

**Largest Domestic Public Finance Exposures  
As of September 30, 2011**

(\$ Millions)	Ambac Rating <sup>(1)</sup>	AADS <sup>(2)</sup>	Net Par Outstanding	% of Total Net Par Outstanding
California State - GO	A	\$208.8	\$3,080	0.6%
New Jersey Transportation Trust Fund Authority - Transportation System	A +	\$164.1	2,062	0.4%
Washington State - GO	AA	\$143.7	1,810	0.4%
Bay Area Toll Authority, CA Toll Bridge Revenue <sup>(3)</sup>	AA -	\$84.9	1,663	0.3%
NYS Thruway Authority, Highway & Bridge Revenue	AA -	\$149.2	1,624	0.3%
MTA, NY, Transportation Revenue (Farebox) <sup>(3)</sup>	A	\$92.4	1,447	0.3%
New Jersey Turnpike Authority Revenue	A	\$85.1	1,264	0.3%
Massachusetts School Building Authority, MA, Sales Tax Revenue	AA	\$94.4	1,248	0.3%
Massachusetts Commonwealth - GO	AA	\$87.3	1,219	0.3%
Los Angeles Unified School District, CA - GO	AA -	\$83.8	1,072	0.2%
South Carolina Transportation Infrastructure Bank Revenue	A	\$76.0	1,038	0.2%
Central Texas Turnpike, System Revenue	BBB +	\$104.4	986	0.2%
Port Authority of New York & New Jersey, Consolidated Revenue	AA -	\$70.9	917	0.2%
Golden State Tobacco Securitization Corp., CA, Enhanced Tobacco Settlement	A	\$54.2	860	0.2%
New York City, NY - GO	AA	\$46.9	846	0.2%
Sales Tax Asset Receivable Corporation, NY, Revenue	A	\$75.3	846	0.2%
Puerto Rico Highways & Transportation Authority, Transportation Revenue <sup>(3)</sup>	BBB +	\$50.8	826	0.2%
Puerto Rico Sales Tax Financing Corporation	A +	\$170.9	805	0.2%
New Jersey Economic Development Authority - School Facilities Construction	A +	\$50.7	802	0.2%
New York City, NY Water and Sewer System Revenue	AA -	\$53.1	797	0.2%
University of California Board of Regents, General Revenue	AA -	\$45.8	771	0.2%
Chicago, IL - GO	A +	\$37.3	762	0.2%
Cook County, IL - GO	AA	\$52.2	686	0.1%
Hawaii State - GO	AA	\$57.0	667	0.1%
New York Convention Center Development Corporation, Hotel Fee Revenue	A -	\$43.6	651	0.1%
Miami-Dade County, FL School Board, Master Lease <sup>(3)</sup>	A -	\$48.0	648	0.1%
Dallas Area Rapid Transit, TX, Sales Tax Revenue	AA	\$47.4	647	0.1%
Missouri Joint Municipal Electric Utility Commission, Project Revenue	A -	\$40.0	639	0.1%
New York State Personal Income Tax Revenue	AA -	\$41.5	626	0.1%
Puerto Rico Infrastructure Financing Authority, Special Tax Revenue	BBB +	\$39.1	613	0.1%
Connecticut Housing Finance Authority, Housing Mortgage Finance Program <sup>(3)</sup>	AA +	\$37.4	608	0.1%
Mets Queens Baseball Stadium Project, NY, Lease Revenue	BBB	\$35.8	604	0.1%
California State University, Systemwide Revenue	A +	\$37.6	602	0.1%
Municipal Electric Authority of Georgia, Contract Revenue <sup>(3)</sup>	A	\$28.1	600	0.1%
South Carolina Public Service Authority, Revenue	AA	\$34.2	593	0.1%
Alameda Corridor Transportation Authority, Transportation Revenue	BBB	\$77.1	586	0.1%
Clark County, NV - GO	AA +	\$36.1	585	0.1%
Tobacco Settlement Financing Corporation, NY, Tobacco Settlement Revenue	A +	\$83.6	585	0.1%
Dallas/Fort Worth Airport, TX, Joint Revenue	A	\$51.0	575	0.1%
California Infrastructure & Economic Development Bank Workers Compensation Relief	A +	\$59.0	572	0.1%
Louisiana Citizens Property Insurance Corporation, Assessment Revenue	A -	\$62.4	552	0.1%
Dallas, TX Waterworks and Sewer System Revenue	AA	\$31.4	544	0.1%
Metropolitan Washington Airports Authority, DC, Airport System Revenue	AA -	\$35.4	542	0.1%
Minneapolis-St. Paul Metropolitan Airports Commission Airport Revenue Bonds	AA -	\$38.6	541	0.1%
New Jersey State - GO	AA -	\$59.2	539	0.1%
Nevada State Department of Business and Industry - Las Vegas Monorail Project	BIG	\$39.2	528	0.1%
Illinois Sports Facility Authority	A -	\$53.6	524	0.1%
Hamilton County OH Sales Tax Revenue Bonds	A	\$44.1	511	0.1%
Chicago O'Hare International Airport, IL, Passenger Facility Charge Revenue	A	\$40.7	508	0.1%
Hickam Community Housing LLC	BIG	\$30.3	490	0.1%
			<u>\$43,111</u>	<u>15.1%</u>

(1) Internal Ambac credit ratings contained in this Supplement are provided solely to indicate the underlying credit quality of guaranteed obligations based on the view of Ambac Assurance. In cases where Ambac has insured multiple tranches of an issue with varying internal ratings, or more than one obligation of an issuer with varying internal ratings, a weighted average rating is used. Ambac credit ratings are subject to revision at anytime and do not constitute investment advice. Ambac Assurance, or one of its affiliates, has insured the obligations listed and may also provide other products or services to the issuers of these obligations for which Ambac may have received premiums or fees.

(2) Average Annual Debt Service, net of reinsurance.

(3) On March 24, 2010, Ambac Assurance established a Segregated Account. The purpose of the Segregated Account is to segregate certain segments of Ambac Assurance's liabilities, and in connection with such segregation Ambac Assurance has allocated a portion of this transaction to the Segregated Account.