Aaa/AAA/AAA BOND INSURANCE IN U.S. PUBLIC FINANCE

FSA
A Dexia Company

THE PREMIER MUNICIPAL GUARANTOR

Monoline bond insurer Financial Security Assurance Inc. (FSA) provides an unconditional and irrevocable Aaa/AAA/AAA guaranty of scheduled principal and interest payments for new issues of municipal bonds, municipal bonds trading in the secondary market and those held in mutual funds and unit investment trusts. As a monoline, FSA participates only in the financial guaranty and related insurance business.

FSA has more than $330 billion of gross par outstanding on U.S. public finance transactions, providing broad market liquidity for FSA-insured bonds. The public finance sector accounts for 66% of our net principal outstanding.

With a full complement of experienced municipal analysts in our New York headquarters, San Francisco office and Dallas marketing office, as well as a seasoned group of public-private-partnership (PPP) analysts, FSA has the resources to respond to client needs across all market sectors and geographic regions.

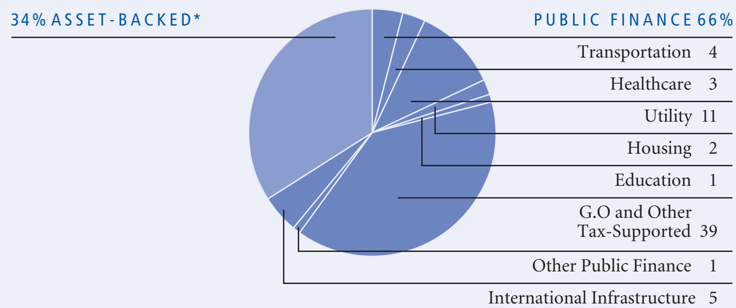
FSA is a market leader in the core public finance sectors of general obligation bonds and tax and lease-backed government securities, and is active in the utility, healthcare, transportation and other revenue sectors.

Additionally, FSA participates in highly structured sectors of public finance, including the public-private finance market, and with derivative instruments. FSA also recently formed a new group to focus on CDOs backed by government and public infrastructure bonds and loans.

INSURED PORTFOLIO

FSA has a well-diversified insured portfolio with approximately $263 billion net principal of public finance securities and $136 billion of asset-backed obligations.

FSA INSURED PORTFOLIO BY SECTOR



Net par outstanding. As of June 30, 2007.
*As of June 30, 2007, FSA's subprime residential mortgage exposure was $4.2 billion, or 1.1% of total net par outstanding, with 87.8% of underlying ratings at Triple-A and 1.6% non-investment grade. FSA's subprime RMBS originations for 2006 and 2005, the years of recent market focus, represented $1.0 billion, with 90.1% of the underlying ratings at the Triple-A level.

FSA FINANCIAL RESOURCES

FSA has approximately $6.3 billion of claims-paying resources to support its high-quality, diversified portfolio of insured securities.

IN MILLIONS

Statutory Capital	$2,643
Statutory Unearned Premium Reserve	2,116
PV of Net Installment Premiums	894
Statutory Loss Reserves	54
Third-Party Capital Support	550
Total Claims-Paying Resources	$6,257

As of June 30, 2007

AAA/AAA/AAA CAPITAL STRENGTH

FSA's bond insurance is rated Aaa by Moody's, AAA by S&P and AAA by Fitch Ratings. It is also rated AAA by R&I, Japan's leading rating agency.

The combination of FSA's growing claims-paying resources and conservative underwriting makes FSA an industry leader in capital strength. This has been strongly confirmed by the major credit rating agencies. They have each developed a unique "bottom up" model based on individually assigned ratings for each transaction in a financial guarantor's insured portfolio. This level of granularity in analysis is unique to the financial guaranty industry, and FSA's results under each of these models are excellent.

Standard & Poor's Margin of Safety model compares a bond insurer's claims-paying ability to the projected losses incurred during S&P's "worst case" scenario, a 4-year depression. The results of the depression model demonstrate that FSA has built the strongest capital position among its industry peers.

Moody's and Fitch, which employ Monte Carlo simulation models to evaluate financial strength during a variety of economic environments, considering correlation and diversity factors, also confirm FSA's strong position among the Triple-A-rated financial guarantors.

More specifically, Moody's concludes that FSA's capital strength is superior among its peers in the agency's ranking of Hard Capital and Total Capital ratios, while FSA's focus on lower risk exposures and portfolio diversity is acknowledged with the top position in the Credit Risk and Tail Risk ratio model results.

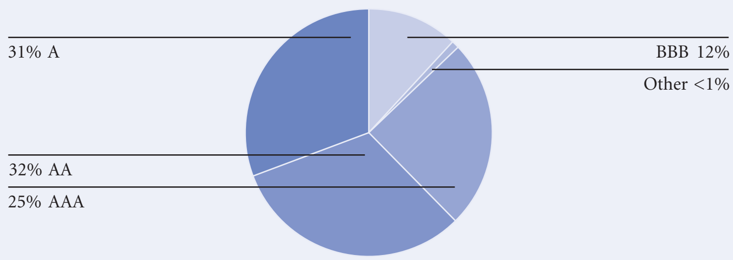
Fitch's newly introduced Matrix capital model also confirms FSA's strong capital position, with its primary output, the Core Capital Adequacy Ratio, indicating that FSA has substantial resources in excess of the AAA requirement.

INSURED PORTFOLIO QUALITY

FSA's business is limited to financial guaranty insurance products. In addition, FSA only insures obligations that it determines to be of at least investment-grade quality when the insurance policy is issued.

In fact, 88% of the bonds in the company's insured portfolio are of Single-A quality or higher, and 57% are of Double-A or Triple-A quality.

FSA INSURED PORTFOLIO BY RATING



Net par outstanding. As of June 30, 2007. Internal ratings expressed in industry terms.

OWNERSHIP

FSA is a member of the Dexia Group, a leading European banking group and one of the world's most highly rated financial institutions. At June 30, 2007, Dexia's assets exceeded €577 billion.

RISK ASSESSMENT AND MANAGEMENT

FSA places the highest importance on prudent underwriting, rigorous surveillance and the commitment of all our people to quality and capital strength. Our primary objective is to build the strongest possible company for the long term. Our municipal and asset-backed teams consist of legal, underwriting, structuring and surveillance professionals who are experienced, innovative and always customer-focused.

Financial Security Assurance Inc. (FSA) is a leading guarantor of municipal bonds, infrastructure financings and asset-backed securities in markets throughout the world. It is the principal operating subsidiary of Financial Security Assurance Holdings Ltd. (FSA Holdings), a member of the Dexia group. FSA Holdings is headquartered in New York, and its operating subsidiaries maintain offices in Dallas, San Francisco, Mexico City, London, Madrid, Paris, Sydney, Tokyo and Bermuda.