NEWS RELEASE

MBIA Inc. Reports First Half Net Income Per Share of $3.07; Operating Income Per Share up 4 Percent for the Period

7/26/2007

ARMONK, N.Y.--(BUSINESS WIRE)--

MBIA Inc. (NYSE: MBI), the holding company for MBIA Insurance Corporation, reported today that net income per share for the first half of 2007 was $3.07, one cent lower than the first half of 2006. In the first half of 2007, net income was $410.4 million, down 2 percent compared with $420.4 million in the first half of 2006.

First half 2007 operating income per share, a non-GAAP measure (operating income is defined in the attached Explanation of Non-GAAP Financial Measures), increased 4 percent to $3.05 from $2.94 during the same period last year. After tax operating income for the first half of the year was up 1 percent to $408.1 million from $402.2 million in the first half of 2006. Excluding accelerated income from refunded issues, operating income per share was $2.67, up 4 percent in the first half of the year from $2.57 in the same period of 2006.

For the second quarter of 2007, net income per share was $1.61, one cent lower than the second quarter of 2006. The comparison was negatively impacted by $0.04 per share of net losses on financial instruments at fair value and foreign exchange in the second quarter of 2007 versus a net gain of $0.04 per share in the same period of 2006. Net income for the second quarter of 2007 was $211.8 million compared with $221.4 million in the same period last year, a 4 percent decrease.

Operating income per share was $1.57 for the second quarter of 2007, a 5 percent increase over the same period of 2006, which was $1.50 per share. After tax operating income for the second quarter of 2007 was up 1 percent to $206.9 million from $204.5 million in the second quarter of 2006. Excluding accelerated income from refunded issues, operating income per share in the second quarter was up 5 percent to $1.36 compared with $1.29 in 2006.

Diluted earnings per share information

	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006
Net income	$1.61	$1.62	$3.07	$3.08
Income from discontinued operations	0.00	0.01	0.00	0.02
Net income from continuing operations	1.61	1.61	3.07	3.06
Net realized gains	0.08	0.08	0.13	0.07
Net gains (losses) on financial instruments at fair value and foreign exchange	(0.04)	0.04	(0.12)	0.05
Operating income	$1.57	$1.50	$3.05	$2.94

(Numbers may not add due to rounding)

Gary Dunton, MBIA Chairman and Chief Executive Officer, said, "Market conditions improved in the first half of the year as demand grew for our product and wider credit spreads improved pricing opportunities in certain segments. In addition, the quality of our insured portfolio has improved significantly, as several problem credits have been successfully remediated and our new business has high underlying ratings. We have carefully reviewed our credits backed by residential mortgages and remain comfortable with our exposure to that sector."

Insurance Operations

For the first half of 2007, Adjusted Direct Premium (ADP), a non-GAAP measure (which is defined in the attached Explanation of Non-GAAP Financial Measures), grew 80 percent to $720.3 million from $399.5 million in the first half of 2006. For the second quarter, ADP was $447.4 million, the second highest quarterly ADP in the Company's history, an increase of 58 percent compared with $283.5 million in the second quarter of 2006.

Adjusted Direct Premiums
(dollars in millions)

	Three Months Ended June 30			Six Months Ended June 30		
	2007	2006	% Change	2007	2006	% Change
Global Public Finance						
United States	$86.8	$73.7	18%	$149.5	$121.7	23%
Non-United States	58.8	102.2	(42%)	120.8	102.2	18%
Total	145.6	175.9	(17%)	270.3	223.9	21%
Global Structured Finance						
United States	199.5	73.8	170%	321.5	89.6	259%
Non-United States	102.3	33.8	203%	128.5	86.0	49%
Total	301.8	107.6	181%	450.0	175.6	156%
Total	$447.4	$283.5	58%	$720.3	$399.5	80%

For the first half of the year, MBIA's global public finance production increased 21 percent from the same period in 2006. U.S. public finance was up 23 percent compared to last year's first half, and non-U.S. public finance was up 18 percent.

For the second quarter of 2007, MBIA's global public finance ADP was down 17 percent compared with the same period last year. U.S. production was up 18 percent, while non-U.S. production declined 42 percent. The decrease in global production during the second quarter primarily resulted from an unfavorable comparison to last year's second quarter, which included two international transactions that produced a combined ADP of $101.3 million, as well as reduced production in the transportation sector. The largest ADP transactions included a Public Finance Initiative (PFI) deal for a U.K. hospital, a U.K. electric transmission credit and a wind farm financing in Germany.

MBIA's global structured finance ADP was up 156 percent for the first half of the year with increases registered in both U.S. and non-U.S. business. U.S. structured finance was up 259 percent over last year's first half and non-U.S. structured finance was up 49 percent.

Second quarter production for MBIA's global structured finance was the highest quarterly structured finance ADP production in the Company's history, rising 181 percent compared to the second quarter of 2006. U.S. structured

finance ADP increased 170 percent compared to 2006, and non-U.S. structured finance production was up 203 percent. Several sectors contributed to the increase in global structured finance production, with particularly strong comparisons resulting from CDOs of commercial mortgage-backed securities and commercial real estate, an intellectual property securitization and investment grade corporate CDOs. The largest contributors to ADP were a franchise asset securitization for Domino's Pizza, a life insurance securitization for Genworth and an aircraft lease securitization.

Total premiums earned, which include scheduled premiums earned and refunding premiums earned, increased 2 percent for the first six months of the year, from $422.6 million in 2006 to $431.2 million in 2007. Total premiums earned in the second quarter of 2007 increased 2 percent to $220.7 million, up from $216.7 million in the same period of 2006. Earned premiums from refundings were flat for the first half of the year at $85.7 million compared with $85.8 million in the first half of 2006 and down 4 percent for the quarter at $45.9 million compared to $47.6 million in the second quarter of 2006.

In the first half of 2007, pre-tax net investment income, which excludes net realized gains, increased 3 percent to $292.3 million from $283.8 million in the same period of 2006. Pre-tax net investment income was $146.2 million for the second quarter of 2007, a 1 percent increase over last year's second quarter. The increase was due to the growth in interest income related to consolidated Variable Interest Entities (VIEs).

MBIA's fees and reimbursements were up 21 percent for the first half of 2007 to $14.8 million from $12.2 million during the first half of 2006. Fees and reimbursements for the second quarter of 2007 were $4.6 million compared with $4.0 million for the second quarter of 2006.

For the first half of the year, total insurance expenses increased 4 percent to $185.6 million from $177.7 million in the first half of 2006. In the second quarter of 2007, total insurance expenses were up 2 percent to $94.2 million from $91.9 million in the second quarter of 2006. The increases resulted primarily from higher interest expense for consolidated VIEs. Gross insurance expenses, which are prior to any expense deferrals, were down 1 percent for the first six months of the year to $124.1 million from $125.6 million for the first six months of 2006. Gross insurance expenses for the quarter were down 1 percent to $62.9 million from $63.8 million for the same period last year.

The Company incurred $41.5 million in loss and loss adjustment expenses (LAE) in the first half of 2007, a 3 percent increase over the $40.4 million in last year's first half, which reflects the growth in scheduled premiums earned. The Company incurred $21.0 million in loss and LAE in the second quarter of 2007 compared with $20.3 million for the prior year's second quarter. Loss and LAE incurred is based on the Company's formula of reserving 12 percent of scheduled premiums earned. During the second quarter of 2007, the net effect of MBIA's formula-based loss reserving combined with its case loss reserve activity resulted in a $3.4 million increase to its unallocated loss

reserve. The Company's unallocated loss reserve was $203.2 million at June 30, 2007.

The overall credit quality of the insured portfolio remained high with 81 percent of the total book of business rated A or better as of June 30, 2007 and 2006. The percentage of the portfolio rated below-investment grade decreased to 1.5 percent as of June 30, 2007 from 2.2 percent as of June 30, 2006.

The biggest reduction in the below-investment-grade rated portion of the insured portfolio resulted from the elimination of MBIA's exposure to Eurotunnel. In June, the Safeguard Plan was implemented and MBIA's $1.6 billion of insured Eurotunnel-related exposure was either retired or effectively defeased. As a result, MBIA no longer has any exposure to Eurotunnel and the Company was fully reimbursed in June and July 2007 for the claims that it had paid on the Eurotunnel financings.

MBIA's pre-tax operating income from insurance operations for the first six months, which excludes the effects of net realized gains and net gains and losses on financial instruments at fair value and foreign exchange, was 2 percent higher at $552.7 million compared to $540.8 million in the same period of 2006. For the second quarter of 2007, pre-tax operating income increased 1 percent to $277.3 million compared to $273.5 million in the second quarter of 2006.

Investment Management Services

For the first half of 2007, pre-tax operating income for Investment Management Services was up 2 percent, from $49.8 million to $50.9 million. For the second quarter of 2007, pre-tax operating income increased modestly to $26.0 million versus $25.9 million in 2006. The growth in income was due to higher assets under management in our asset/liability portfolio and third-party structured products, partially offset by expenses including a higher allocation of corporate overhead. The average market value of assets under management for the second quarter of 2007, including conduit assets of $4.1 billion, was $66.9 billion, up 23 percent from $54.2 billion for the second quarter of last year.

Corporate

The pre-tax operating losses for the corporate segment decreased 4 percent in the first half of 2007 to $37.1 million from $38.9 million in the same period last year. For the second quarter of 2007, pre-tax operating losses for the corporate segment decreased 11 percent to $17.9 million from $20.0 million in the second quarter of 2006. The declines reflect increases in net investment income and insurance recoveries partially offset by higher corporate expenses, which include increased legal and consulting expenses related to the regulatory investigations. The increase in net investment income resulted from higher average assets due to special dividends paid from MBIA Insurance Corporation to MBIA Inc. in December 2006 and April 2007, which totaled $1 billion. The insurance

recoveries represent a payment under the Company's directors' and officers' insurance policies, which reimbursed MBIA for a portion of the expenses it has incurred for the regulatory investigations and the related litigation.

Gains and Losses

In the first half of 2007, MBIA recorded net realized gains of $27.6 million for all business operations, compared to net realized gains of $15.1 million in the first half of 2006. Net realized gains for the first half of 2007 included $31.8 million in connection with the disposition of the Delta and Northwest Airlines Enhanced Equipment Trust Certificates the Company obtained in remediations. Net realized gains also included a loss of $9.6 million on an investment in the Bear Stearns High Grade Structured Credit Strategies L.P., which is part of MBIA's $22.0 million alternative investment portfolio at the holding company level.

The Company recorded pre-tax net losses on financial instruments at fair value and foreign exchange of $24.0 million for all business operations in the first half of 2007, compared to pre-tax net gains of $9.5 million in the first half of 2006. For the second quarter of 2007, pre-tax net losses on financial instruments at fair value and foreign exchange were $7.9 million compared to pre-tax net gains of $7.7 million in the second quarter of 2006. For the second quarter of 2007, net losses on financial instruments at fair value and foreign exchange primarily consisted of $14.3 million of pre-tax net losses related to credit derivative executed insurance contracts, principally due to widening credit spreads in the CDO sectors, partially offset by foreign exchange gains.

Operating Return On Equity

MBIA's operating return on equity, a non-GAAP measure (which is defined in the attached Explanation of Non-GAAP Financial Measures), was 12.0 percent at June 30, 2007 and 12.4 percent at June 30, 2006.

Book Value and Adjusted Book Value

MBIA's book value per share at the end of the first half of 2007 increased to $53.61 from $53.43 at December 31, 2006. The growth in book value was partially offset by the increase in treasury stock from share repurchases. Adjusted book value (ABV) per share at June 30, 2007 rose 4 percent to $78.83 from $75.72 at December 31, 2006. ABV is a non-GAAP measure (which is defined in the attached Explanation of Non-GAAP Financial Measures).

Share Repurchase

During the second quarter of 2007, on a trading date basis, the Company repurchased 4.5 million shares at an average price of $66.62. Approximately $400 million remains available under the Company's $1 billion share buyback program, which was authorized by the Company's board of directors in February 2007.

Independent Consultant

As previously announced, the Independent Consultant, who was retained by MBIA pursuant to its previously announced settlement with the Securities and Exchange Commission (SEC), the New York Attorney General's Office (NYAG) and the New York State Insurance Department (NYSID), has completed his review. The Independent Consultant was retained to assess MBIA's accounting and disclosures for its investment in Capital Asset Holdings GP, Inc., and for its exposure on notes issued by the US Airways 1998-1 Repackaging Trust. The Independent Consultant has concluded that MBIA's accounting and disclosures concerning these matters were consistent with GAAP and the federal securities laws.

Conference Call

MBIA will host a conference call for investors today at 11 a.m. EDT. The conference call will consist of brief comments by Mr. C. Edward Chaplin, MBIA Chief Financial Officer, followed by a question and answer session with Mr. Chaplin. The dial-in number for the call is (877) 694-4769 in the U.S. and (973) 582-2849 from outside the U.S. The conference call code is 8992408. A live broadcast of the conference call will also be accessible via **www.mbia.com**. A replay of the conference call will be available from 1:00 p.m. on July 26 until 5:00 p.m. on August 9 by dialing (877) 519-4471 in the U.S. or (973) 341-3080 from outside the U.S. The replay call code is also 8992408. In addition, a recording of the call will be available on MBIA's Web site approximately two hours after the completion of the conference call.

Subprime RMBS Conference Call

MBIA has posted information on its Web site concerning its CDO Strategy, Portfolio Analysis and Subprime RMBS Exposure. In addition, the Company will host an interactive conference call on Thursday, August 2, 2007 at 9:30 a.m. to answer questions concerning MBIA's subprime RMBS exposure and related CDOs. Questions may be submitted in advance to **subprimermbs@mbia.com**. Questions may also be submitted during the conference call. The dial-in number (for listen-only access) is (877) 694-4769 in the U.S. and (973) 582-2849 from outside the U.S. The conference call code is 9066756. The interactive Web cast will be accessible at:

http://w.on24.com/r.htm?e=83203&s=1&k=55EFF749BBCE876366260F84E40B97A1

MBIA Inc., through its subsidiaries, is a leading financial guarantor and provider of specialized financial services. MBIA's innovative and cost-effective products and services meet the credit enhancement, financial and investment needs of its public and private sector clients, domestically and internationally. MBIA Inc.'s principal operating

subsidiary, MBIA Insurance Corporation, has a financial strength rating of Triple-A from Moody's Investors Service, Standard & Poor's Ratings Services, Fitch Ratings, and Rating and Investment Information, Inc. Please visit MBIA's Web site at **www.mbia.com**.

This news release contains forward-looking statements. Important factors such as general market conditions and the competitive environment could cause actual results to differ materially from those projected in these forward-looking statements. The Company undertakes no obligation to revise or update any forward-looking statements to reflect changes in events or expectations.

Explanation of Non-GAAP Financial Measures

The following are explanations of why MBIA believes that the non-GAAP financial measures typically used in the Company's press releases, which serve to supplement GAAP information, are meaningful to investors.

Operating Income (Loss): The Company believes operating income is a useful measurement of performance because it measures income from operations, unaffected by investment portfolio realized gains and losses, gains and losses on financial instruments at fair value and foreign exchange and other non-operating items. Operating income (loss) is also provided to assist research analysts and investors who use this information in their analysis of the Company.

Adjusted Direct Premiums (ADP): The Company believes adjusted direct premiums are a meaningful measure of the total value of the insurance business written during a reporting period since it represents the present value of all premiums collected and expected to be collected on policies closed during the period. As such, it gives investors an opportunity to measure the value of new business activities in a given period and compare it to new business activities in other periods. Other measures, such as premiums written and premiums earned, include the value of premiums resulting from business closed in prior periods and do not provide the same information to investors.

Operating Return on Equity (ROE): The Company believes operating return on equity is a useful measurement of performance because it measures return on equity based upon income from operations and shareholders' equity, unaffected by investment portfolio realized gains and losses, gains and losses on financial instruments at fair value and foreign exchange, unrealized gains and losses, and non-recurring items. Operating return on equity is also provided to assist research analysts and investors who use this information in their analysis of the Company.

Adjusted Book Value (ABV): The Company believes the presentation of adjusted book value, which includes items that are expected to be realized in future periods, provides additional information that gives a comprehensive measure of the value of the Company. Since the Company expects these items to affect future results and, in general, they do not require any additional future performance obligation on the Company's part, ABV provides an

indication of the Company's value in the absence of any new business activity. ABV is not a substitute for GAAP book value but does provide investors with additional information when viewed in conjunction with GAAP book value.

MBIA INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(dollars in thousands)

	June 30, 2007	December 31, 2006
Assets		
Investments:		
Fixed-maturity securities held as available-for-sale, at fair value (amortized cost $30,384,811 and $27,327,315)(2007 includes hybrid financial instruments at fair value $678,963)	$30,398,657	$27,755,667
Investments held-to-maturity, at amortized cost (fair value $5,345,917 and $5,187,766)	5,368,999	5,213,464
Investment agreement portfolio pledged as collateral, at fair value (amortized cost $551,253 and $176,179)	541,266	175,834
Short-term investments, at amortized cost (which approximates fair value)	2,879,689	2,960,646
Other investments	919,700	971,707
Total investments	40,108,311	37,077,318
Cash and cash equivalents	418,332	269,277
Accrued investment income	565,490	526,468
Deferred acquisition costs	459,942	449,556
Prepaid reinsurance premiums	337,052	363,140
Reinsurance recoverable on unpaid losses	48,078	46,941
Goodwill	79,406	79,406
Property and equipment (net of accumulated depreciation)	99,240	105,950

Receivable for investments sold	102,030	77,593
Derivative assets	710,528	521,278
Other assets	225,425	246,103
Total assets	$43,153,834	$39,763,030

Liabilities and Shareholders' Equity		
Liabilities:		
Deferred premium revenue	$3,096,434	$3,129,620
Loss and loss adjustment expense reserves	520,080	537,037
Investment agreements	13,361,280	12,482,976
Commercial paper	714,591	745,996
Medium-term notes (2007 includes hybrid financial instruments at fair value $364,196)	13,799,029	10,951,378
Variable interest entity floating rate notes	1,381,603	1,451,928
Securities sold under agreements to repurchase	524,101	169,432
Short-term debt	13,383	40,898
Long-term debt	1,214,134	1,215,289
Current income taxes	43,629	6,970
Deferred income taxes, net	398,451	476,189
Deferred fee revenue	14,991	14,862
Payable for investments purchased	231,187	319,640
Derivative liabilities	528,295	400,318
Other liabilities	528,812	616,243
Total liabilities	36,370,000	32,558,776
Shareholders' Equity:		
Common stock	160,170	158,330
Additional paid-in capital	1,627,913	1,533,102
Retained earnings	6,719,357	6,399,333
Accumulated other comprehensive income	164,630	321,293
Treasury stock	(1,888,236)	(1,207,804)
Total shareholders' equity	6,783,834	7,204,254
Total liabilities and shareholders' equity	$43,153,834	$39,763,030

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MBIA INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME

(dollars in thousands except per share amounts)

	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006
Insurance operations				
Revenues:				
Gross premiums written	$247,562	$251,476	$465,188	$424,348
Ceded premiums	(26,525)	(27,166)	(47,894)	(51,071)
Net premiums written	221,037	224,310	417,294	373,277
Scheduled premiums earned	174,732	169,130	345,433	336,845
Refunding premiums earned	45,935	47,606	85,732	85,790
Premiums earned	220,667	216,736	431,165	422,635
Net investment income	146,185	144,636	292,291	283,752
Fees and reimbursements	4,634	4,019	14,802	12,193
Net realized gains (losses)	31,052	15,415	32,044	8,371
Net gains (losses) on financial instruments at fair value and foreign exchange	(14,058)	1,305	(12,211)	6,062
Total insurance revenues	388,480	382,111	758,091	733,013

Expenses:				
Losses and loss adjustment	20,968	20,295	41,452	40,421
Amortization of deferred acquisition costs	17,433	17,122	34,062	33,388
Operating	35,043	35,684	67,612	72,224
Interest expense	20,711	18,786	42,447	31,704
Total insurance expenses	94,155	91,887	185,573	177,737
Insurance income	294,325	290,224	572,518	555,276
Investment management services				
Revenues	390,330	294,299	752,409	552,505
Net realized gains (losses)	(6,097)	(295)	4,024	5,233
Net gains (losses) on financial instruments at fair value and foreign exchange	6,412	6,258	(11,617)	3,308
Total investment management services revenues	390,645	300,262	744,816	561,046
Interest expense	341,514	249,921	656,009	466,668
Expenses	22,795	18,461	45,458	36,051
Total investment management services expenses	364,309	268,382	701,467	502,719
Investment management services income	26,336	31,880	43,349	58,327
Corporate				
Net investment income	7,739	3,508	13,729	7,072
Insurance recoveries	3,000	-	6,400	-
Net realized gains (losses)	(9,437)	841	(8,495)	1,467

Net gains (losses) on financial instruments at fair value and foreign exchange	(303)	138	(166)	138
Interest expense	20,182	20,170	40,361	40,301
Corporate expenses	8,461	3,360	16,916	5,668
Corporate loss	(27,644)	(19,043)	(45,809)	(37,292)
Income from continuing operations before income taxes	293,017	303,061	570,058	576,311
Provision for income taxes	81,186	83,138	159,616	158,185
Income from continuing operations	211,831	219,923	410,442	418,126
Income (loss) from discontinued operations, net of tax	-	1,439	-	2,230
Net income	$211,831	$221,362	$410,442	$420,356
Net income per common share:				
Basic	$1.66	$1.67	$3.17	$3.17
Diluted	$1.61	$1.62	$3.07	$3.08
Weighted-average number of common shares outstanding:				
Basic	127,386,668	132,765,468	129,667,141	132,741,516
Diluted	131,460,764	136,634,382	133,785,874	136,658,183

MBIA INC. AND SUBSIDIARIES

Reconciliation of Adjusted Direct Premiums to Gross Premiums Written

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(dollars in millions)

	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006
Adjusted direct premiums (1)	$447.4	$283.5	$720.3	$399.5
Adjusted assumed premiums	0.0	0.0	0.0	0.0
Adjusted gross premiums	447.4	283.5	720.3	399.5
Present value of estimated future installment premiums (2)	(347.1)	(156.5)	(528.5)	(224.2)
Gross upfront premiums written	100.3	127.0	191.8	175.3
Gross installment premiums written	147.3	124.5	273.4	249.0
Gross premiums written	$247.6	$251.5	$465.2	$424.3

(1) A non-GAAP measure.
(2) At June 30, 2007 and March 31, 2007 the discount rate was 5.13% and 5.10%, respectively, and at June 30, 2006 and March 31, 2006 the discount rate was 5.00% and 5.02%, respectively.

Components of Net Income per Share

	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006

Net income	$1.61	$1.62	$3.07	$3.08
Income (loss) from discontinued operations	0.00	0.01	0.00	0.02
Net income from continuing operations	1.61	1.61	3.07	3.06
Net realized gains (losses)	0.08	0.08	0.13	0.07
Net gains (losses) on financial instruments at fair value and foreign exchange	(0.04)	0.04	(0.12)	0.05
Operating income (1)	$1.57	$1.50	$3.05	$2.94

(1) A non-GAAP measure.

MBIA INC. AND SUBSIDIARIES

Components of Adjusted Book Value per Share

	June 30, 2007	December 31, 2006
Book value	$53.61	$53.43
After-tax value of:		
Deferred premium revenue	15.90	15.09
Prepaid reinsurance premiums	(1.73)	(1.75)
Deferred acquisition costs	(2.36)	(2.17)
Net deferred premium revenue	11.81	11.17
Present value of installment premiums (1)	12.43	11.13
Asset/liability products adjustment	4.17	2.92

Loss provision (2)	(3.19)	(2.93)
Adjusted book value (3)	$78.83	$75.72

(1) At June 30, 2007 and December 31, 2006 the discount rate was 5.13% and 5.10%, respectively.

(2) The loss provision is calculated by applying 12% to the following items on an after-tax basis: (a) deferred premium revenue; (b) prepaid reinsurance premiums; and, (c) the present value of installment premiums.

(3) A non-GAAP measure.

CONSOLIDATED INSURANCE OPERATIONS

Selected Financial Data Computed on a Statutory Basis

(dollars in millions)

	June 30, 2007	December 31, 2006
Capital and surplus	$3,981.7	$4,080.7
Contingency reserve	2,567.4	2,478.0
Capital base	6,549.1	6,558.7
Unearned premium reserve	3,675.0	3,507.2
Present value of installment premiums (1)	2,420.6	2,309.5
Premium resources	6,095.6	5,816.7
Loss and loss adjustment expense reserves	121.2	100.6
Soft capital credit facilities	850.0	850.0
Total claims-paying resources	$13,615.9	$13,326.0

Net debt service outstanding	$978,047.2	$939,969.0
Capital ratio (2)	149:1	143:1
Claims-paying ratio (3)	85:1	83:1

(1) At June 30, 2007 and December 31, 2006 the discount rate was 5.13% and 5.10%, respectively.
(2) Net debt service outstanding divided by the capital base.
(3) Net debt service outstanding divided by the sum of the capital base, unearned premium reserve (after-tax), present value of installment premiums (after-tax), loss and loss adjustment expense reserves and soft capital credit facilities.

Source: MBIA Inc.

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