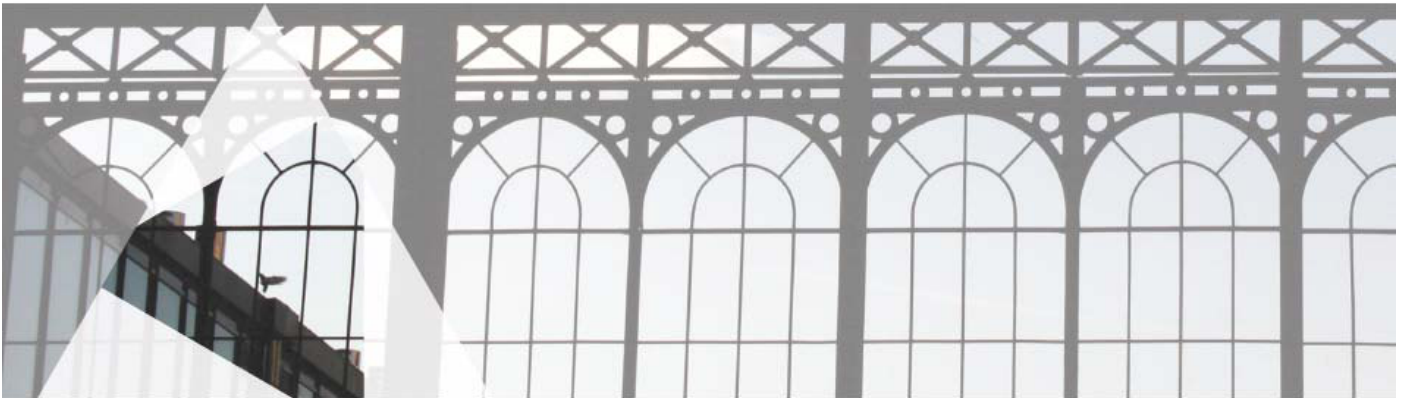


**Syncora Guarantee Inc.
Syncora Capital Assurance Inc.**

**2nd QUARTER 2016
OPERATING SUPPLEMENT**



Syncora Guarantee Inc. Syncora Capital Assurance Inc.

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Notes:

All information herein is presented on a statutory basis unless otherwise specified.

Numbers throughout the document may not add due to rounding.

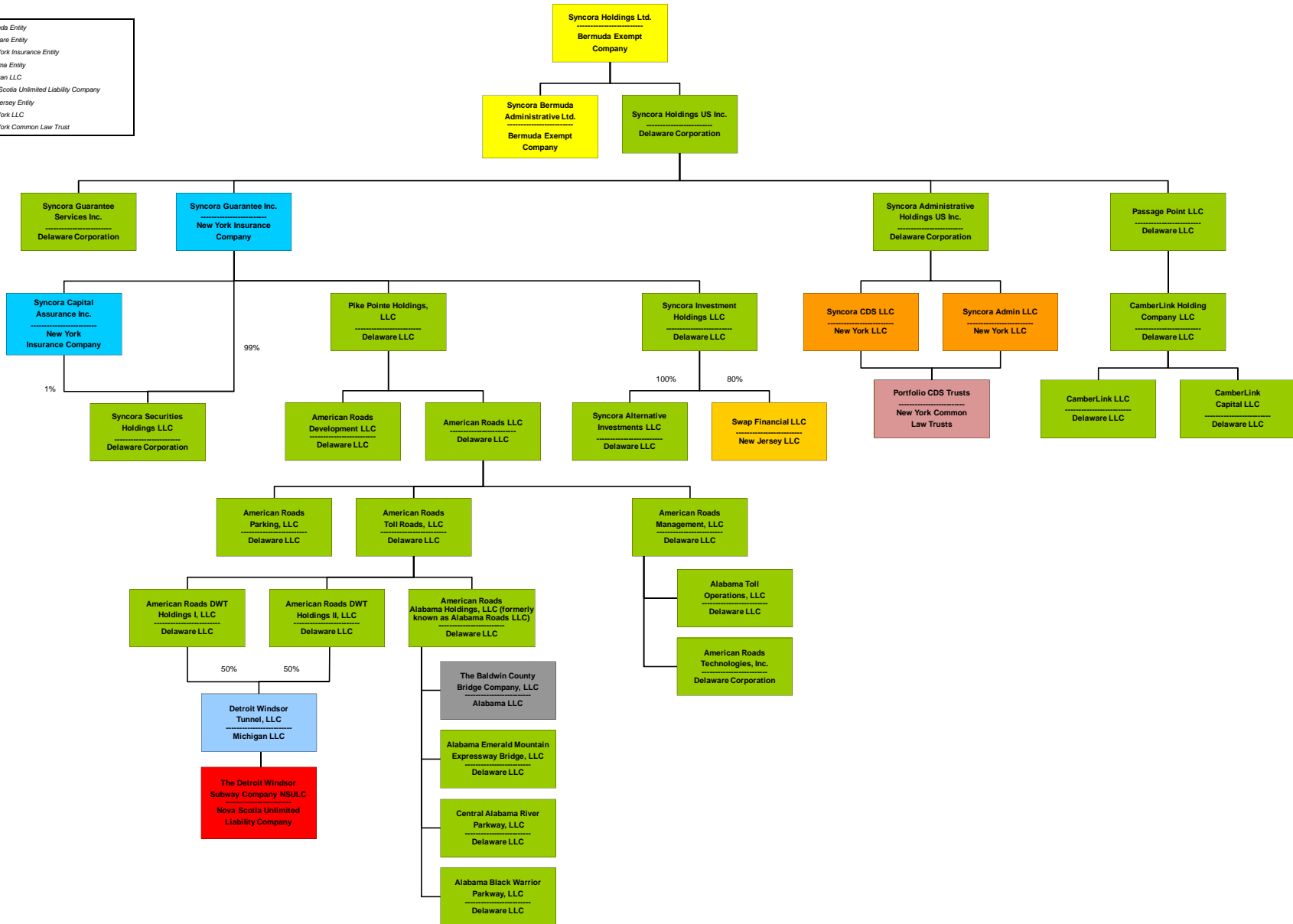
Syncora Guarantee Inc. Syncora Capital Assurance Inc. Certain Definitions

Leverage ratio¹	Net par outstanding divided by total claims paying resources.
Net par outstanding	Aggregate principal value of insurance policies and credit derivative contracts insured at the end of the reporting period, reduced by cessions to reinsurers.
Net premiums written	Direct premiums written plus assumed reinsurance premiums less ceded reinsurance premiums.
Net present value of future installment premiums on insurance policies and credit derivative contracts (NPVFIP)¹	Estimated installment premiums written on insurance policies and credit derivative contracts anticipated to be earned in future periods on policies in force, reduced by planned cessions to reinsurers, plus associated ceding commissions received from reinsurers, discounted at 7%. NPVFIP is a management estimate which can be negatively affected by prepayments, early terminations, credit losses or other factors.
Net principal and interest outstanding	Aggregate principal value of insurance policies and credit derivative contracts insured at the end of the reporting period including all future interest payable on obligations, reduced by cessions to reinsurers.

Note:

¹Includes certain management estimates.

Syncora Legal Entity Structure



Notes:
There are no voting rights preferences between the two members who share ownership of Detroit Windsor Tunnel LLC.

Assets, Liabilities, Surplus and Other Funds (U.S. dollars in thousands)

Syncora Guarantee Inc.

	As of		
	6/30/2016	3/31/2016	12/31/2015
Assets			
Cash, cash equivalents and short-term investments	\$ 89,191	\$ 78,640	\$ 138,547
Bonds	862,879	880,566	818,094
Uninsured cash flow certificates	67,527	59,004	54,156
Interest rate derivatives	22	96	521
Investment in subsidiary	3,634	-	-
Other invested assets	240,517	225,048	229,094
Receivables for securities	8,145	-	-
Subtotal, cash and invested assets	1,271,916	1,243,355	1,240,412
Investment income due and accrued	5,627	3,151	2,930
Uncollected premiums and reinsurance assets	816	844	1,461
Other assets	3,793	4,290	4,643
Total Assets	\$ 1,282,152	\$ 1,251,641	\$ 1,249,446
Liabilities, Surplus and Other Funds			
Losses and loss adjustment expenses	\$ (86,342)	\$ (48,441)	\$ (45,406)
Unearned premiums	109,051	110,342	111,061
Payable to parent, subsidiaries and affiliates	4,711	4,561	7,485
Mandatory contingency reserve	86,898	86,776	85,147
Other liabilities	17,115	9,859	4,203
Total Liabilities	131,433	163,097	162,489
Surplus notes	584,334	584,334	584,334
Preferred capital stock	200,000	200,000	200,000
Common capital stock	15,000	15,000	15,000
Gross paid in and contributed surplus	2,046,972	2,046,972	2,046,972
Unassigned funds (surplus)	(1,695,586)	(1,757,763)	(1,759,349)
Surplus as regards policyholders	1,150,720	1,088,544	1,086,957
Total Liabilities, Surplus and Other Funds	\$ 1,282,152	\$ 1,251,641	\$ 1,249,446

Syncora Capital Assurance Inc.

	As of		
	6/30/2016	3/31/2016	12/31/2015
Assets			
Cash, cash equivalents and short-term investments	\$ 56,835	\$ 71,986	\$ 72,960
Preferred stocks	2,607	2,629	2,599
Common stocks	25,623	21,388	18,390
Bonds	284,276	299,359	305,936
Uninsured cash flow certificates	59,190	55,266	57,405
Other invested assets	4,121	6,386	5,449
Receivables for securities	3,500	2,301	-
Subtotal, cash and invested assets	436,152	459,314	462,738
Investment income due and accrued	2,216	2,523	2,190
Uncollected premiums	1,134	995	1,134
Net deferred tax asset	2,699	2,692	2,793
Receivable from parent, subsidiaries and affiliates	1,870	-	-
Other assets	64	64	50
Total Assets	\$ 444,135	\$ 465,588	\$ 468,905
Liabilities, Surplus and Other Funds			
Losses and loss adjustment expenses	\$ 38,945	\$ 52,785	\$ 40,334
Unearned premiums	149,789	155,983	163,483
Payable to parent, subsidiaries and affiliates	4,507	9,443	10,155
Mandatory contingency reserve	42,097	57,612	62,253
Payable for securities	5,042	4,825	41
Other liabilities	120	428	532
Total Liabilities	240,501	281,075	276,798
Surplus notes	200,000	200,000	200,000
Common capital stock	2,500	2,500	2,500
Gross paid in and contributed surplus	219,000	219,000	219,000
Unassigned funds (surplus)	(217,866)	(236,986)	(229,392)
Surplus as regards policyholders	203,634	184,514	192,108
Total Liabilities, Surplus and Other Funds	\$ 444,135	\$ 465,588	\$ 468,905

Statement of Income

(U.S. dollars in thousands)

Syncora Guarantee Inc.

	Three Months Ended		
	6/30/2016	3/31/2016	12/31/2015
Net premiums written	\$ 2,458	\$ 2,526	\$ 958
Underwriting Income			
Net premiums earned	\$ 3,748	\$ 3,246	\$ 22,528
Net losses/(releases) incurred	(31,528)	(2,796)	(132,531)
Loss adjustment expenses (benefit) incurred	862	2,044	(3,629)
Other underwriting expenses incurred	9,605	6,233	12,616
Net underwriting gain/(loss)	24,809	(2,236)	146,072
Investment Income			
Net investment income earned	14,096	7,032	13,105
Net realized gains/(losses)	3,944	732	(3,339)
Total net investment gain/(loss)	18,041	7,764	9,766
Other Income			
Other income	29	11	-
Net income/(loss) before taxes	42,878	5,539	155,838
Federal and foreign income taxes incurred/(benefit)	1,590	(2,887)	(4,963)
Net income/(loss)	\$ 41,288	\$ 8,426	\$ 160,802

Syncora Capital Assurance Inc.

	Three Months Ended		
	6/30/2016	3/31/2016	12/31/2015
Net premiums written	\$ 1,329	\$ 3,712	\$ 1,570
Underwriting Income			
Net premiums earned	\$ 7,522	\$ 11,212	\$ 21,997
Net losses/(releases) incurred	5,224	13,585	(1,638)
Loss adjustment expenses incurred	(4,418)	78	100
Other underwriting expenses incurred	4,482	6,528	5,497
Net underwriting gain/(loss)	2,234	(8,979)	18,037
Investment Income			
Net investment income (expense) earned	258	4,182	(1,541)
Net realized capital gains/(losses)	(1,829)	(4,098)	3,937
Total net investment gain/(loss)	(1,571)	83	2,395
Other Income			
Other income	-	7	17
Net income/(loss) before taxes	663	(8,889)	20,450
Federal and foreign income taxes incurred/(benefit)	(1,580)	2,950	4,699
Net income/(loss)	\$ 2,242	\$ (11,839)	\$ 15,751

Claims Paying Resources & Leverage Ratio (U.S. dollars in millions)

Syncora Guarantee Inc.

	As of		
	6/30/2016	3/31/2016	12/31/2015
Claims paying resources			
Policyholders' surplus	\$ 1,151	\$ 1,089	\$ 1,087
Contingency reserve	87	87	85
Qualified statutory capital	1,238	1,175	1,172
Unearned premium revenue	109	110	111
Loss & loss adjustment expense reserves ^{1,2,3}	110	160	157
Total policyholders' surplus & reserves	1,457	1,445	1,440
NPVFIP	39	41	41
Total claims paying resources	\$ 1,496	\$ 1,487	\$ 1,481
Net par outstanding	\$ 6,023	\$ 6,577	\$ 6,634
Leverage ratio (Net par outstanding/Total claims paying resources)	4.0	4.4	4.5

Notes:

¹ For the three months ended 6/30/2016, the reported loss and loss adjustment expenses excludes the recoverable benefit of six structured single risk credits (\$196.6 million).

² For the three months ended 3/31/2016, the reported loss and loss adjustment expenses excludes the recoverable benefit of six structured single risk credits (\$208.2 million).

³ For the three months ended 12/31/2015, the reported loss and loss adjustment expenses excludes the recoverable benefit of five structured single risk credits (\$202.7 million).

Syncora Capital Assurance Inc.

	As of		
	6/30/2016	3/31/2016	12/31/2015
Claims paying resources			
Policyholders' surplus	\$ 204	\$ 185	\$ 192
Contingency reserve	42	58	62
Qualified statutory capital	246	242	254
Unearned premium revenue	150	156	163
Loss & loss adjustment expense reserves ^{1,2,3}	78	101	88
Total policyholders' surplus & reserves	474	499	506
NPVFIP	86	89	93
Total claims paying resources	\$ 559	\$ 588	\$ 599
Net par outstanding	\$ 18,626	\$ 20,599	\$ 21,735
Leverage ratio (Net par outstanding/Total claims paying resources)	33.3	35.0	36.3

Notes:

¹ For the three months ended 6/30/2016, the reported loss and loss adjustment expenses excludes the recoverable benefit of a public finance credit (\$39.4 million).

² For the three months ended 3/31/2016, the reported loss and loss adjustment expenses excludes the recoverable benefit of a public finance credit (\$48.1 million).

³ For the three months ended 12/31/2015, the reported loss and loss adjustment expenses excludes the recoverable benefit of a public finance credit (\$47.7 million).

Insured Portfolio - Net Par Outstanding

(U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
Public Finance						
General Obligation	\$ 151		\$ 157		\$ 161	
Utility	53		61		61	
Special Revenue	46		76		107	
Appropriation	11		11		12	
Other	4		4		4	
Total Public Finance	\$ 265	4.4%	\$ 311	4.7%	\$ 346	5.2%
Asset-Backed Securities						
RMBS	\$ 484		\$ 526		\$ 552	
Total Asset-Backed Securities	\$ 484	8.0%	\$ 526	8.0%	\$ 552	8.3%
Collateralized Debt Obligations						
Cashflow CDO	\$ 40		\$ 41		\$ 42	
Total Collateralized Debt Obligations	\$ 40	0.7%	\$ 41	0.6%	\$ 42	0.6%
Structured Single Risk						
Global Infrastructure	\$ 2,464		\$ 2,783		\$ 2,710	
Power & Utilities	2,362		2,503		2,560	
Specialized Risk	408		412		424	
Total Structured Single Risk	\$ 5,234	86.9%	\$ 5,699	86.7%	\$ 5,694	85.8%
Total Net Par Outstanding	\$ 6,023	100.0%	\$ 6,577	100.0%	\$ 6,634	100.0%

Notes:

Categories include domestic and international credits.

Syncora Capital Assurance Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
Public Finance						
Special Revenue	\$ 5,480		\$ 5,652		\$ 5,816	
General Obligation	3,423		3,859		4,218	
Utility	2,223		2,497		2,598	
Non Ad Valorem	1,562		1,604		1,721	
Appropriation	778		805		849	
Total Public Finance	\$ 13,466	72.3%	\$ 14,418	70.0%	\$ 15,202	69.9%
Asset-Backed Securities						
Commercial ABS	\$ -		\$ 54		\$ 72	
Total Asset-Backed Securities	\$ -	-%	\$ 54	0.3%	\$ 72	0.3%
Collateralized Debt Obligations						
Synthetic CDO	\$ 503		\$ 724		\$ 897	
Cashflow CDO	190		617		729	
Total Collateralized Debt Obligations	\$ 693	3.7%	\$ 1,341	6.5%	\$ 1,626	7.5%
Structured Single Risk						
Power & Utilities	\$ 2,981		\$ 3,199		\$ 3,220	
Global Infrastructure	1,435		1,537		1,565	
Specialized Risk	50		50		50	
Total Structured Single Risk	\$ 4,466	24.0%	\$ 4,785	23.2%	\$ 4,835	22.2%
Total Net Par Outstanding	\$ 18,626	100.0%	\$ 20,599	100.0%	\$ 21,735	100.0%

Notes:

Categories include domestic and international credits.

Insured Portfolio - Debt Service Amortization

(U.S. dollars in millions)

Syncora Guarantee Inc.

Q2 2016			Q1 2016			Q4 2015		
Scheduled Net		NPIO	Scheduled Net		NPIO	Scheduled Net		NPIO
Debt Service			Debt Service			Debt Service		
			2016 Q1	\$ -	\$ 10,353	2015 Q4	\$ -	\$ 10,585
2016 Q2	\$ -	\$ 9,619	2016 Q2	334	10,019	2016 Q1	216	10,369
2016 Q3	86	9,533	2016 Q3	87	9,933	2016 Q2	320	10,049
2016 Q4	136	9,398	2016 Q4	140	9,793	2016 Q3	87	9,962
Total 2016	\$ 222		Total 2016	\$ 560		2016 Q4	283	9,679
						Total 2016	\$ 906	
2017	\$ 385	\$ 9,013	2017	\$ 405	\$ 9,388	2017	\$ 400	\$ 9,279
2018	586	8,426	2018	608	8,780	2018	574	8,704
2019	367	8,059	2019	384	8,396	2019	222	8,482
2020	388	7,672	2020	406	7,990	2020	368	8,114
Total 2017-2020	\$ 1,726		Total 2017-2020	\$ 1,802		Total 2017-2020	\$ 1,565	
2021-2025	\$ 1,772	\$ 5,900	2021-2025	\$ 1,867	\$ 6,123	2021-2025	\$ 1,748	\$ 6,366
2026-2030	590	5,310	2026-2030	644	5,479	2026-2030	639	5,728
2031-2035	1,053	4,257	2031-2035	1,152	4,327	2031-2035	1,179	4,549
2036 and thereafter	4,257	-	2036 and thereafter	4,327	-	2036 and thereafter	4,549	-
Total 2021-thereafter	\$ 7,672		Total 2021-thereafter	\$ 7,990		Total 2021-thereafter	\$ 8,114	
Total	\$ 9,619		Total	\$ 10,353		Total	\$ 10,585	

Notes:

NPIO represents Net Principal and Interest Outstanding.

Syncora Capital Assurance Inc.

Q2 2016			Q1 2016			Q4 2015		
Scheduled Net		NPIO	Scheduled Net		NPIO	Scheduled Net		NPIO
Debt Service			Debt Service			Debt Service		
			2016 Q1	\$ -	\$ 32,648	2015 Q4	\$ -	\$ 34,426
2016 Q2	\$ -	\$ 29,761	2016 Q2	779	31,869	2016 Q1	801	33,626
2016 Q3	788	28,973	2016 Q3	840	31,029	2016 Q2	759	32,866
2016 Q4	509	28,464	2016 Q4	608	30,422	2016 Q3	835	32,032
Total 2016	\$ 1,297		Total 2016	\$ 2,226		2016 Q4	617	31,415
						Total 2016	\$ 3,011	
2017	\$ 1,925	\$ 26,540	2017	\$ 2,190	\$ 28,231	2017	\$ 2,234	\$ 29,181
2018	1,349	25,191	2018	1,463	26,768	2018	1,521	27,660
2019	1,329	23,862	2019	1,433	25,335	2019	1,492	26,168
2020	1,474	22,388	2020	1,569	23,766	2020	1,627	24,541
Total 2017-2020	\$ 6,076		Total 2017-2020	\$ 6,656		Total 2017-2020	\$ 6,874	
2021-2025	\$ 6,582	\$ 15,806	2021-2025	\$ 6,950	\$ 16,816	2021-2025	\$ 7,196	\$ 17,345
2026-2030	5,386	10,420	2026-2030	5,772	11,044	2026-2030	5,914	11,431
2031-2035	3,779	6,641	2031-2035	3,999	7,045	2031-2035	4,076	7,355
2036 and thereafter	6,641	-	2036 and thereafter	7,045	-	2036 and thereafter	7,355	-
Total 2021-thereafter	\$ 22,388		Total 2021-thereafter	\$ 23,766		Total 2021-thereafter	\$ 24,541	
Total	\$ 29,761		Total	\$ 32,648		Total	\$ 34,426	

Notes:

NPIO represents Net Principal and Interest Outstanding.

Insured Portfolio - Composition & Loss Reserves (U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	# of Credits	NPO	# of Credits	NPO	# of Credits
Public Finance	\$ 265	14	\$ 311	16	\$ 346	16
Asset-Backed Securities	484	27	526	28	552	28
Collateralized Debt Obligations	40	3	41	3	42	3
Structured Single Risk	5,234	30	5,699	30	5,694	30
Total Net Par Outstanding	\$ 6,023	74	\$ 6,577	77	\$ 6,634	77
	Net Loss Reserve		Net Loss Reserve		Net Loss Reserve	
Public Finance	\$ 35		\$ 35		\$ 23	
Asset-Backed Securities	58		106		116	
Collateralized Debt Obligations	1		1		1	
Structured Single Risk	(195)		(208)		(203)	
Total Net Reserve	\$ (101)		\$ (66)		\$ (63)	

Note:

Categories include domestic and international credits.

Syncora Capital Assurance Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	# of Credits	NPO	# of Credits	NPO	# of Credits
Public Finance	\$ 13,466	\$ 903	\$ 14,418	1,001	\$ 15,202	1,084
Asset-Backed Securities	-	0	54	2	72	2
Collateralized Debt Obligations	693	9	1,341	12	1,626	13
Structured Single Risk	4,466	27	4,785	31	4,835	31
Total Net Par Outstanding	\$ 18,626	939	\$ 20,599	1,046	\$ 21,735	1,130
	Net Loss Reserve		Net Loss Reserve		Net Loss Reserve	
Public Finance	\$ 30		\$ 40		\$ 27	
Asset-Backed Securities	-		-		-	
Collateralized Debt Obligations	-		-		-	
Structured Single Risk	-		-		-	
Total Net Reserve	\$ 30		\$ 40		\$ 27	

Note:

Categories include domestic and international credits.

Insured Portfolio - Watch List
As of June 30, 2016
(U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016				
	Loss List	Red Flag List	Yellow Flag List	Special Monitoring List	Total
Number of credits	24	5	4	3	36
Remaining weighted-average contract period (in years)	10.4	6.0	10.2	13.8	8.8
Insured contractual payments outstanding:					
Principal	\$ 494.2	\$ 956.9	\$ 372.9	\$ 256.9	\$ 2,080.9
Interest	156.0	228.1	32.6	132.0	548.7
Total	<u>\$ 650.2</u>	<u>\$ 1,185.0</u>	<u>\$ 405.5</u>	<u>\$ 388.9</u>	<u>\$ 2,629.6</u>
Gross loss reserves	\$ (71.0)	\$ -	\$ -	\$ -	\$ (71.0)
Net loss reserves	\$ (101.5)	\$ -	\$ -	\$ -	\$ (101.5)

Syncora Capital Assurance Inc.

	Q2 2016				
	Loss List	Red Flag List	Yellow Flag List	Special Monitoring List	Total
Number of credits	4	1	12	15	32
Remaining weighted-average contract period (in years)	4.3	5.0	16.9	5.4	11.3
Insured contractual payments outstanding:					
Principal	\$ 263.5	\$ 2.9	\$ 1,031.5	\$ 666.8	\$ 1,964.7
Interest	67.5	0.7	834.7	181.3	1,084.2
Total	<u>\$ 331.0</u>	<u>\$ 3.6</u>	<u>\$ 1,866.2</u>	<u>\$ 848.1</u>	<u>\$ 3,048.9</u>
Gross loss reserves	\$ 30.4	\$ -	\$ -	\$ -	\$ 30.4
Net loss reserves	\$ 30.4	\$ -	\$ -	\$ -	\$ 30.4

Insured Portfolio - Distribution by Rating (U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
AAA	\$ 91	1.5%	\$ 93	1.4%	\$ 95	1.4%
AA	312	5.2	357	5.4	395	6.0
A	1,185	19.7	1,250	19.0	1,275	19.2
BBB	2,811	46.7	3,175	48.3	3,188	48.1
Below Investment Grade	1,624	27.0	1,701	25.9	1,680	25.3
Total Net Par Outstanding	\$ 6,023	100.0%	\$ 6,577	100.0%	\$ 6,634	100.0%

Notes:

Rating based on S&P bond rating as reflected in Syncora Guarantee's records, if available, and internal Syncora Guarantee's rating if no S&P bond rating is available.

Historical NPO has been adjusted to reflect updated ratings from rating changes during prior quarters.

Syncora Capital Assurance Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
AAA	\$ 983	5.3%	\$ 1,485	7.2%	\$ 1,613	7.4%
AA	5,931	31.8	6,460	31.4	6,664	30.7
A	6,443	34.6	7,076	34.3	7,465	34.3
BBB	3,919	21.0	4,190	20.3	4,473	20.6
Below Investment Grade	1,351	7.3	1,389	6.7	1,520	7.0
Total Net Par Outstanding	\$ 18,626	100.0%	\$ 20,599	100.0%	\$ 21,735	100.0%

Notes:

Rating based on S&P bond rating as reflected in Syncora Capital Assurance's records, if available, and internal Syncora Capital Assurance's rating if no S&P bond rating is available.

Historical NPO has been adjusted to reflect updated ratings from rating changes during prior quarters.

Insured Portfolio - Distribution By Internal Rating*

(U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
aaa	\$ 3	-%	\$ 3	0.1%	\$ 3	0.1%
aa	140	2.3	185	2.8	217	3.3
a	1,305	21.7	1,382	21.0	1,413	21.3
bbb	2,751	45.7	2,846	43.3	3,378	50.9
Below Investment Grade	1,824	30.3	2,161	32.9	1,622	24.5
Total Net Par Outstanding	\$ 6,023	100.0%	\$ 6,577	100.0%	\$ 6,634	100.0%

Notes:

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

Historical NPO has been adjusted to reflect updated ratings from rating changes during prior quarters.

Syncora Capital Assurance Inc.

	Q2 2016		Q1 2016		Q4 2015	
	NPO	% NPO	NPO	% NPO	NPO	% NPO
aaa	\$ 317	1.7%	\$ 744	3.6%	\$ 855	3.9%
aa	2,637	14.2	2,872	13.9	2,962	13.6
a	9,505	51.0	10,517	51.1	11,146	51.3
bbb	4,869	26.1	5,128	24.9	5,279	24.3
Below Investment Grade	1,298	7.0	1,338	6.5	1,493	6.9
Total Net Par Outstanding	\$ 18,626	100.0%	\$ 20,599	100.0%	\$ 21,735	100.0%

Notes:

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

Historical NPO has been adjusted to reflect updated ratings from rating changes during prior quarters.

Insured Portfolio - Summary of Below Investment Grade (BIG) Exposures (U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016	Q1 2016	Q4 2015
	NPO	NPO	NPO
Public Finance	\$ 4	\$ 4	\$ 4
Asset-Backed Securities	365	414	433
Collateralized Debt Obligations	2	2	2
Structured Single Risk	1,253	1,280	1,240
Total Below Investment Grade	<u>\$ 1,624</u>	<u>\$ 1,701</u>	<u>\$ 1,680</u>
Total Net Par Outstanding	\$ 6,023	\$ 6,577	\$ 6,634
BIG as % of Net Par Outstanding	27.0%	25.9%	25.3%

Notes:

Rating based on S&P bond rating as reflected in Syncora Guarantee's records, if available, and internal Syncora Guarantee's rating if no S&P bond rating is available.

Syncora Capital Assurance Inc.

	Q2 2016	Q1 2016	Q4 2015
	NPO	NPO	NPO
Public Finance	\$ 1,051	\$ 1,067	\$ 1,184
Structured Single Risk	300	322	336
Total Below Investment Grade	<u>\$ 1,351</u>	<u>\$ 1,389</u>	<u>\$ 1,520</u>
Total Net Par Outstanding	\$ 18,626	\$ 20,599	\$ 21,735
BIG as % of Net Par Outstanding	7.3%	6.7%	7.0%

Notes:

Rating based on S&P bond rating as reflected in Syncora Capital Assurance's records, if available, and internal Syncora Capital Assurance's rating if no S&P bond rating is available.

Insured Portfolio - Summary of Below Investment Grade (BIG) Exposures by Internal Rating*

(U.S. dollars in millions)

Syncora Guarantee Inc.

	Q2 2016	Q1 2016	Q4 2015
	NPO	NPO	NPO
Public Finance	\$ 127	\$ 128	\$ 131
Asset-Backed Securities	415	451	471
Collateralized Debt Obligations	2	2	2
Structured Single Risk	1,280	1,579	1,018
Total Below Investment Grade	<u>\$ 1,824</u>	<u>\$ 2,161</u>	<u>\$ 1,622</u>
Total Net Par Outstanding	\$ 6,023	\$ 6,577	\$ 6,634
BIG as % of Net Par Outstanding	30.3%	32.9%	24.5%

Notes:

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

Syncora Capital Assurance Inc.

	Q2 2016	Q1 2016	Q4 2015
	NPO	NPO	NPO
Public Finance	\$ 998	\$ 1,016	\$ 1,158
Structured Single Risk	300	322	336
Total Below Investment Grade	<u>\$ 1,298</u>	<u>\$ 1,338</u>	<u>\$ 1,493</u>
Total Net Par Outstanding	\$ 18,626	\$ 20,599	\$ 21,735
BIG as % of Net Par Outstanding	7.0%	6.5%	6.9%

Notes:

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

Insured Portfolio - 20 Largest Public Finance Credits (U.S. dollars in millions)

Syncora Guarantee Inc.

		Q2 2016		
		NPO	S&P Rating	Internal Rating*
1	Commonwealth of Puerto Rico - GO	\$ 80	AA	d
2	City of Houston, TX - Water/Sewer Revenue Bonds	38	AA	aa-
3	Puerto Rico (Commonwealth) - Mixed State and Local Revenue	29	AA	d
4	Port of Portland, OR - Airport Revenue Bonds	22	AA-	aa-
5	Detroit (City of), MI - GO (State Aid)	22	A-	bbb-
6	Massachusetts (Commonwealth of) - GO	20	AA+	aa-
7	State of New Jersey Turnpike Authority - Toll Road Revenue Bonds	17	AA	a-
8	Puerto Rico Electric Power Authority, PR - Utility Revenue Bonds	14	AA	d
9	New Jersey (State of) - Annual Appropriation	11	AA	bbb+
10	Port Authority of New York and New Jersey, NY	7	AA	aa-
11	Detroit (City of), MI (Full Loss)	4	D	d
12	Jackson Energy Authority, TN - Water Revenue Bonds	1	A	a
Total Net Par Outstanding of the Largest Public Finance Credits		\$ 265		
Total Portfolio Net Par Outstanding		\$ 6,023		
% of Total SGI Portfolio		4.4%		
Total Public Finance Portfolio Net Par Outstanding		\$ 265		
% of Total Public Finance Portfolio		100.0%		

Notes:

Individual Obligors may have policies with different ratings. Net Par Outstanding shown is grouped by the Obligor's lowest rating.

S&P Rating based on S&P bond rating as reflected in Syncora Guarantee's records, if available, and internal Syncora Guarantee's rating if no S&P bond rating is available.

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

The City of Detroit (the "City") credits above cover two separate policy obligations: 5) new general obligation debt of the City issued by the Michigan Finance Authority and guaranteed by Syncora Guarantee as provided by the City's bankruptcy plan, and 11) the "loss" portion of the City's original Unlimited Tax General Obligation bonds for which Syncora Guarantee is obligated to make payments under its original policy with no ability to recover those payments.

Syncora Capital Assurance Inc.

		Q2 2016		
		NPO	S&P Rating	Internal Rating*
1	LCOR Alexandria, LLC - Lease Revenue	\$ 580	AA-	a-
2	San Diego Family Housing LLC - Class I	412	AA	aa
3	City of Denver Convention Center Hotel Project, CO	329	BBB-	bbb-
4	DOT Headquarters II Lease-Backed Mortgage Finance Trust Senior Notes	326	BB+	a
5	City of Syracuse Industrial Development Agency (Carousel Center), NY	324	BBB-	bbb-
6	Dodger Tickets LLC	283	BBB	bbb+
7	Baltimore Development Corporation (Convention Center Headquarters Hotel Project)	237	BB	bb
8	University System of Georgia, Board of Regents, GA	236	A	a+
9	City of Houston, TX Airport System - Revenue Bonds	201	A+	a
10	City of San Jose, CA Redevelopment Agency - Tax Allocation	197	BBB+	bbb
11	State of California - GO	184	AA-	a-
12	Puerto Rico Electric Power Authority, PR - Utility Revenue Bonds	152	D	d
13	New Jersey Economic Development Authority, NJ	151	A-	bbb
14	State of South Carolina Transportation Infrastructure Bank - Motor Vehicle Revenue	150	A	a
15	Navy Northeast Family Housing - Series 2007-A1 (Trust 220)	149	AA-	bb+
16	San Diego County, CA - Pension Obligation Bonds	148	AA+	aa-
17	Natural Gas Acquisition Corporation of City of Clarksville (NGAC), TN - Utility Obligation Bonds, Gas Prepay	147	AA-	a
18	Austin Convention Enterprises, TX	144	BBB-	bbb
19	San Diego Family Housing LLC - Class II	143	AA	aa-
20	San Diego Family Housing LLC - Class III	143	AA	a+
Total Net Par Outstanding of the Largest Public Finance Credits		\$ 4,635		
Total Portfolio Net Par Outstanding		\$ 18,626		
% of Total SCAI Portfolio		24.9%		
Total Public Finance Portfolio Net Par Outstanding		\$ 13,466		
% of Total Public Finance Portfolio		34.4%		

Notes:

Individual Obligors may have policies with different ratings. Net Par Outstanding shown is grouped by the Obligor's lowest rating.

S&P Rating based on S&P bond rating as reflected in Syncora Capital Assurance's records, if available, and internal Syncora Capital Assurance's rating if no S&P bond rating is available.

*Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g., aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.). However, the Company assigns "d" ratings to insured transactions where the transaction has resulted in a paid claim and "c" ratings to insured transactions where the transaction is expected to result in a paid claim that has not yet been recovered resulting in a loss of up to and including 100% of the insured exposure.

Insured Portfolio - Puerto Rico Net Principal and Interest^{1,2} Amortization

As of June 30, 2016

(U.S. dollars in millions)

Q2 2016										
Calendar Year	Commonwealth of Puerto Rico - Government Obligations		Commonwealth of Puerto Rico, Highway & Transportation Authority		Puerto Rico Electric Power Authority, PR - Utility Revenue Bonds		Puerto Rico (Commonwealth) - Mixed State and Local Revenue		Total P&I	
	SGI	SCAI	SGI	SCAI	SGI	SCAI	SGI	SCAI	SGI	SCAI
2016	19.1	4.0	-	0.1	1.1	29.0	6.6	-	26.8	33.1
2017	10.4	82.1	-	0.3	0.6	36.3	5.4	-	16.4	118.7
2018	8.5	6.4	-	0.3	0.7	33.1	4.3	-	13.5	39.8
2019	4.3	8.7	-	0.3	1.5	3.5	4.9	-	10.7	12.5
2020	4.3	3.9	-	0.3	1.8	3.5	2.2	-	8.3	7.7
2021	7.7	1.8	-	0.3	1.0	3.5	2.1	-	10.8	5.6
2022	2.3	1.3	-	0.3	1.0	3.5	2.1	-	5.4	5.1
2023	20.0	6.4	-	0.3	1.6	3.5	0.3	-	21.9	10.2
2024	3.3	0.4	-	0.3	1.6	3.5	0.3	-	5.2	4.2
2025	2.1	6.4	-	0.3	1.6	24.4	0.3	-	4.0	31.1
2026	2.3	0.1	-	0.3	1.7	27.0	1.7	-	5.7	27.4
2027	3.8	0.1	-	0.3	1.6	25.0	1.9	-	7.3	25.4
2028	6.3	0.1	-	0.3	0.8	-	1.6	-	8.7	0.4
2029	4.1	0.1	-	0.8	0.9	-	0.9	-	5.9	0.9
2030	3.4	0.1	-	0.8	1.2	-	0.7	-	5.3	0.9
2031	3.1	0.1	-	0.8	1.5	-	-	-	4.6	0.9
2032	-	0.1	-	0.8	-	-	-	-	-	0.9
2033	-	0.1	-	0.8	-	-	-	-	-	0.9
2034	-	0.5	-	0.8	-	-	-	-	-	1.3
2035	-	0.5	-	0.8	-	-	-	-	-	1.3
2036	-	0.5	-	0.8	-	-	-	-	-	1.3
2037	-	-	-	0.8	-	-	-	-	-	0.8
2038	-	-	-	0.8	-	-	-	-	-	0.8
Total	\$ 105.0	\$ 123.5	\$ -	\$ 11.7	\$ 20.2	\$ 195.8	\$ 35.2	\$ -	\$ 160.4	\$ 331.0
Total Net Principal	\$ 80.4	\$ 105.0	\$ -	\$ 6.2	\$ 14.1	\$ 152.3	\$ 28.7	\$ -	\$ 123.2	\$ 263.5
Total Net Interest	24.6	18.5	-	5.5	6.1	43.5	6.5	-	37.2	67.5
Total Net Principal and Interest	\$ 105.0	\$ 123.5	\$ -	\$ 11.7	\$ 20.2	\$ 195.8	\$ 35.2	\$ -	\$ 160.4	\$ 331.0

Notes:

¹Net of reinsurance.

²Excludes \$92.7 million of carrying value of Puerto Rico Government Obligations, Highway & Transportation Authority, and Electric Power Authority bonds purchased by SCAI.

Insured Portfolio - Top 10 Structured Finance Servicer/Manager Exposures (U.S. dollars in millions)

Syncora Guarantee Inc.

		Q2 2016	
Servicer/Manager Name ¹		NPO	
1	American Home Servicing	\$	228
2	Countrywide Home Loans		144
3	CLO Manager 1 ²		37
4	JP Morgan		28
5	La Hipotecaria		25
6	Residential Capital, LLC		22
7	Homeward Residential		15
8	Litton Loan Servicing LP		10
9	US Bank, NA		5
10	Chevy Chase Bank FSB		4
Total Net Par Outstanding of the Top 10 Structured Finance Servicer/Manager Exposures		\$	518
Total Portfolio Net Par Outstanding		\$	6,023
% of Total Portfolio			8.6%
Total Structured Finance Portfolio Net Par Outstanding		\$	5,758
% of Total Structured Finance Portfolio			9.0%

Notes:

¹ Servicer/manager may be an operating subsidiary of the named entity.

² Servicer/manager not revealed due to confidentiality.

Syncora Capital Assurance Inc.

		Q2 2016	
Servicer/Manager Name ¹		NPO	
1	CLO Manager 2 ²	\$	84
2	CLO Manager 3 ²		32
3	CLO Manager 1 ²		23
4	CLO Manager 4 ²		21
5	CLO Manager 5 ²		17
6	CLO Manager 6 ²		13
Total Net Par Outstanding of the Top 10 Structured Finance Servicer/Manager Exposures		\$	190
Total Portfolio Net Par Outstanding		\$	18,626
% of Total Portfolio			1.0%
Total Structured Finance Portfolio Net Par Outstanding		\$	5,159
% of Total Structured Finance Portfolio			3.7%

Notes:

¹ Servicer/manager may be an operating subsidiary of the named entity.

² Servicer/manager not revealed due to confidentiality.

Insured Portfolio - Profile by Geographic Distribution

(U.S. dollars in millions)

Syncora Guarantee Inc.

Q2 2016				Q1 2016				Q4 2015			
	GPO	NPO	% NPO		GPO	NPO	% NPO		GPO	NPO	% NPO
United States				United States				United States			
Puerto Rico	\$ 387	\$ 123	2.0%	Puerto Rico	\$ 389	\$ 123	1.9%	Puerto Rico	\$ 396	\$ 127	1.9%
Alabama	490	115	1.9	Alabama	551	116	1.8	Alabama	570	116	1.7
Other ¹	13,035	142	2.4	Other ¹	13,970	187	2.8	New Jersey	419	67	1.0
Non-PF Multi ^{2,3}	506	499	8.3	Non-PF Multi ²	548	541	8.2	Other ¹	14,342	153	2.3
Total United States	\$ 14,418	\$ 878	14.6%	Total United States	\$ 15,457	\$ 967	14.7%	Non-PF Multi²	572	565	8.5
								Total United States	\$ 16,299	\$ 1,027	15.5%
International				International				International			
United Kingdom	\$ 3,873	\$ 3,024	50.2%	United Kingdom	\$ 4,108	\$ 3,193	48.5%	United Kingdom	\$ 4,223	\$ 3,267	49.2%
Australia	1,072	1,072	17.8	Australia	1,371	1,371	20.8	Australia	1,305	1,305	19.7
Chile	529	397	6.6	Chile	526	395	6.0	Chile	509	383	5.8
France	150	150	2.5	France	147	147	2.2	France	148	148	2.2
Italy	138	138	2.3	Italy	132	132	2.0	Italy	137	137	2.1
Canada	226	129	2.1	Canada	227	129	2.0	Canada	220	122	1.8
Portugal	97	97	1.6	Portugal	100	100	1.5	Portugal	95	95	1.4
Other ¹	395	45	0.7	Other ¹	392	50	0.8	Other ¹	395	56	0.8
Non-PF Multi ^{2,4}	93	93	1.5	Non-PF Multi ²	93	93	1.4	Non-PF Multi ²	93	93	1.4
Total International	\$ 6,574	\$ 5,145	85.4%	Total International	\$ 7,095	\$ 5,610	85.3%	Total International	\$ 7,126	\$ 5,607	84.5%
Total Outstanding	\$ 20,991	\$ 6,023	100.0%	Total Outstanding	\$ 22,552	\$ 6,577	100.0%	Total Outstanding	\$ 23,425	\$ 6,634	100.0%

Notes:
¹ Single state/country with NPO < 1% of the total exposure plus any multi-state/country Public Finance exposures.
² Non-Public Finance deals with underlying securities in multiple states/countries.
³ Consists of \$459 million in ABS and \$40 million in CDO net par.
⁴ Consists of \$93 million in SSR net par.

Syncora Capital Assurance Inc.

Q2 2016				Q1 2016				Q4 2015			
	GPO	NPO	% NPO		GPO	NPO	% NPO		GPO	NPO	% NPO
United States				United States				United States			
California	\$ 3,181	\$ 3,138	16.8%	California	\$ 3,309	\$ 3,267	15.9%	California	\$ 3,497	\$ 3,454	15.9%
New York	1,721	1,721	9.2	New York	1,900	1,900	9.2	New York	1,916	1,916	8.8
Texas	851	851	4.6	Texas	950	950	4.6	Texas	1,035	1,035	4.8
Florida	795	695	3.7	Florida	797	697	3.4	Florida	808	708	3.3
Virginia	642	642	3.4	Virginia	642	642	3.1	Virginia	643	643	3.0
Colorado	553	553	3.0	Colorado	554	554	2.7	Pennsylvania	582	582	2.7
Washington	503	503	2.7	Washington	509	509	2.5	Colorado	556	556	2.6
Georgia	474	474	2.5	Georgia	475	475	2.3	Illinois	551	551	2.5
District Of Columbia	453	453	2.4	District Of Columbia	462	462	2.2	Washington	510	510	2.3
Ohio	407	407	2.2	Illinois	444	444	2.2	Georgia	484	484	2.2
Tennessee	376	376	2.0	Alabama	435	435	2.1	District Of Columbia	465	465	2.1
Alabama	375	375	2.0	Pennsylvania	434	434	2.1	Alabama	455	455	2.1
Illinois	368	368	2.0	Ohio	431	431	2.1	Ohio	452	452	2.1
Pennsylvania	334	334	1.8	Tennessee	406	406	2.0	Tennessee	421	421	1.9
New Jersey	313	313	1.7	New Jersey	320	320	1.6	New Jersey	352	352	1.6
South Carolina	269	269	1.4	South Carolina	289	289	1.4	South Carolina	289	289	1.3
Puerto Rico	263	263	1.4	Massachusetts	269	269	1.3	Massachusetts	271	271	1.2
Massachusetts	260	260	1.4	Maryland	267	267	1.3	Puerto Rico	269	269	1.2
Maryland	243	243	1.3	Puerto Rico	265	265	1.3	Maryland	267	267	1.2
Missouri	208	208	1.1	Missouri	229	229	1.1	Missouri	235	235	1.1
Arizona	204	204	1.1	Arizona	214	214	1.0	Other ¹	2,753	2,753	12.7
Indiana	187	187	1.0	Other ¹	2,421	2,421	11.8	Non-PF Multi ²	1,401	1,401	6.4
Other ¹	1,932	1,932	10.4	Non-PF Multi ²	1,090	1,090	5.3	Total United States	\$ 18,211	\$ 18,067	83.1%
Non-PF Multi ^{2,3}	693	693	3.7	Total United States	\$ 17,113	\$ 16,971	82.4%				
Total United States	\$ 15,605	\$ 15,463	83.0%								
International				International				International			
United Kingdom	\$ 2,276	\$ 2,276	12.2%	United Kingdom	\$ 2,454	\$ 2,454	11.9%	United Kingdom	\$ 2,512	\$ 2,512	11.6%
New Zealand	507	507	2.7	New Zealand	491	491	2.4	New Zealand	485	485	2.2
Other ¹	380	380	2.0	Netherlands	306	306	1.5	Netherlands	298	298	1.4
Total International	\$ 3,163	\$ 3,163	17.0%	Other ¹	378	378	1.8	Other ¹	374	374	1.7
				Total International	\$ 3,629	\$ 3,629	17.6%	Total International	\$ 3,668	\$ 3,668	16.9%
Total Outstanding	\$ 18,768	\$ 18,626	100.0%	Total Outstanding	\$ 20,742	\$ 20,599	100.0%	Total Outstanding	\$ 21,879	\$ 21,735	100.0%

Notes:
¹ Single state/country with NPO < 1% of the total exposure plus any multi-state/country Public Finance exposures.
² Non-Public Finance deals with underlying securities in multiple states/countries.
³ Consists of \$693 million in CDO net par.

Investment Portfolio

As of June 30, 2016

(U.S. dollars in millions)

Syncora Guarantee Inc.

Distribution by Security Type			Maturity	
	Book Adjusted Carrying Value	Percentage		
			Book Adjusted Carrying Value	Percentage
Short-Term Investments			Within 1 Year	\$ 108.1 11.6%
Cash and Cash Equivalents	\$ 48.0	5.2%	1 to 5 Years	570.1 61.3%
Short-Term Investments	27.9	3.0%	5 to 10 Years	93.7 10.1%
Total Cash and Short-Term Investments	75.9	8.2%	Due after 10 Years	3.7 0.4%
Debt Securities			Mortgage and asset-backed securities	154.6 16.6%
MBS/ABS	154.6	16.6%	Total	\$ 930.2 100.0%
U.S. Government	214.6	23.1%	Yield to Maturity @ Book Value	2.3%
Corporate	472.3	50.8%	Yield to Maturity @ Market Value	1.7%
States & Political Subs	12.8	1.4%	Duration (years)	2.9
Total Long-Term Fixed Maturity	854.3	91.8%		
Total	\$ 930.2	100.0%		

Notes:

- Excludes \$67.5 million of uninsured cash flow ("UCF") securities
- Excludes \$8.6 million of other remediation-related securities
- Excludes \$13.3 million of operating cash balances

Quality Distribution		
	Book Adjusted Carrying Value	Percentage
AAA	\$ 139.8	15.0%
AA	327.5	35.2%
A	184.8	19.9%
BBB	216.9	23.3%
BB & below and Not Rated	61.2	6.6%
Total	\$ 930.2	100.0%
Average credit quality	A	

Syncora Capital Assurance Inc.

Distribution by Security Type			Maturity	
	Book Adjusted Carrying Value	Percentage		
			Book Adjusted Carrying Value	Percentage
Short-Term Investments			Within 1 Year	\$ 48.8 16.5%
Cash and Cash Equivalents	\$ 43.1	14.6%	1 to 5 Years	23.7 8.0%
Short-Term Investments	5.2	1.8%	5 to 10 Years	75.7 25.6%
Total Cash and Short-Term Investments	48.3	16.3%	Due after 10 Years	28.3 9.6%
Debt Securities			Mortgage and asset-backed securities	119.0 40.3%
MBS/ABS	119.0	40.3%	Total	\$ 295.5 100.0%
U.S. Government	15.6	5.3%	Yield to Maturity @ Book Value	3.0%
Corporate	96.5	32.7%	Yield to Maturity @ Market Value	2.4%
States & Political Subs	16.1	5.5%	Duration (years)	4.1
Total Long-Term Fixed Maturity	247.2	83.7%		
Total	\$ 295.5	100.0%		

Notes:

- Excludes \$59.2 million of uninsured cash flow ("UCF") securities
- Excludes \$37.1 million of other remediation-related securities
- Excludes \$2.6 million of preferred stocks
- Excludes \$29.7 million of common stocks and alternative investments
- Excludes \$8.6 million of operating cash balances

Quality Distribution		
	Book Adjusted Carrying Value	Percentage
AAA	\$ 83.8	28.4%
AA	94.7	32.0%
A	34.4	11.6%
BBB	63.8	21.6%
BB & below and Not Rated	18.8	6.4%
Total	\$ 295.5	100.0%
Average credit quality	A	