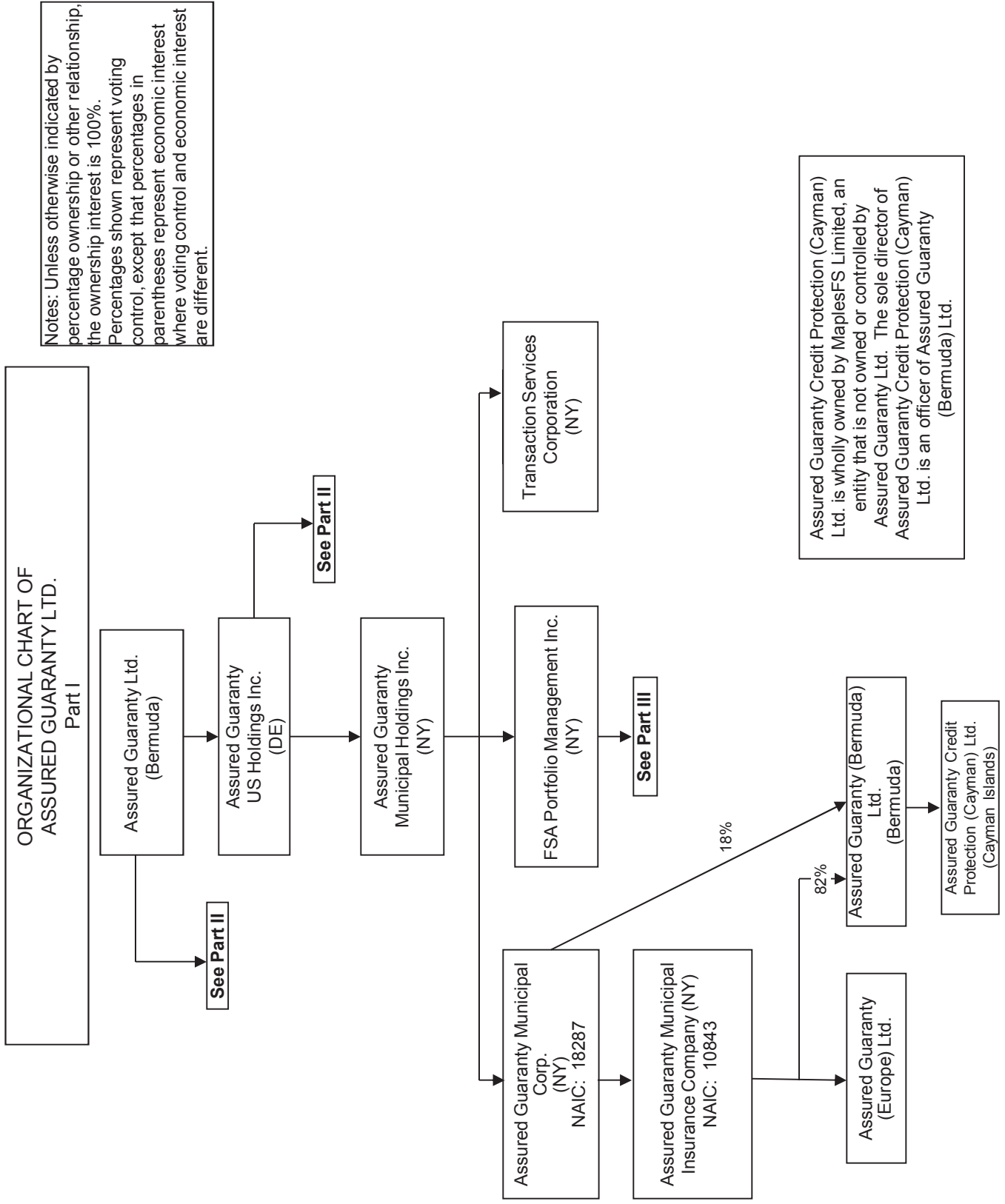
(L) Licensed or Chartered - Licensed Insurance Carrier or Domiciled RRG; (R) Registered - Non-domiciled RRGs; (Q) Qualified - Qualified or Accredited Reinsurer; (E) Eligible - Reporting Entities eligible or approved to write Surplus Lines in the state; (N) None of the above - Not allowed to write business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

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

All premiums were allocated by location of risk and/or policyholders.

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.
SCHEDULE Y – INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

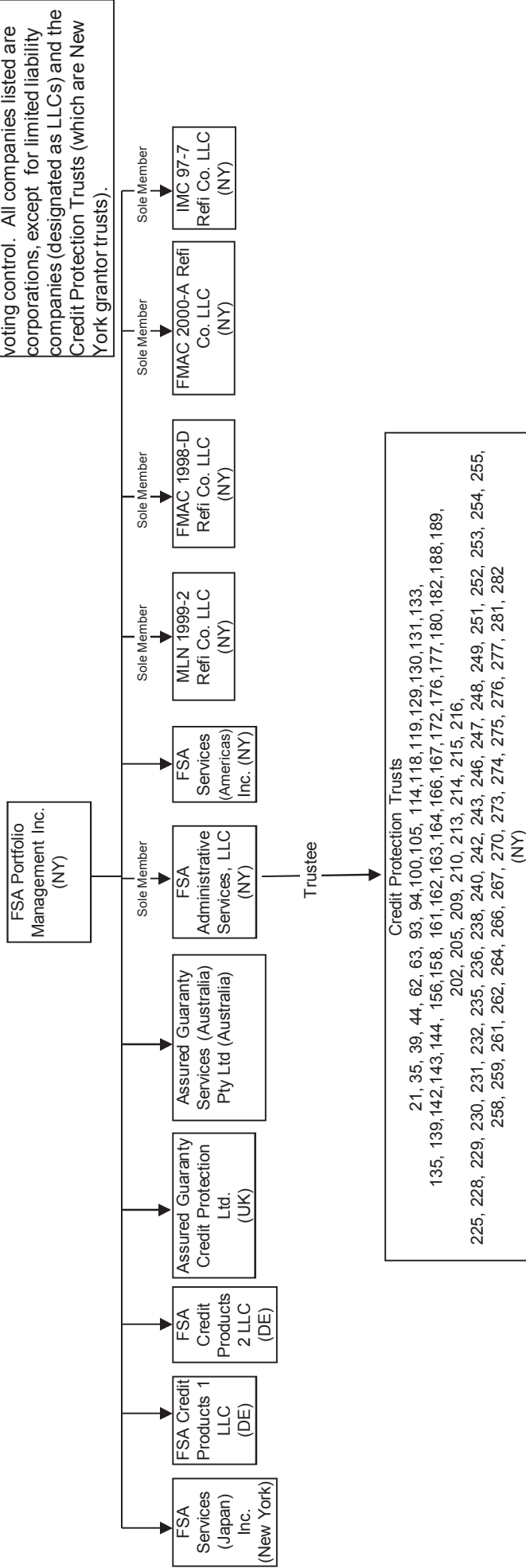
Amended
 03/31/2013



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

ORGANIZATIONAL CHART OF ASSURED GUARANTY LTD.
Part III: FSA Portfolio Management Inc.

Notes: Unless otherwise indicated by percentage ownership or other relationship, the ownership interest is 100%. Percentages shown represent voting control. All companies listed are corporations, except for limited liability companies (designated as LLCs) and the Credit Protection Trusts (which are New York grantor trusts).



STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | 11 | 12 | 13 | 14 | 15 |
|------------|----------------------|-------------------|-------------------|--------------|------------|--|---|----------------------|----------------------------------|--|--|--|---|----|
| Group Code | Group Name | NAIC Company Code | Federal ID Number | Federal RSSD | CIK | Name of Securities Exchange if Publicly Traded (U.S. or International) | Name of Parent Subsidiaries or Affiliates | Domiciliary Location | Relationship to Reporting Entity | Directly Controlled by (Name of Entity/Person) | Type of Control (Ownership, Board, Management, Attorney-in-Fact, Influence, Other) | If Control is Ownership Provide Percentage | Ultimate Controlling Entity(ies)/ Person(s) | * |
| 00194 | Assured Guaranty Ltd | | | | 0001573813 | NYSE | Assured Guaranty Ltd | BMU | UDP | | | 0.0 | | 0 |
| 00194 | Assured Guaranty Ltd | | 20-1082002 | | 0001289244 | | Assured Guaranty US Holdings Inc | DE | DS | AG Corporate Holdings LLC | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 01945 | 13-3261323 | | 1111913357 | | Assured Guaranty Municipal Holdings Inc | NY | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 18287 | 13-3250292 | | | | Assured Guaranty Municipal Corp | NY | DS | Assured Guaranty Municipal Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | FSA Portfolio Management Inc | NY | DS | Assured Guaranty Municipal Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Transaction Services Corp | NY | DS | Assured Guaranty Municipal Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 10843 | 13-3954813 | | | | Assured Guaranty Municipal Insurance Co | NY | DS | Assured Guaranty Municipal Corp | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | AA-2510099 | | | | Assured Guaranty (Europe) Ltd | GBR | DS | Assured Guaranty Municipal Insurance Corp | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | 98-0223300 | | | | Assured Guaranty (Bermuda) Ltd | BMU | DS | Assured Guaranty Municipal Insurance Co | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Assured Guaranty Credit Protection (Cayman) Ltd | CYM | DS | Assured Guaranty Municipal Insurance Co | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | AA-3190809 | | | | Assured Guaranty Re. Ltd | BMU | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Assured Guaranty Finance Overseas Ltd | GBR | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Cedar Personnel Ltd | BMU | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | 52-2221232 | | | | Assured Guaranty Overseas US Holdings Inc | DE | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | AA-3190538 | | | | Assured Guaranty Re Overseas Ltd | BMU | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 01021 | 06-1384770 | | | | Assured Guaranty Mortgage Insurance Company | NY | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | AG Intermediary | NY | DS | Assured Guaranty Ltd | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 13559 | 26-2999764 | | | | Municipal Assurance Corp. (formerly Municipal and Infrastructure Assurance Corporation) | NY | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | AG Analytics Inc | DE | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Assured Guaranty (UK) Services Limited | GBR | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | 30180 | 52-1533088 | | | | Assured Guaranty Corp | MD | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | 13-4031196 | | | | AG Financial Products Inc | DE | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |
| 00194 | Assured Guaranty Ltd | | | | | | Prescott LLC | DE | DS | Assured Guaranty US Holdings Inc | Ownership | 100.0 | Assured Guaranty Ltd | 0 |

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 | 124,215,505 | (88,734,531) | (71.4) | 41.5 |
| 11.1 Medical professional liability -occurrence | | | 0.0 | 0.0 |
| 11.2 Medical professional liability -claims made | | | 0.0 | 0.0 |
| 12. Earthquake | | | 0.0 | 0.0 |
| 13. Group accident and health | | | 0.0 | 0.0 |
| 14. Credit accident and health | | | 0.0 | 0.0 |
| 15. Other accident and health | | | 0.0 | 0.0 |
| 16. Workers' compensation | | | 0.0 | 0.0 |
| 17.1 Other liability occurrence | | | 0.0 | 0.0 |
| 17.2 Other liability-claims made | | | 0.0 | 0.0 |
| 17.3 Excess Workers' Compensation | | | 0.0 | 0.0 |
| 18.1 Products liability-occurrence | | | 0.0 | 0.0 |
| 18.2 Products liability-claims made | | | 0.0 | 0.0 |
| 19.1,19.2 Private passenger auto liability | | | 0.0 | 0.0 |
| 19.3,19.4 Commercial auto liability | | | 0.0 | 0.0 |
| 21. Auto physical damage | | | 0.0 | 0.0 |
| 22. Aircraft (all perils) | | | 0.0 | 0.0 |
| 23. Fidelity | | | 0.0 | 0.0 |
| 24. Surety | | | 0.0 | 0.0 |
| 26. Burglary and theft | | | 0.0 | 0.0 |
| 27. Boiler and machinery | | | 0.0 | 0.0 |
| 28. Credit | | | 0.0 | 0.0 |
| 29. International | | | 0.0 | 0.0 |
| 30. Warranty | | | 0.0 | 0.0 |
| 31. Reinsurance - Nonproportional Assumed Property | XXX | XXX | XXX | XXX |
| 32. Reinsurance - Nonproportional Assumed Liability | XXX | XXX | XXX | XXX |
| 33. Reinsurance - Nonproportional Assumed Financial Lines | XXX | XXX | XXX | XXX |
| 34. Aggregate write-ins for other lines of business | 0 | 0 | 0.0 | 0.0 |
| 35. TOTALS | 124,215,505 | (88,734,531) | (71.4) | 41.5 |
| DETAILS OF WRITE-INS | | | | |
| 3401. | | | | |
| 3402. | | | | |
| 3403. | | | | |
| 3498. Sum. of remaining write-ins for Line 34 from overflow page | 0 | 0 | 0.0 | 0.0 |
| 3499. Totals (Lines 3401 through 3403 plus 3498) (Line 34) | 0 | 0 | 0.0 | 0.0 |

PART 2 - DIRECT PREMIUMS WRITTEN

| Line of Business | 1 | 2 | 3 |
|--|--------------------|-------------------------|----------------------------|
| | Current Quarter | Current Year to Date | 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 | 37,032,893 | 37,032,893 | 45,805,166 |
| 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 | 37,032,893 | 37,032,893 | 45,805,166 |
| 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 |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

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) | 2013 Loss and LAE Payments on Claims Reported as of Prior Year-End | 2013 Loss and LAE Payments on Claims Unreported as of Prior Year-End | Total 2013 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. 2010 + Prior | (44,280) | | (44,280) | 30,590 | | 30,590 | (138,731) | | | (138,731) | (63,861) | 0 | (63,861) |
| 2. 2011 | 24,169 | | 24,169 | (23) | | (23) | 23,521 | | | 23,521 | (671) | 0 | (671) |
| 3. Subtotals 2011 + prior | (20,111) | 0 | (20,111) | 30,567 | 0 | 30,567 | (115,210) | 0 | 0 | (115,210) | (64,532) | 0 | (64,532) |
| 4. 2012 | 7,683 | | 7,683 | 1,718 | | 1,718 | 6,055 | | | 6,055 | 90 | 0 | 90 |
| 5. Subtotals 2012 + prior | (12,428) | 0 | (12,428) | 32,285 | 0 | 32,285 | (109,155) | 0 | 0 | (109,155) | (64,442) | 0 | (64,442) |
| 6. 2013 | XXX | XXX | XXX | XXX | 1 | 1 | XXX | | | 0 | XXX | XXX | XXX |
| 7. Totals | (12,428) | 0 | (12,428) | 32,285 | 1 | 32,286 | (109,155) | 0 | 0 | (109,155) | (64,442) | 0 | (64,442) |
| 8. Prior Year-End Surplus As Regards Policy-holders | 1,780,051 | | | | | | | | | | 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. 518.5 | 2. 0.0 | 3. 518.5 |
| | | | | | | | | | | | | | Col. 13, Line 7 Line 8 |
| | | | | | | | | | | | | | 4. (3.6) |

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.

| | <u>Response</u> |
|---|-----------------|
| 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 Supplement be filed with the state of domicile and the NAIC with this statement? |NO..... |

Explanation:

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

Bar Code:

| | |
|----|--|
| 1. |  1 8 2 8 7 2 0 1 3 4 9 0 0 0 0 0 1 |
| 2. |  1 8 2 8 7 2 0 1 3 4 5 5 0 0 0 0 1 |
| 3. |  1 8 2 8 7 2 0 1 3 3 6 5 0 0 0 0 1 |
| 4. |  1 8 2 8 7 2 0 1 3 5 0 5 0 0 0 0 1 |

OVERFLOW PAGE FOR WRITE-INS

PQ010 Additional Aggregate Lines for Page 10 Line 58.

*SCT

| | 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|-------|---|----------------------|--------------------|----------------------|--------------------|----------------------|--------------------|
| | Active Status | Current Year To Date | Prior Year To Date | Current Year To Date | Prior Year To Date | Current Year To Date | Prior Year To Date |
| 58004 | CHL Chile..... | .XXX.....(50,940) |0 | |0 | |0 |
| 58005 | FRA France..... | .XXX..... |118,165 | |0 | |0 |
| 58006 | DEU Germany..... | .XXX..... |274,432 | |0 | |0 |
| 58007 | JEY Jersey..... | .XXX.....152,557 |0 | |0 | |0 |
| 58008 | NZL New Zealand..... | .XXX.....16,569 |1,197,397 | |8,115,833 | |(49,826) |
| 58009 | PER Peru..... | .XXX..... |0 | |0 | |0 |
| 58010 | PRT Portugal..... | .XXX..... |15,069 | |0 | |0 |
| 58011 | SWE Sweden..... | .XXX..... |0 | |0 | |0 |
| 58012 | GBR United Kingdom..... | .XXX.....106,241 |0 | |0 | |0 |
| 58013 | | .XXX..... |0 | |0 | |0 |
| 58014 | | .XXX..... |0 | |0 | |0 |
| 58997 | Summary of remaining write-ins for Line 58 from Page 10 | .XXX.....224,427 |1,605,063 |0 |8,115,833 |0 |(49,826) |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE A – VERIFICATION

Real Estate

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 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 |

NONE

SCHEDULE B – VERIFICATION

Mortgage Loans

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

NONE

SCHEDULE BA – VERIFICATION

Other Long-Term Invested Assets

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|--|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value, December 31 of prior year | 305,702,240 | 337,082,440 |
| 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 | | 31,380,200 |
| 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) | 305,702,240 | 305,702,240 |
| 12. Deduct total nonadmitted amounts | 0 | 0 |
| 13. Statement value at end of current period (Line 11 minus Line 12) | 305,702,240 | 305,702,240 |

SCHEDULE D – VERIFICATION

Bonds and Stocks

| | 1 Year To Date | 2 Prior Year Ended December 31 |
|---|-------------------|--------------------------------------|
| 1. Book/adjusted carrying value of bonds and stocks, December 31 of prior year | 3,621,482,921 | 3,404,725,256 |
| 2. Cost of bonds and stocks acquired | 246,251,906 | 1,272,195,389 |
| 3. Accrual of discount | 16,633,520 | 63,519,624 |
| 4. Unrealized valuation increase (decrease) | 45,367,610 | 195,183,729 |
| 5. Total gain (loss) on disposals | (1,314,274) | 13,552,329 |
| 6. Deduct consideration for bonds and stocks disposed of | 240,324,477 | 1,290,170,035 |
| 7. Deduct amortization of premium | 3,768,564 | 13,364,585 |
| 8. Total foreign exchange change in book/adjusted carrying value | | (11,591) |
| 9. Deduct current year's other than temporary impairment recognized | 3,807,448 | 24,147,195 |
| 10. Book/adjusted carrying value at end of current period (Lines 1+2+3+4+5-6-7+8-9) | 3,680,521,194 | 3,621,482,921 |
| 11. Deduct total nonadmitted amounts | 0 | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 3,680,521,194 | 3,621,482,921 |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 1B

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

| | 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. Class 1 (a)..... | 2,926,559,899 | 318,673,329 | 365,504,581 | 63,387,095 | 2,943,115,742 | 0 | 0 | 2,926,559,899 |
| 2. Class 2 (a)..... | 18,521,187 | | 5,710,000 | (2,893,750) | 9,917,437 | 0 | 0 | 18,521,187 |
| 3. Class 3 (a)..... | 0 | | | | 0 | 0 | 0 | 0 |
| 4. Class 4 (a)..... | 0 | | | 6,248,253 | 6,248,253 | 0 | 0 | 0 |
| 5. Class 5 (a)..... | 0 | | | | 0 | 0 | 0 | 0 |
| 6. Class 6 (a)..... | 226,884,711 | | 2,949,170 | (57,663,977) | 166,271,564 | 0 | 0 | 226,884,711 |
| 7. Total Bonds | 3,171,965,797 | 318,673,329 | 374,163,751 | 9,077,621 | 3,125,552,996 | 0 | 0 | 3,171,965,797 |
| PREFERRED STOCK | | | | | | | | |
| 8. Class 1..... | 0 | | | | 0 | 0 | 0 | 0 |
| 9. Class 2..... | 0 | | | | 0 | 0 | 0 | 0 |
| 10. Class 3..... | 0 | | | | 0 | 0 | 0 | 0 |
| 11. Class 4..... | 0 | | | | 0 | 0 | 0 | 0 |
| 12. Class 5..... | 0 | | | | 0 | 0 | 0 | 0 |
| 13. Class 6..... | 0 | | | | 0 | 0 | 0 | 0 |
| 14. Total Preferred Stock..... | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 15. Total Bonds & Preferred Stock | 3,171,965,797 | 318,673,329 | 374,163,751 | 9,077,621 | 3,125,552,996 | 0 | 0 | 3,171,965,797 |

(a) Book/Adjusted Carrying Value column for the end of the current reporting period includes the following amount of non-rated short-term and cash equivalent bonds by NAIC designation: NAIC 1 \$230,121,627 ; NAIC 2 \$;
NAIC 3 \$; NAIC 4 \$; NAIC 5 \$; NAIC 6 \$

S102

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 | 71,213,998 | XXX | 71,213,998 | 33 | |

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..... | 71,206,371 | 132,727,769 |
| 2. Cost of short-term investments acquired | 54,489,966 | 305,856,676 |
| 3. Accrual of discount | 17,661 | 124,930 |
| 4. Unrealized valuation increase (decrease)..... | | 0 |
| 5. Total gain (loss) on disposals | | (32,137) |
| 6. Deduct consideration received on disposals | 54,500,000 | 367,454,532 |
| 7. Deduct amortization of premium..... | | 16,335 |
| 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)..... | 71,213,998 | 71,206,371 |
| 11. Deduct total nonadmitted amounts..... | | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 71,213,998 | 71,206,371 |

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..... | 300,212,319 | 141,163,063 |
| 2. Cost of cash equivalents acquired | 17,931,457 | 649,555,767 |
| 3. Accrual of discount | 2,452 | 30,667 |
| 4. Unrealized valuation increase (decrease) | | 0 |
| 5. Total gain (loss) on disposals..... | | 729 |
| 6. Deduct consideration received on disposals | 78,025,000 | 490,537,907 |
| 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) | 240,121,228 | 300,212,319 |
| 11. Deduct total nonadmitted amounts | | 0 |
| 12. Statement value at end of current period (Line 10 minus Line 11) | 240,121,228 | 300,212,319 |

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 MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|---|--------------------------------|---------|---------------|--------------------------|---------------------------|-------------|------------|---|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator (a) |
| Bonds - U.S. States, Territories and Possessions | | | | | | | | | |
| 13063B-S7-8 | CA GO C23 S13 | | 03/15/2013 | Goldman Sachs | | 3,414,750 | 3,000,000 | | 1FE |
| 452152-JF-9 | ILLINOIS ST | | 02/07/2013 | Various | | 1,080,680 | 1,000,000 | 4,556 | 1FE |
| 452152-QD-6 | ILLINOIS ST | | 02/07/2013 | Goldman Sachs | | 1,080,680 | 1,000,000 | 4,556 | 1FE |
| 1799999 - Bonds - U.S. States, Territories and Possessions | | | | | | 5,576,110 | 5,000,000 | 9,112 | XXX |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | | | | |
| 010869-GL-3 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/25/2013 | STIFEL NICOLAUS & CO INC | | 9,592,640 | 8,000,000 | | 1FE |
| 010869-GM-1 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/25/2013 | STIFEL NICOLAUS & CO INC | | 1,478,940 | 1,500,000 | | 1FE |
| 010869-GP-4 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/25/2013 | STIFEL NICOLAUS & CO INC | | 3,538,365 | 3,580,000 | | 1FE |
| 010869-GR-0 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/25/2013 | STIFEL NICOLAUS & CO INC | | 1,965,480 | 2,000,000 | | 1FE |
| 087347-U5-7 | BETHLEHEM PA | | 03/06/2013 | Various | | 279,830 | 285,000 | | 1FE |
| 087347-V9-8 | BETHLEHEM PA | | 03/06/2013 | RBC | | 710,000 | 710,000 | | 1FE |
| 087347-W2-2 | BETHLEHEM PA | | 03/06/2013 | RBC | | 740,000 | 740,000 | | 1FE |
| 087347-W3-0 | BETHLEHEM PA | | 03/06/2013 | RBC | | 1,500,000 | 1,500,000 | | 1FE |
| 104349-DF-9 | BRADFORD PA | | 03/13/2013 | Various | | 399,261 | 405,000 | | 1FE |
| 416415-CF-2 | HARTFORD CT | | 03/20/2013 | Various | | 502,035 | 500,000 | | 1FE |
| 492246-PA-5 | KERN CA HIGH SCH DIST | | 02/14/2013 | De LaRosa | | 5,600,102 | 5,760,000 | | 1FE |
| 492246-PB-3 | KERN CA HIGH SCH DIST | | 02/14/2013 | De LaRosa | | 4,217,891 | 4,350,000 | | 1FE |
| 513804-HT-4 | LANCASTER CA SCH DIST | | 03/20/2013 | De LaRosa | | 2,145,088 | 2,200,000 | | 1FE |
| 528819-DS-1 | LEWISVILLE TX COMB CONTRACT RE | | 01/25/2013 | Various | | 993,740 | 1,000,000 | | 1FE |
| 528819-DU-6 | LEWISVILLE TX COMB CONTRACT RE | | 01/25/2013 | Various | | 692,475 | 700,000 | | 1FE |
| 528819-DW-2 | LEWISVILLE TX COMB CONTRACT RE | | 01/25/2013 | Various | | 741,428 | 750,000 | | 1FE |
| 528819-DX-0 | LEWISVILLE TX COMB CONTRACT RE | | 01/25/2013 | Various | | 491,010 | 500,000 | | 1FE |
| 543689-Z3-0 | LORAIN OH | | 03/28/2013 | STIFEL NICOLAUS & CO INC | | 295,965 | 300,000 | | 1FE |
| 546410-BM-2 | LOUISIANA STADIUM & EXPOSITION | | 01/16/2013 | Merrill Lynch | | 1,160,310 | 1,000,000 | | 1FE |
| 546410-BV-2 | LOUISIANA STADIUM & EXPOSITION | | 01/16/2013 | Merrill Lynch | | 566,865 | 500,000 | | 1FE |
| 564547-LL-9 | MANTECA CA UNIF SCH DIST SPL T | | 01/10/2013 | STIFEL NICOLAUS & CO INC | | 1,163,270 | 1,000,000 | | 1FE |
| 60534T-KS-3 | MISSISSIPPI ST DEV BANK SPL OB | | 01/24/2013 | RICE FINANCIAL PRODUCTS | | 6,176,749 | 5,450,000 | 603 | 1FE |
| 60534T-KU-8 | MISSISSIPPI ST DEV BANK SPL OB | | 01/09/2013 | RICE FINANCIAL PRODUCTS | | 3,160,740 | 2,750,000 | | 1FE |
| 642713-4V-0 | NEW BRITAIN CT | | 03/19/2013 | Various | | 946,800 | 965,000 | | 1FE |
| 642713-4W-8 | NEW BRITAIN CT | | 03/19/2013 | Various | | 939,823 | 965,000 | | 1FE |
| 642713-4X-6 | NEW BRITAIN CT | | 03/19/2013 | Various | | 932,451 | 965,000 | | 1FE |
| 642713-4Y-4 | NEW BRITAIN CT | | 03/19/2013 | Various | | 924,731 | 965,000 | | 1FE |
| 646139-3J-2 | NEW JERSEY ST TURNPIKE AUTH | | 03/21/2013 | Various | | 13,235,000 | 13,235,000 | | 1FE |
| 646139-3V-5 | NEW JERSEY ST TURNPIKE AUTH | | 03/21/2013 | Various | | 24,276,613 | 24,505,000 | | 1FE |
| 743787-W6-6 | PROVIDENCE RI | | 03/07/2013 | Various | | 492,565 | 500,000 | | 1FE |
| 743787-W7-4 | PROVIDENCE RI | | 03/07/2013 | Various | | 990,100 | 1,000,000 | | 1FE |
| 743787-W8-2 | PROVIDENCE RI | | 03/07/2013 | Various | | 492,935 | 500,000 | | 1FE |
| 743787-W9-0 | PROVIDENCE RI | | 03/07/2013 | Various | | 490,035 | 500,000 | | 1FE |
| 743787-X2-4 | PROVIDENCE RI | | 03/07/2013 | Various | | 585,192 | 600,000 | | 1FE |
| 785852-AN-4 | SACRAMENTO CA CITY FING AUTH S | | 01/11/2013 | STIFEL NICOLAUS & CO INC | | 948,867 | 845,000 | | 1FE |
| 785852-AQ-7 | SACRAMENTO CA CITY FING AUTH S | | 01/11/2013 | STIFEL NICOLAUS & CO INC | | 510,770 | 460,000 | | 1FE |
| 785852-AR-5 | SACRAMENTO CA CITY FING AUTH S | | 01/11/2013 | STIFEL NICOLAUS & CO INC | | 1,085,000 | 1,085,000 | | 1FE |
| 792075-LY-7 | SAINT LUCIE CNTY FL SCH BRD CO | | 02/22/2013 | Various | | 1,756,563 | 1,765,000 | | 1FE |
| 792075-MV-2 | SAINT LUCIE CNTY FL SCH BRD CO | | 02/22/2013 | Various | | 1,969,580 | 2,000,000 | | 1FE |
| 79781R-DR-7 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,085,158 | 1,110,000 | | 1FE |
| 79781R-DS-5 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,147,791 | 1,185,000 | | 1FE |
| 79781R-DT-3 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,241,289 | 1,275,000 | | 1FE |
| 79781R-DU-0 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,343,121 | 1,370,000 | | 1FE |
| 79781R-DV-8 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,425,797 | 1,465,000 | | 1FE |
| 79781R-DW-6 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,513,308 | 1,565,000 | | 1FE |
| 79781R-DX-4 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,637,229 | 1,675,000 | | 1FE |
| 79781R-DY-2 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 1,738,341 | 1,790,000 | | 1FE |
| 79781R-DZ-9 | SAN GORGONIO CA MEMORIAL HLTH | | 02/26/2013 | De LaRosa | | 5,929,796 | 6,125,000 | | 1FE |
| 844559-KE-3 | SOUTHMORELAND PA SCH DIST | | 01/16/2013 | PIPER JAFFREY INC | | 980,940 | 1,000,000 | | 1FE |
| 844559-KF-0 | SOUTHMORELAND PA SCH DIST | | 01/16/2013 | PIPER JAFFREY INC | | 1,167,021 | 1,190,000 | | 1FE |
| 926055-HA-5 | VICTOR VLY CA UNION HIGH SCH D | | 02/14/2013 | Morgan Stanley Co | | 2,540,906 | 7,880,000 | | 1FE |
| 926055-HV-9 | VICTOR VLY CA UNION HIGH SCH D | | 02/19/2013 | ASSIGNMENT OF SECURITIES | | 2,540,906 | 7,880,000 | | 1FE |
| 986846-SX-2 | YORK PA CITY SCH DIST | | 02/07/2013 | RBC | | 662,429 | 670,000 | | 1FE |

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|--|------------------------------------|---------|---------------|---------------------------|---------------------------|-------------|-------------|---|--|
| CUSIP Identification | Description | Foreign | Date Acquired | Name of Vendor | Number of Shares of Stock | Actual Cost | Par Value | Paid for Accrued Interest and Dividends | NAIC Designation or Market Indicator (a) |
| 986846-TJ-2 | YORK PA CITY SCH DIST | | 02/07/2013 | RBC | | 988,320 | 1,000,000 | | 1FE |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | 124,631,561 | 133,515,000 | 603 | XXX |
| Bonds - U.S. Special Revenue | | | | | | | | | |
| 023335-DL-3 | AMBRIDGE BORO PA MUNI AUTH | | 02/13/2013 | PNC SECURITIES INC. | | 537,403 | 545,000 | | 1FE |
| 023335-DN-9 | AMBRIDGE BORO PA MUNI AUTH | | 02/13/2013 | PNC SECURITIES INC. | | 1,657,007 | 1,670,000 | | 1FE |
| 023335-DP-4 | AMBRIDGE BORO PA MUNI AUTH | | 02/13/2013 | PNC SECURITIES INC. | | 1,042,521 | 1,060,000 | | 1FE |
| 04048R-JT-4 | ARIZONA BRD OF RGTS ST UNIV SY | | 01/10/2013 | WELLS FARGO BROK SER LLC | | 1,179,580 | 1,000,000 | | 1FE |
| 13068L-CR-4 | CALIFORNIA ST PUBLIC WKS BRD L | | 03/20/2013 | BARCLAYS CAPITAL | | 1,081,220 | 1,000,000 | | 1FE |
| 19679R-RH-5 | COLORADO ST WTR RESOURCES & PW | | 03/07/2013 | ROBERT W BAIRD & CO. | | 3,025,000 | 3,025,000 | | 1FE |
| 199144-US-3 | COLUMBUS GA WTR & SWR REVENUE | | 03/07/2013 | Various | | 1,194,480 | 1,000,000 | | 1FE |
| 261333-EB-0 | DOYLESTOWN PA HOSP AUTH | | 03/14/2013 | PNC SECURITIES INC. | | 4,518,868 | 4,025,000 | | 1FE |
| 261333-EE-4 | DOYLESTOWN PA HOSP AUTH | | 03/14/2013 | PNC SECURITIES INC. | | 1,078,980 | 1,000,000 | | 1FE |
| 261333-EH-7 | DOYLESTOWN PA HOSP AUTH | | 03/18/2013 | Goldman Sachs | | 1,078,980 | 1,000,000 | | 1FE |
| 313381-VK-8 | FHLB | | 01/11/2013 | Greenwich Capital Markets | | 15,996,800 | 16,000,000 | | 1FE |
| 3132J7-JB-9 | FHLMC GOLD 30YR | | 03/07/2013 | JP Morgan Securities | | 8,511,775 | 8,080,000 | 8,641 | 1 |
| 34281P-PA-5 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/15/2013 | Various | | 1,667,626 | 1,695,000 | | 1FE |
| 34281P-PB-3 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/15/2013 | Various | | 1,030,520 | 1,000,000 | | 1FE |
| 34281P-PC-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/15/2013 | Various | | 1,215,613 | 1,250,000 | | 1FE |
| 34281P-QG-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/15/2013 | Various | | 1,973,020 | 2,000,000 | | 1FE |
| 34281P-QJ-5 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/15/2013 | Various | | 983,680 | 1,000,000 | | 1FE |
| 34281P-QL-0 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/18/2013 | Goldman Sachs | | 1,215,613 | 1,250,000 | | 1FE |
| 34281P-QM-8 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | Goldman Sachs | | 983,680 | 1,000,000 | | 1FE |
| 34281P-QN-6 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | Goldman Sachs | | 1,667,626 | 1,695,000 | | 1FE |
| 34281P-QP-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | Goldman Sachs | | 1,973,020 | 2,000,000 | | 1FE |
| 3138NX-C2-1 | FNMA 30YR | | 01/11/2013 | BARCLAYS CAPITAL | | 8,744,423 | 8,385,422 | 7,687 | 1 |
| 31417E-S4-4 | FNMA 30YR | | 01/10/2013 | Various | | 8,648,457 | 8,286,877 | 8,977 | 1 |
| 360066-NN-0 | FULTON CNTY GA WTR & SWR REVEN | | 03/06/2013 | Various | | 5,622,005 | 4,750,000 | | 1FE |
| 45506D-GV-1 | INDIANA ST FIN AUTH REVENUE | | 03/13/2013 | Merrill Lynch | | 1,996,540 | 2,000,000 | | 1FE |
| 45506D-GW-9 | INDIANA ST FIN AUTH REVENUE | | 03/13/2013 | Merrill Lynch | | 3,069,030 | 3,000,000 | | 1FE |
| 686543-UB-3 | ORLANDO & ORANGE CNTY FL EXPRE | | 02/27/2013 | Various | | 6,384,952 | 5,600,000 | | 1FE |
| 736564-CW-3 | PORTLAND ME ARPT REVENUE | | 03/06/2013 | Various | | 862,315 | 770,000 | | 1FE |
| 785852-AP-9 | SACRAMENTO CA CITY FING AUTH S | | 01/11/2013 | STIFEL NICOLAUS & CO INC | | 1,189,211 | 1,065,000 | | 1FE |
| 785852-AS-3 | SACRAMENTO CA CITY FING AUTH S | | 01/15/2013 | Goldman Sachs | | 1,085,000 | 1,085,000 | | 1FE |
| 785852-AT-1 | SACRAMENTO CA CITY FING AUTH S | | 01/15/2013 | Goldman Sachs | | 1,189,211 | 1,065,000 | | 1FE |
| 85233C-AL-7 | SAINT BERNARD OH INCOME TAX RE | | 03/01/2013 | Fifth Third | | 749,959 | 685,000 | | 1FE |
| 85233C-AU-7 | SAINT BERNARD OH INCOME TAX RE | | 03/01/2013 | Fifth Third | | 489,040 | 500,000 | | 1FE |
| 85732G-QD-5 | STATE PUBLIC SCH BLDG AUTH PAL | | 02/26/2013 | ROBERT W BAIRD & CO. | | 1,504,413 | 1,525,000 | | 1FE |
| 85732G-QE-3 | STATE PUBLIC SCH BLDG AUTH PAL | | 02/26/2013 | ROBERT W BAIRD & CO. | | 1,907,412 | 1,950,000 | | 1FE |
| 85732G-QF-0 | STATE PUBLIC SCH BLDG AUTH PAL | | 02/26/2013 | ROBERT W BAIRD & CO. | | 1,470,868 | 1,515,000 | | 1FE |
| 895164-HP-9 | TRENTON NJ PKG AUTH | | 03/08/2013 | Various | | 371,628 | 365,000 | | 1FE |
| 895164-HQ-7 | TRENTON NJ PKG AUTH | | 03/08/2013 | Various | | 374,980 | 370,000 | | 1FE |
| 895164-HR-5 | TRENTON NJ PKG AUTH | | 03/08/2013 | Various | | 391,913 | 380,000 | | 1FE |
| 895202-BP-3 | TRENTON OH WTR SYS REVENUE | | 01/24/2013 | Fifth Third | | 326,654 | 330,000 | | 1FE |
| 895202-BQ-1 | TRENTON OH WTR SYS REVENUE | | 01/24/2013 | Fifth Third | | 335,427 | 340,000 | | 1FE |
| 895202-BR-9 | TRENTON OH WTR SYS REVENUE | | 01/24/2013 | Fifth Third | | 341,074 | 345,000 | | 1FE |
| 895202-BS-7 | TRENTON OH WTR SYS REVENUE | | 01/24/2013 | Fifth Third | | 346,516 | 355,000 | | 1FE |
| 89602N-F2-5 | TRIBOROUGH NY BRIDGE & TUNNELA | | 01/14/2013 | JEFFRIES | | 1,098,190 | 1,000,000 | | 1FE |
| 89602N-F3-3 | TRIBOROUGH NY BRIDGE & TUNNELA | | 01/14/2013 | JC BRADFORD | | 1,091,670 | 1,000,000 | | 1FE |
| 89602N-K8-6 | TRIBOROUGH NY BRIDGE & TUNNELA | | 01/15/2013 | Goldman Sachs | | 1,098,190 | 1,000,000 | | 1FE |
| 89602N-K9-4 | TRIBOROUGH NY BRIDGE & TUNNELA | | 01/15/2013 | Goldman Sachs | | 1,091,670 | 1,000,000 | | 1FE |
| 91412G-RE-7 | UNIV OF CALIFORNIA CA REVENUES | | 03/01/2013 | Various | | 2,392,840 | 2,000,000 | | 1FE |
| 3199999 - Bonds - U.S. Special Revenue and Special Assessment and all Non-Guaranteed Obligations of Agencies and Authorities of Government and Their Political Subdivisions | | | | | | 107,786,600 | 102,962,299 | 25,305 | XXX |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | |
| 03523T-BP-2 | ANHEUSER-BUSCH INBEV WORLDWIDE INC | | 03/14/2013 | Various | | 4,965,717 | 5,100,000 | 22,667 | 1FE |
| 14309U-AA-0 | CARLYLE HOLDINGS FINANCE LLC | | 01/15/2013 | JP Morgan Securities | | 624,788 | 625,000 | | 1FE |
| 126698-AC-3 | CWL 2007 - 13 2A1 | | 01/23/2013 | FSA | | 2,667,136 | 4,369,063 | 374 | 1Z |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 8,257,641 | 10,094,063 | 23,041 | XXX |
| 8399997 - Subtotals- Bonds - Part 3 | | | | | | 246,251,912 | 251,571,362 | 58,061 | XXX |
| 8399999 - Subtotals - Bonds | | | | | | 246,251,912 | 251,571,362 | 58,061 | XXX |
| 9999999 Totals | | | | | | 246,251,912 | XXX | 58,061 | XXX |

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STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 3

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

| 1 CUSIP Identification | 2 Description | 3 Foreign | 4 Date Acquired | 5 Name of Vendor | 6 Number of Shares of Stock | 7 Actual Cost | 8 Par Value | 9 Paid for Accrued Interest and Dividends | 10 NAIC Designation or Market Indicator ^(a) |
|------------------------------|------------------|--------------|--------------------|---------------------|-----------------------------------|---------------------|----------------|---|--|
|------------------------------|------------------|--------------|--------------------|---------------------|-----------------------------------|---------------------|----------------|---|--|

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

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|---|---------------------------------|---------|---------------|--------------------|---------------------------|---------------|------------|-------------|---|--|---|---|--------------------------------------|--|---|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| Bonds - U.S. States, Territories and Possessions | | | | | | | | | | | | | | | | | | | | | |
| 452152-JF-9 | ILLINOIS ST | | 02/07/2013 | VARIOUS | | 1,080,680 | 1,000,000 | 1,080,680 | | | | | .0 | | 1,080,680 | | | .0 | 4,556 | 01/01/2021 | 1FE |
| 452152-0D-6 | ILLINOIS ST | | 03/12/2013 | VARIOUS | | 1,074,363 | 1,000,000 | 1,080,680 | | (590) | | | (590) | | 1,080,090 | | (5,727) | (5,727) | 7,278 | 01/01/2021 | 1FE |
| 1799999 - Bonds - U.S. States, Territories and Possessions | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | 2,155,043 | 2,000,000 | 2,161,360 | 0 | 0 | (590) | 0 | (590) | 0 | 2,160,770 | 0 | (5,727) | (5,727) | 11,834 | XXX | XXX |
| Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | | | | | | | | | | | | | | | | |
| 010869-GL-3 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 02/07/2013 | VARIOUS | | 9,570,360 | 8,000,000 | 9,592,640 | | | | (4,005) | (4,005) | | 9,588,635 | | (18,275) | (18,275) | | 10/01/2027 | 1FE |
| 010869-GM-1 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/31/2013 | Morgan Stanley Co. | | 1,461,690 | 1,500,000 | 1,478,940 | | | .19 | .19 | .19 | | 1,478,959 | | (17,269) | (17,269) | | 10/01/2027 | 1FE |
| 010869-GP-4 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 02/01/2013 | VARIOUS | | 3,512,825 | 3,580,000 | 3,538,365 | | | .34 | .34 | .34 | | 3,538,399 | | (25,574) | (25,574) | | 10/01/2028 | 1FE |
| 010869-GR-0 | ALAMEDA CA CORRIDOR TRANSPRTNA | | 01/31/2013 | Morgan Stanley Co. | | 1,945,400 | 2,000,000 | 1,965,480 | | | .26 | .26 | .26 | | 1,965,506 | | (20,106) | (20,106) | | 10/01/2029 | 1FE |
| 048339-SS-5 | ATLANTIC CITY NJ THE MUNICENTER | | 01/18/2013 | VARIOUS | | 352,470 | 300,000 | 340,539 | 340,400 | (216) | | (216) | (216) | | 340,184 | | 12,286 | 12,286 | 1,667 | 11/01/2020 | 1FE |
| 048339-SV-8 | ATLANTIC CITY NJ | | 02/12/2013 | VARIOUS | | 4,304,101 | 3,930,000 | 4,410,246 | 4,407,296 | (2,785) | | (2,785) | (2,785) | | 4,404,511 | | (100,411) | (100,411) | 19,522 | 11/01/2023 | 1FE |
| 048339-SW-6 | ATLANTIC CITY NJ | | 02/12/2013 | VARIOUS | | 5,367,251 | 4,960,000 | 5,543,147 | 5,539,575 | (5,821) | | (5,821) | (5,821) | | 5,533,754 | | (166,503) | (166,503) | 33,397 | 11/01/2024 | 1FE |
| 048339-SX-4 | ATLANTIC CITY NJ | | 02/12/2013 | VARIOUS | | 5,329,265 | 4,955,000 | 5,514,766 | 5,511,346 | (5,448) | | (5,448) | (5,448) | | 5,505,898 | | (176,633) | (176,633) | 32,881 | 11/01/2025 | 1FE |
| 048339-SY-2 | ATLANTIC CITY NJ | | 01/09/2013 | VARIOUS | | 4,811,972 | 4,465,000 | 4,944,898 | 4,941,975 | (910) | | (910) | (910) | | 4,941,065 | | (129,093) | (129,093) | 14,533 | 11/01/2026 | 1FE |
| 048339-SZ-9 | ATLANTIC CITY NJ | | 01/08/2013 | VARIOUS | | 1,655,424 | 1,555,000 | 1,713,641 | 1,712,678 | (264) | | (264) | (264) | | 1,712,414 | | (56,990) | (56,990) | 4,647 | 11/01/2027 | 1FE |
| 04988P-CN-0 | ATWATER CA ELEM SCH DIST | | 01/28/2013 | THE MUNICENTER | | 52,114 | 50,000 | 52,909 | 52,909 | (42) | | (42) | (42) | | 52,752 | | (638) | (638) | 229 | 08/01/2016 | 1FE |
| 087347-U5-7 | BETHLEHEM PA | | 03/08/2013 | VARIOUS | | 277,650 | 285,000 | 279,830 | | | .1 | .1 | .1 | | 279,831 | | (2,181) | (2,181) | | 10/01/2030 | 1FE |
| 087347-V9-8 | BETHLEHEM PA | | 03/08/2013 | RBC | | 702,900 | 710,000 | 710,000 | | | .0 | .0 | .0 | | 710,000 | | (7,100) | (7,100) | | 10/01/2022 | 1FE |
| 087347-W2-2 | BETHLEHEM PA | | 03/08/2013 | RBC | | 732,600 | 740,000 | 740,000 | | | .0 | .0 | .0 | | 740,000 | | (7,400) | (7,400) | | 10/01/2023 | 1FE |
| 087347-W3-0 | BETHLEHEM PA | | 03/08/2013 | RBC | | 1,485,000 | 1,500,000 | 1,500,000 | | | .0 | .0 | .0 | | 1,500,000 | | (15,000) | (15,000) | | 10/01/2026 | 1FE |
| 104349-DF-9 | BRADFORD PA | | 03/14/2013 | VARIOUS | | 399,938 | 405,000 | 399,261 | | | .1 | .1 | .1 | | 399,262 | | 675 | 675 | | 11/01/2027 | 1FE |
| 416415-CF-2 | HARTFORD CT | | 03/21/2013 | VARIOUS | | 502,770 | 500,000 | 502,035 | | | .0 | .0 | .0 | | 502,035 | | 735 | 735 | | 04/01/2032 | 1FE |
| 446010-HX-1 | HUNTINGDON PA | | 01/08/2013 | VARIOUS | | 3,552,255 | 3,790,000 | 3,730,611 | 3,730,731 | .42 | | .42 | .42 | | 3,730,772 | | (178,517) | (178,517) | | 08/15/2034 | 1FE |
| 492246-PA-5 | KERN CA HIGH SCH DIST | | 03/27/2013 | VARIOUS | | 5,372,371 | 5,760,000 | 5,600,102 | | 794 | | 794 | 794 | | 5,600,897 | | (228,526) | (228,526) | 9,330 | 08/01/2028 | 1FE |
| 492246-PB-3 | KERN CA HIGH SCH DIST | | 03/27/2013 | VARIOUS | | 1,469,942 | 1,525,000 | 1,478,686 | | 55 | | 55 | 55 | | 1,478,740 | | (8,799) | (8,799) | 76 | 08/01/2029 | 1FE |
| 513804-HT-4 | LANCASTER CA SCH DIST | | 03/20/2013 | De LaRosa | | 2,148,476 | 2,200,000 | 2,145,088 | | | .0 | .0 | .0 | | 2,145,088 | | 3,388 | 3,388 | | 08/01/2038 | 1FE |
| 528819-DS-1 | LEWISVILLE TX COMB CONTRACT RE | | 02/04/2013 | VARIOUS | | 992,291 | 1,000,000 | 993,740 | | | .12 | .12 | .12 | | 993,752 | | (1,461) | (1,461) | | 09/01/2023 | 1FE |
| 528819-DU-6 | LEWISVILLE TX COMB CONTRACT RE | | 02/04/2013 | VARIOUS | | 691,004 | 700,000 | 692,475 | | | .8 | .8 | .8 | | 692,483 | | (1,478) | (1,478) | | 09/01/2025 | 1FE |
| 528819-DW-2 | LEWISVILLE TX COMB CONTRACT RE | | 01/29/2013 | VARIOUS | | 738,885 | 750,000 | 741,428 | | | .5 | .5 | .5 | | 741,433 | | (2,548) | (2,548) | | 09/01/2027 | 1FE |
| 528819-DX-0 | LEWISVILLE TX COMB CONTRACT RE | | 01/29/2013 | VARIOUS | | 489,240 | 500,000 | 491,010 | | | .5 | .5 | .5 | | 491,015 | | (1,775) | (1,775) | | 09/01/2028 | 1FE |
| 546410-BM-2 | LOUISIANA STADIUM & EXPOSITION | | 01/17/2013 | Merrill Lynch | | 1,172,910 | 1,000,000 | 1,160,310 | | (36) | | (36) | (36) | | 1,160,274 | | 12,636 | 12,636 | | 07/01/2029 | 1FE |
| 546410-BV-2 | LOUISIANA STADIUM & EXPOSITION | | 01/17/2013 | Merrill Lynch | | 575,365 | 500,000 | 566,865 | | (15) | | (15) | (15) | | 566,850 | | 8,515 | 8,515 | | 07/01/2036 | 1FE |
| 564547-LL-9 | MANTECA CA UNIF SCH DIST SPL T | | 01/24/2013 | VARIOUS | | 1,176,575 | 1,000,000 | 1,163,270 | | (430) | | (430) | (430) | | 1,162,840 | | 13,735 | 13,735 | | 09/01/2024 | 1FE |
| 605347-KS-3 | MISSISSIPPI ST DEV BANK SPL OB | | 02/05/2013 | VARIOUS | | 6,213,787 | 5,450,000 | 6,176,749 | | (4,207) | | (4,207) | (4,207) | | 6,172,541 | | 41,246 | 41,246 | 15,465 | 04/01/2028 | 1FE |
| 605347-KU-8 | MISSISSIPPI ST DEV BANK SPL OB | | 02/08/2013 | VARIOUS | | 3,213,182 | 2,750,000 | 3,160,740 | | (2,705) | | (2,705) | (2,705) | | 3,158,035 | | 55,147 | 55,147 | 8,458 | 10/01/2023 | 1FE |
| 640575-HM-1 | NEOSHO CNTY KS UNIF SCH DIST # | | 01/09/2013 | VARIOUS | | 2,412,142 | 2,265,000 | 2,478,657 | 2,477,175 | (369) | | (369) | (369) | | 2,476,806 | | (64,664) | (64,664) | 1,219 | 09/01/2031 | 1FE |
| 640575-HN-9 | NEOSHO CNTY KS UNIF SCH DIST # | | 02/14/2013 | VARIOUS | | 1,535,741 | 1,450,000 | 1,578,485 | 1,577,596 | (975) | | (975) | (975) | | 1,576,621 | | (40,880) | (40,880) | 4,983 | 09/01/2032 | 1FE |
| 640575-HP-4 | NEOSHO CNTY KS UNIF SCH DIST # | | 01/16/2013 | VARIOUS | | 3,606,941 | 3,415,000 | 3,698,172 | 3,696,220 | (613) | | (613) | (613) | | 3,695,607 | | (88,666) | (88,666) | 2,822 | 09/01/2033 | 1FE |
| 640575-HQ-2 | NEOSHO CNTY KS UNIF SCH DIST # | | 01/16/2013 | VARIOUS | | 1,580,571 | 1,500,000 | 1,614,495 | 1,613,709 | (294) | | (294) | (294) | | 1,613,415 | | (32,844) | (32,844) | 1,548 | 09/01/2034 | 1FE |
| 640575-HR-0 | NEOSHO CNTY KS UNIF SCH DIST # | | 01/07/2013 | VARIOUS | | 1,563,292 | 1,510,000 | 1,615,383 | 1,614,663 | (83) | | (83) | (83) | | 1,614,579 | | (51,288) | (51,288) | 48 | 09/01/2035 | 1FE |
| 642713-4V-0 | NEW BRITAIN CT | | 03/21/2013 | VARIOUS | | 491,810 | 500,000 | 490,570 | | .2 | | .2 | .2 | | 490,572 | | 1,238 | 1,238 | | 03/15/2030 | 1FE |
| 642713-4W-8 | NEW BRITAIN CT | | 03/21/2013 | Merrill Lynch | | 942,419 | 965,000 | 939,823 | | .5 | | .5 | .5 | | 939,829 | | 2,590 | 2,590 | | 03/15/2031 | 1FE |
| 642713-4X-6 | NEW BRITAIN CT | | 03/21/2013 | Merrill Lynch | | 935,230 | 965,000 | 932,451 | | .7 | | .7 | .7 | | 932,457 | | 2,773 | 2,773 | | 03/15/2032 | 1FE |
| 642713-4Y-4 | NEW BRITAIN CT | | 03/21/2013 | RBC | | 927,606 | 965,000 | 924,731 | | .7 | | .7 | .7 | | 924,738 | | 2,868 | 2,868 | | 03/15/2033 | 1FE |
| 646139-3J-2 | NEW JERSEY ST TURNPIKE AUTH | | 03/21/2013 | UBS Securities | | 500,000 | 500,000 | 500,000 | | | .0 | .0 | .0 | | 500,000 | | 0 | 0 | | 01/01/2043 | 1FE |
| 646139-3V-5 | NEW JERSEY ST TURNPIKE AUTH | | 03/26/2013 | VARIOUS | | 24,443,738 | 24,505,000 | 24,276,613 | | .12 | | .12 | .12 | | 24,276,626 | | 167,112 | 167,112 | | 01/01/2026 | 1FE |
| 743787-W6-6 | PROVIDENCE RI | | 03/07/2013 | VARIOUS | | 494,335 | 500,000 | 492,565 | | | .0 | .0 | .0 | | 492,565 | | 1,770 | 1,770 | | 01/15/2029 | 1FE |

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STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|---|---------------------------------|---------|---------------|----------------------------|---------------------------|--------------------|--------------------|--------------------|---|--|---|---|--------------------------------------|--|---|--|----------------------------------|-------------------------------|--|----------------------------------|-----------------------------------|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Indicator (a) |
| 743787-W7-4 | PROVIDENCE RI | | 03/07/2013 | VARIOUS | | 993,780 | 1,000,000 | 990,100 | | | | | .0 | | 990,100 | | 3,680 | 3,680 | | 01/15/2030 | 1FE |
| 743787-W8-2 | PROVIDENCE RI | | 03/08/2013 | VARIOUS | | 494,845 | 500,000 | 492,935 | | .1 | | | .1 | | 492,936 | | 1,909 | 1,909 | | 01/15/2031 | 1FE |
| 743787-W9-0 | PROVIDENCE RI | | 03/08/2013 | VARIOUS | | 492,005 | 500,000 | 490,035 | | .1 | | | .1 | | 490,036 | | 1,969 | 1,969 | | 01/15/2032 | 1FE |
| 743787-X2-4 | PROVIDENCE RI | | 03/08/2013 | VARIOUS | | 587,622 | 600,000 | 585,192 | | .1 | | | .1 | | 585,193 | | 2,429 | 2,429 | | 01/15/2033 | 1FE |
| 785852-AN-4 | AUTH S SACRAMENTO CA CITY FING | | 02/19/2013 | VARIOUS | | 955,226 | 845,000 | 948,867 | | | (.607) | | (.607) | | 948,260 | | 6,965 | 6,965 | 1,422 | 09/01/2025 | 1FE |
| 785852-A0-7 | AUTH S SACRAMENTO CA CITY FING | | 02/19/2013 | VARIOUS | | 512,067 | 460,000 | 510,770 | | | (.330) | | (.330) | | 510,440 | | 1,627 | 1,627 | 935 | 09/01/2027 | 1FE |
| 785852-AR-5 | AUTH S SAINT LUCIE CNTY FL SCH | | 01/15/2013 | STIFEL NICOLAUS & CO INC. | | 1,085,000 | 1,085,000 | 1,085,000 | | | | | .0 | | 1,085,000 | | | .0 | | 09/01/2028 | 1FE |
| 792075-LY-7 | BRD CO SAINT LUCIE CNTY FL SCH | | 03/12/2013 | VARIOUS | | 1,747,149 | 1,765,000 | 1,756,563 | | | .25 | | .25 | | 1,756,588 | | (9,439) | (9,439) | | 07/01/2024 | 1FE |
| 792075-MV-2 | BRD CO SAN GORGONIO CA MEMORIAL | | 02/27/2013 | M R BEAL | | 1,973,000 | 2,000,000 | 1,969,580 | | | .28 | | .28 | | 1,969,608 | | 3,392 | 3,392 | | 07/01/2025 | 1FE |
| 79781R-DR-7 | HLTH SAN GORGONIO CA MEMORIAL | | 03/27/2013 | VARIOUS | | 622,913 | 645,000 | 630,565 | | | .40 | | .40 | | 630,605 | | (7,691) | (7,691) | 319 | 08/01/2026 | 1FE |
| 79781R-DS-5 | HLTH SAN GORGONIO CA MEMORIAL | | 03/27/2013 | VARIOUS | | 239,586 | 250,000 | 242,150 | | | .15 | | .15 | | 242,165 | | (2,580) | (2,580) | 50 | 08/01/2027 | 1FE |
| 79781R-DT-3 | HLTH SAN GORGONIO CA MEMORIAL | | 03/11/2013 | STOCKCROSS FINANCIAL | | 23,792 | 25,000 | 24,339 | | | .1 | | .1 | | 24,340 | | (548) | (548) | 5 | 08/01/2028 | 1FE |
| 79781R-DV-8 | HLTH SAN GORGONIO CA MEMORIAL | | 03/22/2013 | THE MUNICENTER | | 70,935 | 75,000 | 72,993 | | | .6 | | .6 | | 72,999 | | (2,064) | (2,064) | 109 | 08/01/2030 | 1FE |
| 79781R-DW-6 | HLTH SAN GORGONIO CA MEMORIAL | | 03/21/2013 | VARIOUS | | 65,939 | 70,000 | 67,688 | | | .5 | | .5 | | 67,693 | | (1,754) | (1,754) | 64 | 08/01/2031 | 1FE |
| 79781R-DX-4 | HLTH SAN GORGONIO CA MEMORIAL | | 03/22/2013 | VARIOUS | | 47,212 | 50,000 | 48,873 | | | .3 | | .3 | | 48,875 | | (1,663) | (1,663) | 63 | 08/01/2032 | 1FE |
| 79781R-DY-2 | HLTH SAN GORGONIO CA MEMORIAL | | 03/22/2013 | STOCKCROSS FINANCIAL | | 113,045 | 120,000 | 116,537 | | | .5 | | .5 | | 116,542 | | (3,497) | (3,497) | 57 | 08/01/2033 | 1FE |
| 79781R-DZ-9 | HLTH SAN GORGONIO CA MEMORIAL | | 03/27/2013 | VARIOUS | | 1,895,630 | 1,970,000 | 1,907,216 | | | .59 | | .59 | | 1,907,275 | | (11,645) | (11,645) | 781 | 08/01/2036 | 1FE |
| 844559-KE-3 | SOUTHMORELAND PA SCH DIST | | 03/20/2013 | VARIOUS | | 298,913 | 315,000 | 308,996 | | | .38 | | .38 | | 309,034 | | (10,121) | (10,121) | 456 | 04/01/2028 | 1FE |
| 844559-KF-0 | SOUTHMORELAND PA SCH DIST | | 02/13/2013 | VARIOUS | | 1,134,416 | 1,190,000 | 1,167,021 | | | .83 | | .83 | | 1,167,105 | | (32,689) | (32,689) | 431 | 04/01/2029 | 1FE |
| 926055-HA-5 | SCH D VICTOR VLY CA UNION HIGH | | 02/19/2013 | Morgan Stanley Co. | | 2,540,906 | 7,880,000 | 2,540,906 | | | | | .0 | | 2,540,906 | | | .0 | | 08/01/2035 | 1FE |
| 926055-HV-9 | SCH D VICTOR VLY CA UNION HIGH | | 03/27/2013 | VARIOUS | | 27,627 | 85,000 | 27,408 | | | .67 | | .67 | | 27,475 | | 151 | 151 | | 08/01/2035 | 1FE |
| 986082-MA-0 | YONKERS NY | | 03/22/2013 | VARIOUS | | 2,292,911 | 2,205,000 | 2,334,323 | 2,333,608 | | (1,390) | | (1,390) | | 2,332,219 | | (39,308) | (39,308) | 9,635 | 08/15/2021 | 1FE |
| 986082-MB-8 | YONKERS NY | | 02/15/2013 | VARIOUS | | 1,325,842 | 1,285,000 | 1,339,767 | 1,339,502 | | (197) | | (197) | | 1,339,304 | | (13,462) | (13,462) | 3,191 | 08/15/2022 | 1FE |
| 986082-MD-4 | YONKERS NY | | 02/07/2013 | VARIOUS | | 1,997,373 | 1,975,000 | 2,020,267 | 2,020,074 | | (258) | | (258) | | 2,019,815 | | (22,443) | (22,443) | 6,683 | 08/15/2024 | 1FE |
| 986082-ME-2 | YONKERS NY | | 02/06/2013 | VARIOUS | | 1,759,677 | 1,750,000 | 1,773,923 | 1,773,821 | | (69) | | (69) | | 1,773,752 | | (14,075) | (14,075) | 4,122 | 08/15/2025 | 1FE |
| 986846-SX-2 | YORK PA CITY SCH DIST | | 02/12/2013 | RBC | | 664,975 | 670,000 | 662,429 | | | .9 | | .9 | | 662,438 | | 2,537 | 2,537 | | 05/01/2023 | 1FE |
| 986846-TJ-2 | YORK PA CITY SCH DIST | | 02/12/2013 | RBC | | 992,500 | 1,000,000 | 988,320 | | | .10 | | .10 | | 988,330 | | 4,170 | 4,170 | | 05/01/2026 | 1FE |
| 2499999 - Bonds - U.S. Political Subdivisions of States, Territories and Possessions | | | | | | 134,658,724 | 135,715,000 | 135,972,479 | 44,683,163 | 0 | (30,637) | 0 | (30,637) | 0 | 135,920,773 | 0 | (1,262,055) | (1,262,055) | 179,148 | 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 | | | | | | | | | | | | | | | | | | | | | |
| 023335-DL-3 | AUTH AMBRIDGE BORO PA MUNI | | 02/19/2013 | CICT/BANK | | 541,594 | 545,000 | 537,403 | | | .6 | | .6 | | 537,409 | | 4,185 | 4,185 | | 10/15/2029 | 1FE |
| 023335-DN-9 | AUTH AMBRIDGE BORO PA MUNI | | 02/20/2013 | VARIOUS | | 1,667,944 | 1,670,000 | 1,657,007 | | | .7 | | .7 | | 1,657,014 | | 10,930 | 10,930 | | 10/15/2036 | 1FE |
| 023335-DP-4 | AUTH AMBRIDGE BORO PA MUNI | | 02/21/2013 | VARIOUS | | 1,053,255 | 1,060,000 | 1,042,521 | | | .6 | | .6 | | 1,042,527 | | 10,729 | 10,729 | | 10/15/2042 | 1FE |
| 13068L-CR-4 | BRD L CALIFORNIA ST PUBLIC WKS | | 03/20/2013 | BARCLAYS CAPITAL | | 1,085,490 | 1,000,000 | 1,081,220 | | | .0 | | .0 | | 1,081,220 | | 4,270 | 4,270 | | 03/01/2038 | 1FE |
| 19679R-RH-5 | COLORADO ST WTR RESOURCES & PW | | 03/13/2013 | VARIOUS | | 3,017,621 | 3,025,000 | 3,025,000 | | | .0 | | .0 | | 3,025,000 | | (7,379) | (7,379) | 1,288 | 09/01/2043 | 1FE |
| 226706-AA-7 | MGMT AUTH | | 01/01/2013 | Sink PMT @ 100.0000000 | | 639,930 | 639,930 | 440,794 | | | 182,473 | | 182,473 | | 639,930 | | | .0 | | 01/01/2023 | 1FE |
| 246395-TY-3 | DE HSG-SR-SFM-B | | 01/02/2013 | Sink PMT @ 100.0000000 | | 160,000 | 160,000 | 160,000 | | | .0 | | .0 | | 160,000 | | | .0 | 4,360 | 07/01/2039 | 1FE |
| 261333-EB-0 | DOYLESTOWN PA HOSP AUTH | | 03/26/2013 | Financial Securities Corp. | | 4,542,374 | 4,025,000 | 4,518,868 | | | (1,325) | | (1,325) | | 4,517,543 | | 24,831 | 24,831 | | 07/01/2024 | 1FE |
| 261333-EE-4 | DOYLESTOWN PA HOSP AUTH | | 03/18/2013 | PNC SECURITIES INC. | | 1,078,980 | 1,000,000 | 1,078,980 | | | .0 | | .0 | | 1,078,980 | | | .0 | | 07/01/2027 | 1FE |
| 261333-EH-7 | DOYLESTOWN PA HOSP AUTH | | 03/27/2013 | THE MUNICENTER | | 303,806 | 280,000 | 302,114 | | | (35) | | (35) | | 302,080 | | 1,727 | 1,727 | | 07/01/2027 | 1FE |
| 3128PU-EW-8 | FG J14649 | | 03/15/2013 | PRINCIPAL RECEIPT | | 451,417 | 451,417 | 449,231 | 449,535 | | 1,882 | | 1,882 | | 451,417 | | | .0 | 2,902 | 04/01/2026 | 1FE |
| 3128LO-DE-9 | FGOLD 30YR | | 03/15/2013 | PRINCIPAL RECEIPT | | 45,545 | 45,545 | 46,050 | | | (347) | | (347) | | 45,545 | | | .0 | 441 | 11/01/2037 | 1FE |
| 3128M5-HJ-2 | FGOLD 30YR GIANT | | 03/15/2013 | PRINCIPAL RECEIPT | | 35,757 | 35,757 | 36,103 | | | (323) | | (323) | | 35,757 | | | .0 | 356 | 06/01/2036 | 1FE |
| 3128M6-EF-1 | FGOLD 30YR GIANT | | 03/15/2013 | PRINCIPAL RECEIPT | | 58,224 | 58,224 | 55,167 | | | 2,269 | | 2,269 | | 58,224 | | | .0 | 471 | 04/01/2038 | 1FE |
| 3128M5-ME-7 | FGOLD 30YR GIANT POOL # 603657 | | 03/15/2013 | PRINCIPAL RECEIPT | | 197,125 | 197,125 | 204,117 | 203,108 | | (5,983) | | (5,983) | | 197,125 | | | .0 | 2,551 | 12/01/2037 | 1FE |

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STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|----------------------|------------------------------------|---------|---------------|--------------------------|---------------------------|---------------|-----------|-------------|---|--|---|---|--------------------------------------|--|---|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 34073N-8N-3 | FL HSG-4-HOMEOWNER | | 01/02/2013 | SINK PMT @ 100.0000000 | | 250,000 | 250,000 | 250,000 | 250,000 | | | | 0 | | 250,000 | | | 0 | 7,969 | 07/01/2036 | 1FE |
| 34281P-NN-9 | FLORIDA ST GOVTL UTILITY AUTHU | | 01/03/2013 | PIPER JAFFREY INC. | | 324,580 | 290,000 | 334,303 | 334,047 | | (21) | | (21) | | 334,025 | | (9,446) | (9,446) | 685 | 10/01/2033 | 1FE |
| 34281P-PA-5 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 1,667,626 | 1,695,000 | 1,667,626 | | | | | 0 | 1,667,626 | | | 0 | | 10/01/2033 | 1FE | |
| 34281P-PB-3 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/20/2013 | VARIOUS | | 1,035,980 | 1,000,000 | 1,030,520 | | | (36) | | (36) | 1,030,484 | | 5,496 | 5,496 | | 10/01/2040 | 1FE | |
| 34281P-PC-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/18/2013 | VARIOUS | | 1,215,613 | 1,250,000 | 1,215,613 | | | | | 0 | 1,215,613 | | | 0 | | 10/01/2043 | 1FE | |
| 34281P-PG-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 1,973,020 | 2,000,000 | 1,973,020 | | | | | 0 | 1,973,020 | | | 0 | | 10/01/2033 | 1FE | |
| 34281P-QJ-5 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 983,680 | 1,000,000 | 983,680 | | | | | 0 | 983,680 | | | 0 | | 10/01/2043 | 1FE | |
| 34281P-QL-0 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 1,223,450 | 1,250,000 | 1,215,613 | | | 2 | | 2 | 1,215,614 | | 7,836 | 7,836 | | 10/01/2043 | 1FE | |
| 34281P-QM-8 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 987,370 | 1,000,000 | 983,680 | | | | | 0 | 983,680 | | 3,690 | 3,690 | | 10/01/2043 | 1FE | |
| 34281P-QN-6 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 1,673,474 | 1,695,000 | 1,667,626 | | | | | 0 | 1,667,626 | | 5,848 | 5,848 | | 10/01/2033 | 1FE | |
| 34281P-OP-1 | FLORIDA ST GOVTL UTILITY AUTHU | | 03/19/2013 | VARIOUS | | 1,979,000 | 2,000,000 | 1,973,020 | | | | | 0 | 1,973,020 | | 5,980 | 5,980 | | 10/01/2033 | 1FE | |
| 3138A8-SL-1 | FN AH6822 | | 03/25/2013 | PRINCIPAL RECEIPT | | 627,536 | 627,536 | 632,635 | 631,680 | | (4,145) | | (4,145) | 627,536 | | | 0 | 3,570 | 03/01/2026 | 1FE | |
| 31403D-T8-2 | FNMA 30YR POOL # 745875 | | 03/25/2013 | PRINCIPAL RECEIPT | | 64,989 | 64,989 | 66,655 | 66,590 | | (1,600) | | (1,600) | 64,989 | | | 0 | 698 | 09/01/2036 | 1FE | |
| 31414U-6M-5 | FNMA 30YR POOL # 977076 | | 03/25/2013 | PRINCIPAL RECEIPT | | 151,561 | 151,561 | 145,830 | 146,477 | | 5,084 | | 5,084 | 151,561 | | | 0 | 1,192 | 01/01/2038 | 1FE | |
| 31405R-AK-2 | FNMA 30YR POOL #796610 | | 03/25/2013 | PRINCIPAL RECEIPT | | 528,115 | 528,115 | 521,843 | 523,826 | | 4,288 | | 4,288 | 528,115 | | | 0 | 5,157 | 10/01/2034 | 1FE | |
| 31406M-AA-1 | FNMA 30YR POOL #814517 | | 03/25/2013 | PRINCIPAL RECEIPT | | 147,307 | 147,307 | 145,557 | 146,129 | | 1,177 | | 1,177 | 147,307 | | | 0 | 1,979 | 03/01/2035 | 1FE | |
| 31385X-O9-1 | FNMA 30YR POOL#555880 | | 03/25/2013 | PRINCIPAL RECEIPT | | 51,186 | 51,186 | 50,870 | 50,917 | | 269 | | 269 | 51,186 | | | 0 | 462 | 11/01/2033 | 1FE | |
| 31402D-P7-9 | FNMA 30YR POOL#725946 | | 03/25/2013 | PRINCIPAL RECEIPT | | 305,943 | 305,943 | 302,310 | 302,851 | | 3,091 | | 3,091 | 305,943 | | | 0 | 2,719 | 11/01/2034 | 1FE | |
| 314020-SZ-5 | FNMA 30YR POOL#735036 | | 03/25/2013 | PRINCIPAL RECEIPT | | 325,724 | 325,724 | 321,856 | 322,540 | | 3,184 | | 3,184 | 325,724 | | | 0 | 2,940 | 12/01/2034 | 1FE | |
| 31407N-ZJ-5 | FNMA 15 YR MBS/POOL | | 03/25/2013 | PRINCIPAL RECEIPT | | 56,028 | 56,028 | 55,984 | 56,001 | | 27 | | 27 | 56,028 | | | 0 | 642 | 10/01/2020 | 1FE | |
| 3138MS-W3-9 | FNMA 30 YR MBS/POOL | | 01/25/2013 | VARIOUS | | 8,983,244 | 8,617,546 | 8,859,914 | 8,855,027 | | (5,753) | | (5,753) | 8,849,274 | | 133,970 | 133,970 | 30,632 | 08/01/2042 | 1FE | |
| 31409G-MP-8 | FNMA 30 YR POOL | | 03/25/2013 | PRINCIPAL RECEIPT | | 74,905 | 74,905 | 74,932 | 74,927 | | (22) | | (22) | 74,905 | | | 0 | 720 | 07/01/2036 | 1FE | |
| 3138NX-C2-1 | FNMA 30YR | | 03/25/2013 | PRINCIPAL RECEIPT | | 15,639 | 15,639 | 16,309 | (670) | | (670) | | (670) | 15,639 | | | 0 | 39 | 01/01/2043 | 1 | |
| 31402C-VP-4 | FNMA 30YR | | 03/25/2013 | PRINCIPAL RECEIPT | | 7,546 | 7,546 | 7,526 | 7,531 | | 15 | | 15 | 7,546 | | | 0 | 69 | 02/01/2034 | 1FE | |
| 314020-WA-5 | FNMA 30YR | | 03/25/2013 | PRINCIPAL RECEIPT | | 12,036 | 12,036 | 11,644 | 11,759 | | 277 | | 277 | 12,036 | | | 0 | 109 | 01/01/2035 | 1FE | |
| 31417E-S4-4 | FNMA 30YR | | 03/25/2013 | PRINCIPAL RECEIPT | | 46,878 | 46,878 | 48,923 | (2,045) | | (2,045) | | (2,045) | 46,878 | | | 0 | 167 | 01/01/2043 | 1 | |
| 31410F-T6-2 | FNMA 30YR MBS/POOL | | 03/25/2013 | PRINCIPAL RECEIPT | | 33,037 | 33,037 | 32,608 | 32,714 | | 322 | | 322 | 33,037 | | | 0 | 305 | 02/01/2035 | 1FE | |
| 31403D-DX-4 | FNMA 30YR MBS/POOL# 13442 | | 03/25/2013 | PRINCIPAL RECEIPT | | 29,597 | 29,597 | 28,491 | 28,693 | | 904 | | 904 | 29,597 | | | 0 | 285 | 04/01/2036 | 1FE | |
| 31410G-AE-3 | FNMA 30YR POOL | | 03/25/2013 | PRINCIPAL RECEIPT | | 77,823 | 77,823 | 72,868 | 74,278 | | 3,544 | | 3,544 | 77,823 | | | 0 | 643 | 12/01/2036 | 1FE | |
| 31390Y-2V-9 | FNMA POOL 660588 | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,769 | 1,769 | 1,782 | 1,775 | | (6) | | (6) | 1,769 | | | 0 | 16 | 09/01/2017 | 1FE | |
| 45129Y-UN-4 | FORMERLY IDAH HSG & FIN ASSN | | 01/02/2013 | SINK PMT @ 100.0000000 | | 15,000 | 15,000 | 15,000 | 15,000 | | | | 0 | 15,000 | | | 0 | 422 | 07/01/2028 | 1FE | |
| 45129Y-UQ-7 | FORMERLY IDAH HSG & FIN ASSN | | 01/01/2013 | SINK PMT @ 100.0000000 | | 20,000 | 20,000 | 20,000 | 20,000 | | | | 0 | 20,000 | | | 0 | | 07/01/2039 | 1FE | |
| 45506D-GV-1 | INDIANA ST FIN AUTH REVENUE | | 03/13/2013 | Merrill Lynch | | 2,036,820 | 2,000,000 | 1,996,540 | | | | | 0 | 1,996,540 | | 40,280 | 40,280 | | 07/01/2048 | 1FE | |
| 45506D-GW-9 | INDIANA ST FIN AUTH REVENUE | | 03/26/2013 | Merrill Lynch | | 3,108,030 | 3,000,000 | 3,069,030 | | | (186) | | (186) | 3,068,844 | | 39,186 | 39,186 | 1,313 | 01/01/2051 | 1FE | |
| 49130T-FD-3 | KENTUCKY HSG CORP HSG REV | | 03/01/2013 | SINK PMT @ 100.0000000 | | 845,000 | 845,000 | 845,000 | 845,000 | | | | 0 | 845,000 | | | 0 | 23,693 | 07/01/2038 | 1FE | |
| 60636X-XM-0 | MO HSG SF PAC | | 03/01/2013 | SINK PMT @ 100.0000000 | | 340,000 | 340,000 | 355,470 | 349,442 | | (9,442) | | (9,442) | 340,000 | | | 0 | 10,285 | 03/01/2037 | 1FE | |
| 629621-EV-1 | NACOGDOCHES CNTY TX HOSP DIST | | 01/07/2013 | VARIOUS | | 5,506,369 | 5,520,000 | 5,702,602 | 5,701,700 | | (225) | | (225) | 5,701,474 | | (195,105) | (195,105) | 440 | 05/15/2037 | 1FE | |
| 647200-YP-3 | NM MTG-SFM-D2 | | 01/02/2013 | SINK PMT @ 100.0000000 | | 625,000 | 625,000 | 625,000 | 625,000 | | | | 0 | 625,000 | | | 0 | 17,188 | 07/01/2039 | 1FE | |
| 67886N-JG-5 | OKLAHOMA HSG FIN AGY SINGLE FAMILY | | 03/01/2013 | SINK PMT @ 100.0000000 | | 55,000 | 55,000 | 55,000 | 55,000 | | | | 0 | 55,000 | | | 0 | 1,471 | 09/01/2034 | 1FE | |
| 67886N-JJ-9 | OKLAHOMA HSG FIN AGY SINGLE FAMILY | | 03/01/2013 | SINK PMT @ 100.0000000 | | 285,000 | 285,000 | 285,000 | 285,000 | | | | 0 | 285,000 | | | 0 | 7,766 | 03/01/2039 | 1FE | |
| 71783D-AC-9 | PHILADELPHIA PA AUTH FOR INDL | | 01/02/2013 | VARIOUS | | 5,667,234 | 5,710,000 | 5,710,000 | 5,710,000 | | | | 0 | 5,710,000 | | (42,766) | (42,766) | 10,461 | 04/15/2022 | 2FE | |
| 71783D-AE-5 | PHILADELPHIA PA AUTH FOR INDL | | 01/04/2013 | VARIOUS | | 1,900,241 | 1,935,000 | 1,935,000 | 1,935,000 | | | | 0 | 1,935,000 | | (34,759) | (34,759) | 3,933 | 04/15/2022 | 1FE | |
| 71883M-CL-6 | PHOENIX ARIZ CIVIC IMPT CORP ARPT | | 03/05/2013 | CALLED @ 100.0000000 | | 3,000,000 | 3,000,000 | 2,953,500 | 2,973,581 | | 26,419 | | 26,419 | 3,000,000 | | | 0 | 106,750 | 07/01/2021 | 1FE | |
| 736564-CW-3 | PORTLAND ME ARPT REVENUE | | 03/18/2013 | THE MUNICENTER | | 845,907 | 770,000 | 862,315 | | | (246) | | (246) | 862,069 | | (16,162) | (16,162) | | 07/01/2030 | 1FE | |
| 785852-AP-9 | SACRAMENTO CA CITY FINING AUTH S | | 01/15/2013 | ASSIGNMENT OF SECURITIES | | 1,189,211 | 1,065,000 | 1,189,211 | | | | | 0 | 1,189,211 | | | 0 | | 09/01/2026 | 1FE | |

EO5.2

STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|---|------------------------------------|---------|---------------|------------------------|---------------------------|---------------|------------|-------------|---|--|--|---|--------------------------------------|--|--|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/ Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/ Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 785852-AS-3 | SACRAMENTO CA CITY FING AUTH S | | 01/17/2013 | VARIOUS | | 1,104,013 | 1,085,000 | 1,085,000 | | | | | .0 | | 1,085,000 | | 19,013 | 19,013 | | 09/01/2028 | 1FE |
| 785852-AT-1 | SACRAMENTO CA CITY FING AUTH S | | 03/28/2013 | STOCKCROSS FINANCIAL | | 312,845 | 280,000 | 312,656 | | | (318) | | (318) | | 312,338 | | 507 | 507 | 1,315 | 09/01/2026 | 1FE |
| 85233C-AL-7 | SAINT BERNARD OH INCOME TAX RE | | 03/20/2013 | VARIOUS | | 737,771 | 685,000 | 749,959 | | | (150) | | (150) | | 749,809 | | (12,037) | (12,037) | 222 | 12/01/2024 | 1FE |
| 85233C-AU-7 | SAINT BERNARD OH INCOME TAX RE | | 03/22/2013 | STOCKCROSS FINANCIAL | | 346,792 | 365,000 | 356,999 | | | .11 | | .11 | | 357,010 | | (10,218) | (10,218) | 143 | 12/01/2032 | 1FE |
| 85732G-OD-5 | STATE PUBLIC SCH BLDG AUTH PAL | | 03/12/2013 | VARIOUS | | 1,484,621 | 1,525,000 | 1,504,413 | | | .40 | | .40 | | 1,504,452 | | (19,832) | (19,832) | | 03/01/2029 | 1FE |
| 85732G-OE-3 | STATE PUBLIC SCH BLDG AUTH PAL | | 03/13/2013 | VARIOUS | | 1,862,632 | 1,950,000 | 1,907,412 | | | .62 | | .62 | | 1,907,474 | | (44,843) | (44,843) | | 03/01/2034 | 1FE |
| 85732G-OF-0 | STATE PUBLIC SCH BLDG AUTH PAL | | 03/01/2013 | ROBERT W BAIRD & CO | | 1,478,095 | 1,515,000 | 1,470,868 | | | .13 | | .13 | | 1,470,882 | | 7,213 | 7,213 | | 03/01/2039 | 1FE |
| 88045R-6V-9 | TENNESSEE HSG DEV AGY | | 01/02/2013 | TENNESSEE HSG DEV AGY | | 90,000 | 90,000 | 90,000 | 90,000 | | | | | | 90,000 | | | | 2,318 | 01/01/2037 | 1FE |
| 88045R-HR-6 | TENNESSEE HSG DEV AGY | | 01/02/2013 | TENNESSEE HSG DEV AGY | | 115,000 | 115,000 | 115,000 | 115,000 | | | | | | 115,000 | | | | 3,105 | 07/01/2035 | 1FE |
| 895164-HP-9 | TRENTON NJ PKG AUTH | | 03/22/2013 | VARIOUS | | 371,365 | 365,000 | 371,628 | | | (35) | | (35) | | 371,593 | | (228) | (228) | | 10/01/2016 | 1FE |
| 895164-HO-7 | TRENTON NJ PKG AUTH | | 03/21/2013 | STOCKCROSS FINANCIAL | | 375,116 | 370,000 | 374,980 | | | (26) | | (26) | | 374,955 | | 161 | 161 | 41 | 10/01/2017 | 1FE |
| 895164-HR-5 | TRENTON NJ PKG AUTH | | 03/25/2013 | VARIOUS | | 237,417 | 230,000 | 237,211 | | | (29) | | (29) | | 237,181 | | 236 | 236 | 13 | 10/01/2018 | 1FE |
| 895202-BP-3 | TRENTON OH WTR SYS | | 02/22/2013 | VARIOUS | | 322,222 | 330,000 | 326,654 | | | .14 | | .14 | | 326,667 | | (4,446) | (4,446) | 283 | 12/01/2024 | 1FE |
| 895202-BQ-1 | TRENTON OH WTR SYS | | 02/28/2013 | VARIOUS | | 331,897 | 340,000 | 335,427 | | | .20 | | .20 | | 335,447 | | (3,550) | (3,550) | 448 | 12/01/2025 | 1FE |
| 895202-BR-9 | TRENTON OH WTR SYS | | 03/28/2013 | VARIOUS | | 291,651 | 300,000 | 296,586 | | | .17 | | .17 | | 296,603 | | (4,953) | (4,953) | 539 | 12/01/2026 | 1FE |
| 895202-BS-7 | TRENTON OH WTR SYS | | 02/19/2013 | VARIOUS | | 341,649 | 355,000 | 346,516 | | | .30 | | .30 | | 346,546 | | (4,897) | (4,897) | 426 | 12/01/2027 | 1FE |
| 89602N-F2-5 | TRIBOROUGH NY BRIDGE & TUNNEL | | 01/15/2013 | ASSURED GUARANTY CORP | | 1,098,190 | 1,000,000 | 1,098,190 | | | .0 | | .0 | | 1,098,190 | | | | | 11/15/2027 | 1FE |
| 89602N-F3-3 | TRIBOROUGH NY BRIDGE & TUNNEL | | 01/15/2013 | ASSURED GUARANTY CORP | | 1,091,670 | 1,000,000 | 1,091,670 | | | .0 | | .0 | | 1,091,670 | | | | | 11/15/2028 | 1FE |
| 89602N-K8-6 | TRIBOROUGH NY BRIDGE & TUNNEL | | 01/15/2013 | Merrill Lynch | | 1,107,220 | 1,000,000 | 1,098,190 | | | .0 | | .0 | | 1,098,190 | | 9,030 | 9,030 | | 11/15/2027 | 1FE |
| 89602N-K9-4 | TRIBOROUGH NY BRIDGE & TUNNEL | | 01/15/2013 | Merrill Lynch | | 1,100,490 | 1,000,000 | 1,091,670 | | | .0 | | .0 | | 1,091,670 | | 8,820 | 8,820 | | 11/15/2028 | 1FE |
| 927676-RS-7 | WEST VIRGINIA ST WTR DEV AUTH | | 02/13/2013 | CHAPDELAINE | | 2,141,720 | 2,000,000 | 2,125,460 | 2,123,526 | | (1,994) | | (1,994) | | 2,121,532 | | 20,188 | 20,188 | 19,778 | 10/01/2022 | 1FE |
| 956695-RV-4 | WEST VIRGINIA ST WTR DEV AUTH WTR | | 01/18/2013 | Sink PMT @ 102.0000000 | | 3,060,000 | 3,000,000 | 3,114,990 | 3,011,695 | | 48,305 | | 48,305 | | 3,060,000 | | | | 33,688 | 11/01/2023 | 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 | | | | | | 84,574,906 | 82,883,163 | 84,447,960 | 37,180,735 | 0 | 248,796 | 0 | 248,796 | 0 | 84,621,399 | 0 | (46,495) | (46,495) | 319,423 | XXX | XXX |
| Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | | | | | | | | | | | | | | | | |
| 19035R-AL-3 | COAST 2002-1A1 A | | 01/30/2013 | PRINCIPAL RECEIPT | | 103,994 | 103,994 | 39,723 | 43,604 | | | | 60,390 | | 103,994 | | | | 624 | 07/30/2017 | 6* |
| 07401W-AP-4 | BEAR STEARNS SECOND LIEN 2007-1 2A | | 03/25/2013 | PRINCIPAL RECEIPT | | 177,929 | 177,929 | 22,652 | 6,616 | | | | 171,313 | | 177,929 | | | | | 08/25/2037 | 1FM |
| 12627H-AF-7 | CSAB 2006-2 A3A | | 03/25/2013 | PRINCIPAL RECEIPT | | 426,222 | 426,222 | 276,120 | 292,071 | | | | 134,151 | | 426,222 | | | | | 09/25/2036 | 1FM |
| 12628L-AG-5 | CSAB 2006-4 A4 | | 03/25/2013 | PRINCIPAL RECEIPT | | 656,300 | 656,300 | 430,407 | 440,859 | | | | 215,440 | | 656,300 | | | | | 12/25/2036 | 1FM |
| 12638P-AH-2 | CSMC 2007-3 1A5 | | 03/25/2013 | PRINCIPAL RECEIPT | | 159,876 | 159,876 | 109,338 | 109,338 | | | | 50,538 | | 159,876 | | | | | 04/25/2037 | 1FM |
| 23242L-AB-9 | CWHEL 2006-F 2A1A | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,728,747 | 1,728,747 | 1,122,611 | 1,110,207 | | | | 618,539 | | 1,728,747 | | | | | 07/15/2036 | 1FM |
| 126686-AH-7 | CWHEL 2006-HW 2A11B | | 03/15/2013 | PRINCIPAL RECEIPT | | 503,923 | 503,923 | 385,172 | 390,206 | | | | 113,717 | | 503,923 | | | | | 11/15/2036 | 1FM |
| 126682-AA-1 | CWHEL 2007-A A | | 03/15/2013 | PRINCIPAL RECEIPT | | 516,072 | 516,072 | 344,291 | 347,050 | | | | 169,022 | | 516,072 | | | | | 04/15/2037 | 1FM |
| 126698-AC-3 | CWL 2007 - 13 2A1 | | 03/25/2013 | PRINCIPAL RECEIPT | | 36,106 | 36,106 | 22,041 | 22,041 | | | | 14,065 | | 36,106 | | | | 3 | 10/25/2047 | 1Z |
| 233050-AN-3 | DBUBS 11-LC1A1 144A | | 03/12/2013 | PRINCIPAL RECEIPT | | 51,375 | 51,375 | 51,887 | 51,664 | | | | (289) | | 51,375 | | | | 348 | 11/10/2046 | 1FM |
| 53957D-AC-7 | LIMAA 2007-1W A2-1 | | 01/23/2013 | PRINCIPAL RECEIPT | | 1,149,048 | 1,149,048 | 278,960 | 280,390 | | | | 868,658 | | 1,149,048 | | | | | 10/23/2037 | 6* |
| 53957D-AD-5 | LIMAA 2007-1W A2-2 | | 01/23/2013 | PRINCIPAL RECEIPT | | 541,440 | 541,440 | 127,315 | 131,403 | | | | 410,037 | | 541,440 | | | | | 10/23/2037 | 6* |
| 576456-AA-5 | MABS 2007-NCW A1 | | 03/25/2013 | PRINCIPAL RECEIPT | | 977,239 | 977,239 | 609,988 | 626,350 | | | | 350,889 | | 977,239 | | | | | 05/25/2037 | 6* |
| 576431-AC-4 | MARM 2007-1 2A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 31,446 | 31,446 | 33,931 | 22,329 | | | | 9,117 | | 31,446 | | | | | 01/25/2047 | 1FM |
| 57645N-AD-2 | MARM 2007-3 12A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,618,290 | 1,618,290 | 1,013,403 | 309,837 | | | | 1,308,453 | | 1,618,290 | | | | | 05/25/2047 | 1FM |
| 576456-AB-3 | MASTR ASSET BACKED SECURITIES TRUS | | 03/25/2013 | PRINCIPAL RECEIPT | | 14,928 | 14,928 | 6,476 | 6,476 | | | | 8,452 | | 14,928 | | | | | 05/25/2037 | 6* |
| 59022H-NC-2 | NLMT 2005-LC1 A4 | | 03/12/2013 | PRINCIPAL RECEIPT | | 205,157 | 205,157 | 223,173 | 214,599 | | | | (9,441) | | 205,157 | | | | 3,049 | 01/12/2044 | 1FM |
| 65538B-AH-2 | 2007-S2W A | | 01/25/2013 | PRINCIPAL RECEIPT | | 1,764,308 | 1,764,308 | 547,893 | 402,043 | | | | 1,362,265 | | 1,764,308 | | | | | 07/25/2037 | 1FM |
| 65538P-AD-0 | NOMURA ASSET ACCEPTANCE CORP | | 03/25/2013 | PRINCIPAL RECEIPT | | 18,479 | 18,479 | 14,675 | 14,971 | | | | 3,508 | | 18,479 | | | | | 03/25/2047 | 1FM |

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STATEMENT AS OF MARCH 31, 2013 OF THE ASSURED GUARANTY MUNICIPAL CORP.

SCHEDULE D - PART 4

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

| 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 | Change in Book/Adjusted Carrying Value | | | | | 16 | 17 | 18 | 19 | 20 | 21 | 22 |
|--|------------------------------------|---------|---------------|-------------------|---------------------------|---------------|-------------|-------------|---|--|---|---|--------------------------------------|--|---|--|----------------------------------|-------------------------------|--|----------------------------------|--|
| | | | | | | | | | | 11 | 12 | 13 | 14 | 15 | | | | | | | |
| CUSIP Identification | Description | Foreign | Disposal Date | Name of Purchaser | Number of Shares of Stock | Consideration | Par Value | Actual Cost | Prior Year Book/Adjusted Carrying Value | Unrealized Valuation Increase/(Decrease) | Current Year's (Amortization)/Accretion | Current Year's Other Than Temporary Impairment Recognized | Total Change in B./A.C.V. (11+12-13) | Total Foreign Exchange Change in B./A.C.V. | Book/Adjusted Carrying Value at Disposal Date | Foreign Exchange Gain (Loss) on Disposal | Realized Gain (Loss) on Disposal | Total Gain (Loss) on Disposal | Bond Interest/Stock Dividends Received During Year | Stated Contractual Maturity Date | NAIC Designation or Market Indicator (a) |
| 75971F-AW-3 | RENAISSANCE HOME EQUITY 07-3W AF4 | | 03/25/2013 | PRINCIPAL RECEIPT | | 200,147 | 200,147 | 136,702 | 136,702 | | 63,445 | | 63,445 | | 200,147 | | | 0 | | 09/25/2037 | 1FM |
| 75971F-AY-9 | RENAISSANCE HOME EQUITY 07-3W AF6 | | 03/25/2013 | PRINCIPAL RECEIPT | | 874,977 | 874,977 | 607,236 | 607,236 | | 267,741 | | 267,741 | | 874,977 | | | 0 | | 09/25/2037 | 1FM |
| 75971F-AX-1 | RENAISSANCE HOME EQUITY LOAN TRUST | | 03/25/2013 | PRINCIPAL RECEIPT | | 653,233 | 653,233 | 376,039 | 427,732 | | 225,501 | | 225,501 | | 653,233 | | | 0 | | 09/25/2037 | 1FM |
| 88156V-AB-4 | TWTS 2006-10SL A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 144,051 | 144,051 | 78,102 | 81,243 | | 62,808 | | 62,808 | | 144,051 | | | 0 | | 10/25/2037 | 1FM |
| 88157D-AA-5 | TWTS 2006-12SL A1 35125% | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,867,056 | 1,867,056 | 1,310,250 | 1,370,412 | | 496,644 | | 496,644 | | 1,867,056 | | | 0 | | 11/25/2037 | 1FM |
| 88157D-AB-3 | TWTS 2006-12SL A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 87,892 | 87,892 | 63,170 | 63,170 | | 24,722 | | 24,722 | | 87,892 | | | 0 | | 11/25/2037 | 1FM |
| 88157G-AB-6 | TWTS 2007-1SL A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 64,833 | 64,833 | 49,582 | 49,712 | | 15,122 | | 15,122 | | 64,833 | | | 0 | | 01/25/2038 | 1FM |
| 88157Y-AB-3 | TWTS 2007-6 ALT A2 | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,349,438 | 1,349,438 | 647,062 | 773,920 | | 575,517 | | 575,517 | | 1,349,438 | | | 0 | | 08/25/2038 | 1FM |
| 88157Y-AC-1 | TWTS 2007-6 ALT A3 | | 03/25/2013 | PRINCIPAL RECEIPT | | 34,889 | 34,889 | 20,635 | 21,669 | | 13,220 | | 13,220 | | 34,889 | | | 0 | | 08/25/2038 | 1FM |
| 88157Y-AP-6 | TWTS 2007-QHLW A1 | | 03/25/2013 | PRINCIPAL RECEIPT | | 162,521 | 162,521 | 99,709 | 99,709 | | 62,813 | | 62,813 | | 162,521 | | | 0 | | 10/25/2038 | 6* |
| 88156V-AA-6 | TWTS 06-10SL A1 | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,483,479 | 1,483,479 | 871,454 | 886,939 | | 596,539 | | 596,539 | | 1,483,479 | | | 0 | | 10/25/2037 | 1FM |
| 88157G-AA-8 | TWTS2007-1SLA1 | | 03/25/2013 | PRINCIPAL RECEIPT | | 1,290,096 | 1,290,096 | 865,443 | 888,214 | | 401,882 | | 401,882 | | 1,290,096 | | | 0 | | 01/25/2038 | 1FM |
| 000000-00-0 | ADVANTAGE CAPITAL I | | 03/01/2013 | USE OF TAX CREDIT | | 42,313 | | | | | | | 0 | | 42,313 | | | 0 | | 12/01/2020 | 1FE |
| 3899999 - Bonds - Industrial and Miscellaneous (Unaffiliated) | | | | | | 18,935,804 | 18,893,490 | 10,785,440 | 10,206,671 | 0 | 8,664,778 | 0 | 8,664,778 | 0 | 18,935,804 | 0 | 0 | 0 | 4,020 | XXX | XXX |
| 8399997 - Subtotals - Bonds - Part 4 | | | | | | 240,324,477 | 239,491,654 | 233,367,239 | 92,070,569 | 0 | 8,882,347 | 0 | 8,882,347 | 0 | 241,638,746 | 0 | (1,314,277) | (1,314,277) | 514,425 | XXX | XXX |
| 8399999 - Subtotals - Bonds | | | | | | 240,324,477 | 239,491,654 | 233,367,239 | 92,070,569 | 0 | 8,882,347 | 0 | 8,882,347 | 0 | 241,638,746 | 0 | (1,314,277) | (1,314,277) | 514,425 | XXX | XXX |
| 9999999 Totals | | | | | | 240,324,477 | XXX | 233,367,239 | 92,070,569 | 0 | 8,882,347 | 0 | 8,882,347 | 0 | 241,638,746 | 0 | (1,314,277) | (1,314,277) | 514,425 | XXX | XXX |

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

E05.4

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

