MBIA Inc.
Quarterly Operating Supplement
December 31, 2020

Fourth Quarter 2020

MBIA Inc. and Subsidiaries
Quarterly Operating Supplement [1]

(1) This report is unaudited.

Safe Harbor Disclosure

This Operating Supplement of MBIA Inc., together with its consolidated subsidiaries, (collectively, "MBIA", the "Company", "we", "us" or "our") includes statements that are not historical or current facts and are "forward-looking statements" made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. The words "believe", "anticipate", "project", "plan", "expect", "estimate", "intend", "will likely result", "looking forward", or "will continue" and similar expressions identify forward-looking statements. These statements are subject to certain risks and uncertainties that could cause actual results to differ materially from historical earnings and those presently anticipated or projected. MBIA cautions readers not to place undue reliance on any such forward-looking statements, which speak only to their respective dates. We undertake no obligation to publicly correct or update any forward-looking statement if the Company later becomes aware that such result is not likely to be achieved.

The following are some of the general factors that could affect financial performance or could cause actual results to differ materially from estimates contained in or underlying the Company's forward-looking statements:

- increased credit losses or impairments on public finance obligations that National Public Finance Guarantee Corporation ("National") insures issued by state, local and territorial governments and finance authorities and other providers of public services, located in the U.S. or abroad, that are experiencing fiscal stress;
- the possibility that loss reserve estimates are not adequate to cover potential claims;
- a disruption in the cash flow from National or an inability to access the capital markets and our exposure to significant fluctuations in liquidity and asset values in the global credit markets as a result of collateral posting requirements;
- our ability to fully implement our strategic plan;
- the possibility that MBIA Insurance Corporation will have inadequate liquidity or resources to timely pay claims as a result of higher than expected losses on certain insured transactions or as a result of a delay or failure in collecting expected recoveries, which could lead the New York State Department of Financial Services ("NYSDFS") to put MBIA Insurance Corporation into a rehabilitation or liquidation proceeding under Article 74 of the New York Insurance Law and/or take such other actions as the NYSDFS may deem necessary to protect the interests of MBIA Insurance Corporation's policyholders;
- the impact on our insured portfolios or business operations caused by the global spread of the novel coronavirus COVID-19;
- deterioration in the economic environment and financial markets in the United States or abroad, real estate market performance, credit spreads, interest rates and foreign currency levels; and
- the effects of changes to governmental regulation, including insurance laws, securities laws, tax laws, legal precedents and accounting rules.

The above factors provide a summary of and are qualified in their entirety by the risk factors discussed under "Risk Factors" in Part I, Item 1A included in the Annual Report on Form 10-K. The Company encourages readers to review these risk factors in their entirety.

MBIA Inc. (Consolidated)

MBIA Inc. and Subsidiaries
Consolidated Balance Sheets
(in millions except share and per share amounts)

	December 31, 2020	December 31, 2019
Assets		
Investments:		
Fixed-maturity securities held as available-for-sale, at fair value (amortized cost $2,078 and $2,705)	$ 2,257	$ 2,820
Investments carried at fair value	196	209
Investments pledged as collateral, at fair value (amortized cost $6 and $15)	1	10
Short-term investments, at fair value (amortized cost $281 and $423)	282	423
Total investments	2,736	3,462
Cash and cash equivalents	158	75
Premiums receivable (net of allowance for credit losses $5 and $-)	216	249
Deferred acquisition costs	50	60
Insurance loss recoverable	1,677	1,694
Other assets	84	115
Assets of consolidated variable interest entities:		
Cash	9	8
Investments held-to-maturity, at amortized cost (fair value $- and $892)	-	890
Investments carried at fair value	77	83
Loans receivable at fair value	120	136
Loan repurchase commitments	604	486
Other assets	20	26
Total assets	**$ 5,751**	**$ 7,284**
Liabilities and Equity		
Liabilities:		
Unearned premium revenue	$ 405	$ 482
Loss and loss adjustment expense reserves	990	901
Long-term debt	2,229	2,228
Medium-term notes (includes financial instruments carried at fair value of $110 and $108)	710	680
Investment agreements	269	304
Derivative liabilities	215	175
Other liabilities	161	136
Liabilities of consolidated variable interest entities:		
Variable interest entity notes (includes financial instruments carried at fair value of $350 and $403)	623	1,539
Total liabilities	**5,602**	**6,445**
Equity:		
Preferred stock, par value $1 per share; authorized shares--10,000,000; issued and outstanding--none	-	-
Common stock, par value $1 per share; authorized shares--400,000,000; issued shares--283,186,115 and 283,433,401	283	283
Additional paid-in capital	2,962	2,999
Retained earnings (deficit)	(13)	607
Accumulated other comprehensive income (loss), net of tax of $8 and $8	115	(2)
Treasury stock, at cost--229,508,967 and 204,000,108 shares	(3,211)	(3,061)
Total shareholders' equity of MBIA Inc.	136	826
Preferred stock of subsidiary	13	13
Total equity	**149**	**839**
Total liabilities and equity	**$ 5,751**	**$ 7,284**

MBIA Inc. and Subsidiaries
Consolidated Statements of Operations
(in millions except share and per share amounts)

	Three Months Ended December 31, 2020	Three Months Ended December 31, 2019	Years Ended December 31, 2020	Years Ended December 31, 2019
Revenues:				
Premiums earned:				
Scheduled premiums earned	$ 14	$ 16	$ 59	$ 68
Refunding premiums earned	4	4	14	17
Premiums earned (net of ceded premiums of $1, $1, $5 and $5)	18	20	73	85
Net investment income	17	25	76	114
Fees and reimbursements	-	-	2	1
Change in fair value of insured derivatives:				
Realized gains (losses) and other settlements on insured derivatives	(1)	-	(1)	(10)
Unrealized gains (losses) on insured derivatives	7	2	7	25
Net change in fair value of insured derivatives	6	2	6	15
Net gains (losses) on financial instruments at fair value and foreign exchange	(12)	12	(38)	52
Net investment losses related to other-than-temporary impairments:				
Other-than-temporary impairments recognized in accumulated other comprehensive income (loss)	-	(30)	-	(67)
Net investment losses related to other-than-temporary impairments	-	(30)	-	(67)
Net gains (losses) on extinguishment of debt	-	-	-	(1)
Other net realized gains (losses)	-	2	-	4
Revenues of consolidated variable interest entities:				
Net investment income	-	4	18	34
Net gains (losses) on financial instruments at fair value and foreign exchange	74	(7)	108	105
Other net realized gains (losses)	-	-	37	(62)
Total revenues	103	28	282	280
Expenses:				
Losses and loss adjustment	103	153	530	242
Amortization of deferred acquisition costs	3	2	10	11
Operating	26	24	87	92
Interest	43	47	178	201
Expenses of consolidated variable interest entities:				
Operating	1	3	5	9
Interest	8	19	50	82
Total expenses	184	248	860	637
Income (loss) before income taxes	(81)	(220)	(578)	(357)
Provision (benefit) for income taxes	-	23	-	2
Net income (loss)	**$ (81)**	**$ (243)**	**$ (578)**	**$ (359)**
Net income (loss) per common share:				
Basic	$ (1.64)	$ (3.21)	$ (9.78)	$ (4.43)
Diluted	$ (1.64)	$ (3.21)	$ (9.78)	$ (4.43)
Weighted average number of common shares outstanding:				
Basic	49,184,068	75,675,241	59,071,843	81,014,285
Diluted	49,184,068	75,675,241	59,071,843	81,014,285

MBIA Inc. and Subsidiaries
Adjusted Net Income (Loss) Reconciliation (Non-GAAP Basis) (1) (2)
(in millions except per share amounts)

	Three Months Ended December 31, 2020	Three Months Ended December 31, 2019	Twelve Months Ended December 31, 2020	Twelve Months Ended December 31, 2019
Net income (loss)	$ (81)	$ (243)	$ (578)	$ (359)
Less: Adjusted Net Income (Loss) Adjustments				
Income (loss) before income taxes of our international and structured finance insurance segment and eliminations	(53)	(112)	(391)	(369)
Adjustments before income taxes (3):				
Mark-to-market gains (losses) on financial instruments (4)	20	30	(27)	(39)
Foreign exchange gains (losses) (4)	(18)	(10)	(34)	8
Net gains (losses) on sales of investments (4)	6	3	47	128
Net investment losses related to impairments of securities	-	(30)	-	(67)
Net gains (losses) on extinguishment of debt	-	-	-	(1)
Other net realized gains (losses)	-	-	-	(2)
Adjusted net income adjustment for income taxes (5)	-	(29)	-	-
Adjusted Net Income (loss)	$ (36)	$ (95)	$ (173)	$ (17)
Adjusted Net Income (loss) per diluted common share	$ (0.74)	$ (1.25)	$ (2.93)	$ (0.21)
Gain (loss) related to our U.S. public finance insurance segment VIE consolidations included in adjusted net income (loss)	-	(17)	-	-
Gain (loss) related to our U.S. public finance insurance segment VIE consolidations per diluted common share included in adjusted net income (loss) per diluted common share	-	(0.22)	-	-
Diluted Weighted Average Shares Outstanding	49.2	75.7	59.1	81.0

Adjusted Net Income (Loss) Trend (1) (2)

	2020 1st Qtr.	2020 2nd Qtr.	2020 3rd Qtr.	2020 4th Qtr.	2020 Full Year
Adjusted Net Income (loss)	$ (47)	$ (72)	$ (18)	(36)	$ (173)

	2019 1st Qtr.	2019 2nd Qtr.	2019 3rd Qtr.	2019 4th Qtr.	2019 Full Year
Adjusted Net Income (loss)	$ 39	$ (76)	$ 115	$ (95)	$ (17)

(1) A non-GAAP measure. Please see glossary for an explanation of Adjusted Net Income (Loss).
(2) Totals may not add due to rounding.
(3) Adjustments exclude the International and Structured Finance Insurance segment and eliminations and include certain mark-to-market gains/losses on financial instruments in the U.S. Public Finance Insurance and Corporate segments.
(4) Gross amounts are reported within "Net gains (losses) on financial instruments at fair value and foreign exchange" on the Company's consolidated statements of operations.
(5) Reported within the "Provision (benefit) for income taxes" on the Company's consolidated statements of operations.

MBIA Inc.

Book Value Adjustments Per Share [1]

	12/31/2020	12/31/2019
Book Value Per Share	$ 2.55	$ 10.40
Management's book value per share adjustments:		
Remove negative book value of MBIA Corp. [2]	(31.97)	(16.81)
Remove net unrealized gains (losses) on available-for-sale securities included in other comprehensive income (loss)	2.86	1.29
Include net unearned premium revenue in excess of expected losses [3] [4]	4.29	3.46
Shares outstanding in millions	53.7	79.4

(1) Please see glossary for an explanation of book value adjustments.
(2) The book value of MBIA Corp. does not provide significant economic or shareholder value to MBIA Inc.
(3) The discount rate on financial guarantee installment premiums was the risk-free rate as defined by GAAP for financial guarantee insurance contracts.
(4) The amounts consist of financial guarantee premiums in excess of expected losses, net of the related deferred acquisition costs.

Securities Buyback Activity
(in millions)

	1st Qtr.		2nd Qtr.		3rd Qtr.		4th Qtr.		Full Year	
2020	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**
Common Stock Repurchases [1] [2]	$ 64.6	$ N/A	$ 71.5	$ N/A	$ 62.0	$ N/A	$ -	$ N/A	$ 198.1	$ N/A
Debt[3]										
MBIA Inc. Senior Unsecured	-	-	-	-	-	-	114.7	-	114.7	-
MBIA GFL MTNs[4]	-	-	-	-	-	-	-	-	-	-
Investment Agreements	-	-	-	-	-	-	-	-	-	-
MBIA Inc. (Consolidated)	$ 64.6	$ -	$ 71.5	$ -	$ 62.0	$ -	$ 114.7	$ -	$ 312.8	$ -

	1st Qtr.		2nd Qtr.		3rd Qtr.		4th Qtr.		Full Year	
2019	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**	**Cost**	**Gain/ Value Added**
Common Stock Repurchases [1] [2]	$ 4.4	$ N/A	$ 49.6	$ N/A	$ 39.6	$ N/A	$ 7.6	$ N/A	$ 101.2	$ N/A
Debt[3]										
MBIA Inc. Senior Unsecured	0.1	-	0.2	-	150.0	-	-	-	150.3	-
MBIA GFL MTNs[4]	-	-	-	-	-	-	-	-	-	-
Investment Agreements	-	-	-	-	-	-	-	-	-	-
MBIA Inc. (Consolidated)	$ 4.5	$ 0	$ 49.8	$ -	$ 189.6	$ -	$ 7.6	$ -	$ 251.5	$ -

(1) Presented on a trade date basis.
(2) Purchased by National.
(3) Presented on a cash settlement basis.
(4) MBIA Global Funding LLC.

National Public Finance Guarantee Corporation

National Public Finance Guarantee Corporation
GAAP Balance Sheets
(in millions except share and per share amounts)

	December 31, 2020	December 31, 2019
Assets		
Investments:		
Fixed-maturity securities held as available-for-sale, at fair value (amortized cost $1,574 and $2,162)	$ 1,623	$ 2,202
Investments carried at fair value	158	178
Investments pledged as collateral, at fair value (amortized cost $101 and $123)	103	122
Short-term investments at fair value (amortized cost $103 and $130)	103	130
Total investments	1,987	2,632
Cash and cash equivalents	106	42
Securities purchased under agreements to resell	101	120
Premiums receivable	136	148
Current income taxes	10	33
Deferred acquisition costs	81	90
Insurance loss recoverable	1,176	896
Other assets	48	58
Total assets	**$ 3,645**	**$ 4,019**
Liabilities and Equity		
Liabilities:		
Unearned premium revenue	$ 328	$ 388
Loss and loss adjustment expense reserves	468	426
Securities sold under agreements to repurchase	101	120
Payable for investments purchased	7	8
Other liabilities	37	39
Total liabilities	**941**	**981**
Equity:		
Common stock, par value $30 per share; authorized, issued and outstanding shares — 500,000	15	15
Additional paid-in capital	1,675	1,913
Retained earnings	952	1,059
Accumulated other comprehensive income (loss), net of tax of $12 and $12	62	51
Total equity	**2,704**	**3,038**
Total liabilities and equity	**$ 3,645**	**$ 4,019**

National Public Finance Guarantee Corporation
GAAP Statements of Operations
(in millions)

	Three Months Ended December 31,		Years Ended December 31,	
	2020	**2019**	**2020**	**2019**
Revenues:				
Premiums earned:				
Scheduled premiums earned	$ 10	$ 12	$ 42	$ 49
Refunding premiums earned	5	4	15	17
Premiums earned	15	16	57	66
Net investment income	15	22	70	98
Fees and reimbursements	1	1	3	3
Net gains (losses) on financial instruments at fair value and foreign exchange	9	4	39	139
Net investment losses related to other-than-temporary impairments:				
Other-than-temporary impairments recognized in accumulated other comprehensive income (loss)	-	(30)	-	(67)
Net investment losses related to other-than-temporary impairments	-	(30)	-	(67)
Other net realized gains (losses)	(1)	1	(1)	2
Revenues of consolidated variable interest entities:				
Net gains (losses) on financial instruments at fair value and foreign exchange	-	(17)	-	64
Other net realized gains (losses)	-	-	-	(43)
Total revenues	39	(3)	168	262
Expenses:				
Losses and loss adjustment	29	87	163	53
Amortization of deferred acquisition costs	4	3	11	16
Operating	13	13	48	49
Total expenses	46	103	222	118
Income (loss) before income taxes	(7)	(106)	(54)	144
Provision (benefit) for income taxes	10	(33)	(26)	(26)
Net income (loss)	**$ (17)**	**$ (73)**	**$ (28)**	**$ 170**

National Public Finance Guarantee Corporation
(in millions)

GAAP Amortization of Gross Par, Gross Debt Service, Gross Unearned Premium and Net Cash Premiums Collected and Expected

	Ending Gross Par Outstanding	Ending Gross Debt Service Outstanding	Gross Unearned Premiums[1]	Expected Future Premiums Earnings[1][2]				Net Cash Premiums Collected and Expected[3]
				Upfronts	Installments	Accretion	Total	
4th Qtr. 2020	41,856	81,527	328					4
1st Qtr. 2021	41,189	80,116	319	7	2	1	10	1
2nd Qtr. 2021	40,531	78,871	310	7	2	1	10	2
3rd Qtr. 2021	39,032	76,322	302	6	2	1	9	3
4th Qtr. 2021	37,866	74,461	294	6	2	1	9	4
2022	34,676	68,445	264	23	7	4	34	10
2023	31,808	62,778	236	21	7	4	32	10
2024	29,092	57,402	210	19	7	3	29	10
2025	26,421	52,138	186	17	7	3	27	10
2026-2030	13,799	28,700	100	55	31	13	99	43
2031-2035	7,141	14,903	50	25	25	9	59	36
2036-2040	4,086	7,281	23	9	18	5	32	28
2041-2045	2,016	3,506	7	4	12	2	18	18
2046-2050	246	786	1	1	5	-	6	7
2051 and thereafter	-	-	-	-	1	-	1	-
Total				$200	$128	$47	$375	$182

(1) Excludes insured derivative premiums of $2 million.
(2) Actual future premium earnings will differ from the current projection due to refundings.
(3) Represents installment-based future net undiscounted collections.

Statutory Balance Sheets Summary

	12/31/2020	12/31/2019
Assets:		
Cash and Investments	$ 2,021	$ 2,584
Asset Swap Facility with MBIA Inc.	101	120
Other Assets	23	55
Total Assets	$ 2,145	$ 2,759
Liabilities:		
Unearned Premiums	355	411
Loss and LAE Reserves[1]	(301)	(169)
Contingency Reserve	445	485
Asset Swap Facility with MBIA Inc.	101	120
Other Liabilities	19	21
Total Liabilities	619	868
Total Policyholders' Surplus	1,526	1,891
Total Liabilities and Policyholders' Surplus	$ 2,145	$ 2,759

Claims-Paying Resources

	12/31/2020	12/31/2019
Policyholders' Surplus	$ 1,526	$ 1,891
Contingency Reserve	445	485
Statutory Capital	1,971	2,376
Unearned Premiums	355	411
Present Value of Installment Premiums[1]	129	139
Premium Resources[2]	484	550
Net Loss and LAE Reserves[1]	(301)	(169)
Salvage Reserves on Paid Claims[1]	961	789
Gross Loss and LAE Reserves	660	620
Total Claims-Paying Resources	$ 3,115	$ 3,546
Net Debt Service Outstanding	$ 79,074	$ 90,792
Capital Ratio	40:1	38:1
Claims-Paying Resources Ratio	25:1	26:1

(1) Calculated using a discount rate of 3.49% and 3.64% as of December 31, 2020 and 2019, respectively.
(2) The amounts consist of financial guarantee insurance premiums and insured credit derivative revenue.

National Public Finance Guarantee Corporation
Investment Portfolio Including Cash and Cash Equivalents
as of December 31, 2020
(in millions)

GAAP Accounting Basis

Investments[1]		Market Value	% of Market Value		Amortized Cost	% Book Yield
Fixed-Maturity Securities:						
Long-Term Tax-Exempt	$	2	-	$	2	6.22
Long-Term Taxable		1,698	93		1,647	3.34
Short-Term		129	7		129	0.16
Total Fixed Maturity		1,829	100	$	1,778	3.11
Cash and Cash Equivalents		106				
Total Fixed Income Including Cash and Cash Equivalents		1,935				
Investments Carried at Fair Value		158				
Total	$	2,093				

Fixed Income Portfolio Including Cash and Cash Equivalents			
Corporate Obligations	$	983	51
MBS		341	18
ABS		232	12
US Treasury		201	11
Cash and Cash Equivalents		106	5
State and Municipal Bonds		66	3
Foreign Governments		6	-
Total	$	1,935	100

Effective Maturity Profile			
Cash and Cash Equivalents	$	106	5
≤ 1 yr		389	20
> 1 to 5 yrs		404	21
> 5 to 10 yrs		252	13
> 10 to 15 yrs		350	18
> 15 to 20 yrs		69	4
> 20 yrs		365	19
Total	$	1,935	100

Credit Quality Distribution of Long-Term Bonds Rating[2]			
Aaa	$	674	40
Aa		141	8
A		252	15
Baa		290	17
BIG		340	20
NR		3	-
	$	1,700	100

Total Fixed Income Investments Including Cash and Cash Equivalents Average Maturity: 12.61 years
Total Fixed Income Investments Including Cash and Cash Equivalents Duration: 5.75 years

(1) Includes Asset Swap between National and MBIA Inc. with a notional amount of $101 million and a market value of $103 million of encumbered assets.
(2) Ratings are as of the end of the period, as last provided by the rating agencies and may be out-of-date. Ratings are derived using the Moody's Priority Method; where Moody's underlying rating is used, when available, S&P's underlying rating is used if the Moody's underlying rating is not available and an internal underlying rating is used for MBIA wrapped investments if neither Moody's nor S&P's underlying ratings are available.

National Public Finance Guarantee Corporation
Liquidity Position (1)
(in millions)

2020	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Cash & Cash Equivalents(2)	**$ 30**	**$ 71**	**$ 372**	**$ 30**	**$ 30**
Total Inflows(3)	20	31	40	18	109
Gross Loss & LAE Payments	68	33	338	4	443
Other Payments	15	8	10	9	42
Total Outflows	83	41	348	13	485
Operating Cash Flow	(63)	(10)	(308)	5	(376)
Financing Activities	-	-	-	(81)	(81)
Investing Activities	104	311	(34)	128	509
Net Cash Flow	41	301	(342)	52	52
Ending Cash & Cash Equivalents(2)	**$ 71**	**$ 372**	**$ 30**	**$ 82**	**$ 82**
Other Liquid Assets(4)	328	186	317	277	277
Ending Liquidity Position	**$ 399**	**$ 558**	**$ 347**	**$ 359**	**$ 359**

2019	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Cash & Cash Equivalents(2)	**$ 87**	**$ 56**	**$ 368**	**$ 30**	**$ 87**
Total Inflows(3)	45	27	13	24	109
Gross Loss & LAE Payments	79	9	348	67	503
Tax Payments (Refunds)	21	7	-	-	28
Other Payments	12	22	5	9	48
Total Outflows	112	38	353	76	579
Operating Cash Flow	(67)	(11)	(340)	(52)	(470)
Financing Activities	-	-	-	(134)	(134)
Investing Activities	36	323	2	186	547
Net Cash Flow	(31)	312	(338)	-	(57)
Ending Cash & Cash Equivalents(2)	**$ 56**	**$ 368**	**$ 30**	**$ 30**	**$ 30**
Other Liquid Assets(4)	467	466	609	412	412
Ending Liquidity Position	**$ 523**	**$ 834**	**$ 639**	**$ 442**	**$ 442**

(1) Presented on a direct cash flow basis for transactions settled within the reporting periods. Liquidity Position excludes assets designated to alternative investment strategy portfolios.
(2) Represents management's view of cash and cash equivalents; will not agree with National's Consolidated GAAP financial results which include other cash and cash equivalents of alternative investment strategies.
(3) Includes investment income, salvage, premium receipts and other.
(4) Includes other assets with expected maturities of less than 12 months deemed to be liquid but not included in cash and cash equivalents.

National Public Finance Guarantee Corporation
Insured Portfolio Profile
(in millions)

By Geography

	Outstanding as of December 31, 2020			
	Par Outstanding (1)		Debt Service Outstanding (1)	
	Gross Amount	%	Gross Amount	%
United States				
California	$ 8,956	21.4	$ 19,987	24.5
New Jersey	3,621	8.6	5,370	6.6
Illinois	2,550	6.1	8,915	10.9
Texas	2,122	5.1	3,674	4.5
New York	2,078	5.0	2,983	3.7
Puerto Rico	2,044	4.9	2,924	3.6
Hawaii	1,864	4.4	4,052	5.0
Georgia	1,621	3.9	2,085	2.6
Oregon	1,482	3.5	2,638	3.2
Florida	1,446	3.5	1,739	2.1
Subtotal	27,784	66.4	54,367	66.7
Other States & Territories	11,219	26.8	21,300	26.1
Nationally Diversified	2,853	6.8	5,860	7.2
Total	$ 41,856	100.0	$ 81,527	100.0

By Bond Type

	Outstanding as of December 31, 2020			
	Par Outstanding (1)		Debt Service Outstanding (1)	
	Gross Amount	%	Gross Amount	%
Bond Type				
General Obligation(2)	$ 12,120	29.0	$ 24,971	30.6
Tax-Backed	7,942	19.0	15,706	19.3
Municipal Utilities	7,287	17.4	10,608	13.0
Military Housing	7,007	16.7	14,787	18.1
Transportation	3,026	7.2	9,224	11.3
General Obligation - lease	1,849	4.4	2,458	3.0
Higher Education	1,085	2.6	1,554	1.9
Health Care	814	1.9	1,181	1.5
Investor Owned Utilities(3)	597	1.4	859	1.1
Other(4)	67	0.2	92	0.1
Municipal Housing	62	0.2	87	0.1
Total	$ 41,856	100.0	$ 81,527	100.0

(1) For exposure classified as Capital Appreciation Bonds (CABs) by the Company, gross par reflects the par amount at the time of issuance of the insurance policy, interest accretion on CABs after the issuance of our insurance policy is included in debt service.
(2) Includes general obligation unlimited and limited (property) tax bonds, general fund obligation bonds and pension obligation bonds of states, cities, counties, schools and special districts.
(3) Includes Investor-Owned Utilities, Industrial Development and Pollution Control Revenue Bonds.
(4) Includes certain non-profit enterprises and stadium related financings.

National Public Finance Guarantee Corporation
Insured Portfolio - 50 Largest Credits
By Gross Par Outstanding as of December 31, 2020(1)
(in millions)

	Obligor Name	State	Internal Rating(2)	Gross Par Outstanding	Gross Par Plus CABs Accreted Interest	Gross Debt Service Outstanding
1	New Jersey Economic Development Authority State Pension Obligation Lease	NJ	bbb2	$ 1,284	$ 1,284	$ 1,927
2	Oregon School Boards Association General Obligation	OR	aa3	1,142	1,288	1,598
3	Army Hawaii Family Housing	HI	aa2	1,082	1,082	2,133
4	Camp Pendleton Quantico Housing Privatization	CA	aa2	1,003	1,003	2,030
5	San Diego Family Housing Privitization Military	CA	aa1	938	938	1,946
6	Puerto Rico Electric Power Authority	PR	d	903	903	1,225
7	New Jersey Transportation Trust Fund Authority	NJ	bbb2	788	893	1,113
8	Ohana Military Communities, LLC	HI	aa3	782	881	1,918
9	Atlantic Marine Corps Communities LLC	VA	NA(3)	631	631	1,305
10	Illinois Regional Transportation Authority	IL	a2	585	585	820
11	Great River Energy Public Power	MN	a3	580	580	853
12	Puerto Rico Highway and Transportation Authority Transportation Revenue	PR	d	549	549	917
13	Illinois Metropolitan Pier & Exposition Authority	IL	bbb3	549	1,484	4,168
14	LCOR Alexandria L.L.C. Federal Lease	NC	bbb1	546	546	807
15	Navy Mid-Atlantic Family Housing LLC	VA	aa2	528	528	1,059
16	Massachusetts Special Obligation Dedicated Tax Hotel/Motel	MA	a3	504	504	723
17	Puerto Rico General Obligation	PR	d	459	459	601
18	City of Chicago Board of Education	IL	bbb3	457	1,110	1,523
19	Alameda Corridor Transportation Authority Port Revenue Bonds	CA	a3	411	715	1,278
20	Navy Southeast	FL	bbb3	396	396	940
21	Sacramento County Sanitation District Finance Authority Sewer	CA	a1	391	391	561
22	Toll Road Investors Partnership II L.P. Dulles Greenway Project	VA	bbb3	383	1,115	2,992
23	Phoenix Civic Improvement Corp State Payments	AZ	bbb1	364	364	681
24	Santa Clara County Pension Obligation	CA	aa3	341	403	666
25	New Jersey Economic Development Authority Lease	NJ	bbb2	336	336	414
26	Fort Drum Family Housing	NY	a2	325	325	713
27	Arapahoe County E-470 Toll Road	CO	a3	320	966	1,582
28	City of Houston Combined Utility System Revenue Bonds	TX	a2	306	306	306
29	Oglethorpe Power Corporation	GA	a3	300	300	508
30	Pedernales Electric Cooperative	TX	a2	271	271	393
31	Kentucky Municipal Power Agency	KY	bbb1	269	269	440
32	Pacific Beacon LLC	CA	a1	261	288	611
33	San Mateo County Community College District GO	CA	aa1	257	511	781
34	Fort Dix/McGuire AFB Military Housing	NJ	aa2	255	255	542
35	Central Puget Sound Regional Transit Auth Sales	WA	aa2	248	248	295
36	Cincinnati City School District General Obligation	OH	aa3	248	248	332
37	Philadelphia City Auth Industrial Dev GO	PA	bbb1	243	243	361
38	Tierra Vista Communities LLC	CO	a1	242	242	576
39	Sacramento County Water Financing Authority Water	CA	a2	229	229	355
40	Great Lakes Water Authority - Sewer System	MI	bbb1	227	232	284
41	New York State Power Authority	NY	aa2	226	226	419
42	Georgia Municipal Electric Authority	GA	a2	222	222	240
43	Fresno County Pension Obligation	CA	aa3	216	431	636
44	Fort Hood Family Housing	TX	a1	213	213	345
45	Atlanta City Water & Sewer	GA	a2	211	211	241
46	City of Bridgeport (CT) General Obligation	CT	bbb2	210	210	298
47	San Joaquin Hills Transportation Corridor Agency Toll Road	CA	bbb2	201	734	1,225
48	Pacific Northwest Communities, LLC	WA	aa3	199	199	399
49	Massachusetts General Obligation	MA	a1	198	198	275
50	New York State Local Government Assistance Corporation	NY	a2	187	187	188
				$ 22,016	$ 26,732	46,543
	Total Portfolio Exposure			**$** 41,856	**$** 53,345	81,527
	50 Largest Credits as % of Total Portfolio			52.6%	50.1%	57.1%

(1) For exposure classified as Capital Appreciation Bonds (CABs) by the Company, gross par reflects the par amount at the time of issuance of the insurance policy; interest accretion on CABs after the issuance of our insurance policy through to the current reporting period is included in gross par plus CABs accreted interest; interest accretion on CABs after the issuance of our insurance policy through to the final expected maturity of the exposure is included in debt service.

(2) Internal ratings are provided solely to indicate the underlying credit quality of guaranteed obligations based on the Company's view, before giving effect to the guarantee. They are subject to revision at any time and do not constitute investment advice. The Company's rating symbology has a one-to-one correspondence to the ratings symbologies used by S&P and Moody's (e.g. aa3 = AA- = Aa3, bbb2 = BBB = Baa2, etc.).

(3) Credit Rating Not Applicable. Credit consists of four classes of bonds which are independently rated as follows: Class I rated a1; Class II rated a3; Class III rated a3; and Class IV rated bb1.

National Public Finance Guarantee Corporation
as of December 31, 2020
(in millions)

Credit Quality Distribution(1)(2)

	Gross Par Outstanding		Gross Debt Service Outstanding	
	Amount	%	Amount	%
Public Finance				
AAA	$ 2,080	5.0%	$ 4,111	5.0%
AA	16,299	38.9%	29,000	35.6%
A	12,888	30.8%	24,854	30.5%
BBB	7,019	16.8%	14,731	18.1%
<BBB	3,570	8.5%	8,831	10.8%
Total	$ 41,856	100.0%	$ 81,527	100.0%

Top 10 Below Investment Grade (BIG) Credits by Gross Par Outstanding (1)(2)

	Obligor Name	Gross Par Outstanding	Gross Par Plus CABs Accreted Interest	Gross Debt Service Outstanding
1	Puerto Rico Electric Power Authority	$ 903	$ 903	$ 1,225
2	Puerto Rico Highway and Transportation Authority Transportation Revenue	549	549	917
3	Puerto Rico General Obligation	459	459	601
4	City of Chicago Board of Education	458	1,110	1,523
5	Toll Road Investors Partnership II L.P. Dulles Greenway Project	383	1,115	2,992
6	Virgin Islands Public Finance Authority Gross Receipts	170	170	213
7	Atlantic Marine Corps Communities LLC (Class IV)	138	138	264
8	Frontier Communications OPCO	115	115	168
9	Atlantic City Casino Reinvestment Development Authority Parking Fee	85	85	97
10	Harris County-Houston Sports Authority	76	226	488
	Total Top 10 BIG Outstanding	$ 3,336	$ 4,870	$ 8,488
	Total BIG Outstanding	$ 3,570	$ 5,141	$ 8,831
	Total National Outstanding	$ 41,856	$ 53,345	$ 81,527
	Top 10 BIG as % of National	**8.0%**	**9.1%**	**10.4%**
	Total BIG as % of National	**8.5%**	**9.6%**	**10.8%**
	Total BIG as % of National by National ratings	**6.3%**	**5.2%**	**5.1%**

(1) Ratings are as of the end of the period, as last provided by the rating agencies and may be out-of-date. Ratings are derived using the S&P Priority Method; where S&P's underlying rating is used, when available, Moody's underlying rating is used if the S&P underlying rating is not available and an internal underlying rating is used if neither S&P's nor Moody's underlying ratings are available.

(2) For exposure classified as Capital Appreciation Bonds (CABs) by the Company, gross par reflects the par amount at the time of issuance of the insurance policy; interest accretion on CABs after the issuance of our insurance policy through to the current reporting period is included in gross par plus CABs accreted interest; interest accretion on CABs after the issuance of our insurance policy through to the final expected maturity of the exposure is included in debt service.

MBIA Insurance Corporation and Subsidiary

MBIA Insurance Corporation
Statutory Balance Sheets
(in millions)

	December 31, 2020	December 31, 2019
Assets		
Bonds	$ 84	$ 81
Cash, cash equivalents and short-term investments	127	126
Investment in MBIA Mexico	7	9
Total investments	218	216
Other assets	3	1
Total assets	**$ 221**	**$ 217**
Liabilities		
Unearned premiums	$ 79	$ 93
Contingency reserve	167	194
Borrowed money	339	307
Loss and LAE reserve (1)	(478)	(669)
Other liabilities	8	10
Total liabilities	**115**	**(65)**
Policyholders' Surplus		
Common stock	15	15
Preferred stock	3	3
Surplus notes	953	953
Gross paid in and contributed surplus	1,056	1,056
Unassigned surplus (deficit)	(1,921)	(1,745)
Total policyholders' surplus	**106**	**282**
Total liabilities and policyholders' surplus	**$ 221**	**$ 217**

(1) Calculated using a discount rate of 5.10% and 5.21% as of December 31, 2020 and 2019, respectively.

MBIA Insurance Corporation
Statutory Statements of Income
(in millions)

	Three Months Ended December 31,		Years Ended December 31,	
	2020	2019	2020	2019
Gross premiums written	$ 11	$ 8	$ 33	$ 31
Ceded premiums written	(5)	(5)	(13)	(15)
Net premiums written	6	3	20	16
Underwriting income				
Net premiums earned	16	5	38	30
Losses and LAE incurred	43	58	187	100
Underwriting expenses incurred	5	5	19	18
Net underwriting income (loss)	(32)	(58)	(168)	(88)
Investment income				
Net investment income earned	(9)	(11)	(35)	(44)
Net realized capital gains (losses)	1	-	1	1
Net investment gain (loss)	(8)	(11)	(34)	(43)
Other income (expense)	(14)	(4)	-	(10)
Income (loss) before income taxes	(54)	(73)	(202)	(141)
Provision (benefit) for income taxes	-	-	-	-
Net income (loss)	**$ (54)**	**$ (73)**	**$ (202)**	**$ (141)**

MBIA Insurance Corporation (excluding Subsidiary)
Liquidity Position [(1)]
(in millions)

2020	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Cash & Cash Equivalents [(2)]	**$ 17**	**$ 28**	**$ 13**	**$ 12**	**$ 17**
Premiums and Fees	4	11	6	11	32
Salvage Received	10	11	12	16	49
Net Investment Income	-	1	-	-	1
Other [(3)]	-	-	32	2	34
Total Inflows	14	23	50	29	116
Gross Loss & LAE Payments [(3)]	9	8	9	11	37
Other Payments	13	13	40	18	84
Total Outflows	22	21	49	29	121
Operating Cash Flow	(8)	2	1	-	(5)
Investing Activities	19	(17)	(2)	1	1
Net Cash Flow	11	(15)	(1)	1	(4)
Ending Cash & Cash Equivalents [(2)]	**$ 28**	**$ 13**	**$ 12**	**$ 13**	**$ 13**
Other Liquid Assets [(5)]	92	110	117	117	117
Ending Liquidity Position	**$ 120**	**$ 123**	**$ 129**	**$ 130**	**$ 130**

2019	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Cash & Cash Equivalents [(2)]	**$ 24**	**$ 13**	**$ 57**	**$ 19**	**$ 24**
Premiums and Fees	8	12	10	29	59
Salvage Received	60	37	23	40	160
Net Investment Income	1	-	1	-	2
Other [(3)]	-	4	1	1	6
Total Inflows	69	53	35	70	227
Gross Loss & LAE Payments [(3)]	13	12	25	11	61
Other Payments [(4)]	36	72	31	51	190
Total Outflows	49	84	56	62	251
Operating Cash Flow	20	(31)	(21)	8	(24)
Investing Activities	(31)	75	(17)	(10)	17
Net Cash Flow	(11)	44	(38)	(2)	(7)
Ending Cash & Cash Equivalents [(2)]	**$ 13**	**$ 57**	**$ 19**	**$ 17**	**$ 17**
Other Liquid Assets [(5)]	152	78	96	107	107
Ending Liquidity Position	**$ 165**	**$ 135**	**$ 115**	**$ 124**	**$ 124**

(1) Presented on a direct cash flow basis for transactions settled within the reporting periods. Liquidity Position excludes assets of branch and subsidiary, which are not readily available to MBIA Insurance Corporation.
(2) Reported for NY operations of MBIA Corp.
(3) May include payments/reinsurance recoveries on U.S. Public Finance transactions insured by MBIA Insurance Corporation that have been reinsured by National Public Finance Guarantee Corporation.
(4) Includes $20 million prepayment applied to MZ Funding Senior Notes, approved by NYSDFS in March of 2019, $54 million approved in June of 2019 and $9 million approved in September of 2019.
(5) May include assets with stated maturities greater than 12 months that are deemed to be liquid.

MBIA Insurance Corporation
(in millions)

Statutory Amortization of Gross Par, Gross Debt Service and Net Unearned Premium and Future

	Ending Gross Par Outstanding [(1)]	Ending Gross Debt Service Outstanding [(1)]	Net Unearned Premiums [(2)]	Expected Future Premium Earnings [(2)(3)]	Expected Future Earnings on Premiums Not Yet Received [(4)]	Total	Net Cash Premiums Collected and Expected [(5)(6)]
4th Qtr. 2020	7,690	9,865	79				6
1st Qtr. 2021	7,311	9,379	74	5	1	6	2
2nd Qtr. 2021	6,771	8,717	68	6	2	8	6
3rd Qtr. 2021	6,660	8,515	67	1	4	5	2
4th Qtr. 2021	6,231	7,981	61	6	4	10	5
2022	4,284	5,719	47	14	18	32	17
2023	3,759	4,968	39	8	11	19	11
2024	3,263	4,279	29	10	9	19	9
2025	2,779	3,634	20	9	9	18	7
2026-2030	1,372	1,715	2	18	21	39	20
2031-2035	815	907	1	1	10	11	9
2036-2040	69	92	-	1	1	2	2
2041 and thereafter	-	-	-	-	-	-	-
Total				$ 79	$ 90	$ 169	$ 90

(1) Excludes $35 million and $44 million of gross par and gross debt service, respectively, where MBIA Corp. insured exposure has been fully offset by way of loss remediation transactions.
(2) Statutory accounting basis.
(3) Actual future premium earnings will differ from the current projection due to changes in prepayment speeds, settlements and terminations.
(4) Undiscounted, based on the Company's estimate of the remaining life for its insured exposures.
(5) Represents installment-based future undiscounted collections net of amounts to be ceded to reinsurers.
(6) Based on the Company's estimate of the remaining life for its insured exposures.

Claims-Paying Resources

	12/31/2020	12/31/2019
Policyholders' Surplus	$ 106	$ 282
Contingency Reserve	167	194
Statutory Capital	273	476
Unearned Premiums	79	93
Present Value of Installment Premiums [(1)]	73	92
Premium Resources [(2)]	152	185
Net Loss and LAE Reserves [(1)]	(478)	(669)
Salvage Reserves on Paid Claims [(1)]	1,045	1,247
Gross Loss and LAE Reserves	567	578
Total Claims-Paying Resources	$ 992	$ 1,239
Net Debt Service Outstanding	$ 9,327	$ 13,250
Capital Ratio	34:1	28:1
Claims-Paying Resources Ratio	9:1	11:1

(1) Calculated using a discount rate of 5.10% and 5.21% as of December 31, 2020 and 2019,respectively.
(2) The amounts consist of financial guarantee insurance premiums and insured credit derivative revenue.

MBIA Insurance Corporation
Investment Portfolio Including Cash and Cash Equivalents
as of December 31, 2020
(in millions)

Statutory Accounting Basis

Investments		Book/ Adjusted Carry Value	% Book Yield		Market Value	% of Market Value
Bonds						
Long-Term Tax-Exempt	$	22	4.68	$	31	20
Long-Term Taxable		62	5.25		78	50
Short-Term		47	0.09		46	30
Total Bonds		131	3.32	$	155	100
Cash and Cash Equivalents		80				
Total Fixed Income Including Cash and Cash Equivalents		211				
Common Stocks		7				
Total	$	218				

Fixed Income Portfolio Including Cash and Cash Equivalents			% of Book/ Adjusted Carry Value
Cash and Cash Equivalents	$	80	38
State and Municipal		69	33
US Treasury		51	24
MBS		11	5
Total	$	211	100
Effective Maturity Profile of Fixed Income Portfolio			
Cash and Cash Equivalents	$	80	38
≤ 1 yr		47	22
> 1 to 5 yrs		6	3
> 10 to 15 yrs		20	9
> 15 to 20 yrs		43	21
> 20 yrs		15	7
Total	$	211	100
Credit Quality Distribution of Long-Term Bonds Rating (1)			
Aaa	$	11	13
Aa		55	66
A		7	8
BIG		11	13
	$	84	100

Total Fixed Income Investments Including Cash and Cash Equivalents Average Maturity: 7.05 years

Total Fixed Income Investments Including Cash and Cash Equivalents Duration: 5.81 years

(1) Ratings are as of the end of the period, as last provided by the rating agencies and may be out-of-date. Ratings are derived using the Moody's Priority Method; where Moody's underlying rating is used, when available, S&P's underlying rating is used if the Moody's underlying rating is not available and an internal underlying rating is used for MBIA wrapped investments if neither Moody's nor S&P's underlying ratings are available.

MBIA Insurance Corporation and Subsidiary
Insured Portfolio Profile
(in millions)

Par Value by Bond Type

	Outstanding as of December 31, 2020 (1)(2)(3) Gross	%
Public Finance: Non-United States		
Sovereign and Sub-Sovereign (4)	$ 2,112	27.5
Transportation	1,827	23.8
International Utilities	808	10.5
Other (5)	96	1.2
Total Non-United States Public Finance	$ 4,843	63.0
Structured Finance - Global		
Mortgage Backed Residential	$ 1,488	19.4
Corporate Asset Backed	630	8.2
Collateralized Debt Obligations	277	3.6
Consumer Asset Backed	242	3.1
Mortgage Backed Commercial	210	2.7
Total Global Structured Finance	2,847	37.0
Grand Total	$ 7,690	100.0

Par Value by Geography

	Outstanding as of December 31, 2020 (1)(2)(3) Gross	%
United States (6)	$ 2,230	29.0
Australia	1,233	16.0
Canada	1,057	13.8
Chile	1,004	13.1
United Kingdom	891	11.6
Mexico	778	10.1
Spain	125	1.6
Other (6)	201	2.6
Internationally Diversified	171	2.2
Total Non-United States	5,460	71.0
Total	$ 7,690	100.0

(1) Excludes $1.3 billion guaranteed by MBIA Insurance Corporation for MZ Funding notes, investment agreements, and medium-term notes issued by various affiliated companies.
(2) Includes consolidated insured Variable Interest Entities (VIEs) and insured Credit Derivatives.
(3) Excludes $35 million of gross par where MBIA Corp.'s insured exposure has been fully offset by way of loss remediation transactions.
(4) Includes Regions, Departments or their equivalent in each jurisdiction as well as sovereign owned entities that are supported by a Sovereign State, Region or Department.
(5) Includes municipal-owned entities backed by the sponsoring local government and a tax-backed transaction.
(6) Includes France and Ireland.

MBIA Insurance Corporation and Subsidiary
Top 10 Below Investment Grade (BIG) Credits [1]
(in millions)

	Obligor Name		Gross Par Outstanding as of December 31, 2020
1	Private Sovereign and Sub-Sovereign 52, 55, 89, 90	$	125
2	MS CDO 29		125
3	Private Secondary-Domestic RMBS Transaction		103
4	Hipotecaria Su Casita 2007-2		97
5	MS CDO 27		69
6	RMBS Secondary		62
7	GMAC Financiera Grupo Financiero HSBS 2007-1		56
8	Deutsche Bank Alt-A Securities Trust 2007-AR3		55
9	Countrywide Home Equity Master Trust Series 2006-S10		53
10	RMBS Secondary Domestic 26		52
	Total Top 10 Below Investment Grade	$	797
	Total BIG Gross Par Outstanding	$	1,846
	Total MBIA Gross Par Outstanding	$	7,690
	Top 10 BIG Gross Par Outstanding as % of MBIA Gross Par Outstanding		**10.4%**
	Total BIG Gross Par Outstanding as % of MBIA Gross Par Outstanding		**24.0%**

(1) MBIA internal ratings are as of the end of the period and determined before giving effect to MBIA's guarantee.

MBIA Inc. (Parent Company)

MBIA Inc.
(in millions)

Corporate Segment Balance Sheets [1]

	12/31/2020	12/31/2019
Assets:		
Investments:		
Fixed-maturity securities held as available-for-sale, at fair value (amortized cost $692 and $674) [2]	$ 791	$ 741
Investments carried at fair value	40	33
Investments pledged as collateral, at fair value (amortized cost $11 and $20) [3]	6	16
Short-term investments at fair value (amortized cost $38 and $179)	38	179
Other investments	16	16
Total investments	891	985
Cash and cash equivalents	29	11
Other assets	34	45
Total Assets	**954**	**1,041**
Liabilities:		
Investment agreements [4]	269	304
Global Funding LLC, Medium-term Notes	710	680
MBIA Inc. Senior Unsecured	619	732
Income taxes [5]	15	65
Derivative liabilities	164	133
Other liabilities	67	64
Total Liabilities	**1,844**	**1,978**
Total Equity	**$ (890)**	**$ (937)**

(1) In addition to the assets and liabilities included in the Corporate segment, MBIA Inc. has investments in subsidiaries not included in the Corporate segment balance sheets.
(2) Includes securities at fair value of $214 million and $181 million posted to derivative counterparties as of December 31, 2020 and 2019, respectively.
(3) Represents assets of the tax escrow under the Company's tax sharing agreement, excluding MBIA Inc. common shares.
(4) Fair value of securities pledged as collateral for investment agreements were $282 million and $313 million as of December 31, 2020 and 2019, respectively.
(5) Primarily represents tax payments made by National that could be reclaimed by National under the terms of the Company’s tax sharing agreement.

MBIA Inc. (Parent Company)
Liquidity Position (1)(2)(3)
(in millions)

2020	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Liquidity Position	**$ 375**	**$ 314**	**$ 325**	**$ 335**	**$ 375**
Total Cash Inflows	7	25	4	85	121
MTN P&I Payments	1	3	-	1	5
Debt P&I Payments	5	18	6	133	162
Contributions to Subsidiaries	67	(21)	(10)	(5)	31
Other Payments	9	3	3	3	18
Total Cash Outflows	82	3	(1)	132	216
Investment and Other Activity	14	(11)	5	6	14
Change in Liquidity Position	(61)	11	10	(41)	(81)
Ending Liquidity Position	**$ 314**	**$ 325**	**$ 335**	**$ 294**	**$ 294**

2019	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Full Year
Beginning Liquidity Position	**$ 457**	**$ 486**	**$ 407**	**$ 232**	**$ 457**
Total Cash Inflows	62	17	5	152	236
MTN P&I Payments	2	64	-	1	67
Debt P&I Payments	8	20	159	18	205
Contributions to Subsidiaries	24	10	35	(30)	39
Other Payments	10	4	4	6	24
Total Cash Outflows	44	98	198	(5)	335
Investment and Other Activity	11	2	18	(14)	17
Change in Liquidity Position	29	(79)	(175)	143	(82)
Ending Liquidity Position	**$ 486**	**$ 407**	**$ 232**	**$ 375**	**$ 375**

(1) Presented on a direct cash flow basis for transactions settled within the reported periods. Liquidity Position excludes assets that are not readily available for sale, such as pledged assets for investment agreements.
(2) Liquidity Position may include assets with stated maturities greater than 12 months that are deemed to be liquid.
(3) Excludes tax escrow investments held under the tax sharing agreement.

Glossary

Adjusted Net Income (Loss): Adjusted Net Income (Loss) is a useful measurement of performance because it measures income from the Company excluding its international and structured finance insurance segment, comprising the results of MBIA Corp. which given its capital structure and business prospects, we do not expect its financial performance to have a material economic impact on MBIA Inc. Also excluded from Adjusted Net Income (Loss) are investment portfolio realized gains and losses, gains and losses on financial instruments at fair value and foreign exchange, and realized gains and losses on extinguishment of debt. The Company applies a zero effective tax rate for federal income tax purposes to its pre-tax adjustments, if applicable. Trends in the underlying profitability of the Company's businesses can be more clearly identified without the fluctuating effects of the excluded items previously noted. Adjusted Net Income (Loss) as defined by the Company does not include all revenues and expenses required by GAAP. Adjusted Net Income (Loss) is not a substitute for and should not be viewed in isolation from GAAP net income.

Adjusted Net Income (Loss) per diluted common share represents that amount of Adjusted Net Income (Loss) allocated to each fully diluted weighted-average common share outstanding for the measurement period.

MBIA management further adjusts Adjusted Net Income (Loss) and Adjusted Net Income (Loss) per share by removing the impact of our U.S. public finance insurance segment VIE consolidations. GAAP required the Company to consolidate certain VIEs that have issued debt obligations insured by the Company. However, since the Company does not own such VIEs, management uses certain measures that remove the impact of VIE consolidations for our U.S. public finance insurance segment in order to reflect financial exposure limited to its financial guaranty contracts.

Amortized Cost: The purchase price of a fixed-maturity security, net of any discount received or premium paid. Amortized cost is adjusted each reporting period to reflect the repayment of principal (par) by the issuer of a security and the accretion of a discount or the amortization of a premium.

Below Investment Grade (BIG): Any security rated below BBB- by S&P or Baa3 by Moody's or bbb- by MBIA.

Book Value Adjustments: Management adjusts GAAP book value to remove the book value of MBIA Corp. and for certain items which the Company believes will reverse from GAAP book value through GAAP earnings and comprehensive income, as well as add in the impact of certain items which the Company believes will be realized in GAAP book value in future periods. The Company has limited such adjustments to those items that it deems to be important when measuring financial performance and for which the likelihood and amount can be reasonably estimated. The following provides a description of management's adjustments to GAAP book value:

- *Negative Book value of MBIA Corp.* – We remove the negative book value of MBIA Corp. based on our view that given MBIA Corp.'s current financial condition, the regulatory regime in which it operates, the priority given to its policyholders, surplus note holders and preferred stock holders with respect to the distribution of assets, and its legal structure, it is not and will not likely be in a position to upstream any economic benefit to MBIA Inc. Further, MBIA Inc. does not face any material financial liability arising from MBIA Corp.

- *Net unrealized (gains) losses on available-for-sale ("AFS") securities excluding MBIA Corp.* – We remove net unrealized gains and losses on AFS securities recorded in accumulated other comprehensive income since they will reverse from GAAP book value when such securities mature. Gains and losses from sales and impairments of AFS securities are recorded in book value through earnings.

- *Net unearned premium revenue in excess of expected losses of National* - We include net unearned premium revenue in excess of expected losses. Net unearned premium revenue in excess of expected losses consists of the financial guarantee unearned premium revenue of National in excess of expected insurance losses, net of reinsurance and deferred acquisition costs. In accordance with GAAP, a loss reserve on a financial guarantee policy is only recorded when expected losses exceed the amount of unearned premium revenue recorded for that policy. As a result, we only add to GAAP book value the amount of unearned premium revenue in excess of expected losses for each policy in order to reflect the full amount of our expected losses. The Company's net unearned premium revenue will be recognized in GAAP book value in future periods, however, actual amounts could differ from estimated amounts due to such factors as credit defaults and policy terminations, among others.

Book Yield: Yield of fixed-maturity investment based upon the purchase price or book value of a bond and the timing of future cash flows. The book yield includes appreciation (depreciation) on current amortized cost amounts for fixed-maturity investments purchased at a discount (premium).

Capital Appreciation Bonds: Long-term bonds which pay no current interest, but accrete or compound in value from the date of issuance to the date of maturity.

Capital Ratio: Net debt service outstanding divided by statutory capital.

Collateralized Debt Obligations (CDO): A debt instrument that is secured (collateralized) by a pool of other securities, typically loans and bonds. CDOs can include all types of loans and bonds, including high-yield bonds, emerging market bonds, asset-backed transactions and middle-market bank loans. Collateralized Bond Obligations (CBOs), Collateralized Loan Obligations (CLOs), and Collateralized Mortgage Obligations (CMOs) are types of CDOs.

Claims-paying Resources (CPR): CPR is a key measure of the resources available to National and MBIA Corp. to pay claims under their respective insurance policies. CPR consists of total financial resources and reserves calculated on a statutory basis. CPR has been a common measure used by financial guarantee insurance companies to report and compare resources and continues to be used by MBIA's management to evaluate changes in such resources. The Company has provided CPR to allow investors and analysts to evaluate National and MBIA Corp. using the same measure that MBIA's management uses to evaluate their resources to pay claims under their respective insurance policies. There is no directly comparable GAAP measure.

Claims-paying Resources Ratio: Net debt service outstanding divided by the sum of the capital base, unearned premium reserve (after-tax), present value of installment premiums (after-tax) and gross loss and loss adjustment expense (LAE) reserves.

Commercial Mortgage Backed Securities (CMBS): A type of mortgage-backed security, the word is used to distinguish it from residential mortgage-backed securities (RMBS). Commercial mortgages represent mortgage loans for non-residential properties such as office buildings, retail stores, etc.

Deferred Acquisition Cost (DAC): Deferred acquisition costs include those expenses that relate primarily to, and vary with, the acquisition of new insurance business. The Company periodically conducts a study to determine which operating costs have been incurred to acquire new insurance business and qualify for deferral. For business produced directly by National or MBIA Corp., such costs include compensation of employees involved in underwriting and deferred issuance functions, certain rating agency fees, state premium taxes and certain other underwriting expenses, reduced by ceding commission income on premiums ceded to reinsurers. DAC also include ceding commissions paid by the Company in connection with assuming business from other financial guarantors. DAC, net of ceding commissions received, related to non-derivative insured financial guarantee transactions are deferred and amortized over the period in which the related premiums are earned. Acquisition costs related to insured derivative transactions are expensed as incurred.

Par Value: Par Value is the principal (par) amount of the debt. Capital appreciation bonds are reported at the par amount at the time of issuance of the insurance policy.

Residential Mortgage Backed Securities (RMBS): A type of mortgage-backed debt obligation whose cash flows come from residential debt, such as mortgages, home-equity loans and subprime mortgages. A residential mortgage-backed security is comprised of a pool of mortgage loans created by banks and other financial institutions. The cash flows from each of the pooled mortgages is packaged by a special purpose entity into classes and tranches, which then issues securities and can be purchased by investors.

Variable Interest Entity (VIE): A VIE is a legal entity, such as a Special Purpose Entity, trust, limited liability corporation, partnership, or corporation, that has (i) insufficient equity to finance its activities without additional subordinated financing, or (ii) in which the equity holders do not have the power, through voting rights or otherwise, to direct the economic activities or do not absorb losses or receive residual returns of the entity, or (iii) in which the voting rights of some investors are not proportional to their obligation to absorb losses or receive residual returns and substantially all the entity's activities are conducted on behalf of an investor with disproportionately few voting rights.

Corporate Headquarters

MBIA Inc.
1 Manhattanville Road
Suite 301
Purchase, NY 10577
914-273-4545
www.mbia.com

Investor Relations Contacts

Anthony McKiernan
Executive Vice President
Chief Financial Officer
914-765-3611
anthony.mckiernan@mbia.com

Greg Diamond
Managing Director Investor and Media Relations
914-765-3190
greg.diamond@mbia.com

Common Stock:

Listed on the New York Stock Exchange
----Ticker Symbol--- MBI

Transfer Agent and Dividend Disbursing Agent:

AST
6201 15th Avenue
Brooklyn, NY 11219
1-800-937-5449
https://www.astfinancial.com/