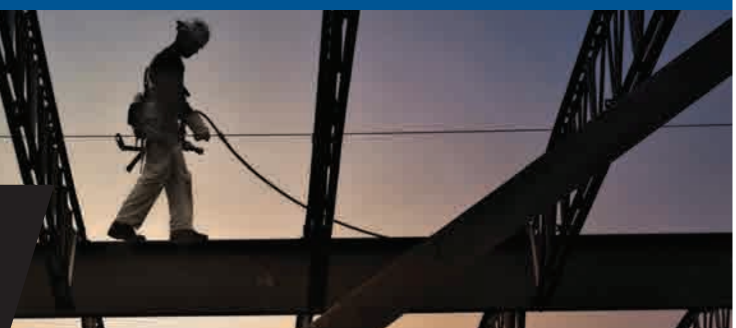
ASSURED GUARANTY®



Financial Supplement

Assured Guaranty Corp.
December 31, 2022

Assured Guaranty Corp.
December 31, 2022
Financial Supplement

Table of Contents Page

This financial supplement should be read in conjunction with documents filed by Assured Guaranty Ltd. (AGL and, together with its subsidiaries, Assured Guaranty) with the Securities and Exchange Commission (SEC), including its Annual Report on Form 10-K for the year ended December 31, 2022. For the purposes of this financial supplement, all references to the "Company" shall mean Assured Guaranty Corp. (AGC) and its consolidated entities. Some amounts in this financial supplement may not add due to rounding.

Cautionary Statement Regarding Forward Looking Statements

Any forward looking statements made in this supplement reflect the current views of Assured Guaranty with respect to future events and financial performance and are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Such statements involve risks and uncertainties that may cause actual results to differ materially from those set forth in these statements. Assured Guaranty's forward looking statements could be affected by many events. These events include (1) significant changes in inflation, interest rates, the world's credit markets or segments thereof, credit spreads, foreign exchange rates or general economic conditions, including the possibility of a recession; (2) geopolitical risk, including war in Ukraine and the resulting economic sanctions, fragmentation of global supply chains, volatility in energy prices, potential for increased cyberattacks, and risk of intentional or accidental escalation; (3) the possibility of a United States (U.S.) government shutdown, payment defaults on the debt of the U.S. government or instruments issued, insured or guaranteed by related institutions, agencies or instrumentalities, and downgrades to their credit ratings; (4) the development, course and duration of the COVID-19 pandemic and the governmental and private actions taken in response, and the global consequences of the pandemic and such actions, including their impact on the factors listed in this section; (5) developments in the world's financial and capital markets that adversely affect insured obligors' repayment rates, Assured Guaranty's insurance loss or recovery experience, investments of Assured Guaranty or assets it manages; (6) reduction in the amount of available insurance opportunities and/or in the demand for Assured Guaranty's insurance; (7) the loss of investors in Assured Guaranty's asset management strategies or the failure to attract new investors to Assured Guaranty's asset management business; (8) the possibility that budget or pension shortfalls or other factors will result in credit losses or impairments on obligations of state, territorial and local governments and their related authorities and public corporations that Assured Guaranty insures or reinsures; (9) insured losses, including losses with respect to related legal proceedings, in excess of those expected by Assured Guaranty or the failure of Assured Guaranty to realize loss recoveries that are assumed in its expected loss estimates for insurance exposures, including as a result of the final resolution of Assured Guaranty's remaining Puerto Rico exposures or the amounts recovered on securities received in connection with the resolution of Puerto Rico exposures already resolved; (10) increased competition, including from new entrants into the financial guaranty industry; (11) poor performance of Assured Guaranty's asset management strategies compared to the performance of the asset management strategies of Assured Guaranty's competitors; (12) the possibility that investments made by Assured Guaranty for its investment portfolio, including alternative investments and investments it manages, do not result in the benefits anticipated or subject Assured Guaranty to reduced liquidity at a time it requires liquidity, or to unanticipated consequences; (13) the impact of market volatility on the mark-to-market of Assured Guaranty's assets and liabilities subject to mark-to-market, including certain of its investments, most of its financial guaranty contracts written in credit default swap (CDS) form, and certain consolidated variable interest entities (VIEs); (14) rating agency action, including a ratings downgrade, a change in outlook, the placement of ratings on watch for downgrade, or a change in rating criteria, at any time, of AGL or any of its insurance subsidiaries, and/or of any securities AGL or any of its subsidiaries have issued, and/or of transactions that AGL's insurance subsidiaries have insured; (15) the inability of Assured Guaranty to access external sources of capital on acceptable terms; (16) changes in applicable accounting policies or practices; (17) changes in applicable laws or regulations, including insurance, bankruptcy and tax laws, or other governmental actions; (18) the possibility that Assured Guaranty's planned transaction (Sound Point Transaction) pursuant to which Assured Guaranty will contribute its entire equity interest in Assured Investment Management LLC and its related asset management entities (excluding Assured HealthCare Partners LLC and carried interest retained by Assured Guaranty) (AssuredIM Contributed Business) to Sound Point Capital Management, L.P. (Sound Point) and U.S. insurers Assured Guaranty Municipal Corp. (AGM) and Assured Guaranty Corp. (AGC) will engage Sound Point as their sole alternative credit manager to invest $1 billion over time in alternative credit strategies, in return for a 30% ownership interest in the combined business, subject to potential post-closing adjustments, fails to close or is delayed due to the failure to fulfill or waive closing conditions, including the receipt of necessary regulatory approvals and client consents, or due to other reasons; (19) the impact of the announcement of Assured Guaranty's planned Sound Point Transaction on Assured Guaranty and its relationships with its shareholders, regulators, rating agencies, employees and the obligors it insures and on the AssuredIM Contributed Business and on the business of Assured Healthcare Partners LLC and their relationships with their respective clients and employees; (20) the possibility that strategic transactions made by Assured Guaranty, including the Sound Point Transaction, do not result in the benefits anticipated or subject Assured Guaranty to unanticipated consequences; (21) difficulties with the execution of Assured Guaranty's business strategy; (22) loss of key personnel; (23) the effects of mergers, acquisitions and divestitures; (24) natural or man-made catastrophes or pandemics; (25) other risk factors identified in AGL's filings with the U.S. Securities and Exchange Commission (SEC); (26) other risks and uncertainties that have not been identified at this time; and (27) management's response to these factors. Assured Guaranty undertakes no obligation to update publicly or review any forward looking statement, whether as a result of new information, future developments or otherwise, except as required by law.

Assured Guaranty Corp.

Selected Financial Highlights (1 of 2)

(dollars in thousands)

	Three Months Ended December 31,		Year Ended December 31,	
	2022	**2021**	**2022**	**2021**
GAAP [1] Highlights				
Net income (loss)	**$ 48,610**	**$ 77,784**	**$ 143,947**	**$ 116,172**
Gross written premiums (GWP)	**47,935**	**23,197**	**55,863**	**95,203**
Effective tax rate on net income	**19.4 %**	**16.0 %**	**17.9 %**	**15.3 %**
GAAP return on equity (ROE)[2]	**9.9 %**	**14.0 %**	**6.8 %**	**5.2 %**
Non-GAAP Highlights [3]				
Adjusted operating income (loss) [3]	$ 26,150	$ 95,960	$ 161,923	$ 173,758
Present value of new business production (PVP) [3]	54,353	23,902	78,818	84,749
Gross par written	1,862,107	1,087,052	3,501,884	3,957,385
Effective tax rate on adjusted operating income [4]	17.9 %	17.0 %	18.2 %	17.3 %
Adjusted operating ROE [2][3]	5.1 %	18.4 %	7.8 %	8.4 %
Effect of refundings and terminations on GAAP measures:				
Net earned premiums, pre-tax	**$ 36,224**	**$ 6,656**	**$ 149,127**	**$ 10,776**
Fair value gains (losses) of credit derivatives, pre-tax	**—**	**—**	**1,951**	**7,382**
Net income effect	**28,457**	**5,065**	**118,991**	**14,510**
Effect of refundings and terminations on non-GAAP measures:				
Operating net earned premiums and credit derivative revenues [5], pre-tax	36,224	6,656	151,078	18,158
Adjusted operating income [5] effect	28,457	5,065	118,991	14,510

1) Accounting principles generally accepted in the United States of America (GAAP).
2) Quarterly ROE calculations represent annualized returns. See page 6 for additional information on calculation.
3) Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.
4) Represents the ratio of adjusted operating provision for income taxes to adjusted operating income before income taxes.
5) Condensed consolidated statement of operations items mentioned in this Financial Supplement that are described as operating (i.e. operating net earned premiums) are non-GAAP measures and represent components of adjusted operating income. Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Assured Guaranty Corp.

Selected Financial Highlights (2 of 2)

(dollars in thousands)

	As of	
	December 31, 2022	December 31, 2021
Shareholder's equity	**$ 1,971,597**	**$ 2,237,340**
Adjusted operating shareholder's equity [1]	2,046,758	2,109,931
Adjusted book value [1]	2,434,289	2,530,787
Gain (loss) related to FG VIE and CIV consolidation included in:		
Adjusted operating shareholders' equity	3,000	(8,793)
Adjusted book value	5,455	(8,920)
Exposure		
Financial guaranty net debt service outstanding	$ 32,562,288	$ 32,802,599
Financial guaranty net par outstanding:		
Investment grade	19,809,913	19,649,476
Below-investment-grade (BIG)	915,129	1,716,195
Total	$ 20,725,042	$ 21,365,671
Claims-paying resources [2]	**$ 2,990,292**	**$ 3,171,264**

1) Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.
2) See page 8 for additional detail on claims-paying resources.

Assured Guaranty Corp.

Condensed Consolidated Statements of Operations (unaudited)

(dollars in thousands)

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Revenues				
Net earned premiums	$ 49,613	$ 24,675	$ 209,106	$ 85,662
Net investment income	26,361	22,306	87,181	90,950
Net realized investment gains (losses)	(5,745)	(3,522)	(15,815)	(5,371)
Fair value gains (losses) on credit derivatives	26,005	(22,915)	(6,976)	(52,047)
Fair value gains (losses) on committed capital securities (CCS)	6,102	(209)	12,094	(15,104)
Fair value gains (losses) on FG VIEs	4,830	243	16,033	4,257
Foreign exchange gains (losses) on remeasurement	4,027	170	(6,413)	(966)
Fair value gains (losses) on trading securities	(3,259)	—	(19,793)	—
Commutation gains (losses)	(174)	—	(174)	7,187
Other income (loss)	4,535	4,239	6,870	10,926
Total revenues	**112,295**	**24,987**	**282,113**	**125,494**
Expenses				
Loss and LAE (benefit)	33,732	(83,247)	32,109	(59,326)
Interest expense on note payable to affiliate	2,625	2,625	10,500	10,500
Employee compensation and benefit expenses	9,946	9,184	35,776	35,757
Other expenses	6,394	7,841	23,778	27,140
Total expenses (benefit)	**52,697**	**(63,597)**	**102,163**	**14,071**
Income (loss) before income taxes and equity in earnings (losses) of investees	**59,598**	**88,584**	**179,950**	**111,423**
Equity in earnings (losses) of investees	692	3,969	(4,700)	30,062
Income (loss) before income taxes	60,290	92,553	175,250	141,485
Less: Provision (benefit) for income taxes	11,680	14,769	31,303	21,596
Income (loss) before equity in after-tax earnings (losses) of investee	**48,610**	**77,784**	**143,947**	**119,889**
Equity in after-tax earnings (losses) of investee	—	—	—	(3,717)
Net income (loss)	**$ 48,610**	**$ 77,784**	**$ 143,947**	**$ 116,172**

Assured Guaranty Corp.

Condensed Consolidated Balance Sheets (unaudited)

(dollars in thousands)

	As of	
	December 31, 2022	December 31, 2021
Assets		
Investments:		
Fixed-maturity securities, available-for-sale, at fair value	$ 2,092,528	$ 2,397,328
Fixed-maturity securities, trading, at fair value	175,896	30
Short-term investments, at fair value	111,452	231,374
Equity method investments	211,125	225,038
Other invested assets, at fair value	790	1,136
Total investments	2,591,791	2,854,906
Cash	24,225	55,603
Loan receivable from parent	87,500	87,500
Premiums receivable, net of commissions payable	297,015	302,427
Ceded unearned premium reserve	187,380	193,144
Reinsurance recoverable on unpaid losses	158,641	150,424
Salvage and subrogation recoverable	71,749	367,709
Financial guaranty variable interest entities' (FG VIEs') assets, at fair value	177,681	30,586
Other assets	242,067	181,697
Total assets	**$ 3,838,049**	**$ 4,223,996**
Liabilities		
Unearned premium reserve	$ 655,404	$ 795,436
Loss and loss adjustment expense (LAE) reserve	84,112	464,021
Reinsurance balances payable, net	168,026	134,059
Notes payable to affiliates	300,000	300,000
Credit derivative liabilities	159,498	153,799
FG VIEs' liabilities at fair value (with recourse of $393,531 and $26,144, without recourse of $1,916 and $2,351)	395,447	28,495
Other liabilities	103,965	110,846
Total liabilities	**1,866,452**	**1,986,656**
Shareholder's equity		
Preferred stock	—	—
Common stock	15,000	15,000
Additional paid-in capital	742,015	742,015
Retained earnings	1,278,108	1,341,061
Accumulated other comprehensive income (loss)	(63,526)	139,264
Total shareholder's equity	**1,971,597**	**2,237,340**
Total liabilities and shareholder's equity	**$ 3,838,049**	**$ 4,223,996**

Assured Guaranty Corp.

Adjusted Operating Income Adjustments and Effect of FG VIE Consolidation

(dollars in thousands)

Adjusted Operating Income Adjustments and Effect of FG VIE Consolidation for the Three Months Ended December 31, 2022 and December 31, 2021

	Three Months Ended December 31, 2022		Three Months Ended December 31, 2021	
	Adjusted Operating Income Adjustments (1)	Effect of FG VIE Consolidation (2)	Adjusted Operating Income Adjustments (1)	Effect of FG VIE Consolidation (2)
Adjustments to revenues:				
Net earned premiums	$ —	$ (63)	$ —	$ (86)
Net investment income	—	(224)	—	(156)
Net realized investment gains (losses)	(5,745)	—	(3,522)	—
Net change in fair value of credit derivatives	24,150	—	(25,034)	—
Fair value gains (losses) on committed capital securities	6,102	—	(209)	—
Fair value gains (losses) on FG VIEs	—	4,830	—	243
Foreign exchange gain (loss) on remeasurement	3,869	—	189	—
Other income (loss)	504	(133)	—	(626)
Total revenue adjustments	28,880	4,410	(28,576)	(625)
Adjustments to expenses:				
Loss expense	450	(125)	(5,568)	(240)
Total expense adjustments	450	(125)	(5,568)	(240)
Pre-tax adjustments	28,430	4,535	(23,008)	(385)
Less: Tax effect of adjustments	5,970	952	(4,832)	(81)
Equity in after-tax earnings of investee	—	—	—	—
After-tax adjustments	$ 22,460	$ 3,583	$ (18,176)	$ (304)

Adjusted Operating Income Adjustments and Effect of FG VIE Consolidation for the Year Ended December 31, 2022 and December 31, 2021

	Year Ended December 31, 2022		Year Ended December 31, 2021	
	Adjusted Operating Income Adjustments (1)	Effect of FG VIE Consolidation (2)	Adjusted Operating Income Adjustments (1)	Effect of FG VIE Consolidation (2)
Adjustments to revenues:				
Net earned premiums	$ —	$ (257)	$ —	$ (380)
Net investment income	—	(1,169)	—	(826)
Net realized investment gains (losses)	(15,815)	—	(5,371)	—
Net change in fair value of credit derivatives	(16,331)	—	(69,637)	—
Fair value gains (losses) on committed capital securities	12,094	—	(15,104)	—
Fair value gains (losses) on FG VIEs	—	16,033	—	4,257
Foreign exchange gain (loss) on remeasurement	(6,347)	—	(867)	—
Other income (loss)	111	(2,162)	—	(2,017)
Total revenue adjustments	(26,288)	12,445	(90,979)	1,034
Adjustments to expenses:				
Loss expense	(3,533)	(1,981)	(13,991)	4,926
Total expense adjustments	(3,533)	(1,981)	(13,991)	4,926
Pre-tax adjustments	(22,755)	14,426	(76,988)	(3,892)
Less: Tax effect of adjustments	(4,779)	3,029	(16,167)	(817)
Equity in after-tax earnings of investee	—	—	3,235	—
After-tax adjustments	$ (17,976)	$ 11,397	$ (57,586)	$ (3,075)

1) The "Adjusted Operating Income Adjustments" column represents the amounts recorded in the condensed consolidated statements of operations that the Company removes to arrive at adjusted operating income. Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.
2) The "Effect of FG VIE Consolidation" column represents the amounts included in the condensed consolidated statements of operations and adjusted operating income that the Company removes to arrive at the core financial measures that management uses in certain of its compensation calculations and its decision making process. Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Assured Guaranty Corp.

Selected Financial Highlights

GAAP to Non-GAAP Reconciliations (1 of 2)

(dollars in thousands)

Adjusted Operating Income Reconciliation

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Net income (loss)	**$ 48,610**	**$ 77,784**	**$ 143,947**	**$ 116,172**
Less pre-tax adjustments:				
Realized gains (losses) on investments [1]	(5,241)	(3,523)	(15,704)	(1,279)
Non-credit impairment-related unrealized fair value gains (losses) on credit derivatives	23,700	(19,465)	(12,798)	(55,644)
Fair value gains (losses) on CCS	6,102	(209)	12,094	(15,104)
Foreign exchange gains (losses) on remeasurement of premiums receivable and loss and LAE reserves [2]	3,869	189	(6,347)	(867)
Total pre-tax adjustments	28,430	(23,008)	(22,755)	(72,894)
Less tax effect on pre-tax adjustments	(5,970)	4,832	4,779	15,308
Adjusted operating income (loss)	$ 26,150	$ 95,960	$ 161,923	$ 173,758

1) This is net of reinsurer's share of realized gains (losses)
2) Included in other income (loss) in the condensed consolidated statements of operations.

ROE Reconciliation and Calculation

	As of				
	December 31, 2022	September 30, 2022	December 31, 2021	September 30, 2021	December 31, 2020
Shareholder's equity	**$ 1,971,597**	**$1,953,966**	**$2,237,340**	**$2,221,448**	**$2,265,008**
Adjusted operating shareholder's equity	2,046,758	2,064,769	2,109,931	2,058,578	2,031,871
Gain (loss) related to FG VIE and CIV consolidation included in adjusted operating shareholders' equity	**3,000**	**(795)**	**(8,793)**	**(8,625)**	**(5,829)**

	Three Months Ended December 31,		Year Ended December 31,	
	2022	2021	2022	2021
Net income (loss)	**$ 48,610**	**$ 77,784**	**$ 143,947**	**$ 116,172**
Adjusted operating income (loss)	26,150	95,960	161,923	173,758
Average shareholder's equity	**$ 1,962,782**	**$ 2,229,394**	**$ 2,104,469**	**$ 2,251,174**
Average adjusted operating shareholder's equity	2,055,764	2,084,255	2,078,345	2,070,901
Gain (loss) related to FG VIE and CIV consolidation included in average adjusted operating shareholders' equity	**1,103**	**(8,709)**	**(2,897)**	**(7,311)**
GAAP ROE [1]	**9.9 %**	**14.0 %**	**6.8 %**	**5.2 %**
Adjusted operating ROE [1]	5.1 %	18.4 %	7.8 %	8.4 %

1) Quarterly ROE calculations represent annualized returns.

Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Assured Guaranty Corp.

Selected Financial Highlights

GAAP to Non-GAAP Reconciliations (2 of 2)

(dollars in thousands)

	As of				
	December 31, 2022	**September 30, 2022**	**December 31, 2021**	**September 30, 2021**	**December 31, 2020**
Reconciliation of shareholders' equity attributable to AGC to adjusted book value:					
Shareholders' equity attributable to AGC	**$ 1,971,597**	**$ 1,953,966**	**$ 2,237,340**	**$ 2,221,448**	**$ 2,265,008**
Less pre-tax reconciling items:					
Non-credit impairment unrealized fair value gains (losses) on credit derivatives	(42,647)	(66,347)	(29,849)	(10,385)	25,796
Fair value gains (losses) on CCS	24,872	18,770	12,778	12,987	27,882
Unrealized gain (loss) on investment portfolio	(89,071)	(104,386)	166,642	191,856	226,424
Less taxes	31,685	41,160	(22,162)	(31,588)	(46,965)
Adjusted operating shareholders' equity	2,046,758	2,064,769	2,109,931	2,058,578	2,031,871
Pre-tax reconciling items:					
Less: Deferred acquisition costs	(12,399)	(13,379)	(23,216)	(23,932)	(21,927)
Plus: Net present value of estimated net future revenue	104,864	105,721	114,085	116,257	133,792
Plus: Net deferred premium revenue on financial guaranty contracts in excess of expected loss to be expensed	373,283	347,927	395,427	386,542	379,110
Plus taxes	(103,015)	(98,076)	(111,872)	(110,613)	(112,314)
Adjusted book value	$ 2,434,289	$ 2,433,720	$ 2,530,787	$ 2,474,696	$ 2,454,386
Gain (loss) related to FG VIE and CIV consolidation included in:					
Adjusted operating shareholder's equity (net of tax (provision) benefit of $(797), $212, $2,338, $2,294 and $1,551)	**$ 3,000**	**$ (795)**	**$ (8,793)**	**$ (8,625)**	**$ (5,829)**
Adjusted book value (net of tax (provision) benefit of $(1,450), $199, $2,373, $2,332 and $1,606)	**5,455**	**(748)**	**(8,920)**	**(8,769)**	**(6,038)**

Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Assured Guaranty Corp.

Claims-Paying Resources

(dollars in thousands)

	As of	
	December 31, 2022	December 31, 2021
Claims-paying resources		
Policyholders' surplus	$ 1,916,078	$ 2,069,827
Contingency reserve	346,940	348,062
Qualified statutory capital	**2,263,018**	**2,417,889**
Unearned premium reserve and net deferred ceding commission income	326,786	352,782
Loss and LAE reserves [4]	—	7,072
Total policyholders' surplus and reserves	**2,589,804**	**2,777,743**
Present value of installment premium	200,488	193,521
CCS	200,000	200,000
Total claims-paying resources	**2,990,292**	**3,171,264**
Statutory net par outstanding [1]	$ 20,950,705	$ 21,603,648
Net debt service outstanding [1]	32,982,853	33,024,098
Ratios:		
Statutory net par outstanding to qualified statutory capital	9:1	9:1
Capital ratio [2]	15:1	14:1
Financial resources ratio [3]	11:1	10:1
Statutory net par outstanding to claims-paying resources	7:1	7:1

1) Net par outstanding and net debt service outstanding are presented on a statutory basis.
2) The capital ratio is calculated by dividing net debt service outstanding by qualified statutory capital.
3) The financial resources ratio is calculated by dividing net debt service outstanding by total claims-paying resources.
4) Loss and LAE reserves exclude adjustments to claims-paying resources for AGC because it was in a net recoverable position of $49 million as of December 31,2022.

Assured Guaranty Corp.

New Business Production (1 of 2)

(dollars in thousands)

Reconciliation of GWP to PVP for the Three Months Ended December 31, 2022 and December 31, 2021

	Three Months Ended December 31, 2022					Three Months Ended December 31, 2021				
	Public Finance		Structured Finance			Public Finance		Structured Finance		
	U.S.	Non-U.S.	U.S.	Non-U.S.	Total	U.S.	Non-U.S.	U.S.	Non-U.S.	Total
Total GWP	**$ 8,814**	**$ 6,999**	**$ 31,221**	**$ 901**	**$ 47,935**	**$ 7,106**	**$ 6,779**	**$ 7,537**	**$ 1,775**	**$ 23,197**
Less: Installment GWP and other GAAP adjustments (1)	4,051	7,692	26,221	901	38,865	972	6,700	3,590	1,775	13,037
Upfront GWP	4,763	(693)	5,000	—	9,070	6,134	79	3,947	—	10,160
Plus: Installment premiums and other	4,650	5,495	34,162	976	45,283	884	5,226	6,056	1,576	13,742
Total PVP	$ 9,413	$ 4,802	$ 39,162	$ 976	$ 54,353	$ 7,018	$ 5,305	$ 10,003	$ 1,576	$ 23,902
Gross par written	**$ 581,113**	**$ 96,966**	**$1,184,028**	**$ —**	**$1,862,107**	**$ 594,327**	**$ —**	**$ 366,688**	**$ 126,037**	**$1,087,052**

Reconciliation of GWP to PVP for the Year Ended December 31, 2022 and December 31, 2021

	Year Ended December 31, 2022					Year Ended December 31, 2021				
	Public Finance		Structured Finance			Public Finance		Structured Finance		
	U.S.	Non - U.S.	U.S.	Non - U.S.	Total	U.S.	Non - U.S.	U.S.	Non - U.S.	Total
Total GWP	**$ 14,467**	**$ 7,317**	**$ 34,258**	**$ (179)**	**$ 55,863**	**$ 29,040**	**$ 10,278**	**$ 50,923**	**$ 4,962**	**$ 95,203**
Less: Installment GWP and other GAAP adjustments (1)	(6,269)	8,010	26,608	$ (179)	28,170	7,715	10,199	43,105	$ 4,962	65,981
Upfront GWP	20,736	(693)	7,650	—	27,693	21,325	79	7,818	—	29,222
Plus: Installment premiums and other	4,918	10,439	34,672	1,096	51,125	10,467	6,492	34,517	4,051	55,527
Total PVP	$ 25,654	$ 9,746	$ 42,322	$ 1,096	$ 78,818	$ 31,792	$ 6,571	$ 42,335	$ 4,051	$ 84,749
Gross par written	**$1,977,055**	**$ 205,257**	**$1,286,729**	**$ 32,843**	**$3,501,884**	**$2,276,476**	**$ 15,594**	**$1,308,264**	**$ 357,051**	**$3,957,385**

1) Includes the present value of new business on installment policies discounted at the prescribed GAAP discount rates, GWP adjustments on existing installment policies due to changes in assumptions, any cancellations of assumed reinsurance contracts, and other GAAP adjustments.

Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Assured Guaranty Corp.

New Business Production (2 of 2)

(dollars in thousands)

	Three Months Ended December 31, 2022			Three Months Ended December 31, 2021		
	Direct and Assumed from Third Parties	Assumed from Affiliates	Total Gross	Direct and Assumed from Third Parties	Assumed from Affiliates	Total Gross
GWP	**$ 32,470**	**$ 15,465**	**$ 47,935**	**$ 13,405**	**$ 9,792**	**$ 23,197**
PVP	39,127	15,226	54,353	14,817	9,085	23,902
Gross par written	902,850	959,257	1,862,107	342,911	744,141	1,087,052

	Year Ended December 31, 2022			Year Ended December 31, 2021		
	Direct and Assumed from Third Parties	Assumed from Affiliates	Total Gross	Direct and Assumed from Third Parties	Assumed from Affiliates	Total Gross
GWP	**$ 18,823**	**$ 37,040**	**$ 55,863**	**$ 77,456**	**$ 17,747**	**$ 95,203**
PVP	42,238	36,580	78,818	68,611	16,138	84,749
Gross par written	993,280	2,508,604	3,501,884	2,397,750	1,559,635	3,957,385

Assured Guaranty Corp.

Gross Par Written (1 of 2)

(dollars in thousands)

Gross Par Written by Asset Type

	Three Months Ended December 31,			
	2022		2021	
	Gross Par Written	Average Internal Rating	Gross Par Written	Average Internal Rating
Sector:				
U.S. public finance:				
General obligation	$ 139,447	BBB+	$ 260,640	A-
Transportation	73,231	BBB+	85,556	BBB
Municipal utilities	97,992	BBB+	68,429	A-
Tax backed	94,908	A	96,827	A
Healthcare	76,972	BBB	44,710	BBB+
Higher education	36,550	A-	34,165	A
Infrastructure finance	57,281	BBB-	4,000	A
Investor-owned utilities	4,732	BBB	—	—
Total U.S. public finance	581,113	BBB+	594,327	A-
Non-U.S. public finance:				
Regulated utilities	96,966	A-	—	—
Total non-U.S. public finance	96,966	A-	—	—
Total public finance	**678,079**	BBB+	**594,327**	A-
U.S. structured finance:				
Life insurance transactions	653,000	A	217,000	AA-
Pooled corporate obligations	140,000	AAA	7,914	AAA
Commercial mortgage-backed securities	100,000	A	—	—
Structured credit	9,850	BBB	—	—
Other structured finance	281,178	A	141,774	A-
Total U.S. structured finance	1,184,028	A+	366,688	A+
Non-U.S. structured finance:				
Pooled corporate obligations	—	—	100,505	AAA
Other structured finance	—	—	25,532	A
Total non-U.S. structured finance	—	—	126,037	AAA
Total structured finance	**1,184,028**	**A+**	**492,725**	**AA-**
Total gross par written	**$ 1,862,107**	**A**	**$ 1,087,052**	**A**

Please refer to the Glossary for a description of internal ratings and sectors.

Assured Guaranty Corp.

Gross Par Written (2 of 2)

(dollars in thousands)

Gross Par Written by Asset Type

	Year Ended December 31,			
	2022		2021	
	Gross Par Written	Average Internal Rating	Gross Par Written	Average Internal Rating
Sector:				
U.S. public finance:				
General obligation	$ 625,289	A-	$ 522,020	A-
Transportation	369,082	BBB+	317,944	A-
Municipal utilities	323,987	A	221,140	A-
Tax backed	275,370	A	832,404	BBB+
Healthcare	235,521	BBB+	77,952	BBB+
Higher education	73,382	A-	139,224	A+
Infrastructure finance	69,692	BBB-	146,647	A+
Investor-owned utilities	4,732	BBB	—	—
Other public finance	—	—	19,145	A
Total U.S. public finance	1,977,055	A-	2,276,476	A-
Non-U.S. public finance:				
Regulated utilities	187,638	BBB+	—	—
Infrastructure finance	17,619	BBB-	15,594	A-
Total non-U.S. public finance	205,257	BBB+	15,594	A-
Total public finance	**2,182,312**	A-	**2,292,070**	A-
U.S. structured finance:				
Life insurance transactions	653,000	A	1,065,212	A+
Pooled corporate obligations	140,000	AAA	7,914	AAA
Commercial mortgage-backed securities	113,000	A	37,000	A
Structured credit	27,630	BBB	—	—
Other structured finance	353,099	A	198,138	A-
Total U.S. structured finance	1,286,729	A+	1,308,264	A+
Non-U.S. structured finance:				
Pooled corporate obligations	—	—	331,519	AA
Other structured finance	32,843	A	25,532	A
Total non-U.S. structured finance	32,843	A	357,051	AA
Total structured finance	**1,319,572**	**A+**	**1,665,315**	**A+**
Total gross par written	**$ 3,501,884**	**A**	**$ 3,957,385**	**A**

Please refer to the Glossary for a description of internal ratings and sectors.

Assured Guaranty Corp.

Fixed-Maturity Securities, Short-Term Investments and Cash
As of December 31, 2022
(dollars in thousands)

Fixed-Maturity, Short-Term Investments and Cash	**Amortized Cost**	**Allowance for Credit Losses**	**Pre-Tax Book Yield**	**After-Tax Book Yield**	**Fair Value**	**Annualized Investment Income [(1)]**
Fixed-maturity securities, available-for-sale:						
Obligations of states and political subdivisions [(2)(3)]	$ 1,318,569	$ (13,348)	3.49 %	3.14 %	$ 1,272,027	$ 46,068
U.S. government and agencies	23,895	—	1.27	1.00	23,239	303
Corporate securities	405,139	(2,231)	3.24	2.56	353,112	13,108
Mortgage-backed securities:						
Residential mortgage-backed securities (RMBS) [(3)]	17,298	(1,411)	4.89	3.86	14,887	846
Commercial mortgage-backed securities	27,980	—	3.48	2.75	26,330	974
Asset-backed securities (ABS):						
Collateralized loan obligations	64,475	—	6.23	4.92	62,027	4,015
Other ABS [(3)]	366,230	(24,522)	4.01	3.17	340,906	14,700
Fixed-maturity securities, available-for-sale	2,223,586	(41,512)	3.60	3.07	2,092,528	80,014
Short-term investments	111,452	—	4.20	3.32	111,452	4,681
Cash [(4)]	24,225	—	—	—	24,225	—
Total	**$ 2,359,263**	**$ (41,512)**	**3.63 %**	**3.08 %**	**$ 2,228,205**	**$ 84,695**

Fixed-maturity securities, trading [(7)]	**$ 175,896**

Ratings [(5)]:	**Fair Value**	**% of Portfolio**
U.S. government and agencies	$ 23,239	1.1 %
AAA/Aaa	186,209	8.9
AA/Aa	846,058	40.4
A/A	345,882	16.5
BBB	240,208	11.5
Below investment grade (BIG)	343,952	16.5
Not rated [(6)]	106,980	5.1
Total fixed-maturity securities, available-for-sale	**$ 2,092,528**	**100.0 %**

Duration of available-for-sale fixed-maturity securities and short-term investments (in years):	**4.2**
Average ratings of available-for-sale fixed-maturity securities and short-term investments	**A-**

1) Represents annualized investment income based on amortized cost and pre-tax book yields.
2) Includes obligations of state and local political subdivisions that have been insured by other financial guarantors. The underlying ratings of these bonds average A, after giving effect to the lower of the rating assigned by S&P Global Ratings, a division of Standard & Poor's Financial Services LLC (S&P) or Moody's Investors Service, Inc. (Moody's).
3) Includes securities purchased or obtained for loss mitigation purposes and other risk management securities.
4) Cash is not included in the yield calculation.
5) Ratings are represented by the lower of the Moody’s or S&P classifications except for purchased securities that it has insured, and for which it had expected losses to be paid (loss mitigation securities) and certain other securities, which use internal ratings classifications. Loss mitigation and other securities total $520.8 million in par with carrying value of $387.9 million and primarily included in the BIG category.
6) Includes $62.9 million of new recovery bonds received in connection with 2022 Puerto Rico Resolutions (see page 21).
7) Represents contingent value instruments received in connection with 2022 Puerto Rico Resolutions (see page 21). These securities are not rated.

Assured Guaranty Corp.

Estimated Net Exposure Amortization (1) and Estimated Future Financial Guaranty Net Premium and Credit Derivative Revenues

(dollars in thousands)

			Financial Guaranty Insurance (2)			
	Estimated Net Debt Service Amortization	Estimated Ending Net Debt Service Outstanding	Expected PV Net Earned Premiums (i.e. Net Deferred Premium Revenue)	Accretion of Discount	Effect of FG VIE Consolidation on Expected PV Net Earned Premiums and Accretion of Discount	Future Credit Derivative Revenues(3)
2022 (as of December 31)		$ 32,562,288				
2023 Q1	$ 463,576	32,098,712	$ 11,709	$ 809	$ 87	$ 1,793
2023 Q2	315,250	31,783,462	11,646	798	86	1,800
2023 Q3	485,633	31,297,829	11,518	789	85	1,771
2023 Q4	612,998	30,684,831	11,233	774	83	1,768
2024	1,562,272	29,122,559	42,841	2,915	317	6,875
2025	2,079,805	27,042,754	39,880	2,660	295	6,571
2026	1,716,686	25,326,068	36,610	2,418	278	6,295
2027	1,755,110	23,570,958	32,755	2,192	264	6,032
2023-2027	8,991,330	23,570,958	198,192	13,355	1,495	32,905
2028-2032	7,834,900	15,736,058	128,101	8,120	985	27,257
2033-2037	5,885,560	9,850,498	76,786	4,530	781	22,255
2038-2042	4,278,361	5,572,137	32,024	2,530	66	14,986
After 2042	5,572,137	—	36,040	1,845	—	10,417
Total	**$ 32,562,288**		**$ 471,143**	**$ 30,380**	**$ 3,327**	**$ 107,820**

1) Represents the future expected amortization of current debt service outstanding (principal and interest), assuming no advance refundings, as of December 31, 2022. Actual amortization differs from expected maturities because borrowers may have the right to call or prepay guaranteed obligations, terminations and because of management's assumptions on structured finance amortization.
2) See page 17, ''Net Expected Loss to be Expensed.''
3) Represents expected future premiums on insured credit derivatives.

Assured Guaranty Corp.

Rollforward of Net Expected Loss and LAE to be Paid

(dollars in thousands)

Rollforward of Net Expected Loss and LAE to be Paid [1] for the Three Months Ended December 31, 2022

	Net Expected Loss to be Paid (Recovered) as of September 30, 2022	Economic Loss Development (Benefit) During 4Q-22	Net (Paid) Recovered Losses During 4Q-22	Net Expected Loss to be Paid (Recovered) as of December 31, 2022
Public Finance:				
U.S. public finance	$ 348,730	$ 1,964	$ (162,733)	$ 187,961
Non-U.S public finance	1,010	40	—	1,050
Public Finance	349,740	2,004	(162,733)	189,011
Structured Finance:				
U.S. RMBS	58,259	(2,176)	2,269	58,352
Other structured finance	(55,217)	(5,420)	2,053	(58,584)
Structured Finance	3,042	(7,596)	4,322	(232)
Total	**$ 352,782**	**$ (5,592)**	**$ (158,411)**	**$ 188,779**

Rollforward of Net Expected Loss and LAE to be Paid [1] for the Year Ended December 31, 2022

	Net Expected Loss to be Paid (Recovered) as of December 31, 2021	Economic Loss Development (Benefit) During 2022	Net (Paid) Recovered Losses During 2022	Net Expected Loss to be Paid (Recovered) as of December 31, 2022
Public Finance:				
U.S. public finance	$ 149,471	$ (64,119)	$ 102,609	$ 187,961
Non-U.S public finance	1,696	(643)	(3)	1,050
Public Finance	151,167	(64,762)	102,606	189,011
Structured Finance:				
U.S. RMBS	64,757	(24,927)	18,522	58,352
Other structured finance	(40,496)	(14,952)	(3,136)	(58,584)
Structured Finance	24,261	(39,879)	15,386	(232)
Total	**$ 175,428**	**$ (104,641)**	**$ 117,992**	**$ 188,779**

1) Includes net expected loss to be paid (recovered), economic loss development (benefit) and (paid) recovered losses for all contracts (i.e., those accounted for as insurance, credit derivatives and FG VIEs).

Assured Guaranty Corp.

Loss Measures

As of December 31, 2022

(dollars in thousands)

	Total Net Par Outstanding for BIG Transactions	Three Months Ended December 31, 2022			Year Ended December 31, 2022		
		GAAP Loss and LAE (1)	Loss and LAE Included in Adjusted Operating Income (2)	Effect of FG VIE Consolidation (3)	GAAP Loss and LAE (1)	Loss and LAE Included in Adjusted Operating Income (2)	Effect of FG VIE Consolidation (3)
Public finance:							
U.S. public finance	$ 500,313	**$ 40,267**	$ 40,267	$ (275)	**$ 62,810**	$ 62,810	$ (3,473)
Non-U.S public finance	64,284	**(2)**	(1)	—	**(4)**	(3)	—
Public finance	564,597	**40,265**	40,266	(275)	**62,806**	62,807	(3,473)
Structured finance:							
U.S. RMBS	339,425	**(1,235)**	(1,686)	150	**(16,239)**	(13,635)	1,492
Other structured finance	11,107	**(5,298)**	(5,298)	—	**(14,458)**	(13,530)	—
Structured finance	350,532	**(6,533)**	(6,984)	150	**(30,697)**	(27,165)	1,492
Total	**$ 915,129**	**$ 33,732**	$ 33,282	$ (125)	**$ 32,109**	$ 35,642	$ (1,981)

1) Includes loss expense related to contracts that are accounted for as insurance contracts.
2) Includes loss expense related to contracts that are accounted for as insurance contracts and credit derivatives.
3) The "Effect of FG VIE Consolidation" column represents amounts included in the condensed consolidated statements of operations and adjusted operating income that the Company removes to arrive at the core financial measures that management uses in certain of its compensation calculations and its decision making process. Please refer to the explanation of Non-GAAP Financial Measures set forth at the end of this Financial Supplement.

Please refer to the Glossary for an explanation of the presentation of net par outstanding and of the various sectors.

Assured Guaranty Corp.

Net Expected Loss to be Expensed (1)

As of December 31, 2022

(dollars in thousands)

	GAAP
2023 Q1	$ 378
2023 Q2	567
2023 Q3	1,407
2023 Q4	1,485
2024	6,253
2025	6,010
2026	9,733
2027	9,086
2023-2027	34,919
2028-2032	36,594
2033-2037	25,243
2038-2042	784
After 2042	319
Total expected present value of net expected loss to be expensed (2)	**97,859**
Future accretion	23,822
Total expected future loss and LAE	**$ 121,681**

1) The present value of net expected loss to be paid is discounted using risk-free rates ranging from 3.82% to 4.69% for U.S. dollar denominated obligations.
2) Excludes $5.7 million related to FG VIEs, which are eliminated in consolidation.

Assured Guaranty Corp.

Financial Guaranty Profile (1 of 3)

(dollars in thousands)

Net Par Outstanding and Average Internal Rating by Asset Type

	As of December 31, 2022		As of December 31, 2021	
	Net Par Outstanding	Average Internal Rating	Net Par Outstanding	Average Internal Rating
U.S. public finance:				
General obligation	$ 3,572,690	A	$ 3,402,588	A-
Transportation	2,768,610	A-	3,145,417	BBB-
Tax Backed	2,483,477	BBB	2,634,675	A-
Infrastructure finance	1,763,072	A+	1,830,544	A+
Municipal utilities	1,355,883	A-	1,205,084	A-
Healthcare	474,660	BBB+	355,706	A
Higher Education	366,948	A	326,718	BBB+
Renewable Energy	121,353	A-	321,233	A-
Investor-owned utilities	101,501	A	123,706	A-
Housing revenue	84,771	B	89,176	B
Other public finance	519,879	BBB	557,308	A-
Total U.S. public finance	13,612,844	A-	13,992,155	A-
Non-U.S. public finance:				
Regulated utilities	1,878,033	BBB+	1,733,458	BBB+
Infrastructure finance	629,756	BBB	1,130,079	BBB
Pooled infrastructure	540,258	AAA	685,913	AAA
Sovereign and sub-sovereign	231,376	A-	238,873	A-
Renewable energy	38,622	BBB-	61,308	BBB-
Total non-U.S. public finance	3,318,045	A-	3,849,631	A-
Total public finance	**16,930,889**	**A-**	**17,841,786**	**A-**
U.S. structured finance:				
Life insurance transactions	1,094,457	AA-	950,535	AA-
RMBS	569,455	BB+	676,905	BB+
Pooled corporate obligations	562,764	AAA	486,320	AA+
Consumer receivables	251,621	AA	330,123	AA
Other structured finance	727,920	BBB+	554,128	BBB+
Total U.S. structured finance	3,206,217	A	2,998,011	A
Non-U.S. structured finance:				
Pooled corporate obligations	273,492	AAA	278,554	AAA
RMBS	152,655	A+	183,393	A+
Other structured finance	161,789	A	63,927	A-
Total non-U.S. structured finance	587,936	AA	525,874	AA
Total structured finance	**3,794,153**	**A+**	**3,523,885**	**A**
Total	**$ 20,725,042**	**A**	**$ 21,365,671**	**A-**

Please refer to the Glossary for an explanation of the presentation of net par outstanding and the Company's internal rating approach, and of the various sectors.

Assured Guaranty Corp.

Financial Guaranty Profile (2 of 3)

As of December 31, 2022

(dollars in thousands)

Distribution by Ratings of Financial Guaranty Portfolio

	Public Finance - U.S.		Public Finance - Non-U.S.		Structured Finance - U.S.		Structured Finance - Non-U.S.		Total	
Ratings:	**Net Par Outstanding**	**%**	**Net Par Outstanding**	**%**	**Net Par Outstanding**	**%**	**Net Par Outstanding**	**%**	**Net Par Outstanding**	**%**
AAA	$ 7,652	0.1 %	$ 615,562	18.6 %	$ 547,570	17.1 %	$ 289,124	49.2 %	$ 1,459,908	7.1 %
AA	2,962,200	21.7	169,187	5.1	1,339,003	41.8	11,456	1.9	4,481,846	21.6
A	5,331,468	39.2	391,520	11.8	620,326	19.3	274,402	46.7	6,617,716	31.9
BBB	4,811,211	35.3	2,077,492	62.6	348,786	10.9	12,954	2.2	7,250,443	35.0
BIG	500,313	3.7	64,284	1.9	350,532	10.9	—	—	915,129	4.4
Net Par Outstanding (1)	**$ 13,612,844**	**100.0 %**	**$ 3,318,045**	**100.0 %**	**$ 3,206,217**	**100.0 %**	**$ 587,936**	**100.0 %**	**$ 20,725,042**	**100.0 %**

1) As of December 31, 2022, the Company excluded $479.6 million of net par attributable to loss mitigation securities.

Ceded Par Outstanding

	Ceded Par Outstanding (1)(2)	% of Total
Affiliated reinsurers	$ 8,121,740	99.7 %
Non-affiliated reinsurers	25,500	0.3
Total	**$ 8,147,240**	**100.0 %**

1) Of the total par ceded to non-affiliates, none is rated BIG.
2) There was no collateral posted by third party reinsurers and $196.1 million posted by affiliated reinsurers as of December 31, 2022.

Please refer to the Glossary for an explanation of the presentation of net par outstanding and the Company's internal rating approach, and of the various sectors.

Assured Guaranty Corp.

Financial Guaranty Profile (3 of 3)

As of December 31, 2022

(dollars in thousands)

Geographic Distribution of Financial Guaranty Portfolio

	Net Par Outstanding	% of Total
U.S.:		
U.S. public finance:		
California	$ 4,372,257	21.1 %
Texas	1,704,829	8.2
New Jersey	996,835	4.8
Virginia	730,928	3.5
Illinois	707,566	3.4
New York	688,439	3.4
Florida	657,992	3.2
Pennsylvania	510,286	2.5
Puerto Rico	311,741	1.5
Georgia	275,606	1.3
Other	2,656,365	12.8
Total U.S public finance	13,612,844	65.7
U.S. structured finance	3,206,217	15.5
Total U.S.	**16,819,061**	**81.2**
Non-U.S.:		
United Kingdom	2,803,322	13.5
Australia	170,900	0.8
Mexico	141,172	0.7
France	131,012	0.6
Italy	130,671	0.6
Other	528,904	2.6
Total non-U.S.	**3,905,981**	**18.8**
Total net par outstanding	**$ 20,725,042**	**100.0 %**

Please refer to the Glossary for an explanation of the presentation of net par outstanding and of the various sectors.

Assured Guaranty Corp.

Exposure to Puerto Rico (1 of 2)

As of December 31, 2022

(dollars in thousands)

Exposure to Puerto Rico

	Par Outstanding		Debt Service Outstanding	
	Gross	Net	Gross	Net
Total	$ 448,103	$ 311,741	$ 700,448	$ 482,785

Exposure to Puerto Rico by Company [(1)]

	Net Par Outstanding	Gross Par Outstanding
Resolved Puerto Rico Exposures		
Puerto Rico Highways and Transportation Authority (PRHTA) (Transportation revenue) [(2)]	$ 183,012	$ 261,205
PRHTA (Highway revenue) [(2)]	29,207	31,815
Commonwealth of Puerto Rico - General Obligation (GO) [(3)]	19,038	25,383
Puerto Rico Public Buildings Authority (PBA) [(3)]	4,177	4,235
Total Resolved	**235,434**	**322,638**
Other Puerto Rico Exposures		
Puerto Rico Electric Power Authority (PREPA) [(4)]	68,882	118,040
Puerto Rico Municipal Finance Agency (MFA) [(5)]	6,180	6,180
Puerto Rico Aqueduct and Sewer Authority (PRASA) and University of Puerto Rico (U of PR) [(5)]	1,245	1,245
Total Other	**76,307**	**125,465**
Total exposure to Puerto Rico	**$ 311,741**	**$ 448,103**

1) The general obligation bonds of Puerto Rico and various obligations of its related authorities and public corporations are rated BIG.
2) Resolved on December 6, 2022, pursuant to the Modified Fifth Amended Title III Plan of Adjustment of the Puerto Rico Highways and Transportation Authority.
3) Resolved on March 15, 2022, pursuant to the Modified Eighth Amended Title III Plan of Adjustment of the Commonwealth of Puerto Rico, the Employees Retirement System of the Government of the Commonwealth of Puerto Rico, and the Puerto Rico Public Buildings Authority.
4) This exposure is in payment default.
5) All debt service on these insured exposures have been paid to date without any insurance claim being made on the Company.

Assured Guaranty Corp.

Exposure to Puerto Rico (2 of 2)

As of December 31, 2022

(dollars in thousands)

Amortization Schedule of Net Par Outstanding of Puerto Rico

	2023 (Q1)	2023 (Q2)	2023 (Q3)	2023 (Q4)	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033-2037	2038-2042	Total
Resolved Puerto Rico Exposures																
PRHTA (Transportation revenue)	$ —	$ —	$ 1,310	$ —	$ —	$ 6,575	$ 6,562	$ —	$ —	$ 9,962	$ —	$ —	$ —	$ 99,626	$ 58,977	$ 183,012
PRHTA (Highway revenue)	—	—	—	—	—	—	—	—	730	682	714	15,874	2,373	8,834	—	29,207
Commonwealth of Puerto Rico - GO	—	—	—	—	—	—	1,159	3,274	161	14,444	—	—	—	—	—	19,038
PBA	—	—	2,089	—	—	2,088	—	—	—	—	—	—	—	—	—	4,177
Total Resolved	**—**	**—**	**3,399**	**—**	**—**	**8,663**	**7,721**	**3,274**	**891**	**25,088**	**714**	**15,874**	**2,373**	**108,460**	**58,977**	**235,434**
Other Puerto Rico Exposures																
PREPA	—	—	1,270	—	1,331	1,397	19,264	17,030	16,652	1,053	2,784	1,839	5,680	582	—	68,882
MFA	—	—	388	—	396	360	1,617	1,271	1,064	614	470	—	—	—	—	6,180
PRASA and U of PR	—	—	47	—	620	52	55	58	61	64	67	70	74	77	—	1,245
Total Other	**—**	**—**	**1,705**	**—**	**2,347**	**1,809**	**20,936**	**18,359**	**17,777**	**1,731**	**3,321**	**1,909**	**5,754**	**659**	**—**	**76,307**
Total	**$ —**	**$ —**	**$ 5,104**	**$ —**	**$ 2,347**	**$10,472**	**$28,657**	**$21,633**	**$ 18,668**	**$26,819**	**$ 4,035**	**$17,783**	**$ 8,127**	**$109,119**	**$ 58,977**	**$ 311,741**

Amortization Schedule of Net Debt Service Outstanding of Puerto Rico

	2023 (Q1)	2023 (Q2)	2023 (Q3)	2023 (Q4)	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033-2037	2038-2042	Total
Resolved Puerto Rico Exposures																
PRHTA (Transportation revenue)	$ 4,835	$ —	$ 6,145	$ —	$ 9,597	$16,172	$15,797	$ 8,875	$ 8,875	$18,837	$ 8,327	$ 8,326	$ 8,326	$129,939	$ 67,468	$ 311,519
PRHTA (Highway revenue)	789	—	789	—	1,578	1,578	1,579	1,578	2,309	2,220	2,215	17,335	2,962	10,134	—	45,066
Commonwealth of Puerto Rico - GO	175	—	524	—	1,047	1,047	2,206	4,257	964	15,238	—	—	—	—	—	25,458
PBA	35	—	2,199	—	110	2,197	—	—	—	—	—	—	—	—	—	4,541
Total Resolved	**5,834**	**—**	**9,657**	**—**	**12,332**	**20,994**	**19,582**	**14,710**	**12,148**	**36,295**	**10,542**	**25,661**	**11,288**	**140,073**	**67,468**	**386,584**
Other Puerto Rico Exposures																
PREPA	1,584	52	2,853	52	4,542	4,528	22,336	19,161	18,052	1,627	3,320	2,251	5,995	661	—	87,014
MFA	154	—	543	—	685	630	1,869	1,441	1,171	668	493	—	—	—	—	7,654
PRASA and U of PR	34	—	82	—	686	81	81	81	81	81	81	82	81	82	—	1,533
Total Other	**1,772**	**52**	**3,478**	**52**	**5,913**	**5,239**	**24,286**	**20,683**	**19,304**	**2,376**	**3,894**	**2,333**	**6,076**	**743**	**—**	**96,201**
Total	**$ 7,606**	**$ 52**	**$13,135**	**$ 52**	**$18,245**	**$26,233**	**$43,868**	**$ 35,393**	**$ 31,452**	**$38,671**	**$14,436**	**$27,994**	**$ 17,364**	**$140,816**	**$ 67,468**	**$ 482,785**

Assured Guaranty Corp.

U.S. RMBS Profile

As of December 31, 2022

(dollars in thousands)

Distribution of U.S. RMBS by Rating and Type of Exposure (1)

Ratings:	Prime First Lien	Alt-A First Lien	Option ARMs	Subprime First Lien	Second Lien	Total Net Par Outstanding
AAA	$ 2,401	$ 26,165	$ 6,075	$ 79,054	$ 235	$ 113,930
AA	6,873	54,418	436	8,092	34,892	104,711
A	4,036	—	—	2,847	7	6,890
BBB	—	—	—	4,356	144	4,500
BIG	13,887	50,713	3,581	249,766	21,477	339,424
Total exposures	**$ 27,197**	**$ 131,296**	**$ 10,092**	**$ 344,115**	**$ 56,755**	**$ 569,455**

Distribution of U.S. RMBS by Year Insured and Type of Exposure

Year insured:	Prime First Lien	Alt-A First Lien	Option ARMs	Subprime First Lien	Second Lien	Total Net Par Outstanding
2004 and prior	$ 8,265	$ 494	$ 24	$ 49,134	$ 5,153	$ 63,070
2005	14,479	32,009	6,292	93,553	12,557	158,890
2006	4,453	377	—	39,135	6,285	50,250
2007	—	98,416	3,776	162,293	32,760	297,245
Total exposures	**$ 27,197**	**$ 131,296**	**$ 10,092**	**$ 344,115**	**$ 56,755**	**$ 569,455**

1) AGC has not insured any new U.S. RMBS transactions since 2008.

Please refer to the Glossary for an explanation of the Company's presentation of net par outstanding, internal ratings and a description of sectors.

Assured Guaranty Corp.

Direct Pooled Corporate Obligations Profile

As of December 31, 2022

(dollars in thousands)

Distribution of Direct Pooled Corporate Obligations by Ratings

	Net Par Outstanding	% of Total	Average Initial Credit Enhancement	Average Current Credit Enhancement
Ratings:				
AAA	$ 482,758	76.6 %	43.8%	57.6%
AA	50,734	8.1	41.2	51.4
A	74,699	11.9	37.6	46.4
BBB	21,835	3.4	42.3	44.8
Total exposures	**$ 630,026**	**100.0 %**	**42.8%**	**55.3%**

Distribution of Direct Pooled Corporate Obligations by Asset Class

	Net Par Outstanding	% of Total	Average Initial Credit Enhancement	Average Current Credit Enhancement	Number of Transactions	Average Rating
Asset class:						
Trust preferred						
Banks and insurance	$ 356,288	56.6 %	44.0%	63.1%	12	AAA
U.S. mortgage and real estate investment trusts	63,746	10.1	47.3	64.5	3	A+
Collateralized loan obligations	209,992	33.3	39.4	39.3	7	AAA
Total exposures	**$ 630,026**	**100.0 %**	**42.8%**	**55.3%**	**22**	**AAA**

Please refer to the Glossary for an explanation of internal ratings, performance indicators and sectors.

Assured Guaranty Corp.

Credit Derivative Net Par Outstanding Profile

As of December 31, 2022

(dollars in thousands)

Distribution of Credit Derivative Net Par Outstanding by Rating

Rating	Net Par Outstanding	% of Total
AAA	$ 713,463	33.8 %
AA	1,013,621	48.0
A	146,723	7.0
BBB	187,234	8.9
BIG	48,478	2.3
Total credit derivative net par outstanding	**$ 2,109,519**	**100.0 %**

Distribution of Credit Derivative Net Par Outstanding by Sector and Average Rating

	Net Par Outstanding	Average Internal Rating
Public finance		
U.S. public finance	$ 948,516	AA
Non-U.S. public finance	725,054	AA
Total public finance	**1,673,570**	**AA**
U.S. structured finance:		
Pooled corporate obligations	186,365	AAA
RMBS	128,754	A-
Total U.S. structured finance	315,119	AA
Non-U.S. structured finance:		
RMBS	120,830	A
Total non-U.S. structured finance	120,830	A
Total structured finance	**435,949**	**AA-**
Total credit derivative net par outstanding	**$ 2,109,519**	**AA**

Please refer to the Glossary for a description of net par outstanding, internal ratings and sectors.

Assured Guaranty Corp.

Below Investment Grade Exposures (1 of 3)

(dollars in thousands)

BIG Exposures by Asset Exposure Type

	As of	
	December 31, 2022	December 31, 2021
U.S. public finance:		
Tax backed	$ 234,066	$ 719,158
Municipal utilities	82,507	84,599
General obligation	66,657	344,109
Housing revenue	56,201	58,325
Transportation	15,458	24,053
Healthcare	12,650	16,910
Higher education	3,610	14,745
Other public finance	29,164	—
Total U.S. public finance	500,313	1,261,899
Non-U.S. public finance:		
Infrastructure finance	45,088	43,244
Renewable energy	18,424	28,216
Sovereign and sub-sovereign	772	1,026
Total non-U.S. public finance	64,284	72,486
Total public finance	**564,597**	**1,334,385**
U.S. structured finance:		
RMBS	339,425	367,533
Life insurance transactions	6,385	6,385
Consumer receivables	118	1,241
Other structured finance	4,604	6,651
Total U.S. structured finance	350,532	381,810
Non-U.S. structured finance:		
Total non-U.S. structured finance	—	—
Total structured finance	**350,532**	**381,810**
Total BIG net par outstanding	**$ 915,129**	**$ 1,716,195**

Please refer to the Glossary for an explanation of the Company's presentation of net par outstanding and a description of various sectors.

Assured Guaranty Corp.

Below Investment Grade Exposures (2 of 3)

(dollars in thousands)

Net Par Outstanding by BIG Category (1)

	As of	
	December 31, 2022	**December 31, 2021**
BIG Category 1		
U.S. public finance	$ 144,701	$ 162,425
Non-U.S. public finance	64,284	72,325
U.S. structured finance	12,702	23,083
Non-U.S. structured finance	—	—
Total BIG Category 1	221,687	257,833
BIG Category 2		
U.S. public finance	51,296	52,985
Non-U.S. public finance	—	—
U.S. structured finance	22,795	20,217
Non-U.S. structured finance	—	—
Total BIG Category 2	74,091	73,202
BIG Category 3		
U.S. public finance	304,316	1,046,489
Non-U.S. public finance	—	161
U.S. structured finance	315,035	338,510
Non-U.S. structured finance	—	—
Total BIG Category 3	619,351	1,385,160
BIG Total	**$ 915,129**	**$ 1,716,195**

1) BIG Category 1: Below-investment-grade transactions showing sufficient deterioration to make future losses possible, but for which none are currently expected. BIG Category 2: Below-investment-grade transactions for which future losses are expected but for which no claims (other than liquidity claims which are claims that the Company expects to be reimbursed within one year) have yet been paid. BIG Category 3: Below-investment-grade transactions for which future losses are expected and on which claims (other than liquidity claims) have been paid.

Please refer to the Glossary for an explanation of the Company's internal rating approach, presentation of net par outstanding and a description of various sectors.

Assured Guaranty Corp.

Below Investment Grade Exposures (3 of 3)

As of December 31, 2022

(dollars in thousands)

Public Finance and Structured Finance BIG Exposures with Revenue Sources Greater Than $50 Million

Name or description	Net Par Outstanding	Internal Rating (1)
U.S. public finance:		
Puerto Rico Highways & Transportation Authority	$ 212,219	CCC
Puerto Rico Electric Power Authority	68,882	CCC
Subtotal U.S. public finance	**281,101**	
Non-U.S. public finance:		
Subtotal non-U.S. public finance	—	
U.S. structured finance		
RMBS:		
Option One Mortgage Loan Trust 2007-HL1	98,951	CCC
Argent Securities Inc. 2005-W4	92,618	CCC
Subtotal RMBS	**191,569**	
Non-RMBS:		
Subtotal non-RMBS	—	
Subtotal U.S. structured finance	**191,569**	
Total	**$ 472,670**	

1) Transactions rated below B- are categorized as CCC.

Please refer to the Glossary for an explanation of the Company's internal rating approach, presentation of net par outstanding and a description of performance indicators and sectors.

Assured Guaranty Corp.

Largest Exposures by Sector (1 of 3)

As of December 31, 2022

(dollars in thousands)

50 Largest U.S. Public Finance Exposures by Revenue Source

Credit Name:	Net Par Outstanding	Internal Rating (1)
San Diego Family Housing, LLC	$ 910,895	AA
North Texas Tollway Authority	854,307	A+
New Jersey (State of)	848,473	BBB
Alameda Corridor Transportation Authority, California	473,813	BBB+
LCOR Alexandria LLC	379,621	BBB
Metro Washington Airports Authority (Dulles Toll Road)	311,922	BBB+
Miami-Dade County, Florida	213,057	AA-
Puerto Rico Highways & Transportation Authority	212,219	CCC
New York Metropolitan Transportation Authority	193,506	BBB+
Houston Hotel Occupancy Tax, Texas	192,222	BBB
California (State of)	158,441	AA-
San Joaquin Hills Transportation, California	155,457	BBB
Palomar Health	152,069	BBB+
Dodger Tickets LLC	152,043	BBB
Southern California Logistic Airport, California	129,762	BBB-
Navy Midwest Family Housing LLC	121,370	AA-
Washington Water Power (Avista Project)	107,250	A-
Escondido Union High School District, California	103,407	AA-
Municipal Gas Authority of Georgia	90,583	A+
Offutt Air Force Base, Nebraska - America First Communities, LLC	88,799	A+
Grossmont-Cuyamaca Community College District, California	85,979	AA-
Santa Ana Unified School District, California	85,273	A+
New York (City of), New York	85,199	AA
St. Louis, Missouri	83,265	BBB+
Ohana Military Communities, LLC	81,810	A+
Dade County Seaport, Florida	80,033	A
West Contra Costa Unified School District, California	78,071	A+
San Diego County, California	77,935	AA-
Duke Energy Florida	77,613	A
Yankee Stadium LLC New York City Industrial Development Authority	76,305	BBB
Denver (City & County) Airport System, Colorado	72,760	A+
Aurora Military Housing I & II (Elmendorf Air Force Base), LLC	72,524	AA
North Carolina Turnpike Authority	69,836	BBB-
Long Beach Bond Financing Authority (Natural Gas Prepayment Transaction), California	69,617	A
Puerto Rico Electric Power Authority	68,882	CCC
Chicago Water, Illinois	66,862	BBB+
New Haven Unified School District, California	65,875	A+
Fort Benning Family Communities LLC	65,732	A-
Massachusetts State College Building Authority	62,673	AA-
Los Angeles Department of Airports (LAX Project), California	60,866	A
New York Power Authority	60,831	AA-
E-470 Public Highway Authority, Colorado	60,581	A-
Maine (State of)	59,230	A
Municipal Electric Authority of Georgia	59,123	BBB+
Pennsylvania (Commonwealth of)	58,481	BBB-
South Carolina Public Service Authority - Santee Cooper	56,843	BBB
Los Medanos California Community Development Pittsburg, California	53,817	A
Piedmont Municipal Power Authority, South Carolina	52,995	A-
Fairfield Water, California	51,576	AA-
Duval County School Board, Florida	50,866	A
Total top 50 U.S. public finance exposures	**$ 7,900,669**	

1) Transactions rated below B- are categorized as CCC.

Please refer to the Glossary for an explanation of net par outstanding, internal ratings and sectors.

Assured Guaranty Corp.

Largest Exposures by Sector (2 of 3)

As of December 31, 2022

(dollars in thousands)

25 Largest U.S. Structured Finance Exposures

Credit Name:	Net Par Outstanding	Internal Rating (1)
SLM Student Loan Trust 2007-A	$ 182,467	AA
Private US Insurance Securitization	180,000	AA-
Private US Insurance Securitization	180,000	A
Private US Insurance Securitization	169,849	AA-
Private US Insurance Securitization	165,000	AA
Private US Insurance Securitization	154,092	AA-
Private US Insurance Securitization	115,800	AA-
Private US Insurance Securitization	109,831	AA
Private Middle Market CLO	109,480	AAA
Option One Mortgage Loan Trust 2007-HL1	98,951	CCC
Argent Securities Inc. 2005-W4	92,618	CCC
Private Balloon Note Guarantee	85,000	A
ALESCO Preferred Funding XIII, Ltd.	65,388	AAA
Private Balloon Note Guarantee	59,500	BBB
SLM Student Loan Trust 2006-C	54,710	AA
Private Other Structured Finance Transaction	54,365	A-
CAPCO - Excess SIPC Excess of Loss Reinsurance	53,550	BBB
Preferred Term Securities XXIV, Ltd.	49,231	AAA
CWALT Alternative Loan Trust 2007-HY9	47,255	A
Alesco Preferred Funding XVI, Ltd.	44,334	A
Private Other Structured Finance Transaction	43,879	A-
Private Balloon Note Guarantee	42,500	A
Sonic Capital LLC 2020-1	39,410	BBB
Preferred Term Securities XXIII	37,979	AAA
ALESCO Preferred Funding XII, Ltd.	37,133	AAA
Total top 25 U.S. structured finance exposures	**$ 2,272,322**	

1) Transactions rated below B- are categorized as CCC.

Please refer to the Glossary for an explanation of net par outstanding, internal ratings and sectors.

Assured Guaranty Corp.

Largest Exposures by Sector (3 of 3)

As of December 31, 2022

(dollars in thousands)

50 Largest Non-U.S. Exposures by Revenue Source

Credit Name:	Country	Net Par Outstanding	Internal Rating
Anglian Water Services Financing PLC	United Kingdom	$ 222,248	A-
Thames Water Utilities Finance Plc	United Kingdom	200,646	BBB
National Grid Gas PLC	United Kingdom	199,650	BBB+
International Infrastructure Pool	United Kingdom	180,086	AAA
International Infrastructure Pool	United Kingdom	180,086	AAA
International Infrastructure Pool	United Kingdom	180,086	AAA
Wessex Water Services Finance plc	United Kingdom	144,542	AA
Yorkshire Water Services Finance Plc	United Kingdom	142,003	BBB
Northumbrian Water PLC	United Kingdom	141,988	BBB+
Comision Federal De Electricidad (CFE) El Cajon Project	Mexico	140,422	BBB-
Private International Residential Mortgage Transaction	United Kingdom	120,830	A
Regione Lazio	Italy	109,676	BBB-
Private Subscription Finance Transaction	Refer to Note 1	106,424	A
Channel Link Enterprises Finance PLC	France, United Kingdom	99,506	BBB
National Grid Company plc	United Kingdom	97,090	BBB+
M77 - Glasgow Southern Orbital PFI Road Project	United Kingdom	96,079	BBB-
Bain Capital EURO CLO 2021-2	Refer to Note 2	93,553	AAA
United Utilities Water PLC	United Kingdom	90,257	BBB+
North Westerly V Leveraged Loan Strategies CLO	Refer to Note 3	86,960	AAA
Southern Gas Networks PLC	United Kingdom	85,325	BBB
Tymon Park CLO DAC Reset	Refer to Note 4	83,459	AAA
Ancora (OAHS) Pty Ltd.	Australia	80,147	BBB
Verbund, Lease and Sublease of Hydro-Electric Equipment	Austria	75,039	AAA
Envestra Limited	Australia	74,396	A-
Sociedad Concesionaria Autopista Vespucio Sur S.A., Chile	Chile	66,830	BBB
Dwr Cymru Financing Limited	United Kingdom	64,150	A-
Southern Water Services Limited	United Kingdom	61,035	BBB
Electricity North West Ltd	United Kingdom	50,218	BBB+
Severn Trent Water Utilities Finance Plc	United Kingdom	50,009	BBB+
Capital Hospitals (Issuer) PLC	United Kingdom	45,852	BBB-
Private Subscription Finance Transaction	Refer to Note 5	41,225	A
Newcastle Hospitals PFI Project	United Kingdom	32,488	BB+
Feria Muestrario Internacional de Valencia	Spain	31,409	BBB-
Southern Electric Power Distribution Plc	United Kingdom	24,166	BBB
ALBA 2005-1 PLC	United Kingdom	23,945	AAA
Heathrow Funding Limited	United Kingdom	21,576	BBB
Western Power Distribution (South West) PLC	United Kingdom	21,498	BBB+
Derby Healthcare PLC	United Kingdom	20,748	BBB
Western Power Distribution (South Wales) PLC	United Kingdom	20,327	BBB+
Quebec Province	Canada	20,199	AA-
Breeze Finance S.A.	Germany	18,424	B-
Verdun Participations 2 S.A.S.	France	18,352	BBB-
NewHospitals (St Helens & Knowsley) Finance PLC	United Kingdom	15,981	BBB+
University of Essex, United Kingdom	United Kingdom	14,743	A-
South Tees	United Kingdom	13,822	BBB+
MPC Funding Limited	Australia	13,636	BBB+
Belfast Gas Transmission Financing plc	United Kingdom	10,417	A
Central Nottinghamshire Hospitals PLC	United Kingdom	10,292	BBB-
Private Middle Market CLO	Canada, United Kingdom	9,520	AAA
Finance for Residential Social Housing (FRESH) - UK Social Housing	United Kingdom	9,159	BBB
Total top 50 non-U.S. exposures		**$ 3,760,519**	

1) Primarily Germany, Luxembourg, United Kingdom, Netherlands, and Singapore.
2) Primarily France, Luxembourg, Netherlands, United Kingdom, and Germany.
3) Primarily France, Germany, Netherlands, United Kingdom, and Luxembourg,
4) Primarily United Kingdom, Netherlands, France, Luxembourg, and Germany.
5) Primarily United Kingdom, Switzerland, Germany, Norway, and Sweden.

Please refer to the Glossary for an explanation of net par outstanding, internal ratings and sectors.

Assured Guaranty Corp.

Summary of Statutory Financial and Statistical Data

(dollars in thousands)

	As of and for Year Ended December 31,				
	2022	2021	2020	2019	2018
Claims-Paying Resources [(1)]					
Policyholders' surplus	$ 1,916,078	$ 2,069,827	$ 1,716,777	$ 1,775,111	$ 1,792,961
Contingency reserve	346,940	348,062	617,634	621,131	628,738
Qualified statutory capital	**2,263,018**	**2,417,889**	**2,334,411**	**2,396,242**	**2,421,699**
Unearned premium reserve and net deferred ceding commission income	326,786	352,782	363,452	430,665	483,836
Loss and LAE reserves	—	7,072	13,118	150,811	236,295
Total policyholders' surplus and reserves	**2,589,804**	**2,777,743**	**2,710,981**	**2,977,718**	**3,141,830**
Present value of installment premium	200,488	193,521	189,445	187,369	167,058
CCS	200,000	200,000	200,000	200,000	200,000
Excess of loss reinsurance facility	—	—	—	—	180,000
Total claims-paying resources (including proportionate MAC ownership for AGC)	**2,990,292**	**3,171,264**	**3,100,426**	**3,365,087**	**3,688,888**
Adjustment for MAC	—	—	234,852	239,643	281,013
Total claims-paying resources (excluding proportionate MAC ownership for AGC)	**$ 2,990,292**	**$ 3,171,264**	**$ 2,865,574**	**$ 3,125,444**	**$ 3,407,875**
Ratios:					
Net par outstanding to qualified statutory capital	9 :1	9:1	11:1	13:1	15:1
Capital ratio	15 :1	14:1	16:1	19:1	22:1
Financial resources ratio	11 :1	10:1	12:1	14:1	14:1
Adjusted statutory net par outstanding to claims-paying resources (including MAC adjustment for AGC)	7 :1	7:1	8:1	9:1	10:1
Other Financial Information (Statutory Basis) [(2)]					
Net debt service outstanding (end of period)	$32,982,853	$33,024,098	$38,015,005	$45,707,258	$53,213,108
Gross debt service outstanding (end of period)	44,599,698	45,424,851	50,842,602	60,496,257	70,087,190
Net par outstanding (end of period)	20,950,705	21,603,648	25,377,477	30,069,673	35,545,662
Gross par outstanding (end of period)	29,302,574	30,328,782	34,273,962	40,158,338	47,201,518
Ceded to Assured Guaranty affiliates	8,326,369	8,699,634	8,870,984	9,989,191	11,556,382
Gross debt service written:					
Public finance - U.S.	$ 3,690,150	$ 3,480,668	$ —	$ 922,886	$10,932,113
Public finance - non-U.S.	480,692	56,226	—	663,929	6,369,827
Structured finance - U.S.	1,107,988	1,311,776	508,015	1,703,593	1,190,662
Structured finance - non-U.S.	259,941	357,051	—	—	230,439
Total gross debt service written	$ 5,538,771	$ 5,205,721	$ 508,015	$ 3,290,408	$18,723,041

1) See page 8 for additional detail on claims-paying resources and exposure. The December 31, 2018 - 2020 numbers shown for AGC have been adjusted to include its indirect share of MAC. Until April 1, 2021, AGM and AGC owned 60.7% and 39.3%, respectively, of the outstanding stock of Municipal Assurance Holdings Inc., which owned 100% of the outstanding common stock of MAC. On April 1, 2021, as part of a multi-step transaction, AGC sold its interest in MAC Holdings to AGM and MAC was merged with and into AGM, with AGM as the surviving company.
2) The National Association of Insurance Commissioners Annual Statements for U.S. Domiciled Insurance Companies are prepared on a stand-alone basis.

Please refer to the Glossary for an explanation of the presentation of net debt service and net par outstanding and of the various sectors.

Glossary

Net Par Outstanding and Internal Ratings

Net Par Outstanding is insured par exposure, net of reinsurance cessions. Unless otherwise indicated, GAAP net par outstanding amounts exclude amounts as a result of loss mitigation strategies, including securities the Company has purchased for loss mitigation purposes that are held in the investment portfolio.

Internal Rating utilizes the Company's ratings scale, which is similar to that used by the nationally recognized statistical rating organizations; however, the ratings in the tables may not be the same as ratings assigned by any such rating agency.

Statutory Net Par and Net Debt Service Outstanding Under statutory accounting, net par and net debt service outstanding would be reduced both when an outstanding issue is legally defeased (i.e., an issuer has legally discharged its obligations with respect to a municipal security by satisfying conditions set forth in defeasance provisions contained in transaction documents and is no longer responsible for the payment of debt service with respect to such obligations) and when such issue is economically defeased (i.e., transaction documents for a municipal security do not contain defeasance provisions but the issuer establishes an escrow account with U.S. government securities in amounts sufficient to pay the refunded bonds when due; the refunded bonds are not considered paid and continue to be outstanding under the transaction documents and the issuer remains responsible to pay debt service when due to the extent monies on deposit in the escrow account are insufficient for such purpose).

Performance Indicators

The performance information described below is obtained from third parties and/or provided by the trustee and may be subject to revision as updated or additional information is obtained:

Average Credit Enhancement is intended to provide a measure of the amount of equity and/or subordinated tranches that are junior in the capital structure to Assured Guaranty's exposure, expressed as a percentage of the total transaction size, and reflects any reduction of that credit support resulting from defaults or other factors. For transactions where excess spread may be available to absorb certain losses, the amounts shown do not include any benefit from excess spread. The calculation methodologies differ for the various asset classes to reflect differences in transaction structures in order to provide a measure that management believes is comparable across asset classes. Some asset classes may not have subordinated tranches so they are excluded from the weighted averages.

Sectors

Below are brief descriptions of selected types of public and structured finance obligations that the Company insures and reinsures. For a more complete description, please refer to Assured Guaranty Ltd.'s Annual Report on Form 10-K for the year ended December 31, 2022.

U.S. Public Finance:

General Obligation Bonds are full faith and credit obligations that are issued by states, their political subdivisions and other municipal issuers, and are supported by the general obligation of the issuer to pay from available funds and by a pledge of the issuer to levy property taxes in an amount sufficient to provide for the full payment of the bonds.

Tax-Backed Bonds are obligations that are supported by the issuer from specific and discrete sources of taxation and tax-backed revenue bonds. Tax-backed obligations may be secured by a lien on specific pledged tax revenues, such as a gasoline or excise tax, or an income tax, or incrementally from growth in property tax revenue associated with growth in property values. These obligations also include obligations secured by special assessments levied against property owners and often benefit from issuer covenants to enforce collections of such assessments and to foreclose on delinquent properties. Lease revenue bonds typically are general fund obligations of a municipality or other governmental authority that are subject to annual appropriation or abatement; projects financed and subject to such lease payments ordinarily include real estate or equipment serving an essential public purpose.

Municipal Utility Bonds are obligations of all forms of municipal utilities, including electric, water and sewer utilities and resource recovery revenue bonds. These utilities may be organized in various forms, including municipal enterprise systems, authorities or joint action agencies.

Transportation Bonds include a wide variety of revenue-supported obligations, such as bonds for airports, ports, tunnels, municipal parking facilities, toll roads and toll bridges.

Healthcare Bonds are obligations of healthcare facilities, including community-based hospitals and systems, as well as of health maintenance organizations and long-term care facilities.

Higher Education Bonds are obligations secured by revenue collected by either public or private secondary schools, colleges and universities. Such revenue can encompass all of an institution's revenue, including tuition and fees, or in other cases, can be specifically restricted to certain auxiliary sources of revenue or revenue relating to student accommodation.

Infrastructure Bonds include obligations issued by a variety of entities engaged in the financing of infrastructure projects, such as roads, airports, ports, social infrastructure and other physical assets delivering essential services supported by long-term concession arrangements with a public sector entity.

Glossary (continued)

***Sectors* (continued)**

Investor-Owned Utility Bonds are obligations primarily issued by investor-owned utilities, and include first mortgage bond obligations of for-profit electric or water utilities providing retail, industrial and commercial service, as well as sale-leaseback obligation bonds supported by such entities.

Renewable Energy Bonds are obligations backed by revenue from renewable energy sources.

Housing Revenue Bonds are obligations relating to both single and multi-family housing, issued by states and localities, supported by cash flow and, in some cases, insurance from entities such as the Federal Housing Administration.

Other Public Finance Bonds include other debt issued, guaranteed or otherwise supported by U.S. national or local governmental authorities, as well as student loans, revenue bonds, and obligations of some not-for-profit organizations.

Non-U.S. Public Finance:

Regulated Utility Obligations are obligations issued by government-regulated providers of essential services and commodities, including electric, water and gas utilities, supported by the rates and charges paid by the utilities' customers. The majority of the Company's non-U.S. regulated utility business is conducted in the U.K.

Infrastructure Finance Obligations are obligations issued by a variety of entities engaged in the financing of non-U.S. infrastructure projects, such as roads, airports, ports, social infrastructure, student accommodations, stadiums, and other physical assets delivering essential services supported either by long-term concession arrangements or a regulatory regime. The majority of the Company's non-U.S. infrastructure business is conducted in the U.K.

Pooled Infrastructure Obligations are synthetic asset-backed obligations that take the form of CDS obligations or credit-linked notes that reference either infrastructure finance obligations or a pool of such obligations, with a defined deductible to cover credit risks associated with the referenced obligations. The Company has not entered into a pooled infrastructure transaction since 2006.

Sovereign and Sub-Sovereign Obligations primarily includes obligations of local, municipal, regional or national governmental authorities or agencies outside of the U.S.

Renewable Energy Bonds are obligations secured by revenues relating to renewable energy sources, typically solar or wind farms. These transactions often benefit from regulatory support in the form of regulated minimum prices for the electricity produced. The majority of the Company's non-U.S. renewable energy business is conducted in Spain.

Other Public Finance Obligations are obligations of, or backed by, local, municipal, regional or national governmental authorities or agencies not generally described in any of the other described categories.

Structured Finance:

Pooled Corporate Obligations are securities primarily backed by various types of corporate debt obligations, such as secured or unsecured bonds, bank loans or loan participations and trust preferred securities (TruPS). These securities are often issued in ''tranches,'' with subordinated tranches providing credit support to the more senior tranches. The Company's financial guaranty exposures generally are to the more senior tranches of these issues.

Residential Mortgage-Backed Securities (RMBS) are obligations backed by first and second lien mortgage loans on residential properties. The credit quality of borrowers covers a broad range, including "prime," "subprime" and "Alt-A." A prime borrower is generally defined as one with strong risk characteristics as measured by factors such as payment history, credit score, and debt-to-income ratio. A subprime borrower is a borrower with higher risk characteristics. An Alt-A borrower is generally defined as a prime quality borrower that lacks certain ancillary characteristics, such as fully documented income. RMBS include home equity lines of credit (HELOCs), which refers to a type of residential mortgage-backed transaction backed by second-lien loan collateral. The Company has not provided insurance for RMBS in the primary market since 2008.

Consumer Receivables Securities are obligations backed by non-mortgage consumer receivables, such as student loans, automobile loans and leases, manufactured home loans and other consumer receivables.

Life Insurance Transactions are obligations secured by the future earnings from pools of various types of insurance/reinsurance policies and income produced by invested assets.

Other Structured Finance Obligations are obligations backed by assets not generally described in any of the other described categories.

Non-GAAP Financial Measures

The Company discloses both (a) financial measures determined in accordance with GAAP and (b) financial measures not determined in accordance with GAAP (non-GAAP financial measures). Financial measures identified as non-GAAP should not be considered substitutes for GAAP financial measures. The primary limitation of non-GAAP financial measures is the potential lack of comparability to financial measures of other companies, whose definitions of non-GAAP financial measures may differ from those of the Company.

The Company believes its presentation of non-GAAP financial measures provides information that is necessary for analysts to calculate their estimates of Assured Guaranty's financial results in their research reports on Assured Guaranty and for investors, analysts and the financial news media to evaluate Assured Guaranty's financial results.

GAAP requires the Company to consolidate entities where it is deemed to be the primary beneficiary which include:

- FG VIEs, which the Company does not own and where its exposure is limited to its obligation under the financial guaranty insurance contract, and
- CIVs in which certain subsidiaries invest and which are managed by AssuredIM.

The Company discloses the effect of FG VIE and CIV consolidation that is embedded in each non-GAAP financial measure, as applicable. The Company believes this information may also be useful to analysts and investors evaluating Assured Guaranty's financial results. In the case of both the consolidated FG VIEs and the CIVs, the economic effect on the Company of each of the consolidated FG VIEs and CIVs is reflected primarily in the results of the Insurance segment.

Management of the Company and AGL's Board of Directors use non-GAAP financial measures further adjusted to remove the effect of FG VIE and CIV consolidation (which the Company refers to as its core financial measures), as well as GAAP financial measures and other factors, to evaluate the Company's results of operations, financial condition and progress towards long-term goals. The Company uses core financial measures in its decision-making process for and in its calculation of certain components of management compensation. The financial measures that AGL and the Company use to help determine compensation are: (1) adjusted operating income, further adjusted to remove the effect of FG VIE and CIV consolidation; (2) adjusted operating shareholders' equity, further adjusted to remove the effect of FG VIE and CIV consolidation; (3) adjusted book value per share, further adjusted to remove the effect of FG VIE and CIV consolidation; (4) PVP; and (5) gross third-party assets raised.

Management believes that many investors, analysts and financial news reporters use adjusted operating shareholders' equity and/or adjusted book value, each further adjusted to remove the effect of FG VIE and CIV consolidation, as the principal financial measures for valuing AGL's current share price or projected share price and also as the basis of their decision to recommend, buy or sell AGL's common shares. Management also believes that many of the Company's fixed income investors also use adjusted operating shareholders' equity, further adjusted to remove the effect of FG VIE and CIV consolidation, to evaluate the Company's capital adequacy.

Adjusted operating income, further adjusted for the effect of FG VIE and CIV consolidation enables investors and analysts to evaluate the Company's financial results in comparison with the consensus analyst estimates distributed publicly by financial databases.

The following paragraphs define each non-GAAP financial measure disclosed by the Company and describe why it is useful. To the extent there is a directly comparable GAAP financial measure, a reconciliation of the non-GAAP financial measure and the most directly comparable GAAP financial measure is presented within this financial supplement.

Adjusted Operating Income: Management believes that adjusted operating income is a useful measure because it clarifies the understanding of the operating results of the Company. Adjusted operating income is defined as net income (loss) attributable to the Company, as reported under GAAP, adjusted for the following:

1) Elimination of realized gains (losses) on the Company's investments, except for gains and losses on securities classified as trading. The timing of realized gains and losses, which depends largely on market credit cycles, can vary considerably across periods. The timing of sales is largely subject to the Company's discretion and influenced by market opportunities, as well as the Company's tax and capital profile.

2) Elimination of non-credit impairment-related unrealized fair value gains (losses) on credit derivatives that are recognized in net income, which is the amount of unrealized fair value gains (losses) in excess of the present value of the expected estimated economic credit losses, and non-economic payments. Such fair value adjustments are heavily affected by, and in part fluctuate with, changes in market interest rates, the Company's credit spreads, and other market factors and are not expected to result in an economic gain or loss.

3) Elimination of fair value gains (losses) on the Company's CCS that are recognized in net income. Such amounts are affected by changes in market interest rates, the Company's credit spreads, price indications on the Company's publicly traded debt, and other market factors and are not expected to result in an economic gain or loss.

Non-GAAP Financial Measures (continued)

4) Elimination of foreign exchange gains (losses) on remeasurement of net premium receivables and loss and LAE reserves that are recognized in net income. Long-dated receivables and loss and LAE reserves represent the present value of future contractual or expected cash flows. Therefore, the current period's foreign exchange remeasurement gains (losses) are not necessarily indicative of the total foreign exchange gains (losses) that the Company will ultimately recognize.

5) Elimination of the tax effects related to the above adjustments, which are determined by applying the statutory tax rate in each of the jurisdictions that generate these adjustments.

Adjusted Operating Shareholders' Equity and Adjusted Book Value: Management believes that adjusted operating shareholders' equity is a useful measure because it excludes the fair value adjustments on investments, credit derivatives and CCS that are not expected to result in economic gain or loss.

Adjusted operating shareholders' equity is defined as shareholders' equity attributable to the Company, as reported under GAAP, adjusted for the following:

1) Elimination of non-credit impairment-related unrealized fair value gains (losses) on credit derivatives, which is the amount of unrealized fair value gains (losses) in excess of the present value of the expected estimated economic credit losses, and non-economic payments. Such fair value adjustments are heavily affected by, and in part fluctuate with, changes in market interest rates, credit spreads and other market factors and are not expected to result in an economic gain or loss.

2) Elimination of fair value gains (losses) on the Company's CCS. Such amounts are affected by changes in market interest rates, the Company's credit spreads, price indications on the Company's publicly traded debt, and other market factors and are not expected to result in an economic gain or loss.

3) Elimination of unrealized gains (losses) on the Company's investments that are recorded as a component of accumulated other comprehensive income (AOCI). The AOCI component of the fair value adjustment on the investment portfolio is not deemed economic because the Company generally holds these investments to maturity and therefore would not recognize an economic gain or loss.

4) Elimination of the tax effects related to the above adjustments, which are determined by applying the statutory tax rate in each of the jurisdictions that generate these adjustments.

Management uses adjusted book value, further adjusted for FG VIE and CIV consolidation, to measure the intrinsic value of the Company, excluding franchise value. Adjusted book value per share, further adjusted for FG VIE and CIV consolidation (core adjusted book value), is one of the key financial measures used in determining the amount of certain long-term compensation elements to management and employees and used by rating agencies and investors. Management believes that adjusted book value is a useful measure because it enables an evaluation of the Company's in-force premiums and revenues net of expected losses. Adjusted book value is adjusted operating shareholders' equity, as defined above, further adjusted for the following:

1) Elimination of deferred acquisition costs, net. These amounts represent net deferred expenses that have already been paid or accrued and will be expensed in future accounting periods.

2) Addition of the net present value of estimated net future revenue. See below.

3) Addition of the deferred premium revenue on financial guaranty contracts in excess of expected loss to be expensed, net of reinsurance. This amount represents the present value of the expected future net earned premiums, net of the present value of expected losses to be expensed, which are not reflected in GAAP equity.

4) Elimination of the tax effects related to the above adjustments, which are determined by applying the statutory tax rate in each of the jurisdictions that generate these adjustments.

The unearned premiums and revenues included in adjusted book value will be earned in future periods, but actual earnings may differ materially from the estimated amounts used in determining current adjusted book value due to changes in foreign exchange rates, prepayment speeds, terminations, credit defaults and other factors.

Non-GAAP Financial Measures (continued)

Adjusted Operating Return on Equity (Adjusted Operating ROE): Adjusted Operating ROE represents adjusted operating income for a specified period divided by the average of adjusted operating shareholders' equity at the beginning and the end of that period. Management believes that adjusted operating ROE is a useful measure to evaluate the Company's return on invested capital. Many investors, analysts and members of the financial news media use adjusted operating ROE, adjusted for VIE consolidation, to evaluate AGL's share price and as the basis of their decision to recommend, buy or sell the AGL common shares. Quarterly and year-to-date adjusted operating ROE are calculated on an annualized basis. Adjusted operating ROE, adjusted for VIE consolidation, is one of the key management financial measures used in determining the amount of certain long-term compensation to management and employees and used by rating agencies and investors.

Net Present Value of Estimated Net Future Revenue: Management believes that this amount is a useful measure because it enables an evaluation of the present value of estimated net future revenue for non-financial guaranty insurance contracts. This amount represents the net present value of estimated future revenue from these contracts (other than credit derivatives with net expected losses), net of reinsurance, ceding commissions and premium taxes.

Future installment premiums are discounted at the approximate average pre-tax book yield of fixed-maturity securities purchased during the prior calendar year, other than Loss Mitigation Securities. The discount rate is recalculated annually and updated as necessary. Net present value of estimated future revenue for an obligation may change from period to period due to a change in the discount rate or due to a change in estimated net future revenue for the obligation, which may change due to changes in foreign exchange rates, prepayment speeds, terminations, credit defaults or other factors that affect par outstanding or the ultimate maturity of an obligation. There is no corresponding GAAP financial measure.

PVP or Present Value of New Business Production: Management believes that PVP is a useful measure because it enables the evaluation of the value of new business production in the Insurance segment by taking into account the value of estimated future installment premiums on all new contracts underwritten in a reporting period as well as additional installment premiums and fees on existing contracts (which may result from supplements or fees or from the issuer not calling an insured obligation the Company projected would be called), regardless of form, which management believes GAAP gross written premiums and changes in fair value of credit derivatives do not adequately measure. PVP in respect of contracts written in a specified period is defined as gross upfront and installment premiums received and the present value of gross estimated future installment premiums.

Future installment premiums are discounted at the approximate average pre-tax book yield of fixed-maturity securities purchased during the prior calendar year, other than certain fixed-maturity securities such as Loss Mitigation Securities. The discount rate is recalculated annually and updated as necessary. Under GAAP, financial guaranty installment premiums are discounted at a risk-free rate. Additionally, under GAAP, management records future installment premiums on financial guaranty insurance contracts covering non-homogeneous pools of assets based on the contractual term of the transaction, whereas for PVP purposes, management records an estimate of the future installment premiums the Company expects to receive, which may be based upon a shorter period of time than the contractual term of the transaction.

Actual installment premiums may differ from those estimated in the Company's PVP calculation due to factors including, but not limited to, changes in foreign exchange rates, prepayment speeds, terminations, credit defaults, or other factors that affect par outstanding or the ultimate maturity of an obligation.

Assured Guaranty Corp.
1633 Broadway
New York, NY 10019
(212) 974-0100
www.assuredguaranty.com

Contacts:

Equity and Fixed Income Investors:
Robert Tucker
Senior Managing Director, Investor Relations and Corporate Communications
(212) 339-0861
rtucker@agltd.com

Michael Walker
Managing Director, Fixed Income Investor Relations
(212) 261-5575
mwalker@agltd.com

Andre Thomas
Managing Director, Equity Investor Relations
(212) 339-3551
athomas@agltd.com

Media:
Ashweeta Durani
Vice President, Media Relations
(212) 408-6042
adurani@agltd.com