

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

- A subsidiary of Assured Guaranty - the leader in municipal bond insurance.
- \$1.4 billion in claims-paying resources, consisting of \$1.1 billion of cash and marketable securities and a \$360 million excess-of-loss reinsurance facility.¹
- Established with a substantial book of reinsured business and embedded unearned premium reserve that will generate 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.
- 100% U.S. municipal exposures diversified across all 50 states (including reinsured portfolio).
- 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.

Facts About Assured Guaranty

- Claims-paying resources of approximately \$12 billion across the group.
- 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; and Detroit, Michigan 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 New York Stock Exchange and SEC 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 insured new-issue obligations.

High Financial Strength Ratings

AA+
Stable Outlook
KBRA

AA
Stable Outlook
S&P

MACmunibonds.com

¹ Represents an aggregate \$360 million excess-of-loss reinsurance facility for the benefit of MAC, Assured Guaranty Municipal Corp. and Assured Guaranty Corp., which became effective January 1, 2016. The facility terminates on January 1, 2018, unless MAC, Assured Guaranty Municipal Corp. and Assured Guaranty Corp. choose to extend it.

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ASSURANCE
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