

Insured Portfolio Summary

Syncora Holdings Ltd.
Q4 2008 Portfolio Exposure (as of December 31, 2008)



Important notice

This presentation contains statements about future results, plans and events that may constitute “forward-looking” statements. You are cautioned that these statements are not guarantees of future results, plans or events and such statements involve risks and uncertainties that may cause actual results to differ materially from those set forth in these statements. Forward-looking statements are subject to a number of risks and uncertainties, many of which are beyond Syncora Guarantee’s control. These factors include, but are not limited to: Syncora Guarantee’s ability to enter into and close the master transaction agreement with certain counterparties to Syncora Guarantee’s CDS contracts (the “2009 Master Transaction Agreement”) and the RMBS Transaction Agreement; the suspension of all claims payments; Syncora Guarantee’s ability to maintain minimum policyholders’ surplus even if it closes the 2009 Master Transaction Agreement and the RMBS Transaction Agreement; higher losses on guaranteed obligations due to deterioration in the credit and mortgage markets; the suspension of writing substantially all new business; the effect of adverse developments in the credit and mortgage markets on Syncora Guarantee’s in-force business; higher loss reserves estimates and the adequacy of the loss reserves; uncertainty as to the fair value of CDS contracts and liabilities thereon; decision by Syncora Guarantee’s regulators to take regulatory action such as rehabilitation or liquidation of Syncora Guarantee at any time; Syncora Guarantee being required to make mark-to-market termination payments under its CDS contracts; Syncora Guarantee’s ability to continue as a going concern; the performance of invested assets; payment of claims on guaranteed obligations, including Jefferson County, Alabama and RMBS transactions; bankruptcy events involving counterparties to CDS contracts; the potential loss of certain control rights under certain financial guarantee insurance; non-payment of premium and makewholes owed or cancellation of policies; impact of the non-payment of dividends on Syncora Holdings Ltd.’s series A preference shares on the composition of Syncora Holdings Ltd.’s Board of Directors; uncertainty in portfolio modeling which makes it difficult to estimate potential paid claims and loss reserves; unavailability of funds due to capitalization of a financial guarantee subsidiary of Syncora Guarantee to be formed (“Drop-Down Company”) under the 2009 Master Transaction Agreement; unavailability of funds due to consideration expected to be paid to certain of the counterparties under the 2009 Master Transaction Agreement; potential adverse developments at Drop-Down Company and recapture of business to be ceded to Drop-Down Company under the 2009 Master Transaction Agreement; the financial condition of Syncora Guarantee (U.K.) Ltd. and action by the Financial Services Authority; requirement of Syncora Guarantee to provide Syncora Guarantee (U.K.) Ltd. with sufficient funds to maintain its minimum solvency margin; challenges to the Master Commutation, Release and Restructuring Agreement, dated July 28, 2008, as amended, and related commutations and releases; ratings downgrades or the withdrawal of ratings; defaults by counterparties to reinsurance arrangements; the interconnectedness of risks that affect Syncora Guarantee’s reinsurance and insurance portfolio and financial guarantee products; termination payments related to less traditional products, including CDS contracts, possibly in excess of current resources; changes in accounting policies or practices or the application thereof; uncertainty with respect to the valuation of CDS contracts; changes in officers or key employees; further deterioration in general economic conditions, including as a result of the financial crisis as well as inflation, interest rates, foreign currency exchange rates and other factors and the effects of disruption or economic contraction due to catastrophic events or terrorist acts; the commencement of new litigation or the outcome of current and new litigation; legislative or regulatory developments, including changes in tax laws and regulation of mortgages; losses from fraudulent conduct due to unconditional and irrevocable nature of financial guarantee insurance; problems with the transaction servicers in relation to structured finance transactions; limitations on the availability of net operating loss carryforwards; uncertainty as to federal income tax treatment of CDS contracts; liquidity risks including due to undertakings with the NYID; conflicts of interests with significant shareholders of Syncora Holdings Ltd.; limitations on the transferability of the common shares of Syncora Holdings Ltd. and other additional factors, risks or uncertainties described in Syncora Holdings Ltd.’s filings with the Securities and Exchange Commission, including in its Annual Report on Form 10-K for the fiscal year ended December 31, 2008, as amended. Readers are cautioned not to place undue reliance on forward-looking statements which speak only as of the date they are made. Syncora Guarantee does not undertake to update forward-looking statements to reflect the impact of circumstances or events that arise after the date the forward-looking statements are made.

Insured Portfolio – Par Outstanding (US Dollars in millions)

| | As of | | | As of | | | |
|--------------------------------|------------|------------|------------|------------|--------|------------|--------|
| | 12/31/2005 | 12/31/2006 | 12/31/2007 | 12/31/2008 | | | |
| | Net | Net | Net | Gross | % | Net | % |
| U.S. Public Finance: | | | | | | | |
| General Obligation | \$ 14,710 | \$ 21,161 | \$ 33,274 | \$ 29,740 | 55.6% | \$ 28,985 | 55.3% |
| Utility | 6,896 | 9,232 | 12,360 | 7,311 | 13.7% | 7,140 | 13.6% |
| Transportation | 3,891 | 6,330 | 6,922 | 4,004 | 7.5% | 3,904 | 7.4% |
| Higher Education | 3,769 | 5,071 | 6,579 | 3,830 | 7.2% | 3,830 | 7.3% |
| Non Ad Valorem | 3,512 | 5,349 | 6,774 | 4,956 | 9.3% | 4,956 | 9.5% |
| Other | 892 | 1,103 | 3,419 | 3,645 | 6.8% | 3,596 | 6.9% |
| Total U.S. Public Finance | 33,670 | 48,246 | 69,328 | 53,486 | 100.0% | 52,411 | 100.0% |
| U.S. Structured Finance: | | | | | | | |
| Pooled Debt Obligations | 13,831 | 23,480 | 41,506 | 38,728 | 66.6% | 38,728 | 66.6% |
| Consumer ABS | 9,398 | 10,240 | 12,833 | 10,282 | 17.7% | 10,246 | 17.6% |
| Financial Products | 5,374 | 6,070 | 6,332 | 946 | 1.6% | 946 | 1.6% |
| Power & Utility | 4,113 | 5,184 | 5,653 | 4,749 | 8.2% | 4,749 | 8.2% |
| Commercial ABS | 2,034 | 2,674 | 2,648 | 2,520 | 4.3% | 2,520 | 4.3% |
| Other | 2,276 | 3,260 | 1,089 | 944 | 1.6% | 944 | 1.6% |
| Total U.S. Structured Finance | 36,826 | 50,908 | 70,061 | 58,169 | 100.0% | 58,132 | 100.0% |
| International Finance: | | | | | | | |
| Power & Utility | 2,893 | 4,664 | 7,019 | 6,776 | 28.9% | 6,724 | 29.0% |
| Infrastructure | 1,205 | 3,905 | 3,293 | 2,826 | 12.0% | 2,826 | 12.2% |
| Transportation | 1,838 | 2,876 | 5,015 | 6,543 | 27.9% | 6,349 | 27.4% |
| Pooled Debt Obligations | 1,048 | 1,714 | 4,022 | 3,925 | 16.7% | 3,925 | 16.9% |
| Future Flow | 2,130 | 1,672 | 1,887 | 1,498 | 6.4% | 1,455 | 6.3% |
| Financial Products | 842 | 890 | 1,346 | 877 | 3.7% | 877 | 3.8% |
| Consumer ABS | 371 | 475 | 1,106 | 67 | 0.3% | 67 | 0.3% |
| Other | 1,067 | 2,662 | 1,935 | 968 | 4.1% | 968 | 4.2% |
| Total International Finance | 11,394 | 18,858 | 25,623 | 23,480 | 100.0% | 23,191 | 100.0% |
| Total Par Outstanding | \$ 81,890 | \$ 118,012 | \$ 165,012 | \$ 135,136 | | \$ 133,734 | |
| Percent of Net Par Outstanding | | | | | | | |
| U.S. Public Finance | 41.1% | 40.9% | 42.0% | | | | 39.2% |
| U.S. Structured Finance | 45.0% | 43.1% | 42.5% | | | | 43.5% |
| International Finance | 13.9% | 16.0% | 15.5% | | | | 17.3% |

Public Finance – by Asset Category

(US Dollars in millions)

| As of 12/31/2008 | | | Net Par Outstanding | |
|------------------|---|---|---|-----------------|
| Business Area | Categories | Sector Description | Total | |
| Public Finance | General Obligation | General Fund - City | \$425 | |
| | | General Fund - County | \$93 | |
| | | General Fund - Other Local Government | \$202 | |
| | | General Obligation - City or Town | \$6,730 | |
| | | General Obligation - Community College District | \$386 | |
| | | General Obligation - County | \$2,163 | |
| | | General Obligation - Hospital District w/Sufficient Tax Support | \$10 | |
| | | General Obligation - School District | \$4,894 | |
| | | General Obligation - Special District - Development (MUD) | \$275 | |
| | | General Obligation - Special District - Other | \$817 | |
| | | General Obligation - State | \$9,039 | |
| | | Lease & Appropriation - Schools & Other Local Government | \$1,019 | |
| | | Lease & Appropriation Obligations - City | \$734 | |
| | | Lease & Appropriation Obligations - County | \$134 | |
| | | Lease & Appropriation Obligations - State | \$1,439 | |
| | | Mixed State & Local General Obligations | \$74 | |
| | | Moral Obligations - Local Government | \$21 | |
| | | Moral Obligations - State | \$255 | |
| | | Pension Obligation - Local Government | \$273 | |
| | | Higher Education | Private College & University - General Obligation | \$1,516 |
| | | | Public College & University - Auxiliary Enterprises | \$898 |
| | | | Public College & University - Fee Pledge or Limited Tuition | \$429 |
| | | | Public College & University - General Obligation | \$532 |
| | Public College & University - Student Housing | | \$455 | |
| | Housing | Housing & Public Buildings - Other | \$731 | |
| | | Military Housing | \$528 | |
| | | Single Family Housing (State Agency) | \$17 | |
| | Municipal - Other | Municipal Project Finance (without mitigating support) | \$449 | |
| | | Other Municipal | \$682 | |
| | Non Ad Valorem | Excise Tax/Fee - Local/County | \$138 | |
| | | Excise Tax/Fee - State | \$18 | |
| | | Gas Tax/Motor Vehicle Registration - Local/County | \$50 | |
| | | Gas Tax/Motor Vehicle Registration - State | \$1,071 | |
| | | Hotel/Motel Tax | \$528 | |
| | | Non Ad Valorem - Other | \$95 | |
| | | Personal Income Tax (Local/County < 1 MM Population) | \$19 | |
| | | Personal Income Tax (Local/County >= 1 MM Population) | \$19 | |
| | | Sales Tax - Local/County | \$876 | |
| | | Sales Tax - State | \$136 | |
| | | Special Assessments | \$132 | |
| | | Tax Allocation Bonds (TABs) | \$1,873 | |
| | Public Buildings | U.S. Federal Building Lease | \$1,190 | |
| | Transportation | Airports - Revenue | \$2,889 | |
| | | Airports & Ports Revenue | \$426 | |
| | | Parking Revenue | \$54 | |
| | | Ports - Revenue | \$87 | |
| | | Toll Roads >= 5 Years of Operating History | \$363 | |
| | | Transportation - Other | \$85 | |
| | | Utilities | Combined Muni Utilities (Mixed Gas/Electric/Water & Sewer) | \$662 |
| | Electric Retail Muni Utility | | \$1,675 | |
| | Gas Muni Utility | | \$5 | |
| | Public Power Agency (Little/No Nuclear or Special Project Risk) | | \$397 | |
| | Sewer Muni Utility | | \$3,903 | |
| | Solid Waste Transfer Station (No Landfill/Waste to Energy Facility) | | \$62 | |
| | Utility Muni - Other | | \$5 | |
| | Water & Sewer Combined Utility | | \$273 | |
| | Water Muni Utility | | \$159 | |
| | Total | | | \$52,411 |

Structured Finance – By Asset Category

(US Dollars in millions)

| As of 12/31/2008 | | Net Par Outstanding | | |
|---------------------------------|-------------------------|---|----------|--|
| Business Area | Categories | Sector Description | Total | |
| Structured Finance | Bank Product | Bank Deposit | \$1 | |
| | | Closed Block Life Securitization | \$456 | |
| | | Life Insurance Company - (< AA rated or > 5 yrs) | \$119 | |
| | | XXX Life Securitization | \$370 | |
| | | | | |
| | Commercial ABS | Aircraft EETC | \$36 | |
| | | Aircraft Pooled | \$624 | |
| | | CapCo Ventures | \$51 | |
| | | Franchise Loans | \$21 | |
| | | Intellectual Property Receivables - Other | \$464 | |
| | | Other Commercial ABS | \$600 | |
| | | Pooled Middle Ticket >= 50% | \$2 | |
| | | Pooled Small Ticket >= 50% | \$146 | |
| | | Rental Cars | \$575 | |
| | | Small Business Loans | \$0 | |
| | | | | |
| | | | | |
| | Consumer ABS | First Lien Mortgages (Alt. A) | \$2,977 | |
| | | First Lien Mortgages (Prime) | \$47 | |
| | | First Lien Mortgages (Sub-Prime) | \$1,047 | |
| | | Home Equity Lines of Credit/HELOCs (Prime) | \$2,757 | |
| | | Second Lien Mortgages (Alt-A) | \$547 | |
| | | Second Lien Mortgages (Prime) | \$705 | |
| | | Second Lien Mortgages (Sub-Prime) | \$576 | |
| | | Student Loans - Non-Guaranteed | \$500 | |
| | Sub-Prime Autos (>10%) | \$1,090 | | |
| | Pooled Debt Obligations | Arbitrage CF - CDO of CDO (> 50%) | \$846 | |
| | | Arbitrage CF - CMBS | \$630 | |
| | | Arbitrage CF - Emerging Market (> 50%) | \$383 | |
| | | Arbitrage CF - High Yield Bonds > 75% | \$235 | |
| | | Arbitrage CF - Investment Grade Bonds > 75% | \$11 | |
| | | Arbitrage CF - Leveraged Loans > 75% | \$10,108 | |
| | | Arbitrage CF - Pooled Trust Preferred Securities | \$578 | |
| | | Arbitrage CF - Structured Finance Assets - High Grade | \$14,017 | |
| | | Collateralized Fund Obligations - Hedge Fund Investments | \$369 | |
| | | Market Value - Leveraged Loans > 75% | \$627 | |
| | | Synthetic - CDO of CDO (> 50%) | \$586 | |
| | | Synthetic - CMBS | \$4,316 | |
| | | Synthetic - Investment Grade Bonds > 75% | \$5,790 | |
| | | Synthetic - Structured Finance Assets - High Grade | \$232 | |
| | | | | |
| | Transportation | Toll Roads >= 5 Years of Operating History - U.S. - Privatized | \$496 | |
| | | Transportation Project Finance >= 5 Years | \$448 | |
| | Utilities | Electric Distribution - IOU (w/o Construction Risk) - Unsecured | \$958 | |
| | | Power & Gas - IOU - Secured | \$199 | |
| | | Power & Gas - IOU - Unsecured | \$2,901 | |
| | | Power & Gas - Public - International | \$511 | |
| Water & Sewer - IOU - Unsecured | | \$180 | | |
| Total | | \$58,132 | | |

International – by Asset Category

(US Dollars in millions)

| As of 12/31/2008 | | Net Par Outstanding | |
|---|--------------------------------------|---|-----------------------------------|
| Business Area | Categories | Sector Description | Total |
| International Finance | Bank Product | Financial/Insurance - Other | \$611 |
| | | Perpetual Repackagings | \$266 |
| | Commercial ABS | Aircraft Pooled | \$112 |
| | | Credit Tenant Leases | \$14 |
| | | Other Commercial ABS | \$235 |
| | | Pooled Small Ticket >= 50% | \$0 |
| | Consumer ABS | First Lien Mortgages (Prime) | \$1 |
| | | Other Residential Mortgage | \$66 |
| | Future Flow | Future Flow - Commodity | \$83 |
| | | Future Flow - Financial | \$512 |
| | | Future Flow - Financial - Top Tier | \$859 |
| | General Obligation | General Obligation - State | \$99 |
| | Infrastructure | PFI/PPP Availability - Public Buildings, Hospitals, Schools | \$449 |
| | Other | Sovereign-General Obligation | \$74 |
| | | Sub Sovereign State, Region, Province -Gen Obligation | \$205 |
| | Pooled Debt Obligations | Arbitrage CF - Leverage Loans (Europe > 75%) | \$3,925 |
| | Power & Utilities | Electric Distribution - IOU (w/o Construction Risk) - Secured | \$129 |
| | | Power & Gas - IOU - International | \$94 |
| | | Water & Sewer - IOU - Secured | \$1,014 |
| | Public Buildings | PFI/PPP Availability - Public Buildings, Hospitals, Schools | \$2,377 |
| | Sovereign & Sub Sovereign | Sovereign-General Obligation | \$90 |
| | | Sovereign-Revenue | \$50 |
| | Transportation | Bridges < 5 Years of Operating History - International | \$140 |
| | | Bridges >= 5 Years of Operating History - International | \$83 |
| | | Ports - International | \$478 |
| | | Toll Roads (Intl Public) < 5 Years of Operating History - Cash | \$425 |
| | | Toll Roads (Intl Public) < 5 Years of Operating History - Shadow | \$681 |
| | | Toll Roads (Intl Public) >= 5 Years of Operating History - Cash | \$2,384 |
| | | Toll Roads (Intl Public) >= 5 Years of Operating History - Shadow | \$345 |
| | | Transportation - International - Other | \$165 |
| | | Transportation Project Finance - Availability | \$1,648 |
| | | Utilities | Power & Gas - IOU - International |
| | Power & Gas - Public - International | | \$713 |
| Power & Gas Project - International - 1-4 years | \$100 | | |
| Power & Gas Project - International > 5 years | \$106 | | |
| Water & Sewer - IOU - Secured | \$2,196 | | |
| Whole Business | Whole Business - Other Assets | \$88 | |
| Total | | | \$23,191 |

Insured Portfolio - by Execution Type

(US Dollars in millions)

| As of 12/31/2008 | | Net Par Outstanding | | |
|-----------------------|---------------------------|---------------------|-----------------|------------------|
| Business Area | Category | CDS | FG | Total |
| Public Finance | General Obligation | \$7,993 | \$20,993 | \$28,986 |
| | Higher Education | \$10 | \$3,821 | \$3,830 |
| | Housing | \$1,121 | \$155 | \$1,275 |
| | Municipal - Other | \$90 | \$1,041 | \$1,131 |
| | Non Ad Valorem | \$321 | \$4,635 | \$4,956 |
| | Public Buildings | \$0 | \$1,190 | \$1,190 |
| | Transportation | \$32 | \$3,872 | \$3,904 |
| | Utilities | \$25 | \$7,115 | \$7,140 |
| Structured Finance | Bank Product | \$485 | \$461 | \$946 |
| | Commercial ABS | \$660 | \$1,859 | \$2,520 |
| | Consumer ABS | \$2,600 | \$7,646 | \$10,246 |
| | Pooled Debt Obligations | \$35,449 | \$3,280 | \$38,728 |
| | Transportation | \$0 | \$944 | \$944 |
| | Utilities | \$709 | \$4,040 | \$4,749 |
| International Finance | Bank Product | \$246 | \$632 | \$877 |
| | Commercial ABS | \$0 | \$361 | \$361 |
| | Consumer ABS | \$0 | \$67 | \$67 |
| | Future Flow | \$64 | \$1,391 | \$1,455 |
| | General Obligation | \$0 | \$99 | \$99 |
| | Infrastructure | \$0 | \$449 | \$449 |
| | Other | \$0 | \$279 | \$279 |
| | Pooled Debt Obligations | \$3,486 | \$439 | \$3,925 |
| | Power & Utilities | \$0 | \$1,237 | \$1,237 |
| | Public Buildings | \$514 | \$1,863 | \$2,377 |
| | Sovereign & Sub Sovereign | \$50 | \$90 | \$140 |
| | Transportation | \$1,088 | \$5,261 | \$6,349 |
| | Utilities | \$1,278 | \$4,208 | \$5,487 |
| | Whole Business | \$0 | \$88 | \$88 |
| Total | | \$56,220 | \$77,515 | \$133,734 |

Below Investment Grade (BIG) Exposures (US Dollars in millions)

| | As of 12/31/2008 |
|---|---------------------|
| | Net Par Outstanding |
| U.S. Public Finance: | |
| General Obligation | \$ 431 |
| Utility | 1,016 |
| Transportation | - |
| Higher Education | - |
| Non Ad Valorem | 413 |
| Other | 326 |
| Total U.S. Public Finance | <u>2,186</u> |
| U.S. Structured Finance: | |
| Pooled Debt Obligations | 12,416 |
| Consumer ABS | 5,147 |
| Financial Products | - |
| Power & Utility | 266 |
| Commercial ABS | 546 |
| Other | - |
| Total U.S. Structured Finance | <u>18,375</u> |
| International Finance: | |
| Power & Utility | 106 |
| Infrastructure | - |
| Transportation | 455 |
| Pooled Debt Obligations | - |
| Future Flow | - |
| Financial Products | - |
| Consumer ABS | - |
| Other | - |
| Total International Finance | <u>562</u> |
| Total Below Investment Grade ¹ | <u>\$ 21,122</u> |
| BIG as a percentage of net par outstanding | <u>15.8%</u> |
| Note: | |
| ¹ Based on rating reported by S&P as of 12/31/08 if available and internal Syncora rating if no S&P rating is available. Ratings migration continues in the insured portfolio and the number of BIG exposures could be materially higher if ratings were updated as of March 31, 2009. | |

Insured Portfolio – by Geographic Distribution (US Dollars in millions)

| | As of 12/31/2008 | | | |
|-----------------------------|-----------------------|--------|------------|--------|
| | Par Value Outstanding | | | |
| | Gross | % | Net | % |
| Geographic Distribution | | | | |
| United States | | | | |
| New York | \$ 16,880 | 12.5% | \$ 16,880 | 12.6% |
| California | 8,344 | 6.2% | 8,278 | 6.2% |
| Illinois | 3,865 | 2.9% | 3,865 | 2.9% |
| Texas | 3,922 | 2.9% | 3,672 | 2.7% |
| Alabama | 3,631 | 2.7% | 3,510 | 2.6% |
| Florida | 3,358 | 2.5% | 2,703 | 2.0% |
| Delaware | 3,088 | 2.3% | 3,074 | 2.3% |
| Pennsylvania | 2,868 | 2.1% | 2,868 | 2.1% |
| New Jersey | 2,294 | 1.7% | 2,294 | 1.7% |
| Massachusetts | 1,634 | 1.2% | 1,634 | 1.2% |
| Subtotal | 49,884 | 36.9% | 48,778 | 36.5% |
| Other States & Territories | 23,394 | 17.3% | 23,394 | 17.5% |
| Nationally Diversified | 38,377 | 28.4% | 38,371 | 28.7% |
| Total United States | 111,655 | 82.6% | 110,544 | 82.7% |
| Non-United States | | | | |
| United Kingdom | 10,822 | 8.0% | 10,576 | 7.9% |
| Australia | 2,212 | 1.6% | 2,212 | 1.7% |
| Ireland | 1,800 | 1.3% | 1,800 | 1.3% |
| Spain | 1,168 | 0.9% | 1,168 | 0.9% |
| Turkey | 1,153 | 0.9% | 1,109 | 0.8% |
| Chile | 911 | 0.7% | 911 | 0.7% |
| Canada | 580 | 0.4% | 580 | 0.4% |
| Netherlands | 749 | 0.6% | 749 | 0.6% |
| New Zealand | 660 | 0.5% | 660 | 0.5% |
| France | 618 | 0.5% | 618 | 0.5% |
| Norway | 442 | 0.3% | 442 | 0.3% |
| Portugal | 345 | 0.3% | 345 | 0.3% |
| Mexico | 259 | 0.2% | 259 | 0.2% |
| Italy | 279 | 0.2% | 279 | 0.2% |
| Luxembourg | 264 | 0.2% | 264 | 0.2% |
| Brazil | 237 | 0.2% | 237 | 0.2% |
| Qatar | 100 | 0.1% | 100 | 0.1% |
| Egypt | 83 | 0.1% | 83 | 0.1% |
| Panama | 67 | 0.0% | 67 | 0.1% |
| El Salvador | 24 | 0.0% | 24 | 0.0% |
| Subtotal | 22,774 | 16.9% | 22,484 | 16.8% |
| Internationally Diversified | 706 | 0.5% | 706 | 0.5% |
| Total Non-United States | 23,480 | 17.4% | 23,191 | 17.3% |
| Total Par Outstanding | \$ 135,136 | 100.0% | \$ 133,734 | 100.0% |

Insured Portfolio – Distribution by Rating (US Dollars in millions)

| Distribution by Rating ¹ | As of | | | |
|-------------------------------------|---|---------------|---------------------|---------------|
| | 12/31/2008 | | 12/31/2007 | |
| | Net Par Outstanding | % | Net Par Outstanding | % |
| AAA | \$ 38,910 | 29.1% | \$ 68,447 | 41.5% |
| AA | 18,127 | 13.6% | 24,525 | 14.9% |
| A | 32,610 | 24.4% | 40,987 | 24.8% |
| BBB | 22,966 | 17.2% | 30,002 | 18.2% |
| Below investment grade | 21,122 | 15.8% | 1,051 | 0.6% |
| Net par outstanding | <u>\$ 133,734</u> | <u>100.0%</u> | <u>\$ 165,012</u> | <u>100.0%</u> |
| Note: | ¹ Based on rating reported by S&P as of 12/31/08 if available and internal Syncora rating if no S&P rating is available. Ratings migration continues in the insured portfolio and the number of BIG exposures could be materially higher if ratings were updated as of March 31, 2009. | | | |

CDO Exposure - by Rating and Year of Issue (US Dollars in millions)

| Distribution by Rating of CDO Exposure ¹ | As of | | | |
|--|------------------------|---------------|------------------------|---------------|
| | 12/31/2008 | | 12/31/2007 | |
| | Net Par Outstanding | % | Net Par Outstanding | % |
| AAA | \$ 27,839 | 65.3% | \$ 44,370 | 97.5% |
| AA | 1,878 | 4.4% | 907 | 2.0% |
| A | 267 | 0.6% | 242 | 0.5% |
| BBB | 253 | 0.6% | 6 | 0.0% |
| Below investment grade | 12,416 | 29.1% | 3 | 0.0% |
| Total par outstanding | <u>\$ 42,653</u> | <u>100.0%</u> | <u>\$ 45,528</u> | <u>100.0%</u> |

Note:

¹ Based on rating reported by S&P as of 12/31/08 if available and internal Syncora rating if no S&P rating is available. Ratings migration continues in the insured portfolio and the number of BIG exposures could be materially higher if ratings were updated as of March 31, 2009.

| Distribution of CDO Exposure by Year of | As of | | | |
|--|------------------------|-------|------------------------|-------|
| | 12/31/2008 | | 12/31/2007 | |
| | Net Par Outstanding | % | Net Par Outstanding | % |
| 2001 and prior | \$ 25 | 0.1% | \$ 549 | 1.2% |
| 2002 | 1,217 | 2.9% | 1,262 | 2.8% |
| 2003 | 960 | 2.3% | 1,155 | 2.5% |
| 2004 | 2,160 | 5.1% | 1,412 | 3.1% |
| 2005 | 5,620 | 13.2% | 6,248 | 13.7% |
| 2006 | 14,434 | 33.8% | 13,934 | 30.6% |
| 2007 | 18,236 | 42.8% | 20,968 | 46.1% |

CDO Exposure - by Deal Type (US Dollars in millions)

| CDO Deal Type | As of 12/31/2008 | |
|---------------|---------------------|-------|
| | Net Par Outstanding | % |
| ABS CDO | 14,201 | 33.3% |
| CLO | 14,033 | 32.9% |
| IG Corp CDO | 5,801 | 13.6% |
| CDO 2 | 1,432 | 3.4% |
| CMBS | 4,946 | 11.6% |
| Other | 2,192 | 5.1% |
| Other ABS | 49 | 0.1% |
| | 42,653 | 100% |

ABS CDO Exposure - by Collateral Type and Rating (US Dollars in millions)

| ABS CDO Collateral Type | As of 12/31/2008 | |
|-------------------------|---------------------|-------------|
| | Net Par Outstanding | % |
| Prime & Midprime RMBS | 5,684 | 40.0% |
| Subprime RMBS | 4,421 | 31.1% |
| CDO | 2,393 | 16.9% |
| CMBS | 1,326 | 9.3% |
| Other ABS | 377 | 2.7% |
| | <u>14,201</u> | <u>100%</u> |

| ABS CDO Ratings ¹ | As of 12/31/2008 | |
|------------------------------|---------------------|-------------|
| | Net Par Outstanding | % |
| AAA | 1,851 | 13.04% |
| AA | 2,300 | 16.20% |
| A | 1,128 | 7.94% |
| BBB & lower | 8,921 | 62.82% |
| | <u>14,201</u> | <u>100%</u> |

Note:

¹ Based on rating reported by S&P as of 12/31/08 if available and internal Syncora rating if no S&P rating is available. Ratings migration continues in the insured portfolio and the number of BIG exposures could be materially higher if ratings were updated as of March 31, 2009.

Top 10 Structured Finance Servicer Exposures (US Dollars in millions)

| As of 12/31/2008 | | |
|---|--|---------------------|
| | Servicer Name ¹ | Net Par Outstanding |
| 1 | Countrywide Home Loans Inc. | \$ 2,607 |
| 2 | EMC Mortgage Corporation | 1,486 |
| 3 | Residential Capital, LLC | 1,178 |
| 4 | IndyMac Bank, F.S.B. | 900 |
| 5 | AmeriCredit Financial Services Inc. | 643 |
| 6 | Private Commercial ABS Transaction ² | 600 |
| 7 | Option One Mortgage, CA | 521 |
| 8 | Private Student Loan Transaction ² | 500 |
| 9 | Private Commercial ABS Transaction ² | 464 |
| 10 | Thrifty Rent A Car System Inc./Dollar Rent A Car | 400 |
| Total | | \$ 9,298 |
| Notes: | | |
| ¹ Servicer may be an operating subsidiary of the named entity. | | |
| ² Servicer not revealed due to confidentiality. | | |

RMBS by Rating, Vintage and Collateral Type (US Dollars in millions)

| As of 12/31/2008 | | |
|--|---------------------|---------------|
| Distribution by Rating of RMBS Exposure ¹ | Net Par Outstanding | % |
| AAA | \$ 2,088 | 23.9% |
| AA- | 36 | 0.4% |
| A | 751 | 8.6% |
| A- | 72 | |
| BBB | 278 | 3.2% |
| BBB- | 352 | 4.0% |
| Below investment grade | 5,147 | 59.0% |
| Total par outstanding | <u>\$ 8,723</u> | <u>100.0%</u> |

Note:

¹ Based on rating reported by S&P as of 12/31/08 if available and internal Syncora rating if no S&P rating is available. Ratings migration continues in the insured portfolio and the number of BIG exposures could be materially higher if ratings were updated as of March 31, 2009.

| As of 12/31/2008 | | |
|--|---------------------|---------------|
| Distribution of RMBS Exposure by Year of Origination | Net Par Outstanding | % |
| 1999 | 0 | 0.0% |
| 2003 | 0 | 0.0% |
| 2004 | 547 | 6.3% |
| 2005 | 782 | 9.0% |
| 2006 | 3,274 | 37.5% |
| 2007 | 4,120 | 47.2% |
| Total par outstanding | <u>\$ 8,723</u> | <u>100.0%</u> |

| As of 12/31/2008 | | |
|--|---------------------|---------------|
| Distribution of RMBS Exposure by Collateral Type | Net Par Outstanding | % |
| First Lien Mortgages (Alt. A) | \$ 2,977 | 34.1% |
| HELOC (Prime) | 2,757 | 31.6% |
| First Lien Mortgages (Sub-Prime) | 1,047 | 12.0% |
| Second Lien Mortgages (Prime) | 705 | 8.1% |
| Second Lien Mortgages (Sub-Prime) | 576 | 6.6% |
| Second Lien Mortgages (Alt-A) | 547 | 6.3% |
| Prime (1st lien)/ Home Imp. | 115 | 1.3% |
| Total par outstanding | <u>\$ 8,723</u> | <u>100.0%</u> |

RMBS targeted via Offer to Purchase¹ - by Collateral Type (US Dollars in millions)

| Sector | Deals | As of 12/31/2008 | | | |
|-----------------------------------|-------|-----------------------|--------|----------|--------|
| | | Par Value Outstanding | | | |
| | | Gross | % | Net | % |
| HELOC (Prime) | 14 | \$ 2,771 | 45.0% | \$ 2,757 | 44.9% |
| First Lien Mortgages (Alt. A) | 23 | 1,035 | 16.8% | 1,035 | 16.9% |
| First Lien Mortgages (Sub-Prime) | 5 | 521 | 8.5% | 521 | 8.5% |
| Second Lien Mortgages (Prime) | 6 | 705 | 11.5% | 705 | 11.5% |
| Second Lien Mortgages (Sub-Prime) | 5 | 576 | 9.4% | 576 | 9.4% |
| Second Lien Mortgages (Alt-A) | 3 | 547 | 8.9% | 547 | 8.9% |
| | 58 | \$ 6,155 | 100.0% | \$ 6,141 | 100.0% |

Note:

¹ see Syncora Holding Ltd. May 15, 2009 press release entitled "Final Expiration Date for Offer for RMBS Securities Insured by Syncora Guarantee Inc. Extended to May 29, 2009"

25 Largest Public Finance Credits (US Dollars in millions)

| As of 12/31/2008 | | |
|--|--|---------------------|
| | Obligor Name | Net Par Outstanding |
| 1 | Jefferson County, AL - Water/Sewer Revenue | \$ 1,016 |
| 2 | State of California - GO | 983 |
| 3 | Texas (State of) - GO | 900 |
| 4 | Maryland (State of) - GO | 850 |
| 5 | Massachusetts (Commonwealth of) - GO | 810 |
| 6 | San Diego Family Housing LLC | 731 |
| 7 | Ohio (State of) - GO | 700 |
| 8 | Illinois (State of) - GO | 691 |
| 9 | Delaware (State of) - GO | 650 |
| 10 | North Carolina (State of) - GO | 650 |
| 11 | Florida (State of) - GO | 595 |
| 12 | LCOR Alexandria, LLC - Lease Revenue | 580 |
| 13 | Virginia (Commonwealth of) - GO | 550 |
| 14 | Pennsylvania (State of) - GO | 500 |
| 15 | City of Denver, CO Airport System - Revenue Bonds | 487 |
| 16 | Dot Headquarters II Lease-Backed Mortgage Finance Trust | 479 |
| 17 | City of Chicago, O'Hare International Airport, IL - Revenue Bonds | 450 |
| 18 | Port Authority Of New York And New Jersey, Ny | 426 |
| 19 | City of Miami, FL Miami International Airport - Aviation Revenue Bonds | 420 |
| 20 | City of New York, NY - GO | 414 |
| 21 | City of Detroit, MI - Pension Obligations Bonds | 412 |
| 22 | City of Dallas/Fort Worth, TX International Airport - Revenue Bonds | 398 |
| 23 | State of New York - Annual Appropriation | 370 |
| 24 | Puerto Rico Electric Power Authority, Pr - Utility Revenue Bonds | 364 |
| 25 | Dodger Tickets LLC | 359 |
| Total Net Par Outstanding of the 25 Largest Public Finance Credits | | \$ 14,787 |
| Total Portfolio Net Par Outstanding | | \$ 133,734 |
| % of Total Portfolio | | 11.1% |