



Equity Investor Presentation Third Quarter 2007

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Safe Harbor Disclosure

- Forward-looking statements are being made in this presentation. Actual results could differ materially from these statements.
- For example, the Company's forward looking statements, including its calculations of adjusted book value, PVP, net present value of estimated future installment premiums in force, total estimated net future premium earnings, and statements regarding losses, pricing, ratings, capital adequacy and the growth of the direct business could be affected by many events.
- Factors that could cause actual results to differ materially include, but are not limited to:
 - downgrades of financial strength ratings;
 - difficulties with the execution of the Company's business strategy;
 - a reduction in the amount of reinsurance ceded by one or more of our principal ceding companies;
 - contract cancellations;
 - developments or volatility in the world's financial and capital markets;
 - more severe or frequent losses and related analysis affecting the adequacy of the Company's loss reserves;
 - changes in regulation or tax laws;
 - governmental actions;
 - natural catastrophes;
 - the Company's dependence on customers;
 - decreased demand or increased competition;
 - loss of key personnel;
 - technological developments;
 - the effects of mergers, acquisitions and divestitures;
 - changes in accounting policies or practices;
 - changes in general economic conditions;
 - other risks and uncertainties that have not been identified at this time; and
 - management's response to these factors.
- See our SEC filings and our latest earnings press release and financial supplement, which are available on our website, for more information on factors that could affect our forward-looking statements.

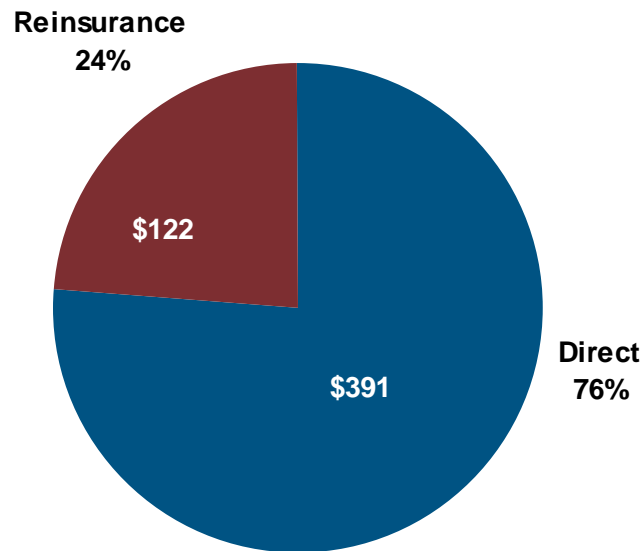


Strategic Overview

Assured Guaranty Overview

As of September 30, 2007

New Business Written (PVP¹) Trailing 12 months (\$ in millions)



Total PVP²: \$514 million

- 19+ year track record in financial guaranty market
- Fastest growing financial guaranty direct company in 2006
- Largest financial guaranty reinsurer
- Received Aaa for Assured Guaranty Corp. from Moody's in July 2007

1. For an explanation of PVP, a non-GAAP financial measure, and a reconciliation of PVP to gross written premiums, which is the most comparable GAAP term, please refer to the appendix on slides 28-30.
2. Total may not add due to rounding.

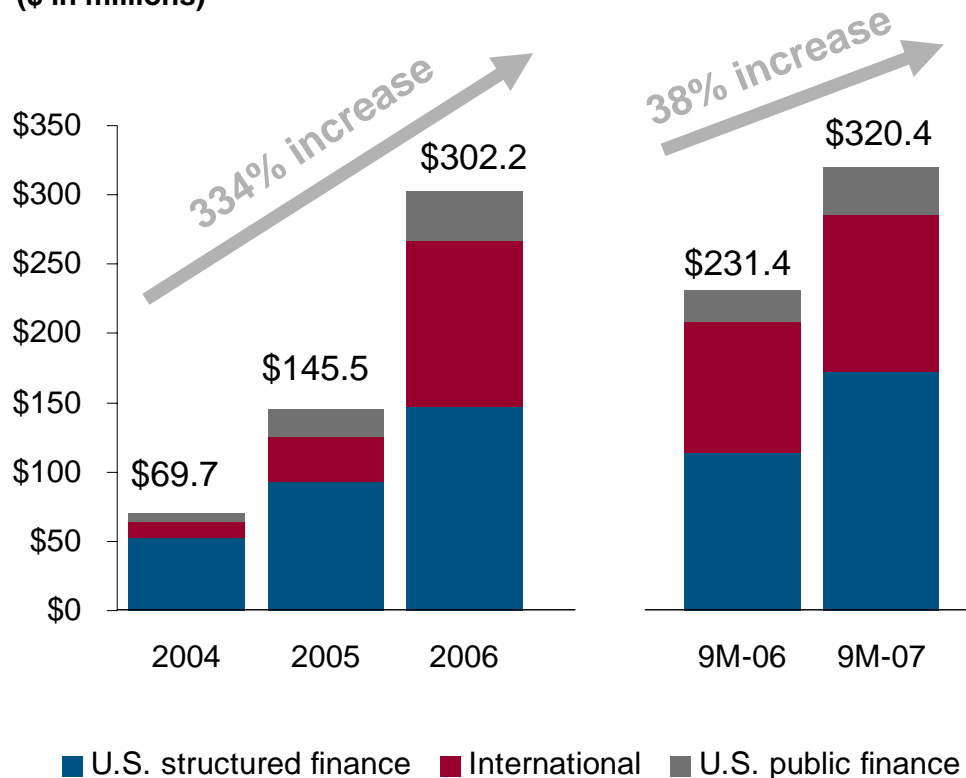
Current Market Fundamentals

- Liquidity and credit crunch in RMBS and CLO markets presents opportunities
 - Increased demand
 - Better pricing
- Assured has ample opportunity to put capital to work at significantly improved pricing and terms and conditions
- Our direct pipeline is at an all-time high
 - Goal is to expand in all markets

Strategic Goals and Accomplishments: Expand Financial Guaranty Direct Franchise

Financial Guaranty Direct PVP¹

(\$ in millions)



- Direct PVP has grown each year since IPO, even without ratings parity at Assured Guaranty Corp., our principal direct company
- With ratings parity, we are well-positioned for expansion in all markets with the greatest opportunities in:
 - U.S. public finance
 - “Flow” ABS/MBS
 - Infrastructure

1. For an explanation of PVP, a non-GAAP financial measure, and a reconciliation of PVP to gross written premiums, which is the most comparable GAAP term, please refer to the appendix on slides 28-30.

Financial Guaranty Direct: Market Expansion Opportunities

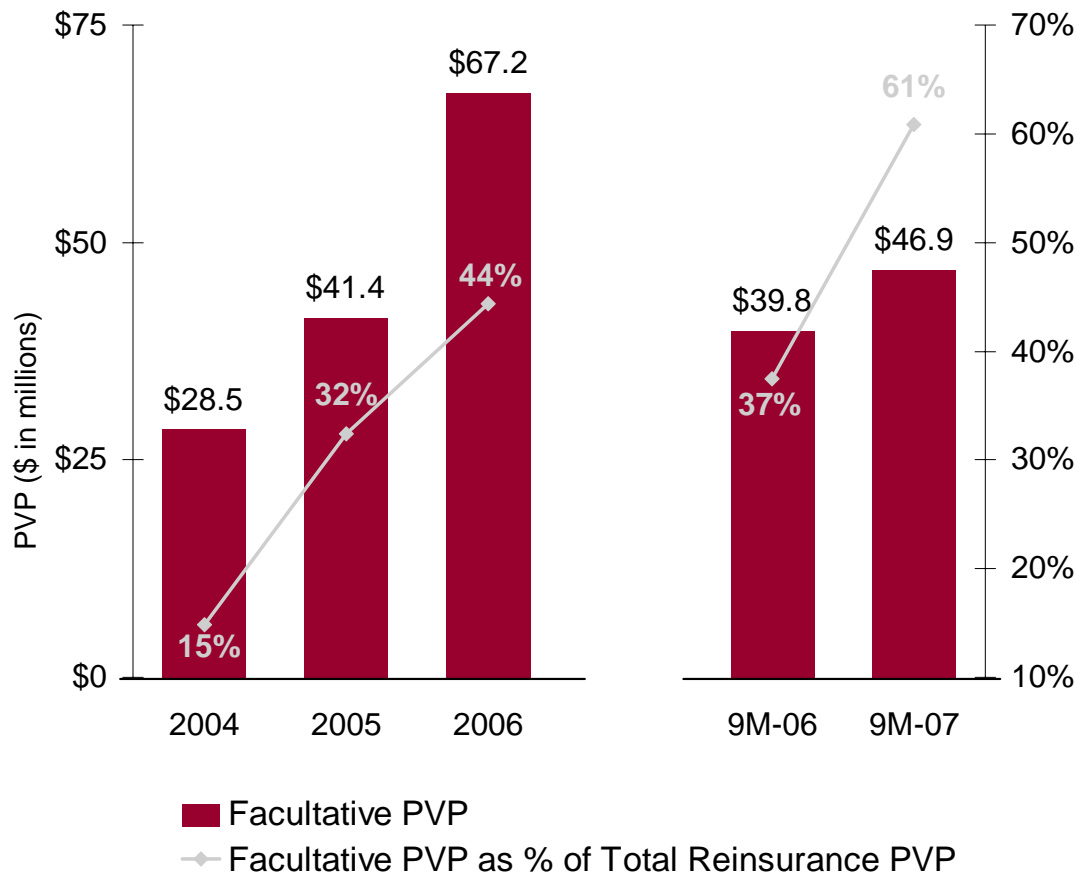
- U.S. public finance
 - Large deals
 - General government/tax backed
 - Competitive bid

- U.S. ABS/MBS
 - “Flow” issues
 - Commercial assets
 - RMBS

- International
 - Infrastructure, including UK PFI
 - ABS
 - Geographic expansion

Strategic Goals and Accomplishments: Maintain Market Position in Reinsurance

Financial Guaranty Facultative Reinsurance PVP¹

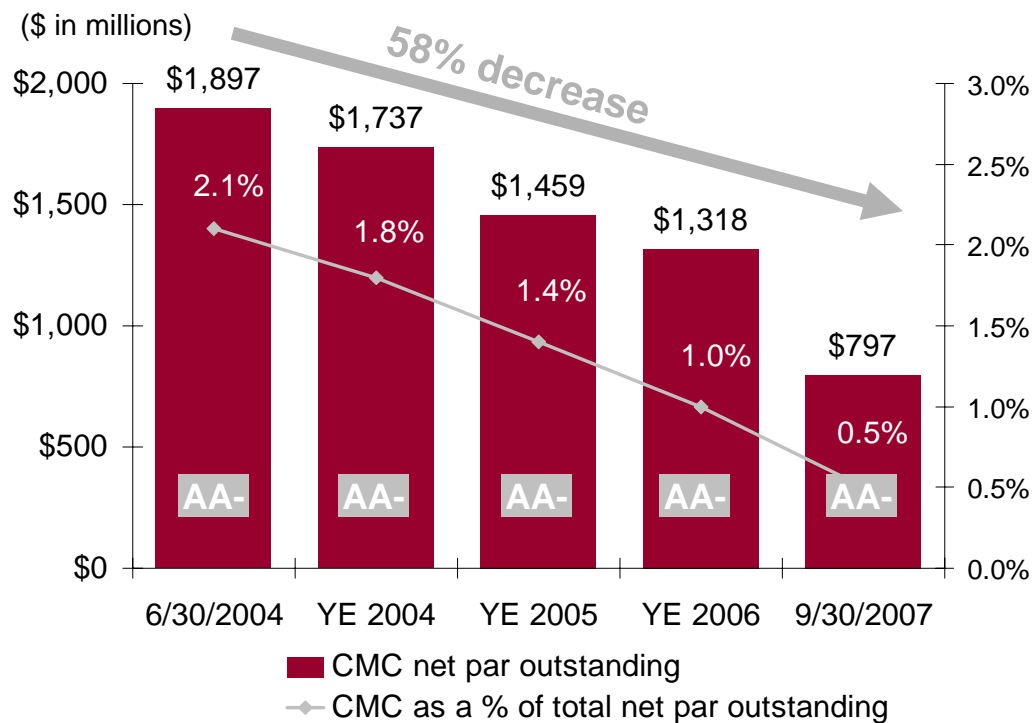


- AG Re continues to be the largest monoline reinsurer with \$71 billion of par insured and \$878 million in shareholder's equity at September 30, 2007
- Centralized reinsurance business in Bermuda post-IPO with focus on growing facultative business
 - Facultative deal submissions have grown each year and were up 30% in the first nine months of 2007
 - Facultative PVP represented 61% of first nine months 2007 PVP, versus approximately 10% pre-IPO

1. For an explanation of PVP, a non-GAAP financial measure, and a reconciliation of PVP to gross written premiums, which is the most comparable GAAP term, please refer to the appendix on slides 28-30.

Strategic Goals and Accomplishments: Exercise Strict Underwriting Discipline

Closely Monitored Credits (CMC)¹



Gray boxes represent average rating of total financial guaranty portfolio

- Average portfolio credit rating has been maintained at a AA- average since the IPO
- Gross par written in the first 9 months of 2007 had an average rating of AA, of which 67% was rated AAA.
- CMC list has declined by 58% since the IPO and was 0.5% of net par outstanding as of September 30, 2007, a record low
 - Only \$90 million of U.S. subprime RMBS on CMC list

1. Our surveillance department is responsible for monitoring our portfolio of credits and maintains a list of closely monitored credits. The closely monitored credits are divided into four categories: Category 1 (low priority; fundamentally sound, greater than normal risk); Category 2 (medium priority; weakening credit profile, may result in loss); Category 3 (high priority; claim/default probable, case reserve established); Category 4 (claim paid, case reserve established for future payments). The closely monitored credits include all below investment grade (BIG) exposures where there is a material amount of exposure (generally greater than \$10.0 million) or a material risk of the Company incurring a loss greater than \$0.5 million. The closely monitored credits also include investment grade (IG) risks where credit quality is deteriorating and where, in the view of the Company, there is significant potential that the risk quality will fall below investment grade.

2. Represents Assured Guaranty internal rating. Our scale is comparable to that of the nationally recognized rating agencies.

Strategic Goals and Accomplishments: Maintain Triple-A Rating at Direct Companies

- Received AAA (stable) rating from Fitch Ratings in April 2005 for Assured Guaranty Corp. and Assured Guaranty (UK) Ltd. (direct companies)
- Received AAA (stable) rating from S&P in September 2005 for direct companies
- Received Aaa (stable) rating from Moody's in July 2007 for direct companies

Strategic Goals and Accomplishments: Efficient Capital Management

- Four repurchase programs since the IPO
 - On November 8th, the Company announced a two million share repurchase program

- Will continue to manage capital to triple-A levels at the direct companies and will efficiently utilize shareholders' equity

- Ample opportunity to invest capital in new business production
 - Ratings parity opens new markets
 - Market turmoil increases both demand and pricing, while terms and conditions improve



Financial Overview

Nine Months 2007 Financial Results

(\$ in millions)

	Nine Months Ended September 30,		% Change versus YTD 2006
	2007	2006	
Revenues			
Gross written premiums	\$ 250.7	\$ 240.5	4%
Net written premiums	233.6	234.2	(0)%
Net earned premiums	164.3	148.2	11%
Net investment income	94.2	82.0	15%
Other income	0.4	-	NM
Total revenues	258.9	230.2	12%
Expenses			
Loss and loss adjustment expenses	(10.1)	(6.0)	68%
Profit commission expense	3.6	4.7	(23)%
Acquisition costs	32.0	33.4	(4)%
Other operating expenses	59.4	49.3	20%
Interest and related expenses	19.6	12.0	63%
Total expenses	104.5	93.4	12%
Income before provision for income taxes	154.4	136.8	13%
Total (benefit) provision for income taxes	13.4	21.1	(36)%
Operating income ¹	141.0	115.7	22%
After-tax realized losses on investments	(1.7)	(1.4)	21%
After-tax unrealized (losses) gains on derivatives	(182.5)	3.0	NM
Net (loss) income	\$ (43.2)	\$ 117.3	NM
ROE, excluding AOCI	(3.6)%	9.4%	
Operating ROE, excluding AOCI and after-tax unrealized (losses) gains on derivatives ¹	11.4%	9.4%	

NM = Not meaningful

1. For an explanation of operating income and operating return on equity, which are non-GAAP financial measures, please refer to the appendix on slide 28.

3Q-07 Results Versus 2Q-07 and 3Q-06

<i>(\$ in millions, except per share amounts)</i>	<u>3Q-07</u>	<u>2Q-07</u>	<u>3Q-06</u>	<u>% Change versus 3Q-06</u>	<u>% Change versus 2Q-07</u>
PVP¹	\$ 165.5	\$ 125.3	\$ 127.4	30%	32%
Net earned premiums	56.2	54.2	51.9	8%	4%
Loss and loss adjustment expenses	3.7	(9.1)	0.9	311%	NM
Total expenses, excl. loss and LAE	37.8	37.1	33.5	13%	2%
Operating income²	48.2	46.7	39.0	24%	3%
After-tax realized losses on investments	(0.2)	(1.3)	-	NM	-85%
After-tax unrealized losses on derivatives	(162.9)	(12.7)	(1.1)	NM	NM
Net (loss) income	\$ (115.0)	\$ 32.8	\$ 37.9	NM	NM
Per share:					
Operating income per diluted share	\$ 0.70	\$ 0.68	\$ 0.53	32%	3%
Book value per share	\$ 23.69	\$ 24.98	\$ 24.02	-1%	-5%
Adjusted book value per share	\$ 37.57	\$ 37.82	\$ 34.43	9%	-1%
(Loss) gain on derivatives per share	\$ (2.20)	\$ 0.20	\$ 0.44	NM	NM
Operating ROE, excluding AOCI and after-tax unrealized (losses) gains on derivatives²	11.4%	11.3%	9.4%		

NM = Not meaningful

1. For an explanation of PVP, a non-GAAP financial measure, and a reconciliation of PVP to gross written premiums, which is the most comparable GAAP term, please refer to the appendix on slides 28-30.

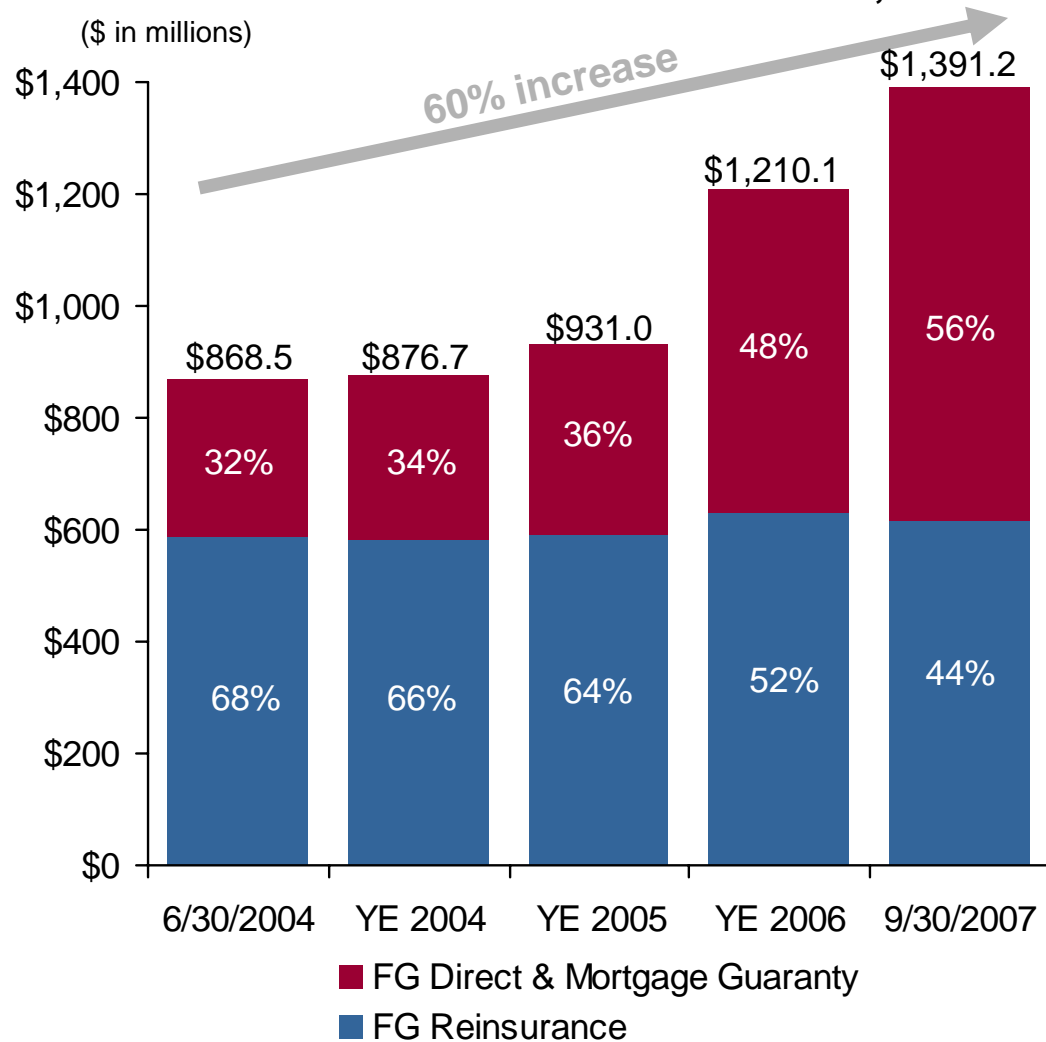
2. For an explanation of operating income and operating return on equity, which are non-GAAP financial measures, please refer to the appendix on slide 28.

Unrealized Mark-to-Mark Loss on Derivatives

- The Company recorded a \$162.9 million after tax unrealized mark-to-market loss on its CDS contracts in force as of September 30, 2007.
- The mark-to-market loss does not reflect actual claims or credit losses, nor does it reduce Assured's claims-paying resources, rating agency capital requirements or regulatory capital position
- The net gain or loss on CDS exposure will amortize to zero as the exposure approaches its maturity date, unless there is a payment default on the exposure.
- CDS contracts are substantially similar to Assured's insurance contracts as they provide protection against a payment default on the underlying security.
- Approximately 70% of Assured's unrealized mark-to-market loss on derivatives is due to a decline in the market value of high yield and investment grade corporate collateralized loan obligation transactions, with the balance generated by lower market values principally in the residential and commercial mortgage-backed securities markets.

Building Future Earned Premium Base

Unearned Premium Reserve Net of Ceded Reinsurance & Net Present Value of Estimated Future Installment Premiums In Force¹, Pre-Tax



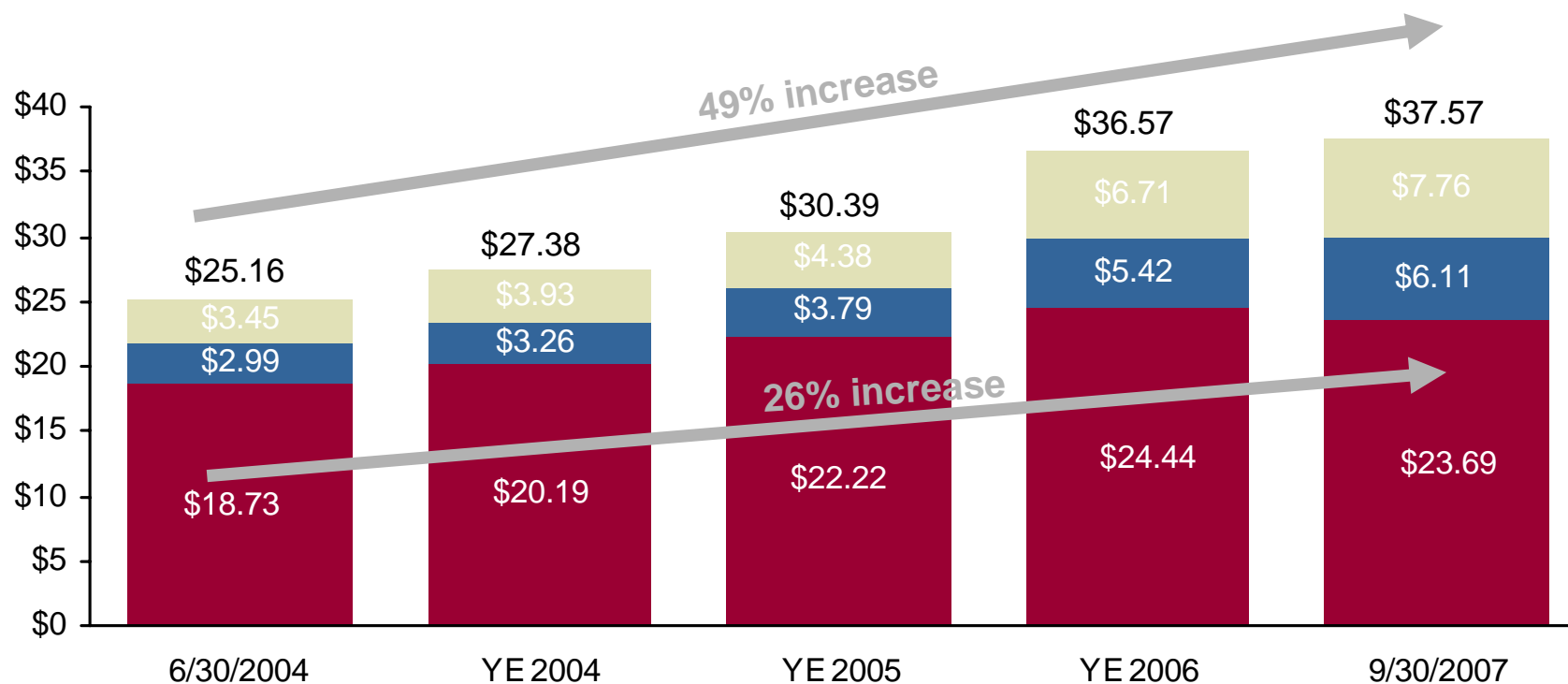
- Our future earned premium base has grown each year
 - Driven by PVP exceeding net earned premiums

- Since the IPO, direct unearned premium reserve net of ceded reinsurance and net present value of estimated future installment premiums in force, pre-tax is up 214%

1. For an explanation of net present value of estimated future installment premiums in force, which is a non-GAAP financial measure, please refer to the appendix on slide 28.

Book Value Per Share Growth

Adjusted Book Value¹ Per Share²



■ Net present value of estimated future installment premiums in force³ per share, after tax

■ Net unearned premium reserve less deferred acquisitions costs, after tax

■ Book value per share

1. For an explanation of adjusted book value, which is a non-GAAP financial measure, please refer to the appendix on slide 28.

2. Some amounts may not add due to rounding.

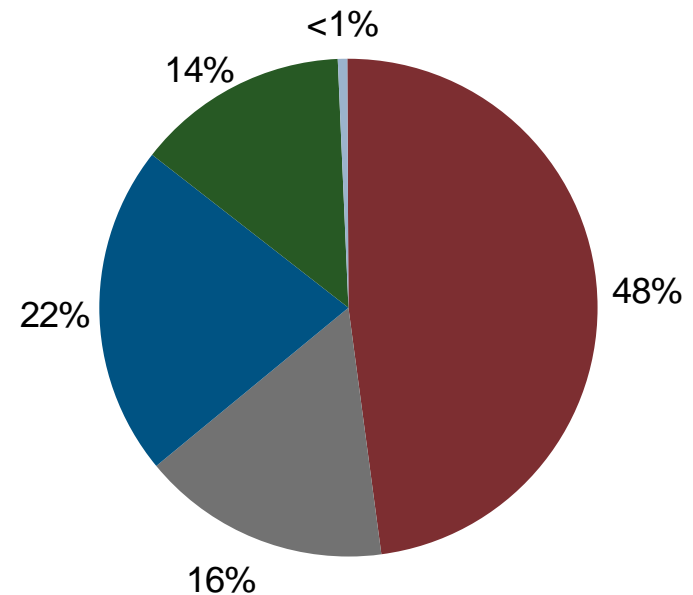
3. For an explanation of net present value of estimated future installment premiums in force, a non-GAAP financial measure, please refer to the appendix on slide 28.

High Quality Insured Portfolio

As of September 30, 2007

- AGL's portfolio is very highly rated:
 - 48% AAA
 - 64% AA or higher
 - 14% BBB or lower
 - 0.5% below investment grade
- Non-investment grade are “fallen angels,” principally from the reinsurance segment
- CMC portfolio is lowest in terms of percentage of total portfolio and dollar amount since the IPO

Assured Guaranty Ltd.



\$153.7 billion net par outstanding by rating¹

- AAA/Aaa
- AA/Aa
- A/A
- BBB/Baa
- Below investment grade

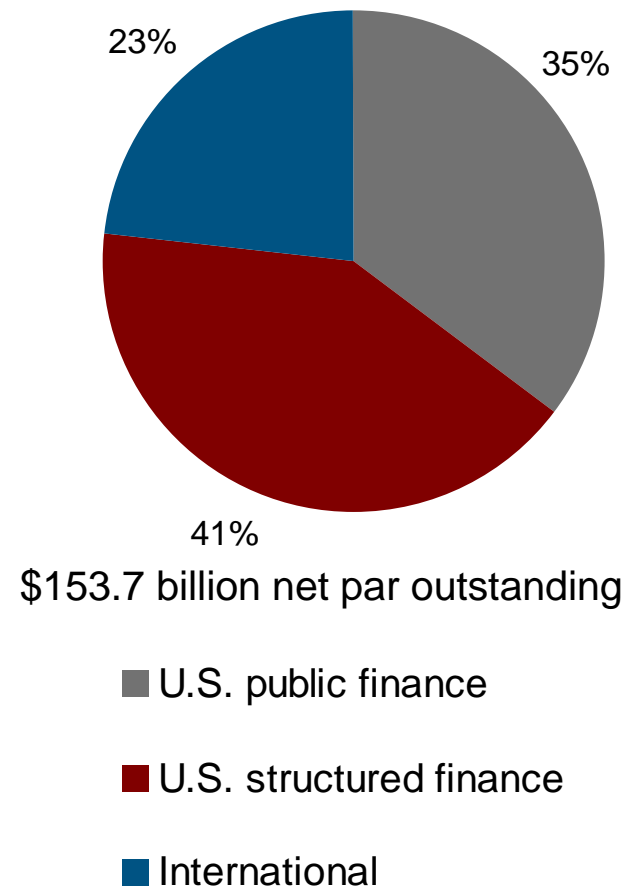
1. Represents Assured Guaranty internal rating. Our scale is comparable to that of the nationally recognized rating agencies.

Well Diversified Insured Portfolio

As of September 30, 2007

- Balanced portfolio of public and structured finance
- Direct book has higher concentration of structured finance
- Reinsurance book is more weighted toward public finance

Assured Guaranty Ltd.¹



1. Percent total does not add to 100% due to rounding.

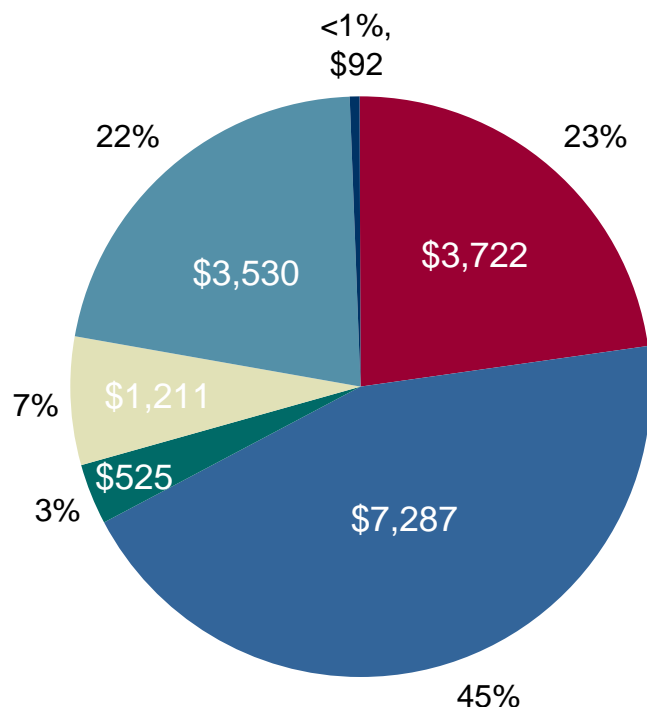
CDOs of ABS

As of September 30, 2007

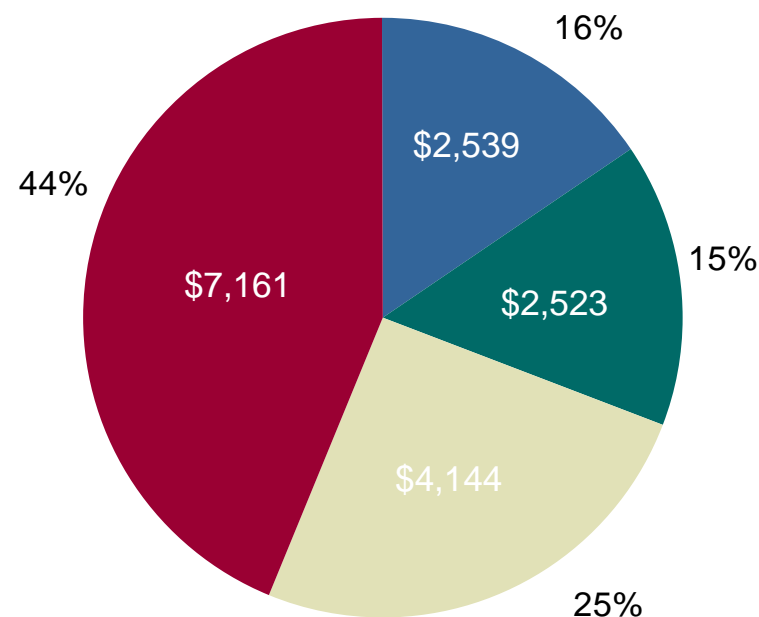
- Have not written a CDO of ABS deal since 2003
- Direct net par outstanding exposure to CDOs of ABS totaled \$2.2 billion with an average rating of AAA/Aaa as of September 30, 2007
- Significant levels of subordination and largely AAA rated collateral
- Only one direct deal contains any U.S. subprime RMBS exposure
 - Expires in April 2008
 - Originated in 2003
 - Net par outstanding of \$594.0 million and is backed by a pool of 100% AAA rated senior collateral
 - 32% of the collateral is U.S. subprime RMBS

Highly Rated U.S. RMBS Portfolio

**Assured Guaranty Ltd.
U.S. RMBS by Rating¹
(\$ in millions)**



**Assured Guaranty Ltd.
U.S. RMBS by Exposure Type
(\$ in millions)**



\$16.4 billion, 10.7% of net par outstanding

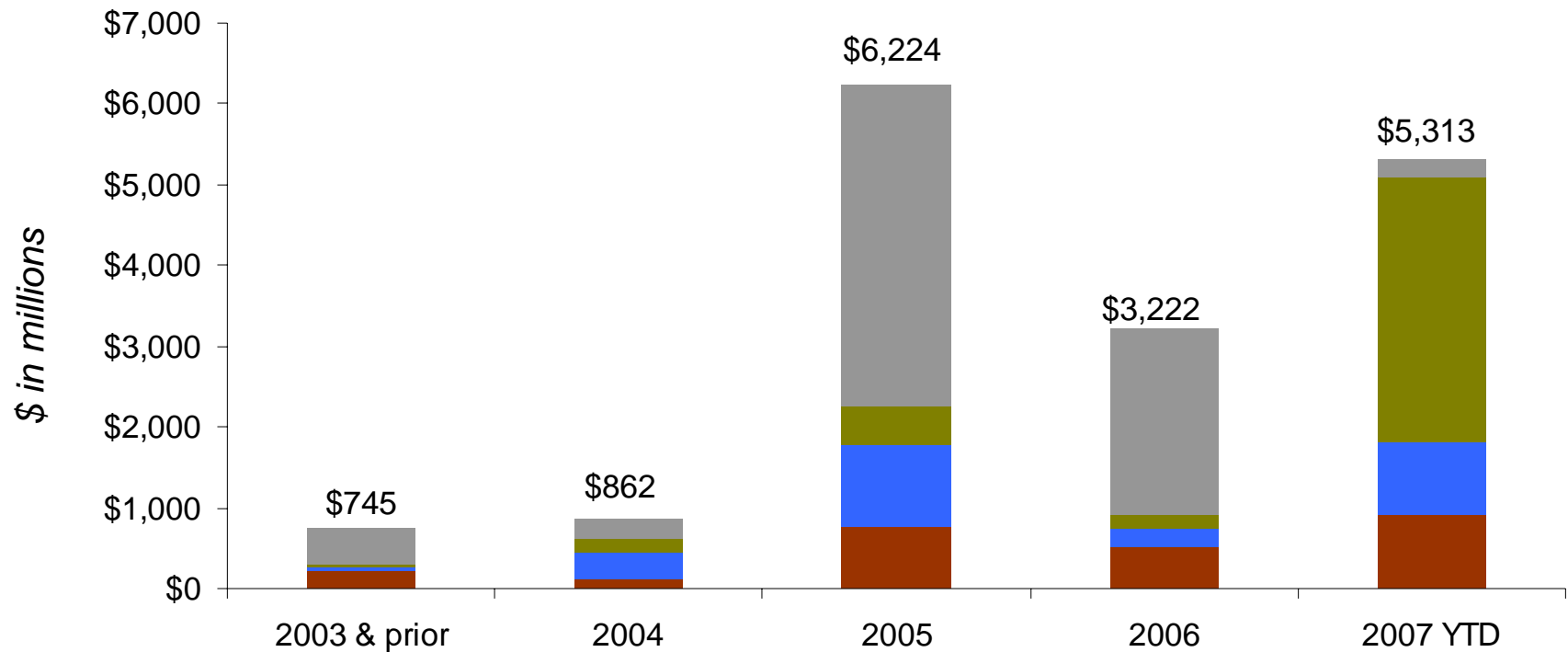
■ Super AAA ■ AAA
■ AA ■ A
■ BBB ■ BIG²

■ Prime ■ HELOC
■ Alt-A ■ Subprime

1. Represents Assured Guaranty internal rating. Our scale is comparable to that of the nationally recognized rating agencies.
2. Below investment grade

U.S. RMBS Net Par Outstanding by Year of Issue and Type

As of September 30, 2007

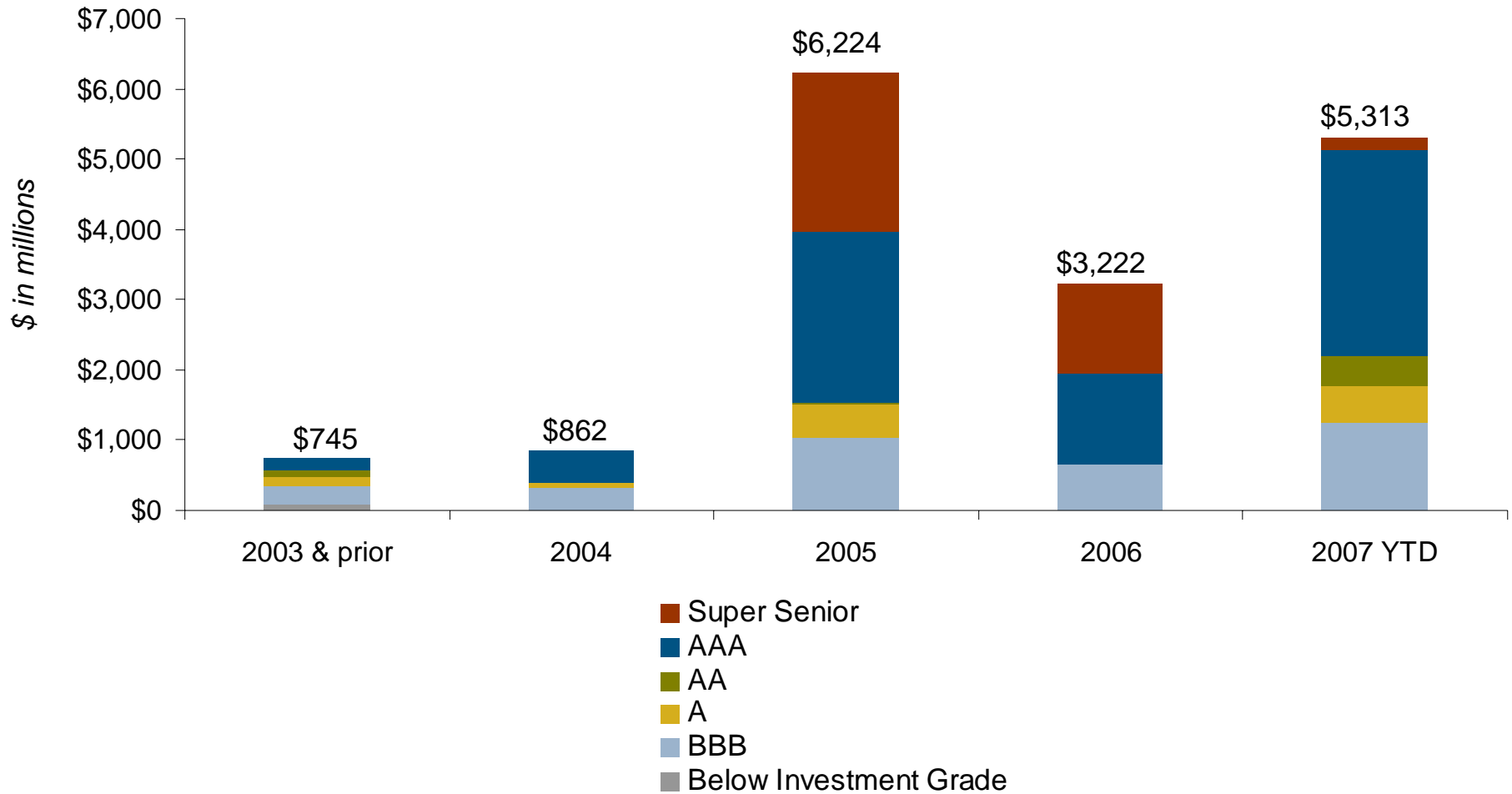


% of total U.S. RMBS	5%	5%	38%	20%	32%
% of total net par outstanding	<1%	<1%	4%	2%	3%

■ Prime
 ■ HELOC
 ■ Alt-A
 ■ Subprime

U.S. RMBS Net Par Outstanding by Year of Issue and Rating

As of September 30, 2007

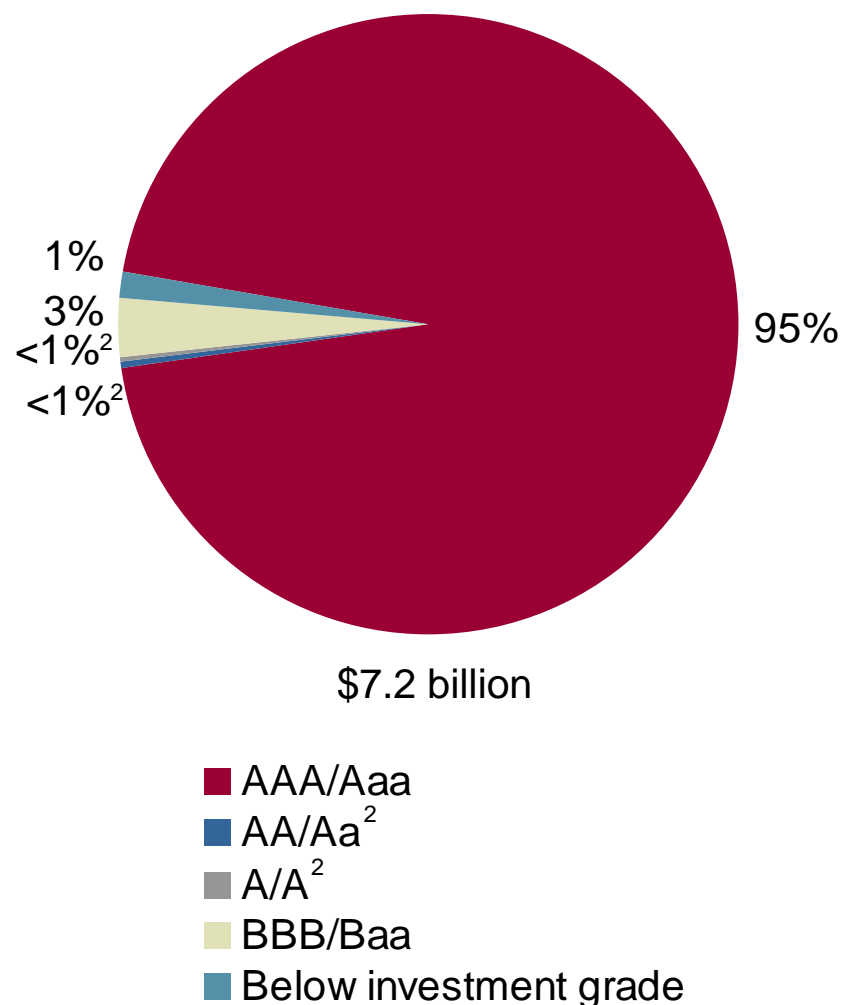


U.S. Subprime RMBS

As of September 30, 2007

- 95% of our U.S. subprime RMBS exposure is AAA
 - No downgrades of 2005 or later vintages in direct book
- Financial Guaranty Direct represents 96% of our exposure
 - FG Direct U.S. subprime has an average rating of AAA
- \$91 million of our U.S. subprime RMBS exposure is below investment grade
 - Exposure is seasoned and consisting of pre-IPO vintages

**Assured Guaranty Ltd.
U.S. Subprime RMBS by Rating ¹**



1. Represents Assured Guaranty internal rating. Our scale is comparable to that of the nationally recognized rating agencies.

2. As of September 30, 2007, \$15 million of Assured Guaranty Ltd.'s U.S. Subprime RMBS exposure was rated AA/Aa and \$17 million was rated A/A.

U.S. Subprime RMBS

- The Company's management has adjusted modeling assumptions for new and current exposures based on market conditions and transaction performance.
- Management recently conducted an analysis of breakeven and stress case cumulative losses for Assured's direct U.S. subprime RMBS exposures.
- This testing confirms that future performance would need to deteriorate significantly beyond current assumptions before the Company would incur losses on its U.S. subprime RMBS portfolio.
- The average credit enhancement for U.S. subprime RMBS deals underwritten in the financial guaranty direct segment since 2003 is currently about 39% of the remaining pool balance.

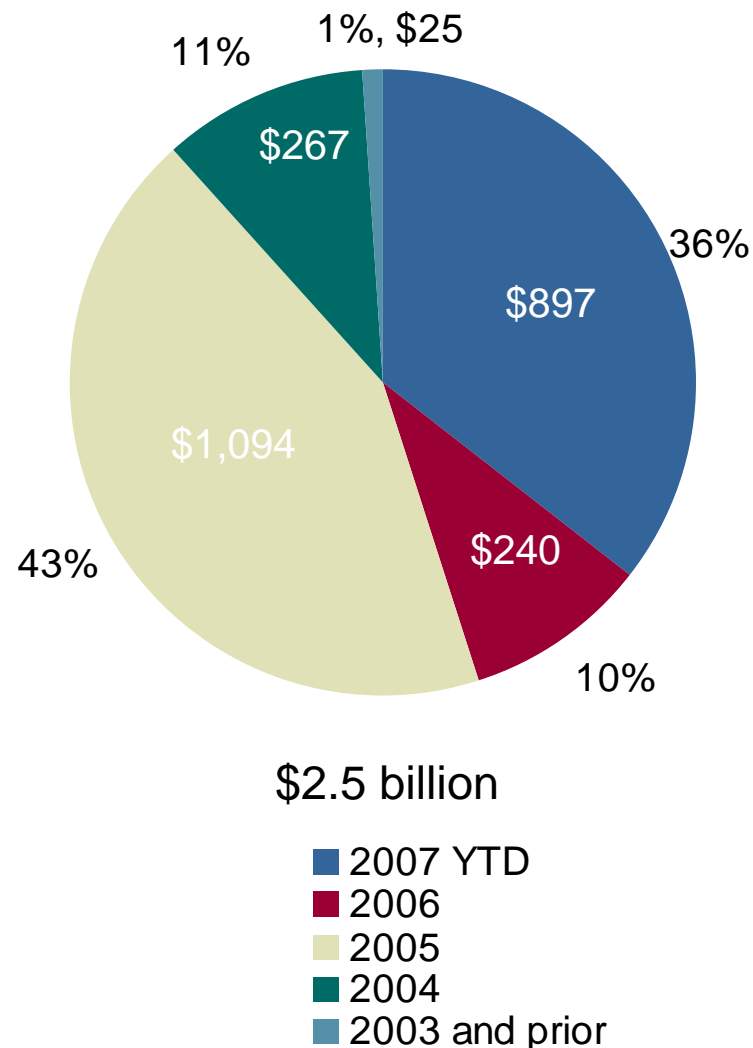
Home Equity Line of Credit (HELOC)

- 97% of Assured's HELOC book is rated BBB
 - Principally 2005 and 2007 exposures
 - No direct 2006 HELOC

- Countrywide comprises over 90% of HELOC net par outstanding

- Assured's direct HELOC exposures from the 2005 vintage have experienced increased delinquencies and collateral losses.
 - The Company has not incurred any claims on these transactions and even in stress scenarios, losses, if any, to Assured are not expected to be material, (< \$100 million) given the modest level of the Company's HELOC exposure and the levels of credit support built into the transactions.

HELOC by Year Insured¹
As of September 30, 2007
 (\$ in millions)



1. Percent total does not add to 100% due to rounding.



Appendix

Appendix

Explanation of Non-GAAP Financial Measures

Adjusted book value, which is a non-GAAP financial measure, is defined as shareholders' equity (book value) plus the after-tax value of the unearned premium reserve net of prepaid reinsurance premiums, plus the net present value of estimated future installment premiums in force, less future ceding commissions, after tax discounted at 6%, less deferred acquisition costs, after tax. Management believes that adjusted book value is a useful measure for management, equity analysts and investors because the calculation of adjusted book value permits an evaluation of the net present value of the Company's in-force premiums and capital base. The premiums described above will be earned in future periods, but may differ materially from the estimated amounts used in determining current adjusted book value due to changes in market interest rates, refinancing or refunding activity, prepayment speeds, policy changes or terminations, credit defaults, and other factors that management cannot control or predict. This measure should not be viewed as a substitute for book value determined in accordance with GAAP.

Operating income, which is a non-GAAP financial measure, is defined as net income (loss) excluding after-tax realized gains (losses) on investments and after-tax unrealized gains (losses) on derivative financial instruments. Operating return on equity (ROE) represents operating income as a percentage of average shareholders' equity, excluding accumulated other comprehensive income and after-tax unrealized gains (losses) on derivative financial instruments. Management believes that operating income and operating ROE are useful measures for management, equity analysts and investors because the presentation of operating income and operating ROE enhance the understanding of Assured's results of operations by highlighting the underlying profitability of Assured's insurance business. Net realized gains (losses) on investments and net unrealized gains (losses) on derivative financial instruments are excluded because the amount of these gains (losses) is heavily influenced by, and fluctuates in part according to, market interest rates, credit spreads, and other factors that management cannot control or predict. These measures should not be viewed as substitutes for net income (loss) or ROE determined in accordance with GAAP.

Present value of gross written premiums or PVP, which is a non-GAAP financial measure, is defined as gross upfront and installment premiums received and the present value of gross estimated future installment premiums, on contracts written in the current period, discounted at 6% per year. Management believes that PVP is a useful measure for management, equity analysts and investors because it permits the evaluation of the value of new business production for Assured by taking into account the value of estimated future installment premiums on new contracts underwritten in a reporting period, which GAAP gross premiums written does not adequately measure. Actual future net earned or written premiums may differ from PVP due to factors such as prepayments, amortizations, refundings, contract terminations or defaults that may or may not be influenced by market interest rates, refinancing or refunding activity, prepayment speeds, policy changes or terminations, credit defaults, or other factors that management cannot control or predict. This measure should not be viewed as a substitute for gross written premiums determined in accordance with GAAP.

Net present value of estimated future installment premiums in force, which is a non-GAAP financial measure, is defined as the present value of estimated future installment premiums from our in-force book of business, net of reinsurance and discounted at 6%. Management believes that net present value of estimated future installment premiums in force is a useful measure for management, equity analysts and investors because it permits an evaluation of the value of future estimated installment premiums. Estimated future premiums may change from period to period due to changes in par outstanding, maturity, or other factors that management cannot control or predict that result from market interest rates, refinancing or refunding activity, prepayment speeds, policy changes or terminations, credit defaults, or other factors. There is no comparable GAAP financial measure.

For adjusted book value, net present value of estimated future installment premiums in force, and PVP, Assured uses 6% as the present value discount rate because it is the approximate taxable equivalent yield on Assured's investment portfolio for the periods presented.

Appendix

PVP¹ – Reconciliation to Gross Written Premiums² (\$ in millions)

	2004	2005	1Q-06	2Q-06	3Q-06	4Q-06	2006	1Q-07	2Q-07	3Q-07
Gross written premiums (GWP) analysis:										
Present value of GWP (PVP)	\$ 289.6	\$ 286.3	\$ 61.8	\$ 148.4	\$ 127.4	\$ 116.0	\$ 453.6	\$ 106.7	\$ 125.3	\$ 165.5
Less: Installment premium PVP	164.1	183.6	44.2	70.8	86.1	69.5	270.6	77.2	72.9	118.0
Upfront financial guaranty & mortgage guaranty GWP	125.5	102.7	17.6	77.6	41.3	46.5	183.0	29.5	52.4	47.5
Less: Upfront premium due to novations	-	18.4	-	-	-	-	-	-	-	-
Plus: Installment GWP	140.0	135.6	34.0	33.8	32.2	38.6	138.6	39.7	36.3	41.7
Financial guaranty & mortgage guaranty GWP	265.5	219.9	51.6	111.4	73.5	85.1	321.6	69.2	88.7	89.2
Plus: Other segment GWP	(74.6)	32.2	3.8	0.1	0.1	0.1	4.1	3.3	0.1	0.1
Total gross written premiums	\$ 190.9	\$ 252.1	\$ 55.4	\$ 111.5	\$ 73.6	\$ 85.2	\$ 325.7	\$ 72.5	\$ 88.8	\$ 89.3

1. For an explanation of PVP, a non-GAAP financial measure, please refer to the appendix on slide 28.

2. Some amounts may not add due to rounding.

Appendix

PVP¹ By Segment – Reconciliation to Gross Written Premiums² (\$ in millions)

	2004	2005	1Q-06	2Q-06	3Q-06	4Q-06	2006	1Q-07	2Q-07	3Q-07
Financial Guaranty Direct Segment										
Present value of gross w ritten premiums (PVP)	\$ 69.7	\$ 145.5	\$ 41.6	\$ 98.8	\$ 90.9	\$ 70.8	\$ 302.2	\$ 83.7	\$ 104.0	\$ 132.7
Less: Present value of installment premiums	64.0	125.1	33.2	53.1	69.4	48.6	204.3	63.0	68.7	99.7
Upfront gross w ritten premiums (GWP)	5.7	20.3	8.5	45.7	21.5	22.2	97.9	20.7	35.3	33.0
Plus: Installment GWP	75.1	75.8	21.8	22.7	20.4	26.5	91.3	28.8	27.4	31.0
Financial guaranty direct GWP	\$ 80.8	\$ 96.2	\$ 30.2	\$ 68.4	\$ 41.9	\$ 48.7	\$ 189.2	\$ 49.5	\$ 62.7	\$ 64.0
Financial Guaranty Reinsurance Segment										
Present value of gross w ritten premiums (PVP)	\$ 192.8	\$ 127.8	\$ 20.1	\$ 49.6	\$ 36.5	\$ 45.2	\$ 151.5	\$ 23.1	\$ 21.3	\$ 32.8
Less: Present value of installment premiums	83.3	58.5	11.0	17.7	16.8	20.8	66.3	14.2	4.2	18.3
Upfront gross w ritten premiums (GWP)	109.5	69.2	9.1	31.9	19.8	24.4	85.2	8.9	17.1	14.5
Less: Upfront premium due to novations ³	-	18.4	-	-	-	-	-	-	-	-
Plus: Installment GWP	50.8	47.2	9.7	9.8	9.9	9.3	38.7	9.8	8.4	9.3
Financial guaranty reinsurance GWP	\$ 160.3	\$ 98.0	\$ 18.8	\$ 41.7	\$ 29.7	\$ 33.7	\$ 123.9	\$ 18.7	\$ 25.5	\$ 23.8
Mortgage Guaranty Segment										
Present value of gross w ritten premiums (PVP)	\$ 27.1	\$ 13.1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Present value of installment premiums	16.9	-	-	-	-	-	-	-	-	-
Upfront gross w ritten premiums (GWP)	10.3	13.1	-	-	-	-	-	-	-	-
Plus: Installment GWP	14.1	12.6	2.6	1.2	1.9	2.7	8.4	1.0	0.5	1.4
Mortgage guaranty GWP	\$ 24.4	\$ 25.7	\$ 2.6	\$ 1.2	\$ 1.9	\$ 2.7	\$ 8.4	\$ 1.0	\$ 0.5	\$ 1.4

1. For an explanation of PVP, a non-GAAP financial measure, please refer to the appendix on slide 28.
2. Some amounts may not add due to rounding.
3. Relates to reassumption by FSA of approximately \$820 million par value of healthcare related business.