

Largest Domestic Public Finance Exposures⁽¹⁾
As of March 31, 2010

(\$ Millions)	Ambac Rating ⁽²⁾	AADS ⁽³⁾	Net Par Outstanding	% of Total Net Par Outstanding
California State - GO	A	\$206.5	\$3,109	0.8%
New Jersey Transportation Trust Fund Authority - Transportation System	A +	\$159.6	2,067	0.5%
Washington State - GO	AA	\$142.8	1,881	0.5%
NYS Thruway Authority, Highway & Bridge Revenue	AA -	\$150.0	1,733	0.5%
Bay Area Toll Authority, CA Toll Bridge Revenue ⁽⁴⁾	AA -	\$84.2	1,676	0.4%
MTA, NY, Transportation Revenue (Farebox) ⁽⁴⁾	A	\$91.2	1,447	0.4%
Massachusetts Commonwealth - GO	AA	\$89.2	1,302	0.3%
New Jersey Turnpike Authority Revenue	A	\$83.2	1,266	0.3%
Massachusetts School Building Authority, MA, Sales Tax Revenue	AA	\$92.5	1,248	0.3%
Los Angeles Unified School District, CA - GO	AA -	\$86.9	1,179	0.3%
South Carolina Transportation Infrastructure Bank Revenue	A	\$75.4	1,058	0.3%
California Department of Water Resources, Power Supply	A	\$159.8	1,034	0.3%
Central Texas Turnpike, System Revenue	BBB +	\$101.0	986	0.3%
New York City, NY - GO	AA	\$51.5	970	0.3%
Puerto Rico Highways & Transportation Authority, Transportation Revenue ⁽⁴⁾	BBB +	\$56.5	938	0.2%
Port Authority of New York & New Jersey, Consolidated Revenue	AA -	\$70.0	934	0.2%
University of California Board of Regents, General Revenue	AA -	\$51.5	913	0.2%
Golden State Tobacco Securitization Corp., CA, Enhanced Tobacco Settlement	A -	\$55.0	910	0.2%
New Jersey Economic Development Authority - School Facilities Construction	A +	\$53.9	893	0.2%
Chicago, IL - GO	A +	\$43.1	861	0.2%
Sales Tax Asset Receivable Corporation, NY, Revenue	A	\$73.3	846	0.2%
New York City, NY Water and Sewer System Revenue	AA	\$53.1	807	0.2%
Puerto Rico Sales Tax Financing Corporation	A +	\$165.1	805	0.2%
South Carolina Public Service Authority, Revenue	AA	\$41.8	760	0.2%
Hawaii State - GO	AA	\$60.5	758	0.2%
Massachusetts Turnpike Authority, Metropolitan Highway Revenue	A	\$54.7	758	0.2%
Dallas Area Rapid Transit, TX, Sales Tax Revenue	AA	\$49.5	713	0.2%
Miami-Dade County, FL School Board, Master Lease ⁽⁴⁾	A -	\$49.8	708	0.2%
Cook County, IL - GO	AA	\$51.3	694	0.2%
Puerto Rico Infrastructure Financing Authority, Special Tax Revenue	BBB +	\$40.1	662	0.2%
New Jersey State - GO	AA -	\$62.9	655	0.2%
New York Convention Center Development Corporation, Hotel Fee Revenue	A -	\$43.1	651	0.2%
Connecticut Housing Finance Authority, Housing Mortgage Finance Program ⁽⁴⁾	AA +	\$39.2	650	0.2%
Florida State Board of Education, Lottery Revenue	AA -	\$53.3	645	0.2%
New Jersey Transit Corporation Formula Funded FTA Grants	A	\$133.5	644	0.2%
New York State Personal Income Tax Revenue	AA -	\$41.6	643	0.2%
Missouri Joint Municipal Electric Utility Commission, Project Revenue	A -	\$39.6	639	0.2%
California Infrastructure & Economic Development Bank Workers Compensation Relief	A +	\$59.9	636	0.2%
Municipal Electric Authority of Georgia, Contract Revenue ⁽⁴⁾	A -	\$27.9	620	0.2%
California State University, Systemwide Revenue	A +	\$37.8	619	0.2%
Louisiana Citizens Property Insurance Corporation, Assessment Revenue	A -	\$63.1	613	0.2%
Mets Queens Baseball Stadium Project, NY, Lease Revenue	BBB	\$35.7	609	0.2%
Alameda Corridor Transportation Authority, Transportation Revenue	BBB	\$72.8	598	0.2%
Clark County, NV - GO	AA	\$35.7	588	0.2%
Tobacco Settlement Financing Corporation, NY, Tobacco Settlement Revenue	A +	\$77.0	585	0.2%
Chicago O'Hare International Airport, IL, Passenger Facility Charge Revenue	A	\$43.8	583	0.2%
Dallas/Fort Worth Airport, TX, Joint Revenue	A	\$49.6	575	0.2%
Chicago O'Hare International Airport, IL, General Airport Revenue	A +	\$32.3	563	0.1%
Metropolitan Washington Airports Authority, DC, Airport System Revenue	AA -	\$35.6	558	0.1%
Dallas, TX Waterworks and Sewer System Revenue	AA	\$31.2	547	0.1%
			<u>\$46,139</u>	<u>12.2%</u>

(1) Excludes Healthcare exposures.

(2) 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.

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

(4) 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. The Wisconsin Office of the Commissioner of Insurance (OCI) commenced rehabilitation proceedings with respect to the Segregated Account in order to permit the OCI to facilitate an orderly run-off and/or settlement of the liabilities allocated to the Segregated Account pursuant to the provisions of the Wisconsin Insurers Rehabilitation and Liquidation Act. Until the Segregated Account Rehabilitation Plan is approved, which OCI has indicated will be in approximately six months, it is anticipated that no claims will be paid on Segregated Account Policies. Please see discussion in Ambac's March 31, 2010 Form 10-Q.

Largest Domestic Healthcare Exposures As of March 31, 2010

(\$ Millions)	Ambac Rating ⁽²⁾	AADS ⁽³⁾	Net Par Outstanding	% of Total Net Par Outstanding
Children's Hospital Boston - Massachusetts	AA	\$26.8	\$373	0.1%
Sisters of Mercy Health System - Missouri	AA -	\$32.4	341	0.1%
Catholic Healthcare Partners - Ohio	A	\$22.5	295	0.1%
New York City Health and Hospitals Corporation	A	\$30.7	281	0.1%
Catholic Health East - Pennsylvania	A	\$18.4	232	0.1%
Wellstar Health System - Georgia ⁽⁴⁾	A +	\$14.8	226	0.1%
ProMedica Healthcare Oblig Grp - Ohio	A +	\$13.0	220	0.1%
Swedish Health Services - Washington	A	\$16.7	194	0.1%
Rockingham Memorial Hospital - Virginia	BBB +	\$11.5	190	0.0%
Adventist Health System - Florida	A +	\$12.6	188	0.0%
			<u>\$2,540</u>	<u>0.7%</u>

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