



Equity Investor Presentation Fourth Quarter 2006

Assured Guaranty Ltd.
30 Woodbourne Avenue, 5th Floor
Hamilton HM 08
Bermuda
www.assuredguaranty.com

Equity Investor Contacts:

Sabra Purtill
t: 212.408.6044
e: spurtill@assuredguaranty.com

Chris McNamee
t: 212.261.5509
e: cmcnamee@assuredguaranty.com

Safe Harbor Disclosure

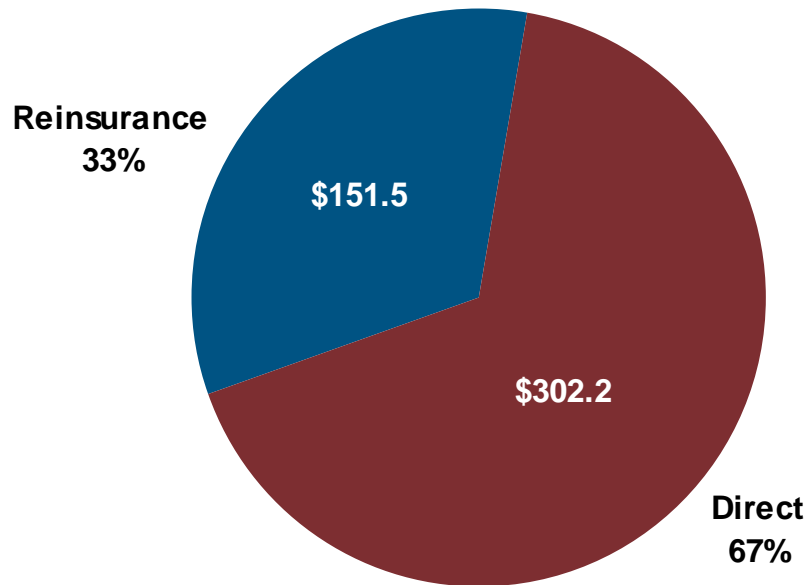
- Forward-looking statements are being made in this presentation. Actual results could differ materially from these statements.
- Some of the forward-looking statements may include references to our financial outlook, reserves, business strategy, growth prospects, ratings, market position and market conditions.
- 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 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.



Assured Guaranty Overview

Assured Guaranty Overview

New Business Written (PVP¹)² Full Year 2006 (\$ in millions)



Total PVP: \$453.6 million

- Assured Guaranty Ltd.'s sole focus is financial guaranty
 - 19+ year track record in financial guaranty market
 - Largest financial guaranty reinsurer
 - Fifth largest capital base in financial guaranty industry
- Initial public offering April 22, 2004 at \$18.00 a share

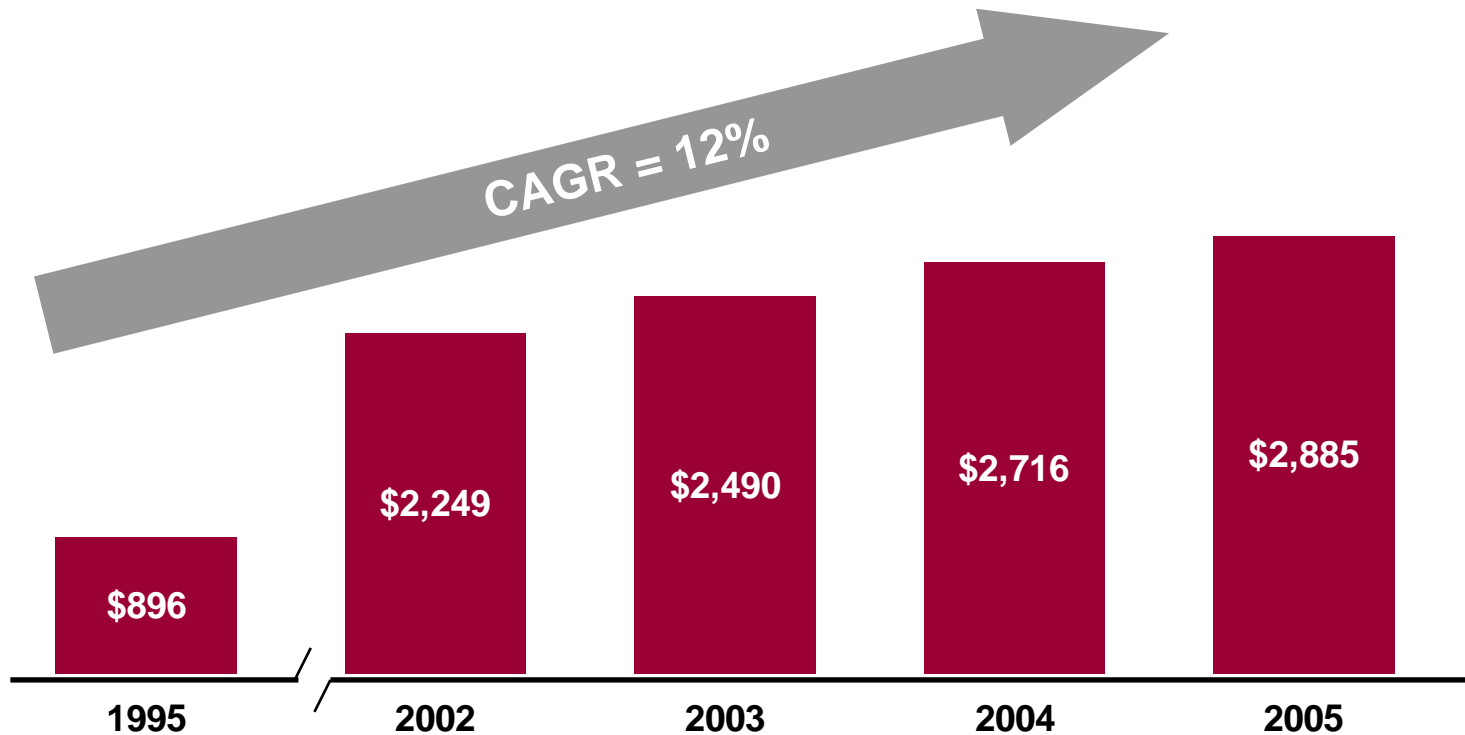
1. For an explanation of PVP, a non-GAAP financial measure, and a reconciliation of PVP to gross written premiums, which is the most comparable GAAP term, please refer to the appendix on slides 28-31.

2. Some amounts may not foot due to rounding.

Market Growth Opportunity

- Attractive market fundamentals
- International development

Financial Guaranty Industry Net Insured Debt Service (Principal and Interest)
(\$ in billions)



Limited Number of Competitors

As of December 31, 2006, unless noted, and in millions of dollars:

<u>Company</u>	<u>GAAP Equity</u>	<u>Net Par Insured</u>	<u>Capital Ratio</u> ¹	<u>Net Par Insured to GAAP Equity</u>
1. MBIA	\$7,204	\$617,553	143:1	86:1
2. Ambac	\$6,184	\$519,043	125:1	84:1
3. FSA	\$2,722	\$376,456	216:1	138:1
4. FGIC	\$2,354	\$299,889	195:1	127:1
5. Assured Guaranty Ltd.	\$1,651	\$132,296	109:1	80:1
6. SCA	\$1,367	\$118,012	132:1	86:1
7. CIFG ²	\$598	\$64,461	147:1	108:1

1. Capital ratio is net par and interest insured divided by qualified statutory capital

2. Results as of September 30, 2006

Strategic Focus

- Expand the financial guaranty direct franchise
- Maintain leading market position in reinsurance
- Exercise strict underwriting discipline
- Continue ratings improvement
- Efficient capital management

2006 Strategic Accomplishments

- Expanded the financial guaranty direct franchise
 - Increased new business production (PVP¹) across all of our key markets
 - Estimated 2006 market share in excess of 7% versus 3.4% in 2005

- Maintained leading market position in reinsurance
 - PVP grew by 19% versus 2005
 - Facultative business contributed a record 44% of reinsurance PVP

- Exercised strict underwriting discipline
 - Insured portfolio has an average credit rating of AA-
 - 67% of our new par written in 2006 was rated AAA and had an average rating of AA

- Continued ratings improvement
 - Moody's revised Assured Guaranty Corp.'s ratings outlook to Aa1 (positive) in June 2006

- Efficient capital management
 - Authorized repurchase of one million shares in May 2006
 - \$150 million share repurchase from ACE Ltd. in December 2006

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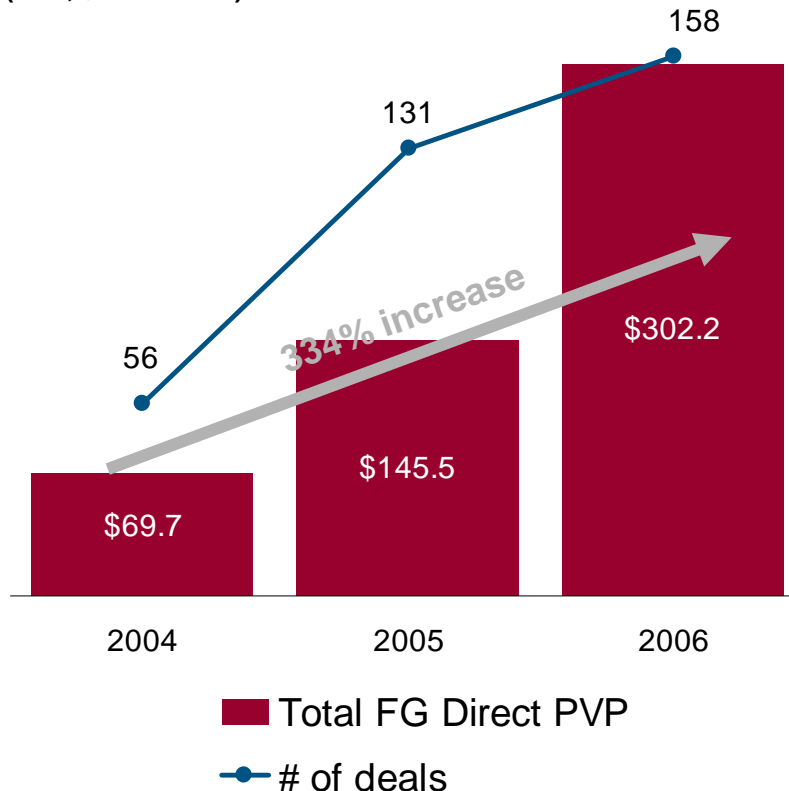


Financial Guaranty Direct

Financial Guaranty Direct PVP and Deal Growth

Financial Guaranty Direct PVP¹ and Deals Closed

(PVP, \$ in millions)

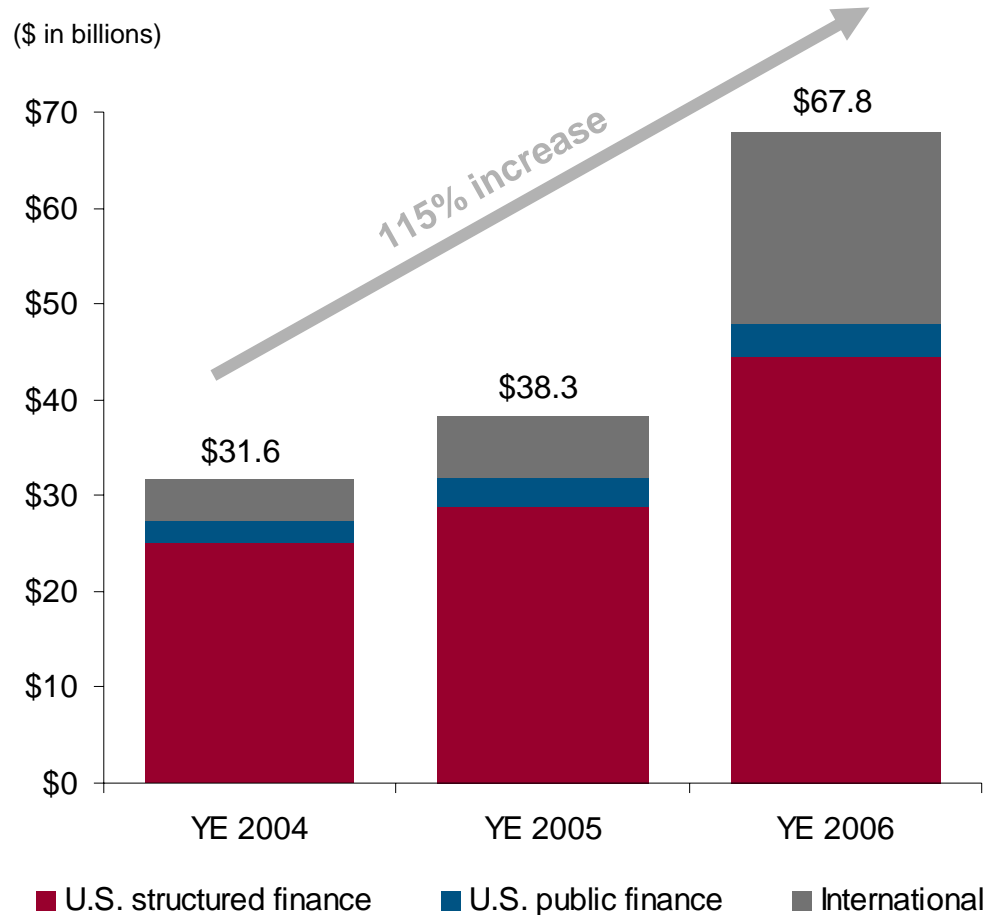


- Direct PVP has grown each year
- Expansion by asset class and market

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 28-31.

Direct Par Outstanding Growth

Financial Guaranty Direct Net Par Outstanding



- Financial guaranty direct net par outstanding has more than doubled since year-end 2004
- At year-end 2006, direct net par outstanding exceeded reinsurance net par outstanding for the first time in the company's history

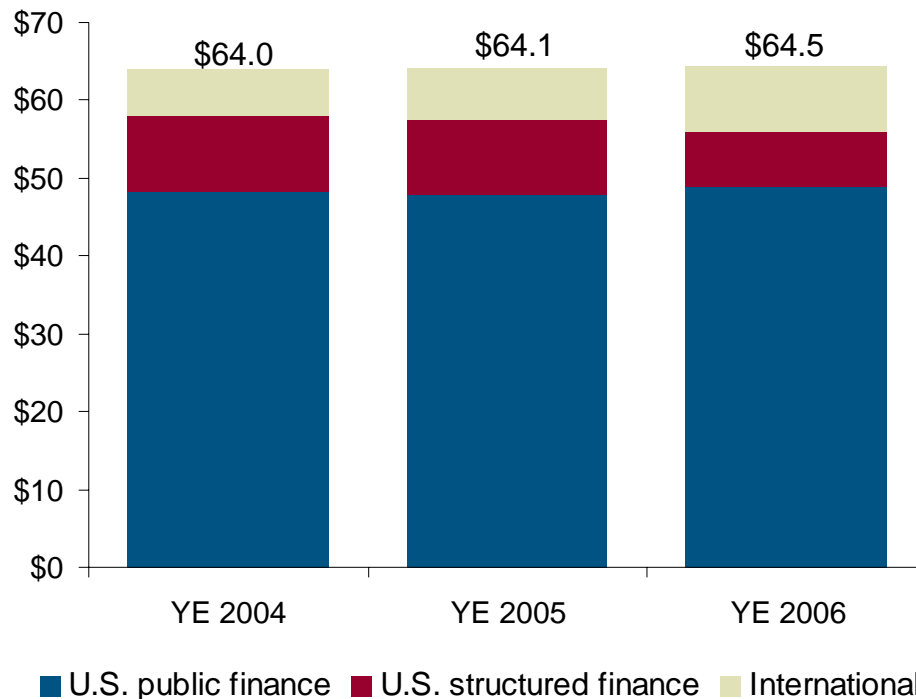


Financial Guaranty Reinsurance

Financial Guaranty Reinsurance Highlights

Financial Guaranty Reinsurance Net Par Outstanding

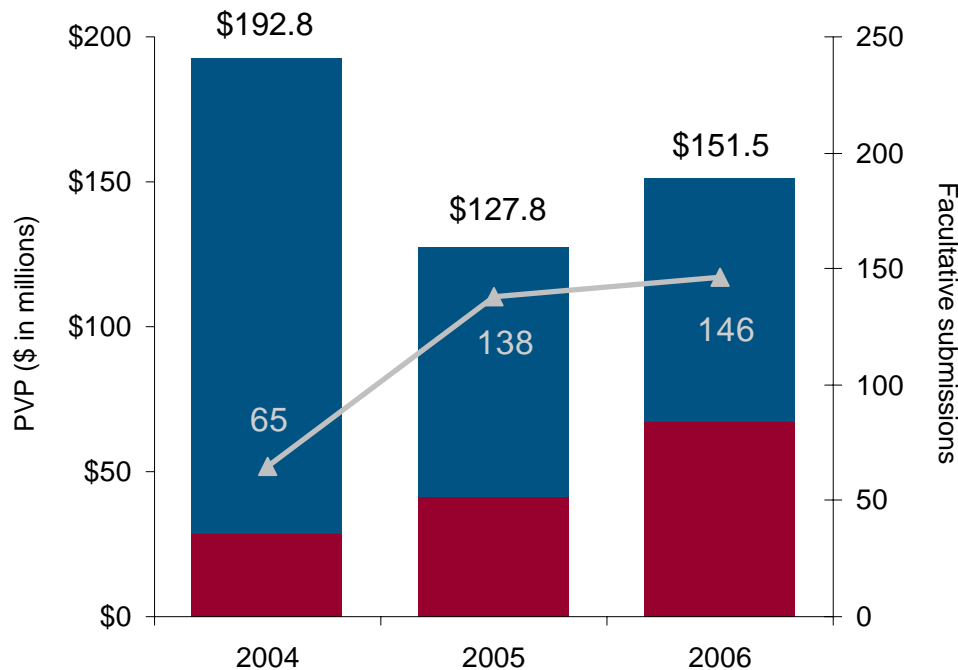
(\$ in billions)



- Assured Guaranty's reinsurance in-force book has been stable since the IPO
 - Decline in U.S. structured finance consistent with lower wrapped market share industry wide
- Significant in-force portfolio
 - Over \$64 billion of net par in-force
 - Diversified by bond type and geography

Strong Growth in Facultative Business

Financial Guaranty Reinsurance PVP¹ and Facultative Submissions



- Facultative submissions have grown each year
- Facultative PVP represented 44% of 2006 PVP, versus approximately 10% pre-IPO

Facultative PVP as a % of total	2004	2005	2006
	15%	32%	44%

- Treaty PVP
- Facultative PVP
- ▲ # of submissions

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Financial Overview

Financial Overview

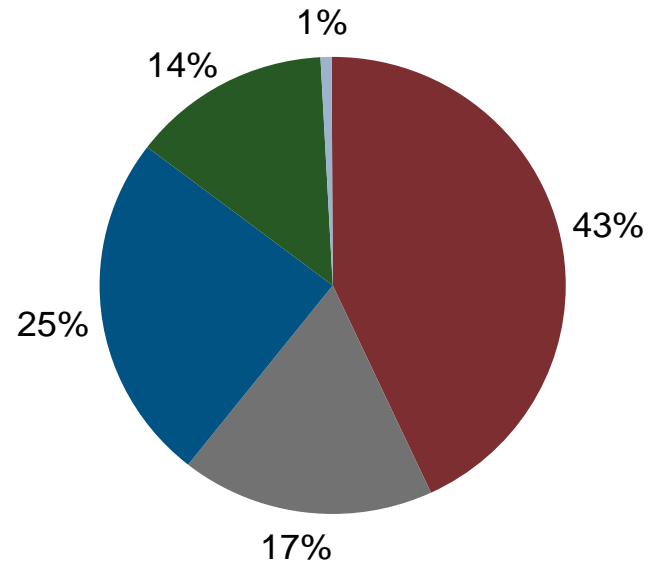
- High quality insured portfolio
- AAA rating agency metrics
- Growing book value
- Building future earnings

High Quality Insured Portfolio

As of December 31, 2006

- Risk characteristics are consistent with the top four monolines. AGL's portfolio is very highly rated:
 - Over 43% AAA
 - Over 60% AA or higher
 - Less than 15% BBB or lower
- 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.



\$132.3 billion net par outstanding by rating¹

- AAA/Aaa
- AA/Aa
- A/A
- BBB/Baa
- Below Investment Grade

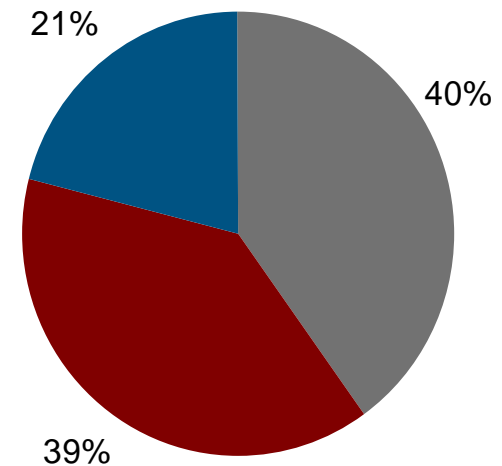
1. Reflects Assured Guaranty's internal rating, which is comparable to that of the nationally recognized rating agencies.

Well Diversified Insured Portfolio

As of December 31, 2006

- 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.

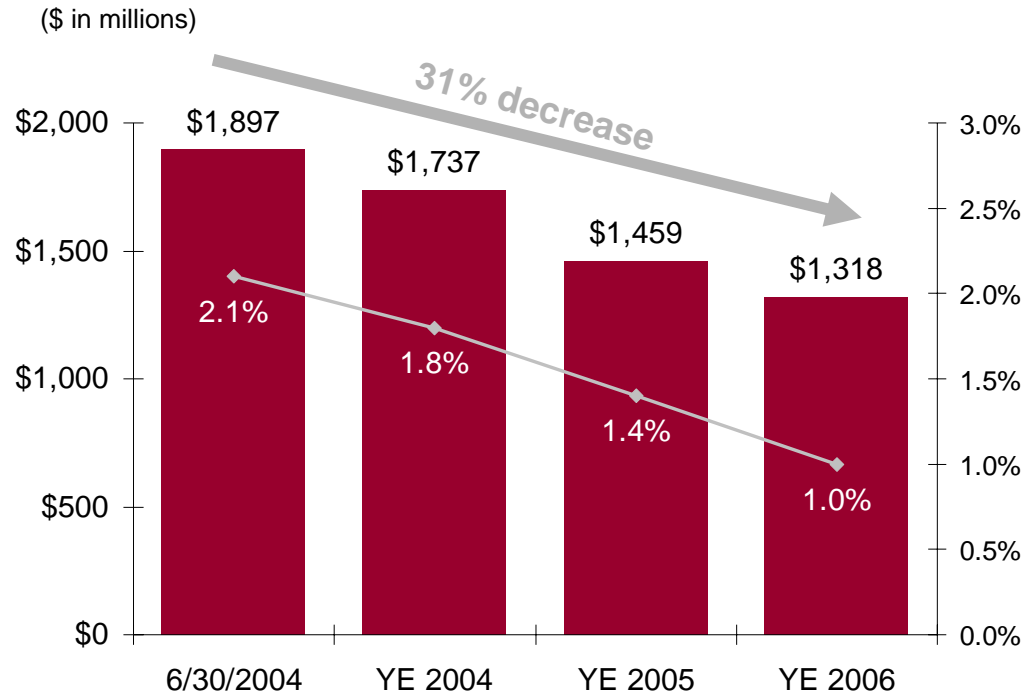


\$132.3 billion net par outstanding

- U.S. public finance
- U.S. structured finance
- International

High Quality Underwriting Standards

Assured Guaranty Ltd. Closely Monitored Credits (CMC)¹



- Credit quality has been maintained at a AA- average
- CMC list has declined by 31% since the IPO and is now 1.0% of net par outstanding

Average rating of total FG portfolio ²	6/30/2004	YE 2004	YE 2005	YE 2006
	AA-	AA-	AA-	AA-

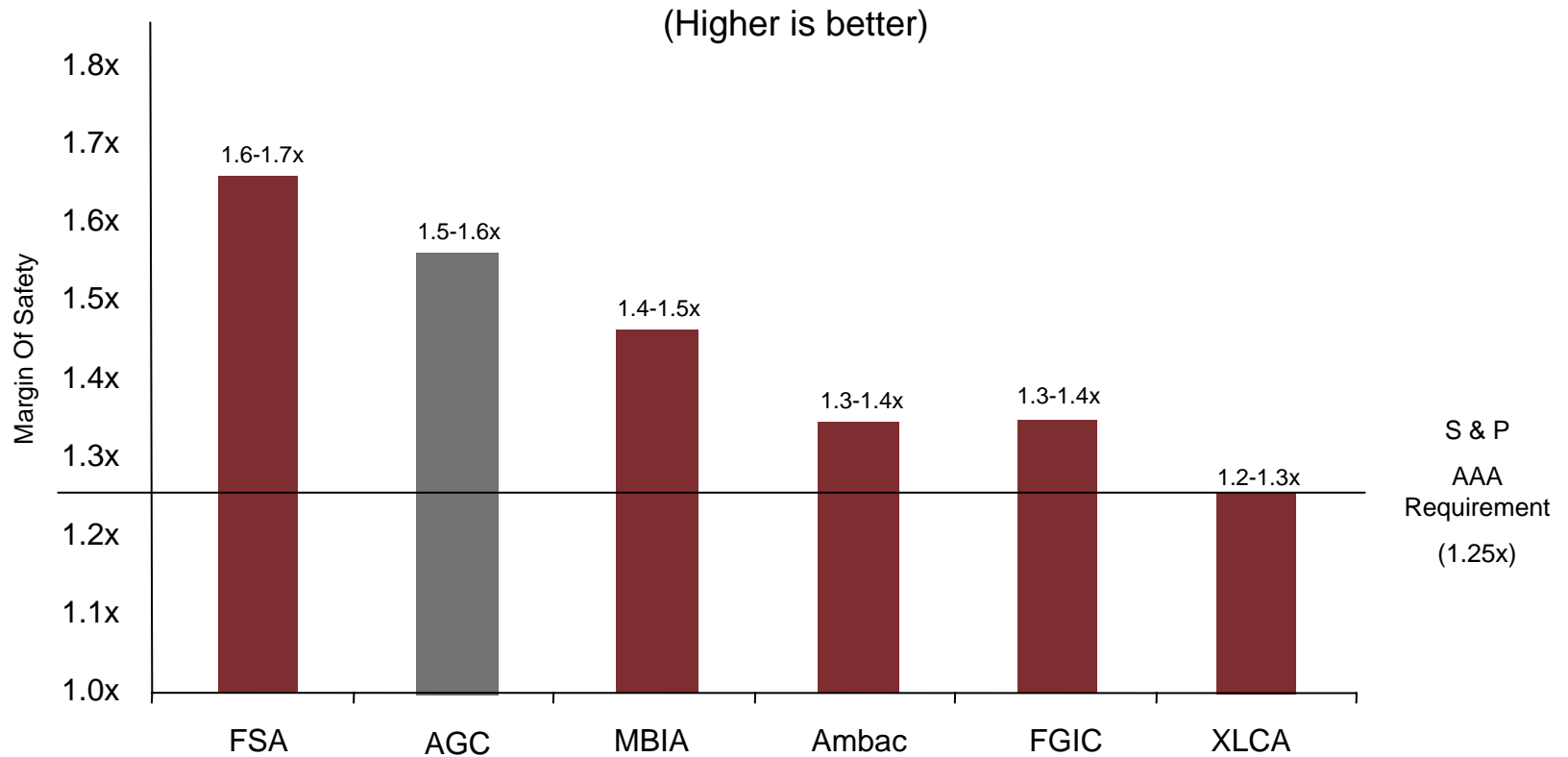
- CMC net par outstanding
- ◆ CMC as a % of total net par outstanding

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.

S&P Margin of Safety

As of December 31, 2005

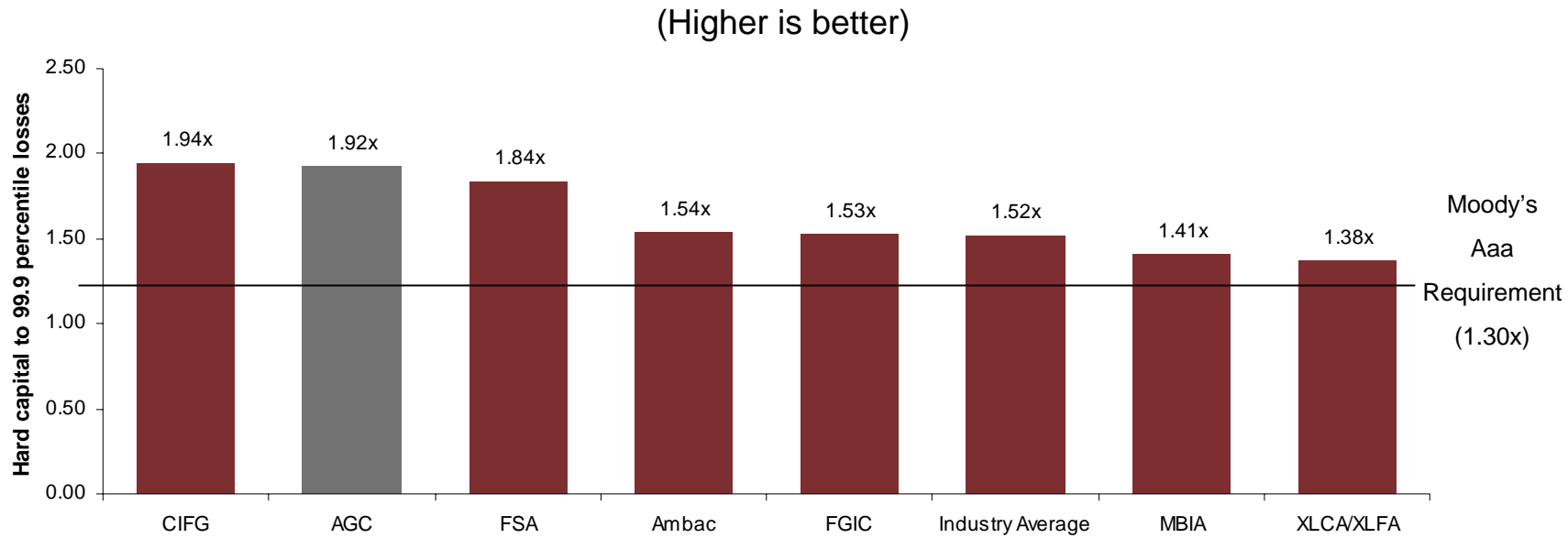


Margin of Safety: Statutory capital as a multiple of an insurer's required capital as a percent of "depression losses."

Source: Standard & Poor's Corporation, June 2006

Moody's Hard Capital Ratio

As of June 30, 2005

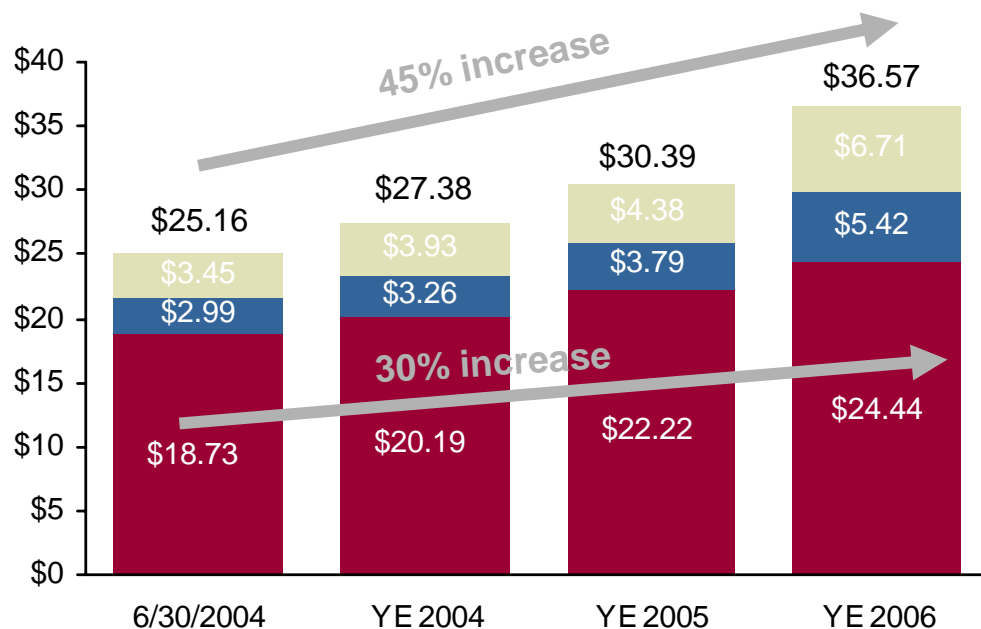


Concept: Hard capital relative to the maximum, present value of credit losses with 99.9% probability. Measures the ability of a guarantor to meet stress-level losses with hard capital (i.e., qualified statutory capital, unearned premium reserves and 85% of present value installment premiums, loss and loss adjustment reserves, net a capital charge for non-financial guaranty activities and investment portfolio quality.)

Source: Moody's Investors Service

Book Value Per Share Growth¹

Adjusted Book Value² Per Share



- Adjusted book value per share and book value per share have grown each year since the IPO
- \$150 million share repurchase was accretive to adjusted book value per share

- Net present value of estimated future installment premiums in force³ per share, after-tax
- Net unearned premium reserve less DAC per share, after-tax
- Book value per share

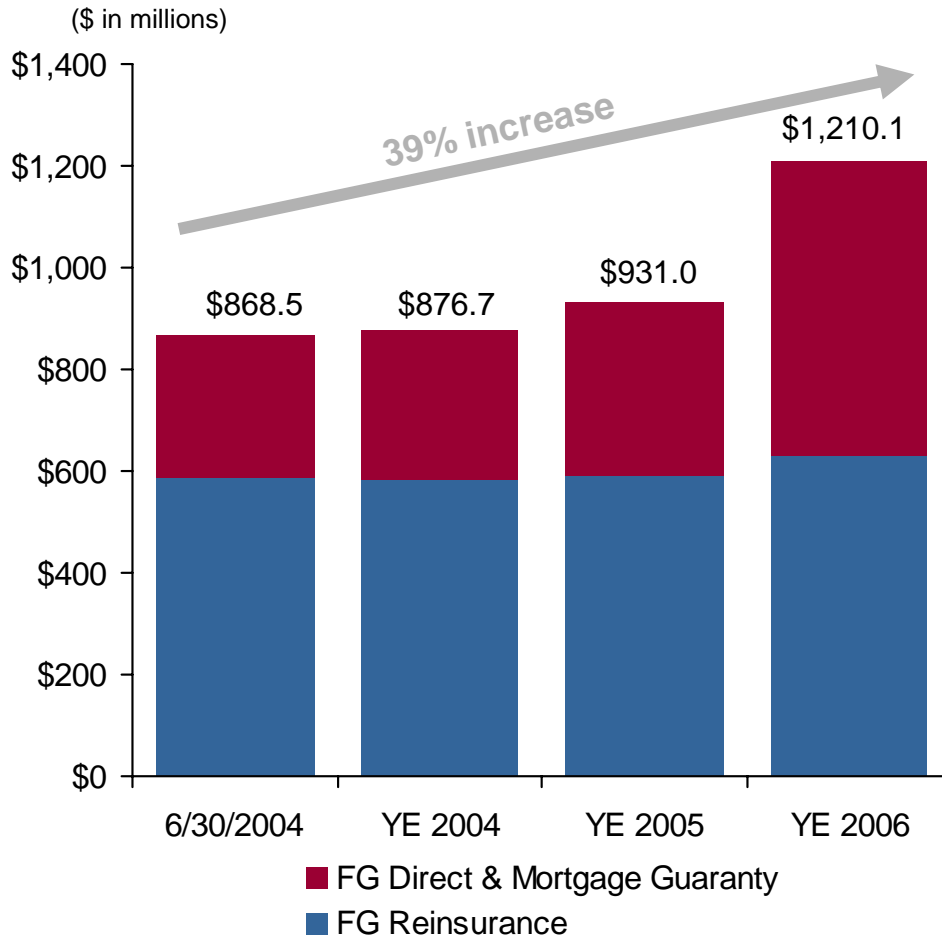
1. Some amounts may not foot due to rounding.

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

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.

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
- At year-end 2006, we exceeded \$1 billion of future estimated earned premium

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.



Conclusion

2007 Strategic Focus

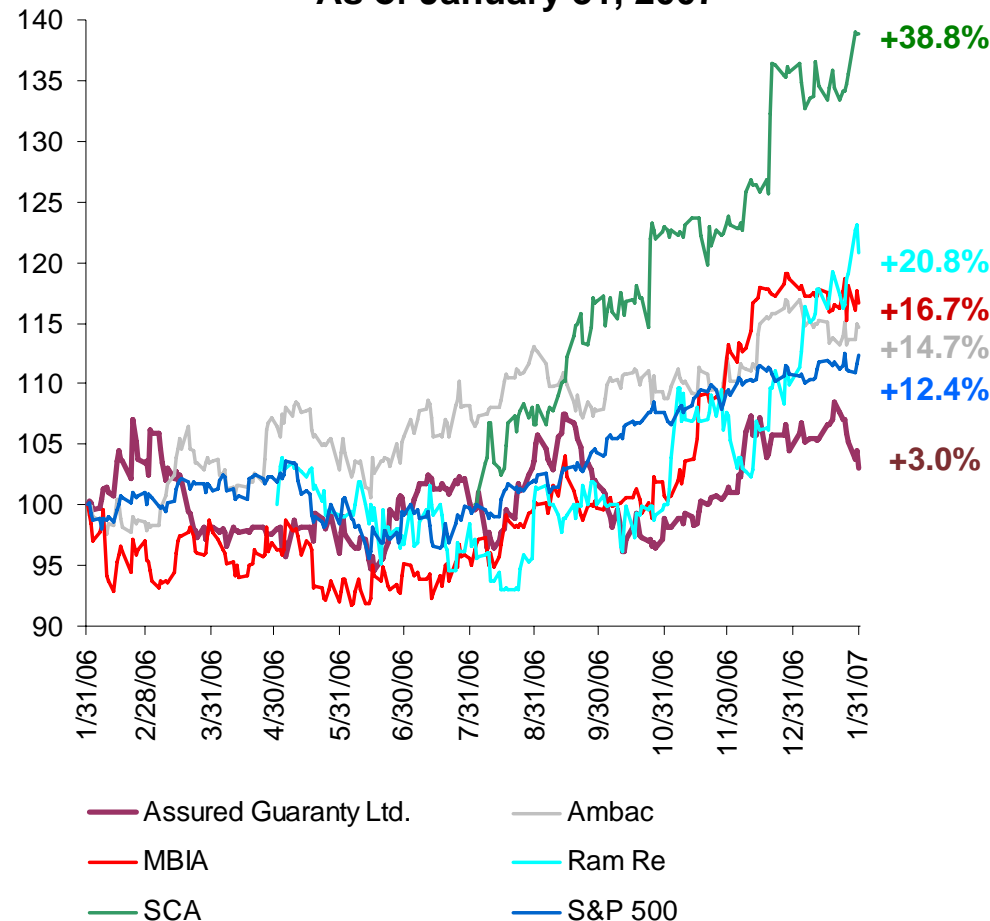
- Our strategic focus in 2007 remains consistent
 - Expand the financial guaranty direct franchise
 - Maintain leading market position in reinsurance
 - Exercise strict underwriting discipline
 - Continue ratings improvement
 - Efficient capital management

- We see good opportunities in 2007
 - Pipeline is robust
 - Potential for Moody's Aaa upgrade: placed on review for possible upgrade in March 2007
 - Solid underwriting teams in place

Stock Price Performance

- At \$26.24 per share (1/31/2007), AGO's valuation multiples as of December 31, 2006 financials are:
 - 1.07x book value
 - 0.7x adjusted book value
- As of 1/31/2007, AGO's price had appreciated 46% since the IPO

12-Month Stock Price Performance¹
As of January 31, 2007



1. The price increase/decrease for SCA and Ram Re are based on their stock price performance since their respective IPOs.



Appendix

Appendix

Explanation of Non-GAAP Financial Measures

Present value of financial guaranty and mortgage guaranty 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. We believe 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 Guaranty 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, pre-payment 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.

Adjusted book value, which is a non-GAAP financial measure, is defined as shareholders' equity (book value) plus the after-tax value of the financial guaranty and mortgage guaranty unearned premium reserve net of prepaid reinsurance premiums and deferred acquisition costs plus the net present value of estimated future installment premiums in force, less future ceding commissions, after-tax, discounted at 6%. We believe 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, pre-payment 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.

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 financial guaranty and mortgage guaranty installment premiums from our in-force book of business, net of reinsurance and discounted at 6%. We believe 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, pre-payment 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 present value of financial guaranty and mortgage guaranty gross written premiums or PVP we use 6% as the present value discount rate because it is the approximate taxable equivalent yield on our investment portfolio for the periods presented.

Appendix

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

	1Q-04	2Q-04	3Q-04	4Q-04	2004	1Q-05	2Q-05	3Q-05	4Q-05	2005
Gross written premiums (GWP) analysis:										
Present value of financial guaranty & mortgage guaranty GWP (PVP)	\$ 105.1	\$ 54.4	\$ 48.0	\$ 82.2	\$ 289.6	\$ 82.6	\$ 57.9	\$ 61.9	\$ 83.9	\$ 286.3
Less: Installment premium PVP	56.8	31.6	23.5	52.4	164.1	47.9	38.3	40.3	57.2	183.6
Upfront financial guaranty & mortgage guaranty GWP	48.3	22.9	24.5	29.8	125.5	34.7	19.6	21.6	26.7	102.7
Less: Upfront premium due to novations	-	-	-	-	-	-	18.4	-	-	18.4
Plus: Installment GWP	43.7	31.5	32.5	32.2	140.0	42.5	29.8	32.3	30.9	135.6
Financial guaranty & mortgage guaranty GWP	92.0	54.4	57.0	62.0	265.5	77.2	31.0	53.9	57.6	219.9
Plus: Other segment GWP	(93.6)	10.0	5.2	3.8	(74.6)	0.9	9.5	21.6	0.4	32.2
Total gross written premiums	\$ (1.5)	\$ 64.4	\$ 62.2	\$ 65.8	\$ 190.9	\$ 78.1	\$ 40.5	\$ 75.6	\$ 58.0	\$ 252.1

	1Q-06	2Q-06	3Q-06	4Q-06	2006
Gross written premiums (GWP) analysis:					
Present value of financial guaranty & mortgage guaranty GWP (PVP)	\$ 61.8	\$ 148.4	\$ 127.4	\$ 116.0	\$ 453.6
Less: Installment premium PVP	44.2	70.8	86.1	69.5	270.6
Upfront financial guaranty & mortgage guaranty GWP	17.6	77.6	41.3	46.5	183.0
Less: Upfront premium due to novations	-	-	-	-	-
Plus: Installment GWP	34.0	33.8	32.2	38.6	138.6
Financial guaranty & mortgage guaranty GWP	51.6	111.4	73.5	85.1	321.6
Plus: Other segment GWP	3.8	0.1	0.1	0.1	4.1
Total gross written premiums	\$ 55.4	\$ 111.5	\$ 73.6	\$ 85.2	\$ 325.7

1. For an explanation of PVP, a non-GAAP financial measure, please refer to the appendix on slide 28.
2. Some amounts may not foot due to rounding.

Appendix

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

Financial Guaranty Direct Segment	1Q-04	2Q-04	3Q-04	4Q-04	FY 2004
Present value of gross written premiums (PVP)	\$ 7.9	\$ 14.4	\$ 7.9	\$ 39.6	\$ 69.7
Less: Present value of installment premiums	7.9	14.4	7.9	33.9	64.0
Upfront gross written premiums (GWP)	-	-	-	5.7	5.7
Plus: Installment GWP	25.6	17.7	16.1	15.6	75.1
Financial guaranty direct GWP	\$ 25.6	\$ 17.7	\$ 16.1	\$ 21.3	\$ 80.8
Financial Guaranty Reinsurance Segment	1Q-04	2Q-04	3Q-04	4Q-04	FY 2004
Present value of gross written premiums (PVP)	\$ 78.1	\$ 40.1	\$ 38.9	\$ 35.7	\$ 192.8
Less: Present value of installment premiums	40.0	17.2	14.5	11.6	83.3
Upfront gross written premiums (GWP)	38.1	22.9	24.5	24.1	109.5
Plus: Installment GWP	14.3	12.9	11.1	12.4	50.8
Financial guaranty reinsurance GWP	\$ 52.4	\$ 35.8	\$ 35.6	\$ 36.5	\$ 160.3
Mortgage Guaranty Segment	1Q-04	2Q-04	3Q-04	4Q-04	FY 2004
Present value of gross written premiums (PVP)	\$ 19.2	\$ -	\$ 1.1	\$ 6.9	\$ 27.1
Less: Present value of installment premiums	8.9	-	1.1	6.9	16.9
Upfront gross written premiums (GWP)	10.3	-	-	-	10.3
Plus: Installment GWP	3.7	0.9	5.3	4.2	14.1
Mortgage guaranty GWP	\$ 14.0	\$ 0.9	\$ 5.3	\$ 4.2	\$ 24.4

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Appendix

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

Financial Guaranty Direct Segment	1Q-05	2Q-05	3Q-05	4Q-05	FY 2005	1Q-06	2Q-06	3Q-06	4Q-06	FY 2006
Present value of gross w ritten premiums (PVP)	\$ 37.5	\$ 22.7	\$ 39.4	\$ 46.0	\$ 145.5	\$ 41.6	\$ 98.8	\$ 90.9	\$ 70.8	\$ 302.2
Less: Present value of installment premiums	35.8	17.6	33.0	38.7	125.1	33.2	53.1	69.4	48.6	204.3
Upfront gross w ritten premiums (GWP)	1.7	5.1	6.3	7.3	20.3	8.5	45.7	21.5	22.2	97.9
Plus: Installment GWP	22.1	15.8	18.6	19.3	75.8	21.8	22.7	20.4	26.5	91.3
Financial guaranty direct GWP	\$ 23.8	\$ 20.9	\$ 24.9	\$ 26.6	\$ 96.2	\$ 30.2	\$ 68.4	\$ 41.9	\$ 48.7	\$ 189.2
Financial Guaranty Reinsurance Segment	1Q-05	2Q-05	3Q-05	4Q-05	FY 2005	1Q-06	2Q-06	3Q-06	4Q-06	FY 2006
Present value of gross w ritten premiums (PVP)	\$ 32.1	\$ 35.2	\$ 22.5	\$ 37.9	\$ 127.8	\$ 20.1	\$ 49.6	\$ 36.5	\$ 45.2	\$ 151.5
Less: Present value of installment premiums	12.1	20.7	7.2	18.5	58.5	11.0	17.7	16.8	20.8	66.3
Upfront gross w ritten premiums (GWP)	20.0	14.6	15.3	19.4	69.2	9.1	31.9	19.8	24.4	85.2
Less: Upfront premium due to novations ³	-	18.4	-	-	18.4	-	-	-	-	-
Plus: Installment GWP	14.0	12.0	12.0	9.1	47.2	9.7	9.8	9.9	9.3	38.7
Financial guaranty reinsurance GWP	\$ 34.0	\$ 8.2	\$ 27.3	\$ 28.5	\$ 98.0	\$ 18.8	\$ 41.7	\$ 29.7	\$ 33.7	\$ 123.9
Mortgage Guaranty Segment	1Q-05	2Q-05	3Q-05	4Q-05	FY 2005	1Q-06	2Q-06	3Q-06	4Q-06	FY 2006
Present value of gross w ritten premiums (PVP)	\$ 13.1	\$ -	\$ -	\$ -	\$ 13.1	\$ -	\$ -	\$ -	\$ -	\$ -
Less: Present value of installment premiums	-	-	-	-	-	-	-	-	-	-
Upfront gross w ritten premiums (GWP)	13.1	-	-	-	13.1	-	-	-	-	-
Plus: Installment GWP	6.3	1.9	1.7	2.7	12.6	2.6	1.2	1.9	2.7	8.4
Mortgage guaranty GWP	\$ 19.4	\$ 1.9	\$ 1.7	\$ 2.7	\$ 25.7	\$ 2.6	\$ 1.2	\$ 1.9	\$ 2.7	\$ 8.4

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

2. Some amounts may not foot due to rounding.

3. Relates to reassumption by FSA of approximately \$820 million par value of healthcare related business.