



## **PUERTO RICO EXPOSURE**

FOURTH QUARTER 2014

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# PUERTO RICO EXPOSURE & RATINGS SUMMARY

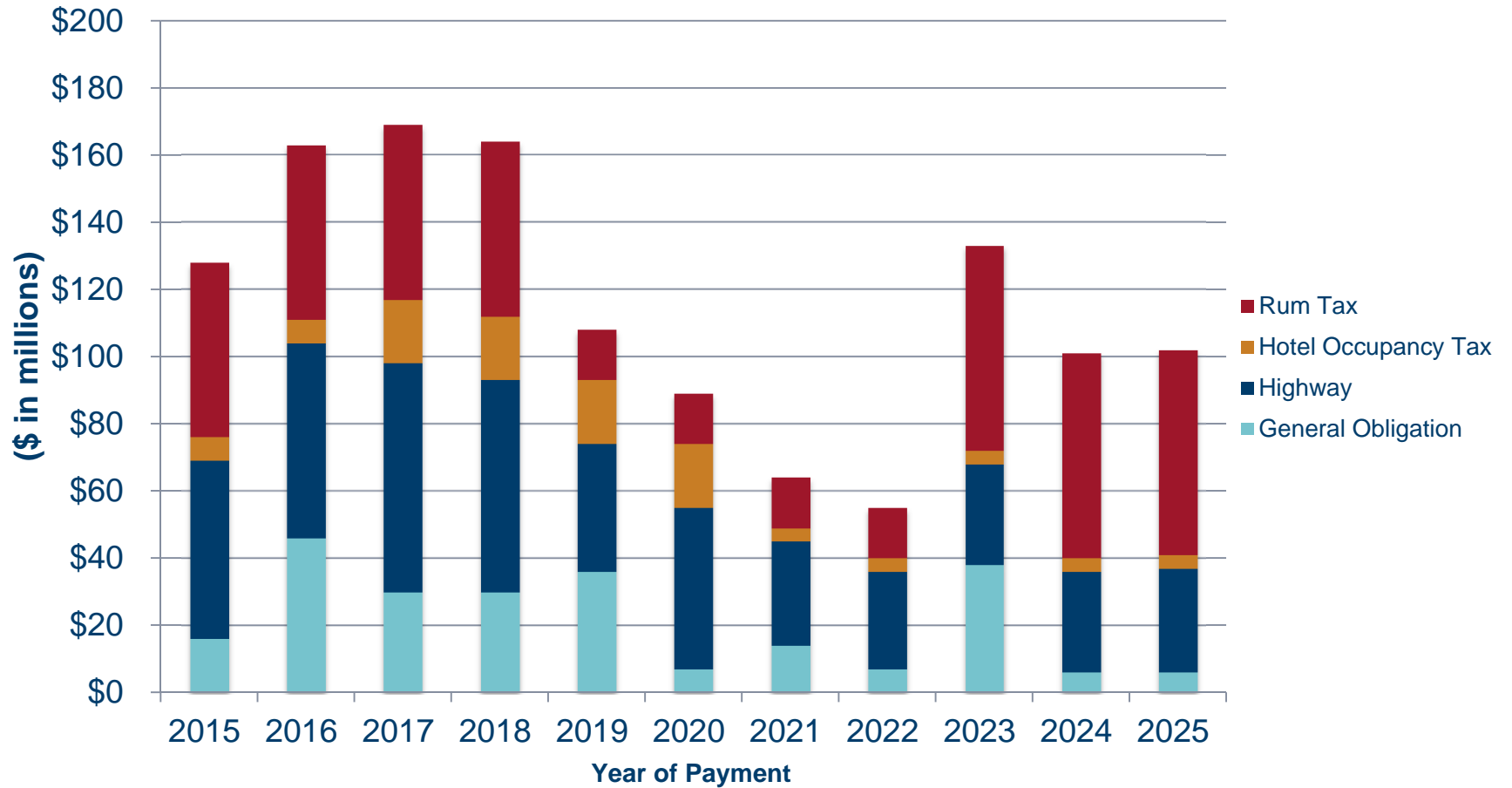
Ambac Puerto Rico Exposure (\$ in millions) as of December 31, 2014:

Single Risk	Gross Par <sup>1</sup>	Net Par <sup>1,2</sup>	Gross Principal & Interest	Net Principal & Interest <sup>2</sup>	Maturity	Credit Class	Rating
<b>General Fund Debt:</b>							
1 PR Commonwealth GO	\$59.0	\$59.0	\$78.3	\$78.3	2023	IA	BIG
2 PR Public Buildings Authority Revenue - GO Guaranty	191.2	191.2	308.9	308.9	2035	IA	BIG
<b>Subtotal</b>	<u>250.2</u>	<u>250.2</u>	<u>387.2</u>	<u>387.2</u>			
<b>Revenue Debt:</b>							
3 PR Highway and Transp'n Revenue 1968 Resolution - Highway Rev	27.5	26.5	37.7	36.5	2027	III	BIG
4 PR Highway and Transp'n Revenue 1998 Resolution - Senior Transp'n Rev	708.3	685.6	1,446.8	1,397.0	2045	III	BIG
5 PR Infrastructure Financing Special Tax Revenue (Rum Tax)	545.0	532.5	1,152.5	1,126.0	2044	II	BIG
6 Convention Center (Hotel Occupancy Tax)	137.1	137.1	215.8	215.8	2031	II	BIG
7 Sales Tax Rev (COFINA)	808.5	804.7	7,355.4	7,321.3	2054	IA	BIG
<b>Subtotal</b>	<u>\$2,226.4</u>	<u>\$2,186.4</u>	<u>\$10,208.2</u>	<u>\$10,096.6</u>			
<b>Grand total</b>	<u>\$2,476.6</u>	<u>\$2,436.6</u>	<u>\$10,595.4</u>	<u>\$10,483.8</u>			

<sup>1</sup> Gross Par and Net Par include capital appreciation bonds ("CABS") which are reported at the par amount at the time of issuance of the insurance policy

<sup>2</sup> Net Par and Net Principal & Interest are net of reinsurance

# SCHEDULE OF NET DEBT SERVICE<sup>1</sup> ON INSURED DEBT



<sup>1</sup> Net of reinsurance

# PUERTO RICO NET PRINCIPAL AND INTEREST<sup>1</sup> AMORTIZATION

Principal and Interest Amortization of Ambac Insured Puerto Rico Exposures by Calendar Year (\$ in millions)								
Calendar Year	Commonwealth GO	Public Bldg - GO Guaranteed	Senior Highway (1968)	Senior Transportation (1998)	Rum Tax	Hotel Occupancy Tax	Sales Tax (COFINA)	Total P & I
2015	5.9	10.1	1.2	51.8	52.0	6.9	-	127.9
2016	2.7	43.7	1.2	56.8	52.0	6.9	-	163.3
2017	2.7	27.1	13.7	54.6	52.0	18.6	-	168.7
2018	2.7	27.1	10.1	52.8	52.0	18.6	-	163.3
2019	27.7	8.6	-	37.8	15.2	18.6	-	107.9
2020	1.4	5.9	-	48.2	15.2	18.6	-	89.3
2021	1.4	12.9	1.3	30.0	15.2	4.3	-	65.1
2022	1.4	5.5	-	29.5	15.2	4.3	-	55.9
2023	32.4	5.5	-	30.5	60.8	4.3	-	133.5
2024	-	5.5	-	30.0	60.8	4.3	-	100.6
2025	-	5.5	1.0	30.0	60.8	4.3	-	101.6
2026	-	5.5	1.0	31.5	60.8	4.3	-	103.1
2027	-	5.5	7.0	57.9	60.8	4.3	-	135.5
2028	-	5.5	-	57.6	60.8	24.3	-	148.2
2029	-	5.5	-	57.8	68.7	24.3	-	156.3
2030	-	31.0	-	84.8	-	24.3	-	140.1
2031	-	27.9	-	104.2	-	24.6	-	156.7
2032	-	2.9	-	17.7	-	-	-	20.6
2033	-	2.9	-	17.7	-	-	-	20.6
2034	-	29.5	-	17.7	68.7	-	-	115.9
2035	-	35.0	-	17.7	68.7	-	-	121.4
2036	-	0.3	-	75.8	68.7	-	-	144.8
2037	-	-	-	75.8	49.1	-	-	124.9
2038	-	-	-	51.2	-	-	-	51.2
2039	-	-	-	9.4	-	-	-	9.4
2040	-	-	-	9.4	-	-	-	9.4
2041	-	-	-	9.4	-	-	-	9.4
2042	-	-	-	90.4	-	-	-	90.4
2043	-	-	-	68.9	84.0	-	-	152.9
2044	-	-	-	45.1	84.0	-	-	129.1
2045	-	-	-	45.0	0.5	-	-	45.5
2046	-	-	-	-	-	-	-	-
2047	-	-	-	-	-	-	786.2	786.2
2048	-	-	-	-	-	-	820.2	820.2
2049	-	-	-	-	-	-	855.5	855.5
2050	-	-	-	-	-	-	892.3	892.3
2051	-	-	-	-	-	-	930.5	930.5
2052	-	-	-	-	-	-	970.3	970.3
2053	-	-	-	-	-	-	1,011.7	1,011.7
2054	-	-	-	-	-	-	1,054.6	1,054.6
<b>Grand Total</b>	<b>78.3</b>	<b>308.9</b>	<b>36.5</b>	<b>1,397.0</b>	<b>1,126.0</b>	<b>215.8</b>	<b>7,321.3</b>	<b>10,483.8</b>

<sup>1</sup> Net of reinsurance

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In this presentation, we have included statements that may constitute “forward-looking statements” within the meaning of the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Words such as “estimate,” “project,” “plan,” “believe,” “anticipate,” “intend,” “planned,” “potential” and similar expressions, or future or conditional verbs such as “will,” “should,” “would,” “could,” and “may,” or the negative of those expressions or verbs, identify forward-looking statements. We caution readers that these statements are not guarantees of future performance. Forward-looking statements are not historical facts but instead represent only our beliefs regarding future events, which, may by their nature be inherently uncertain and some of which may be outside our control. These statements may relate to plans and objectives with respect to the future, among other things which may change. We are alerting you to the possibility that our actual results may differ, possibly materially, from the expected objectives or anticipated results that may be suggested, expressed or implied by these forward-looking statements. Important factors that could cause our results to differ, possibly materially, from those indicated in the forward-looking statements include, among others, those discussed under “Risk Factors” described in our most recent SEC filed quarterly or annual report.

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