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March 27, 2008



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Assured Guaranty Ltd.



Safe Harbor Disclosure



- **Forward-looking statements are being made in this presentation. Actual results could differ materially from these statements.**
- **For example, the forward-looking statements of Assured Guaranty Ltd. (“Assured” or the “Company”), 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, including interest spread changes and credit losses;
 - more severe or frequent losses 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 the Company’s SEC filings and latest earnings press release and financial supplement, which are available on its website, for more information on factors that could affect its forward-looking statements. This presentation references several non-GAAP financial measures. These non-GAAP financial measures are defined in the appendix of this presentation. In each case, if available, the most directly comparable GAAP financial measure is presented and a reconciliation of the non-GAAP financial measure and GAAP financial measure is provided. This presentation is consistent with how our management, analysts and investors evaluate our financial results and is comparable to estimates published by analysts in their research reports on us. Each of the non-GAAP financial measures is identified in this presentation as such.**

Agenda

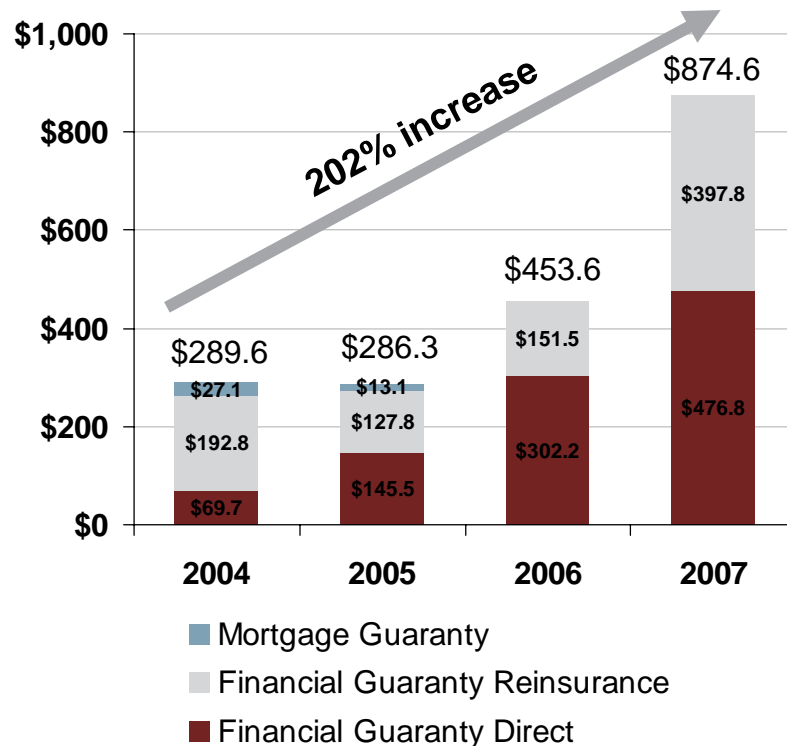


- **Assured Financial Overview**
- **U.S. RMBS**
- **Outlook**

Assured Guaranty Overview



Assured Guaranty Ltd.
Present Value of Gross Written Premiums (PVP)¹
 (\$ in millions)



- **20 year track record in financial guaranty market**
 - 2004 IPO of Assured Guaranty Ltd.
- **Assured Guaranty Corp. is one of only two financial guaranty insurance companies rated triple-A (stable) by all three major rating agencies**
 - Benefiting from market turmoil
- **AG Re is the largest financial guaranty reinsurer**
 - Bermuda-based
 - The only financial guaranty reinsurer rated double-A (stable) by all three major rating agencies

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 17-18.

- **Exercise strict underwriting discipline**
 - No CDOs of ABS since 2003
- **Expand our direct franchise**
 - Direct PVP¹ increased 584% from 2004 to 2007
- **Maintain leading reinsurance market position**
 - Bermuda platform with focus on growing facultative business
 - Major reinsurance transaction with Ambac Assurance Corp. in December 2007
- **Maintain triple-A ratings for Assured Guaranty Corp.**
 - As of March 14, 2008, all of the major rating agencies have affirmed Assured Guaranty Corp.'s triple-A (stable) ratings
- **Efficient utilization of capital**
 - Four repurchase programs since the IPO including a 2.0 million share repurchase program approved in November 2007
 - Follow-on offering in December 2007 to support Ambac transaction
 - \$1 billion common equity commitment from W.L. Ross & Co. LLC to support growth

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 17-18.

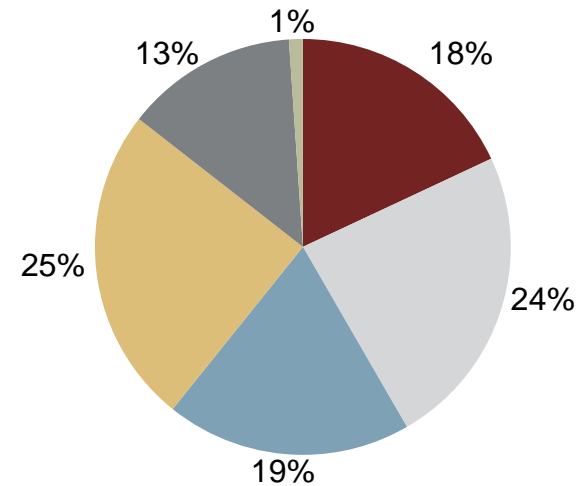
Strict Underwriting Discipline



As of December 31, 2007

- **Assured has a high quality insured portfolio with an average rating of AA-**
- **Assured's portfolio is rated:**
 - 18% super senior
 - 61% AA or higher
 - 14% BBB or lower
- **Has not written a CDO of ABS deal since 2003**

Assured Guaranty Ltd.



\$200.3 billion net par outstanding by rating¹

- Super senior
- AAA
- AA
- A
- BBB
- Below investment grade

1. Reflects the Company's internal rating. The Company's scale is comparable to that of the major rating agencies. The super senior category, which is not generally used by rating agencies, is used by the Company in instances where the Company's AAA-rated exposure has additional credit enhancement due to either (1) the existence of another security rated AAA that is subordinated to the Company's exposure or (2) the Company's exposure benefits from a different form of credit enhancement that would pay any claims first in the event that any of the exposures incurs a loss, and such credit enhancement, in management's opinion, causes the Company's attachment point to be materially above the AAA attachment point.

GAAP Income Statements¹



(\$ in millions)

	<u>Assured Guaranty Ltd.</u>		<u>% Change</u>
	<u>Year Ended</u> <u>December 31,</u>		
	<u>2007</u>	<u>2006</u>	
Revenues			
Gross written premiums	\$ 505.9	\$ 325.7	55%
Net written premiums	486.3	318.7	53%
Net earned premiums	232.0	206.7	12%
Net investment income	128.1	111.5	15%
Other income	0.5	0.4	25%
Total revenues	360.6	318.6	13%
Expenses			
Loss and loss adjustment expenses	8.0	(6.8)	NM
Profit commission expense	6.5	9.5	(32)%
Acquisition costs	43.2	45.0	(4)%
Other operating expenses	79.9	68.0	18%
Interest and related expenses	26.2	16.3	61%
Total expenses	163.7	132.1	24%
Income before provision for income taxes	196.9	186.5	6%
Total provision for income taxes	18.9	29.3	(35)%
Operating income²	178.0	157.2	13%
After-tax net realized losses on investments	(1.3)	(1.5)	(13)%
After-tax unrealized (losses) gains on derivatives ³	(480.0)	4.0	NM
Net (loss) income	\$ (303.3)	\$ 159.7	NM
ROE, excluding AOCI	(18.8)%	9.9%	
Operating ROE, excluding AOCI and after-tax unrealized (losses) gains on derivatives²	9.8%	9.9%	

NM = Not meaningful

1. Some amounts may not add due to rounding.

2. For explanations of operating income and operating ROE, which are non-GAAP financial measures, please refer to the appendix on slide 17.

3. The year ended December 31, 2007 included a fair value after-tax gain of \$5.4 million related to Assured Guaranty Corp.'s committed capital securities.

GAAP Balance Sheets¹



(\$ in millions)

	Assured Guaranty Ltd.		% Change
	As of December 31, 2007	December 31, 2006	
Assets			
Fixed maturity securities, at fair value	\$ 2,587.0	\$ 2,331.1	11%
Short-term investments, at cost which approximates fair value	552.9	134.1	312%
Total investments	3,139.9	2,465.1	27%
Cash and cash equivalents	8.0	4.8	67%
Accrued investment income	26.5	24.2	10%
Deferred acquisition costs	259.3	217.0	19%
Prepaid reinsurance premiums	17.0	7.5	127%
Reinsurance recoverable on ceded losses	8.8	10.9	(19)%
Premiums receivable	57.9	41.6	39%
Goodwill	85.4	85.4	0%
Unrealized gains on derivative financial instruments	17.6	52.6	(67)%
Deferred tax asset	147.6	-	NM
Other assets	32.3	26.2	23%
Total assets	\$ 3,800.4	\$ 2,935.3	29%
Liabilities and shareholders' equity			
Liabilities			
Unearned premium reserves	\$ 908.3	\$ 644.5	41%
Reserves for losses and loss adjustment expenses	133.8	120.6	11%
Profit commissions payable	22.3	36.0	(38)%
Reinsurance balances payable	4.1	7.2	(43)%
Deferred income taxes	-	39.9	NM
Current income taxes payable	0.6	7.2	(92)%
Funds held by Company under reinsurance contracts	25.4	21.4	NM
Unrealized losses on derivative financial instruments	630.2	6.7	NM
Senior notes	197.4	197.4	0%
Series A Enhanced Junior Subordinated Debentures	149.7	149.7	0%
Liability for tax basis step-up adjustment	9.9	15.0	(34)%
Other liabilities	51.9	39.0	33%
Total liabilities	2,133.8	1,284.6	66%
Shareholders' equity			
Common stock	0.8	0.7	14%
Additional paid-in capital	1,023.9	711.3	44%
Retained earnings	585.3	896.9	(35)%
Accumulated other comprehensive income	56.6	41.9	35%
Total shareholders' equity	1,666.6	1,650.8	1%
Total liabilities and shareholders' equity	\$ 3,800.4	\$ 2,935.3	29%

NM = Not meaningful

1. Some amounts may not add due to rounding.

Unrealized Mark-to-Market Loss on Derivatives

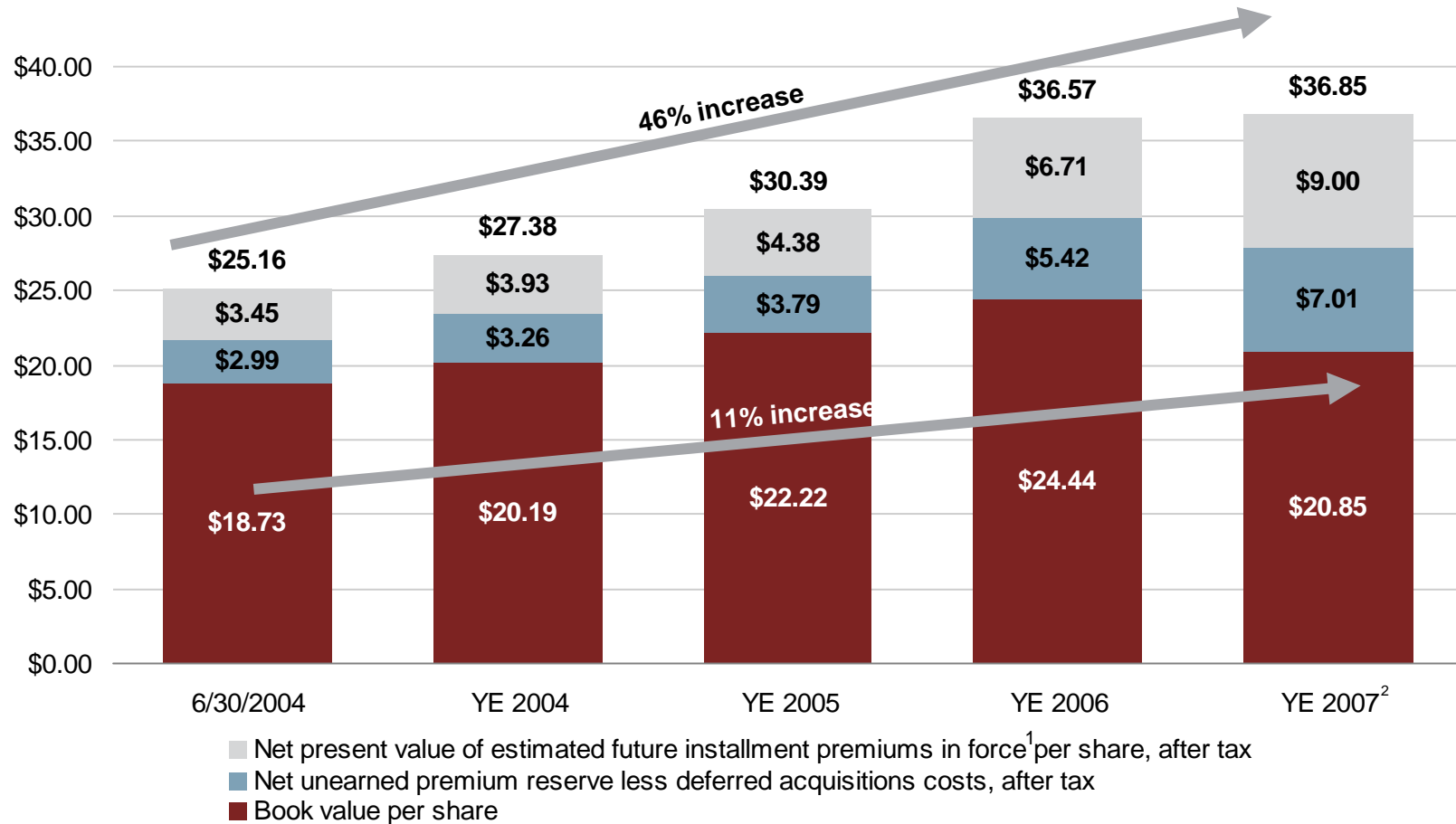


- **For full year 2007, Assured Guaranty Ltd. recorded a \$480.0 million after-tax unrealized mark-to-market loss on derivatives**
 - Approximately 45% of the Company's unrealized loss on derivative financial instruments is due to a decline in the market value of high yield and investment grade corporate collateralized loan obligation transactions, with the balance generated by lower market values principally in the residential and commercial mortgage-backed securities markets.
 - \$5.59 per share reduction in GAAP book value per share as of December 31, 2007
- **The mark-to-market loss does not reflect actual claims or credit losses**
 - No impact on 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 financial guaranty contracts**

Book Value Per Share Growth



Adjusted Book Value¹ Per Share



1. For explanations of adjusted book value and net present value of estimated future installment premiums in force, which is a non-GAAP financial measure, please refer to the appendix on slide 17.

2. The Company's book value per share as of 12/31/07 was negatively impacted by approximately \$5.59 per share due the unrealized mark-to-market loss on derivatives.

Market Issues: CDOs of ABS Backed by U.S. Residential Mortgages



- **The crisis originates from a specific type of security that contained large amounts of U.S. subprime residential mortgages – collateralized debt obligations of asset-backed securities (CDOs of ABS)**
- **The deterioration in these asset classes and the large losses at several international commercial and investment banks, structured investment vehicles and hedge funds have led to a liquidity crunch and a deterioration investor confidence.**

\$ in billions; data as of 12/31/07 unless noted

	2005-2007 CDOs of ABS	2005-2007 CDO Squared	Total High Visibility Assets	Total Par Insured	% High Visibility Assets to Total Par	Claims Paying Resources	High Visibility Assets to Claims Paying Resources	Current Rating
FSA	\$ 0.3		\$ 0.3	\$ 426.5	0%	\$ 6.7	0.0x	AAA (stable)
Assured	-	-	-	200.3	0%	4.4	0.0x	AAA (stable)
MBIA	15.8	6.7	22.5	678.7	3%	14.6	1.5x	on Watch
Ambac	28.9		28.9	524.0	6%	14.5	2.0x	on Watch
FGIC ¹	10.9		10.9	314.8	3%	5.1	2.1x	on Watch
XLCA/FA	14.9		14.9	154.2	10%	3.5	4.3x	on Watch
CIFG ²	7.0		7.0	90.9	8%	1.4	5.0x	on Watch

1: FGIC information as of 9/30/07

2: CIFG par information as of 9/30/07; claims paynig resources as of 3/31/07

Source: Company filings

Market Issues:

Deterioration of Underwriting Standards for U.S. Residential Mortgages



- **The rapid growth of interest-only and adjustable-rate mortgages to Alt-A and subprime borrowers since 2000 increased the vulnerability of borrowers to rising interest rates, which began in 2004**
 - These products were clearly inappropriate for those borrowers
 - Assured avoided writing lower-rated subprime and Alt-A during much of this period because of management's concern about this risk
- **The decline in full documentation loans for these borrowers also increased the potential for fraud**

	2000 Mortgages	2006 Mortgages	% Change
Subprime Mortgages:			
% full documentation	75%	56%	(19 pp)
% ARMs	70%	79%	9 pp
% interest only	0%	20%	20 pp
Average FICO	594	627	33
Average LTV	78%	80%	2 pp
Alt-A Mortgages:			
% full documentation	37%	19%	(18 pp)
% ARMs	5%	71%	66 pp
% interest only	1%	41%	40 pp
Average FICO	699	709	10
Average LTV	80%	74%	(6 pp)

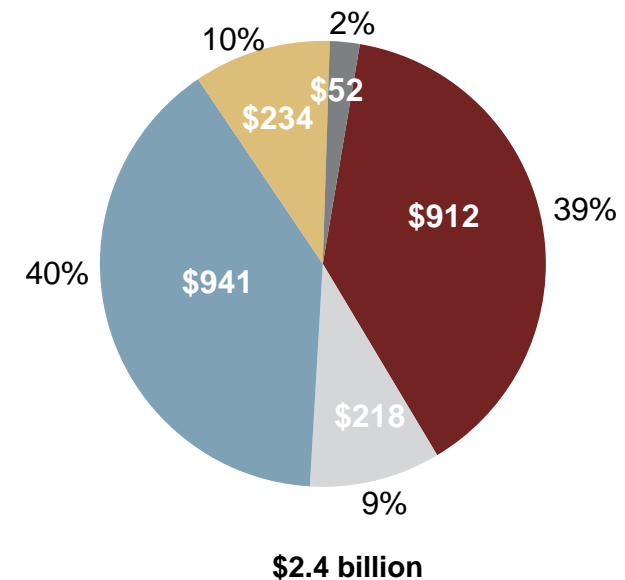
Assured's Home Equity Line of Credit (HELOC)



- Assured's HELOC book principally consists of 2005 and 2007 exposures
- No direct 2006 HELOC
- Countrywide comprises nearly 90% of HELOC net par outstanding
- Assured's direct HELOC exposures have experienced increased delinquencies and collateral losses

Assured Guaranty Ltd. HELOC by Year Issued¹

As of December 31, 2007
(\$ in millions)



- 2007
- 2005
- 2003 and prior
- 2006²
- 2004

1. Some amounts may not add due to rounding.

2. The \$218 million of 2006-issued HELOC net par outstanding as of 12/31/07 was generated from treaty reinsurance business and is spread across 9 deals.

Assured's Direct U.S. RMBS Performance: Prime HELOC and Subprime First Lien



(\$ in millions)

Distribution of Financial Guaranty Direct U.S. Residential Mortgage-Backed Securities Issued January 1, 2005 or Later by Exposure Type, Average Pool Factor, Subordination, Cumulative Losses and 60+ Day Delinquencies as of December 31, 2007 ¹

U.S. Prime HELOC

Year issued:	Net Par Outstanding	Subordination ²	Cumulative Losses ³	60+ Day Delinquencies ⁴
2005	\$ 796	0.6%	3.4%	10.2%
2006	-	N/A	N/A	N/A
2007	790	0.4%	1.3%	4.6%
	<u>\$ 1,586</u>	<u>0.5%</u>	<u>2.9%</u>	<u>8.2%</u>

U.S. Subprime First Lien

Year issued:	Net Par Outstanding	Subordination ²	Cumulative Losses ³	60+ Day Delinquencies ⁴
2005	\$ 3,788	52.4%	1.3%	29.9%
2006	1,900	31.6%	1.2%	26.1%
2007	577	40.0%	1.5%	23.8%
	<u>\$ 6,265</u>	<u>39.4%</u>	<u>1.3%</u>	<u>26.6%</u>

1. Subordination, cumulative loss, delinquency, and pool factor data is based on information obtained from Intex and/or provided by the relevant trustee and may be subject to restatement or correction. The summary data provided here is based on the most recent reports available to Assured.

2. Represents the sum of subordinate tranches and over-collateralization and does not include any benefit from excess interest collections that may be used to absorb losses. HELOC exposures currently generate excess spread of roughly 250-300 bps per year. The amount of future excess spread generated can fluctuate as a result of interest rate changes and other factors.

3. Cumulative losses are defined as net charge-offs on the underlying loan collateral divided by the original pool balance.

4. 60+ day delinquencies are defined as loans that are greater than 60 days delinquent and also includes all loans that are in foreclosure, bankruptcy or REO.

Significant Market Opportunity for Assured



- **We see strong demand for Assured’s financial guaranties in many sectors**
 - Approximately \$145 million of direct PVP¹ written during the first two months of 2008
 - U.S. Public Finance market share growing
 - Structured finance driven by secondary market deals
 - International infrastructure active, but slower: backlog
- **Reinsurance transactions are likely to emerge from the restructurings**
 - Downgraded companies likely to look at reinsurance market
- **\$1 billion common equity commitment from WL Ross**
 - \$250 million initial investment
 - Will be used to support growth and maintain triple-A capital cushion

**U.S. Public Finance
Insured Par by Financial Guarantor**
(\$ in millions)

	Assured	Ambac	FGIC	FSA	MBIA	XL Capital	Assured Market Share
Jan-07	242	3,791	2,959	6,099	6,139	1,051	1%
Feb-07	1,614	6,444	4,684	5,992	5,214	654	7%
Mar-07	74	7,859	4,075	5,376	3,722	966	0%
Apr-07	831	3,116	3,870	4,643	3,582	961	5%
May-07	154	5,911	4,790	2,998	5,345	2,100	1%
Jun-07	284	4,963	6,697	5,254	5,910	2,223	1%
Jul-07	10	5,193	3,915	3,234	4,454	843	0%
Aug-07	475	3,843	1,630	5,649	3,649	1,087	3%
Sep-07	182	5,634	805	5,435	4,013	1,854	1%
Oct-07	1,149	6,156	4,700	3,301	8,366	2,670	4%
Nov-07	839	2,126	1,064	4,565	2,631	904	7%
Dec-07	634	830	0	4,528	1,922	348	8%
Jan-08	1,236	193	0	3,864	117	36	23%
Feb-08	2,098	0	0	4,092	23	0	34%
Mar-08*	2,610	62	0	2,096	793	0	47%

*As of March 19, 2008

Source: Merrill Lynch, Thomson Financial

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 17-18.



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	4Q-07	2007
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	\$ 477.0	\$ 874.6
Less: Installment premium PVP	164.1	183.6	44.2	70.8	86.1	69.5	270.6	77.2	72.9	118.0	276.9	545.0
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	200.1	329.6
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	55.0	172.7
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	255.2	502.3
Plus: Other segment GWP	(74.6)	32.2	3.8	0.1	0.1	0.1	4.1	3.3	0.1	0.1	-	3.5
Total gross written premiums	\$ 190.9	\$ 252.1	\$ 55.4	\$ 111.5	\$ 73.6	\$ 85.2	\$ 325.7	\$ 72.5	\$ 88.8	\$ 89.3	\$ 255.2	\$ 505.9

1. For an explanation of PVP, a non-GAAP financial measure, please refer to the appendix on slide 17.
2. Some amounts may not add due to rounding.

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