

Bulletin:

# Assured Guaranty Ltd. Merging Subsidiaries Doesn't Change Our Assessment Of The Consolidated Entity's Financial Strength

July 9, 2024

This report does not constitute a rating action.

S&P Global Ratings today said the proposed merger of Assured Guaranty Municipal Corp. (AGM; AA/Stable/--) into Assured Guaranty Inc. (AG; AA/Stable/--) won't change its assessment of the Assured Guaranty group's business risk or financial risk positions. Upon consummation of the merger, all of AGM's insured par exposure will become insured obligations of AG.

We expect no change in the company's business strategy or approach to risk management. When evaluating capital adequacy for the companies, we run a consolidated capital adequacy model; therefore, we already considered the business being assumed by AG in our capital adequacy analysis. Additionally, the transferring of AGM's investment portfolio securities to AG does not materially change the capital position of the consolidated group, in our view.

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