

FACTS ABOUT

Municipal Assurance Corp. (MAC)



MAC Is a U.S. Muni-Only Bond Insurer with a Proven Business Model

- A subsidiary of Assured Guaranty Ltd. (together with its subsidiaries, “Assured Guaranty”) - the leader in municipal bond insurance.
- \$591 million in claims-paying resources and an investment portfolio of \$577 million.¹
- Established with a substantial book of reinsured business and embedded unearned premium reserve that generates predictable future earnings.
- Unconditionally and irrevocably guarantees timely payment of principal and interest when due.
- Protects investors from municipal defaults and bankruptcies.
- Licensed to insure municipal bonds in all 50 states and the District of Columbia.

MAC Practices Conservative Underwriting and Risk Management

- Guarantees primarily small and medium-size issues in select categories, such as G.O. and tax-backed bonds and public electric, water, sewer and transportation revenue bonds.
- Insures only U.S. municipal transactions that meet its disciplined underwriting criteria and diversification requirements.
- Size limits on individual transactions as well as risk concentration limits.
- Domiciled in New York and subject to insurance regulation in all states where it is licensed.
- Provides continuous surveillance of every credit in its insured portfolio.

High Financial Strength Ratings:

AA

Stable Outlook

S&P

S&P Global Ratings

AA+

Stable Outlook

KBRA

Kroll Bond Rating Agency

FACTS ABOUT: Assured Guaranty

- **Claims-paying resources of approximately \$11 billion across the group.²**
- **Over three decades of experience.**
- **Committed to protecting debt holders from payment defaults and to helping issuers obtain cost efficient access to capital.**
- **Proven record of timely payment of investors’ debt service claims as contractually obligated. Investors in Assured Guaranty-wrapped obligations of Harrisburg, Pennsylvania; Jefferson County, Alabama; Stockton, California; Detroit, Michigan; and Puerto Rico have all received timely debt service payments.**

MAC Benefits from Assured Guaranty’s:

- Seasoned executive officers and senior managers.
- Disciplined underwriting and enterprise risk management.
- Experience in surveillance and remediation.
- Established accounting, legal, and information technology infrastructure.

MAC Provides Transparency

- Subsidiary of a public company that is subject to SEC and New York Stock Exchange regulation and therefore held to higher legal standards of disclosure, oversight and transparency than non-public companies.
- Credit Summaries on its website provide financial and economic data on certain insured new-issue obligations.

¹ As of June 30, 2020. MAC Statutory Financial Information at June 30, 2020 – admitted assets: \$0.6B; total liabilities: \$0.4B; contingency reserves: \$0.2B; surplus to policyholders: \$0.3B.

² As of June 30, 2020. Aggregate data for insurance subsidiaries within the Assured Guaranty Ltd. (AGL) (NYSE: AGO) group. Details in the latest AGL Financial Supplement at assuredguaranty.com/agldata.

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