



RAM Holdings Ltd.
Quarterly Operating Supplement ⁽¹⁾
December 31, 2006

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⁽¹⁾ Information included in this report is unaudited

RAM Holdings Ltd.
Consolidated Balance Sheets
(unaudited)
As at December 31, 2006 and 2005
(dollars in thousands)

	December 31, 2006	December 31, 2005
<u>Assets</u>		
Investments: Fixed-maturity securities held as available for sale, at fair value (Amortized Cost: \$574,127,066 and \$474,447,225)	\$ 568,630	\$ 469,908
Cash and cash equivalents	51,948	6,070
Accrued investment income	5,227	4,692
Premiums receivable	3,464	1,988
Recoverable on paid losses	916	1,280
Deferred policy acquisition costs	73,838	66,220
Prepaid reinsurance premiums	2,091	-
Fixed assets	73	124
Deferred expenses	1,917	849
Prepaid expenses	185	114
Other assets	3,614	2,327
Total Assets	\$ 711,903	\$ 553,572
 <u>Liabilities and Shareholders' Equity</u>		
Liabilities:		
Loss and loss expense reserve	\$ 14,506	\$ 16,595
Unearned premiums	194,322	165,580
Reinsurance balances payable	1,211	
Accounts payable and accrued liabilities	3,458	3,108
Long-term debt	40,000	40,000
Redeemable preferred shares: \$1,000 par value; authorized shares - 75,000; issued and outstanding shares - 75,000	75,000	0
Accrued interest payable	693	693
Share based compensation liability	-	2,802
Other liabilities	3,446	2,138
Total Liabilities	332,636	230,916
Shareholders' Equity:		
Common stock: \$0.10 par value; authorized shares - 100,000,000 and 45,000,000; Issued and outstanding shares -27,234,755 shares at December 31, 2006 and 25,884,755 shares at December 31, 2005	2,723	2,588
Additional paid-in capital	227,437	211,057
Accumulated other comprehensive income	(5,497)	(4,540)
Retained earnings	154,604	113,551
Total Shareholders' Equity	379,267	322,656
Total Liabilities and Shareholders' Equity	\$ 711,903	\$ 553,572

RAM Holdings Ltd.
Consolidated Statements of Income
(unaudited)

For the three months and year ended December 31, 2006 and 2005

(dollars in thousands except per share amounts)

	Three Months Ended December 31		Year Ended December 31	
	2006	2005	2006	2005
Revenues				
Gross premiums written	\$ 22,062	\$ 12,927	\$ 77,632	\$ 68,147
Ceded premiums	\$ (1,722)		\$ (2,146)	
Net premiums written	\$ 20,340	\$ 12,927	\$ 75,486	\$ 68,147
Change in unearned premiums	(8,868)	(1,743)	(26,651)	(25,538)
Premiums earned	11,472	11,184	48,835	42,609
Net investment income	6,952	5,338	24,236	18,202
Net realized gains (losses) on sale of investments	(238)	(446)	(1,002)	(1,583)
Net unrealized gains (losses) on credit derivatives	(1)	17	(14)	(2,526)
Total revenues	18,185	16,093	72,055	56,702
Expenses				
Losses and loss adjustment expenses	331	4,101	(2,781)	7,204
Acquisition expenses	4,102	4,057	17,655	15,628
Operating expenses	3,030	2,140	13,379	11,531
Interest expense	694	693	2,750	2,750
Total expenses	8,157	10,991	31,003	37,113
Net income	\$ 10,028	\$ 5,102	\$ 41,052	\$ 19,589
Net Income available to common shareholders	\$ 10,028	\$ 5,102	\$ 41,052	\$ 19,589
Net income per common share:				
Basic	\$ 0.37	\$ 0.20	\$ 1.53	\$ 0.76
Diluted	0.37	0.20	1.53	0.75
Weighted-average number of common shares outstanding:				
Basic	27,234,755	25,884,755	26,787,221	25,900,914
Diluted	27,292,425	25,958,582	26,843,745	25,983,170
Operating Earnings				
Net income	\$ 10,028	\$ 5,102	\$ 41,052	\$ 19,589
Less: Realized gains (losses) on investments	238	446	1,002	1,583
Less: Unrealized gains (losses) on credit derivatives	1	(17)	14	2,526
Operating Earnings	\$ 10,267	\$ 5,531	\$ 42,068	\$ 23,698
Net income per common share	\$ 0.37	\$ 0.20	\$ 1.53	\$ 0.75
Less: Realized gains (losses) on investments	0.01	0.02	0.04	0.06
Less: Unrealized gains (losses) on credit derivatives	0.00	(0.01)	0.00	0.10
Operating earnings per share	\$ 0.38	\$ 0.21	\$ 1.57	\$ 0.91

Summary Financial Information
(dollars in thousands except per share amounts)

GAAP Basis *	4th Quarter		Year-to-date	
	2006	2005	2006	2005
<u>Financial Ratios</u>				
Loss and LAE Ratio	2.9%	36.7%	-5.7%	16.9%
Underwriting Expense Ratio	62.2%	55.4%	63.5%	63.7%
Combined Ratio	65.1%	92.1%	57.9%	80.6%
<u>Per Share Data</u>				
Shareholder's Equity (Book Value)	\$13.93	\$12.47	\$13.93	\$12.47
Unearned premiums	7.14	6.40	7.14	6.40
Prepaid Reinsurance Premiums	(0.08)	0.00	(0.08)	-
Deferred Acquisition Costs	(2.71)	(2.56)	(2.71)	(2.56)
Present Value of Installment Premiums ⁽¹⁾	4.01	3.28	4.01	3.28
Unrealized Gains (Losses) on Investments	0.20	0.17	0.20	0.17
Adjusted Book Value	\$22.49	\$19.76	\$22.49	\$19.76
Shares outstanding	27,234,755	25,884,755		

* Based on U.S. GAAP Income Statement Data

Statutory Basis (estimated)	4th Quarter		Year-to-date	
	2006	2005	2006	2005
<u>Financial Ratios</u>				
Loss and LAE Ratio	2.6%	18.3%	(9.4)%	28.4%
Underwriting Expense Ratio	44.2%	50.8%	50.7%	48.9%
Combined Ratio	46.8%	69.1%	41.3%	77.3%
<u>Balance Sheet</u>				
	12/31/2006	12/31/2005		
Capital and Surplus	\$332,788	\$221,192		
Contingency Reserve	70,610	63,617		
Capital Base	\$403,398	\$284,809		
Unearned Premium Reserve	222,558	189,135		
Present Value of Installment Premiums ⁽¹⁾	109,303	84,839		
Premium Resources	331,861	273,974		
Loss and LAE Reserves	2,094	4,978		
Soft Capital Credit Facilities	180,000	140,000		
Total Claims-Paying Resources	\$917,353	\$703,761		
Debt Service Outstanding	\$50,944,252	\$41,535,347		
Capital Ratio ⁽²⁾	126:1	146:1		
Claims-Paying Ratio ⁽³⁾	56:1	59:1		

(1) Present value of future installments, net of ceding commissions, are current estimates and may differ from premium amounts ultimately written and earned. December 31, 2006 and December 31, 2005, the discount rate was 4.56% and 4.36%, respectively.

(2) Net Debt service outstanding divided by the capital base.

(3) Net Debt service outstanding divided by total claims-paying resources.

RAM Holdings Ltd.
Annual Financial and Statistical Data
(dollars in thousands except per share amounts)

	2006	2005	2004	2003	2002	2001	2000
GAAP Summary Income Statement Data							
Insurance							
Gross Premiums Written	\$ 77,632	\$ 68,147	\$ 66,057	\$ 67,880	\$ 36,205	\$ 26,544	\$ 21,346
Net Premiums Written	75,486	68,147	66,057	67,880	36,205	26,544	21,346
Premiums Earned	48,835	42,609	34,721	25,543	17,561	12,898	9,327
Net Investment Income	24,236	18,202	16,824	13,373	11,209	11,121	10,021
Realized Gains/(Losses)	(1,002)	(1,584)	536	1,097	2,927	535	252
Unrealized Gains/(Losses) on							
Credit Derivatives	(14)	(2,526)	2,757	456	(613)	-	-
Loss and Loss Adjustment							
Expenses	(2,781)	7,204	3,579	3,994	6,110	910	653
Acquisition Expenses	17,654	15,628	13,387	10,223	7,363	5,688	3,927
Operating Expenses	13,379	11,531	11,032	5,042	3,360	2,926	3,087
Interest Expense	2,750	2,750	2,106	-	-	-	-
Net Income available to common shareholders	41,053	19,588	24,734	21,210	14,251	15,030	11,933
ROE ^{(2)*}	11.70%	6.18%	8.23%	8.93%	8.04%	9.41%	8.48%
Operating ROE ^{(3)*}	11.82%	7.45%	7.23%	8.56%	7.04%	9.24%	8.14%
GAAP Summary Balance Sheet Data							
Total Investments	\$ 568,630	\$ 469,908	\$ 404,906	\$ 345,837	\$ 219,330	\$ 188,978	\$ 163,578
Deferred Acquisition Costs	73,838	66,220	58,653	53,017	38,712	30,387	22,976
Total Assets	711,903	553,572	511,824	426,260	277,121	234,646	201,253
Unearned Premiums	194,322	165,580	140,043	120,182	77,845	59,201	45,555
Loss and Loss Expense Reserves	14,506	16,595	15,493	13,821	10,394	4,382	3,529
Long-term Debt	40,000	40,000	40,000	-	-	-	-
Preferred Shares	75,000						
Total Liabilities	332,636	230,916	200,319	137,005	91,530	65,603	50,977
Shares outstanding	27,235	25,885	25,917	25,891	16,774	17,146	17,146
Shareholders' Equity	379,267	322,656	311,505	289,255	185,590	169,042	150,276
Statutory Data							
Net Income	\$ 30,552	\$ 14,127	\$ 9,035	\$ 5,971	\$ 7,047	\$ 7,456	\$ 3,138
Capital and Surplus	332,788	221,192	171,742	151,757	74,678	87,354	92,072
Contingency Reserve	70,610	63,617	102,880	78,537	60,587	44,065	30,929
Capital Base	403,398	284,809	274,622	230,294	135,265	131,419	123,002
Unearned Premium Reserve	222,558	189,135	160,308	131,429	85,575	64,267	49,535
Present Value of Installment Premiums ⁽¹⁾	109,303	84,839	59,546	55,607	34,541	24,214	14,800
Premium Resources	331,861	273,974	219,854	187,036	120,116	88,481	64,335
Loss and LAE Reserves	2,094	4,978	3,982	1,326	601	-	-
Soft Capital Credit Facilities	180,000	140,000	140,000	90,000	70,000	70,000	70,000
Total Claims-Paying Resources	917,353	703,761	638,458	508,656	325,982	289,900	257,337
Financial Ratios							
GAAP							
Loss and LAE Ratio	-5.7%	16.9%	10.3%	15.6%	34.8%	7.1%	7.0%
Underwriting Expense Ratio	63.5%	63.7%	70.3%	59.8%	61.1%	66.8%	75.2%
Combined Ratio	57.9%	80.6%	80.6%	75.4%	95.9%	73.8%	82.2%
Statutory							
Loss and LAE Ratio	-9.4%	18.3%	15.9%	5.8%	18.1%	0.5%	0.0%
Underwriting Expense Ratio	50.7%	50.8%	45.3%	43.7%	53.1%	60.5%	64.9%
Combined Ratio	41.3%	69.1%	61.2%	49.6%	71.2%	61.0%	64.9%
Other Financial Information							
Net Par Amount Outstanding	\$ 31,118,714	\$ 27,054,260	\$ 22,154,050	\$ 19,775,000	\$ 15,860,000	\$ 12,803,180	\$ 9,864,360
Adjusted Book Value							
Book Value Per Share	\$ 13.93	\$ 12.47	\$ 12.02	\$ 11.17	\$ 11.06	\$ 9.86	\$ 8.76
Shareholder's Equity (Book Value)	379,267	322,656	311,505	289,255	185,590	169,042	150,276
Unearned premiums	194,322	165,580	140,043	120,182	77,845	59,201	45,555
Prepaid reinsurance premiums	2,091	-	-	-	-	-	-
Deferred Acquisition Costs	73,838	66,220	58,653	53,017	38,712	30,387	22,976
Present Value of Installment Premiums (1)	109,303	84,839	59,546	55,607	34,541	24,214	14,800
Unrealized Gains (Losses) on Investments	(5,497)	(4,540)	2,787	4,659	11,002	4,733	998
Adjusted Book Value Per Share	\$ 22.49	\$ 19.76	\$ 17.35	\$ 15.73	\$ 14.80	\$ 12.88	\$ 10.89

(1) Present value of future installments, net of ceding commissions, are current estimates and may differ from ultimate actual premiums due to additions of new business, changes in prepayment speeds, early terminations or refundings. At December 31, 2006 and December 31, 2005, the discount rate was 4.56% and 4.36%, respectively.

(2) Net income divided by average shareholders' equity

(3) Operating earnings divided by average shareholders' equity, excluding accumulated other comprehensive income

* ROE and Operating ROE is annualized if period is less than 12 months

RAM Holdings Ltd.
Estimated Net Debt Service Amortization ⁽¹⁾

(dollars in thousands)

	Scheduled Net Debt Service Amortization	Ending Net Debt Service Outstanding
2006 - year end		\$ 50,281,586
2007	\$ 2,889,045	\$ 47,392,541
2008	2,725,880	\$ 44,666,661
2009	3,006,437	\$ 41,660,224
2010	2,717,332	\$ 38,942,892
2011-2015	12,704,048	\$ 26,238,843
2016-2020	8,982,088	\$ 17,256,755
2021-2025	6,521,052	\$ 10,735,703
2026 and thereafter	<u>10,735,703</u>	\$ -
Total	\$ 50,281,586	

**Estimated Net Unearned Premium Amortization and Estimated
Future Installment Premiums ⁽¹⁾**

	Net Unearned Premiums ⁽²⁾	Net Unearned Premium Amortization		Total Premium Earnings ⁽⁴⁾
		Upfront	Installments ⁽³⁾	
2006 - year end	\$ 176,094			
2007	\$ 162,098	\$ 13,996	\$ 23,868	\$ 37,864
2008	\$ 148,886	\$ 13,212	\$ 21,459	\$ 34,671
2009	\$ 136,379	\$ 12,508	\$ 17,681	\$ 30,188
2010	\$ 124,582	\$ 11,797	\$ 15,306	\$ 27,103
2011-2015	\$ 75,236	\$ 49,346	\$ 49,119	\$ 98,465
2016-2020	\$ 41,638	\$ 33,598	\$ 28,313	\$ 61,910
2021-2025	\$ 20,150	\$ 21,488	\$ 20,484	\$ 41,972
2026 and thereafter	\$ -	<u>\$ 20,150</u>	<u>\$ 28,284</u>	<u>\$ 48,435</u>
Total		<u>\$ 176,094</u>	<u>\$ 204,514</u>	<u>\$ 380,607</u>

(1) Represents the amortization and future installments from December 31, 2006 based on existing insured issues as of the September 30, 2006.

(2) Equals deferred premium revenue for upfront policies only.

(3) Represents future installment premiums undiscounted.

(4) Actual future premium earnings will differ from the current projection due to the addition of new business, changes in prepayment speeds, early terminations and refundings.

RAM Holdings Ltd.
Net Premiums Earned Analysis
(dollars in thousands)

2006	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Public Finance	\$ 4,369	\$ 5,403	\$ 8,714	7,468	\$ 25,954
Structured Finance	6,337	6,199	6,343	4,002	\$ 22,881
Total	\$ 10,706	\$ 11,602	\$ 15,057	11,470	\$ 48,835
Refundings included in total	\$ 621	\$ 1,938	\$ 2,847	\$ 866	\$ 6,272

2005	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Public Finance	\$ 4,615	\$ 4,614	\$ 6,570	5,039	\$ 20,838
Structured Finance	4,372	6,604	4,650	6,145	\$ 21,771
Total	\$ 8,987	\$ 11,218	\$ 11,220	\$ 11,184	\$ 42,609
Refundings included in total	\$ 395	\$ 1,149	\$ 759	\$ 990	\$ 3,293

Par Value and Adjusted Premiums ⁽¹⁾
(dollars in thousands)

	4th Quarter		Year-to-Date	
	2006	2005	2006	2005
Net Par Written	\$ 2,104,746	\$ 1,430,306	\$ 8,245,584	\$ 8,401,099
GAAP Net Premiums Written	\$ 20,340	\$ 12,927	\$ 75,486	\$ 68,147
Less: Net Installment Premiums Written	\$ 8,365	\$ 6,800	\$ 30,658	\$ 29,831
Net Upfront Premiums Written	\$ 11,975	\$ 6,127	\$ 44,828	\$ 38,316
Plus: PV of Installment Net Premiums Written	\$ 11,959	\$ 10,127	\$ 50,567	\$ 51,054
Net Adjusted Premiums Written	\$ 23,934	\$ 16,254	\$ 95,395	\$ 89,370
U.S. Public Finance	\$ 4,318	\$ 9,187	\$ 29,686	\$ 28,346
U.S. Structured Finance	\$ 12,446	\$ 4,121	\$ 32,498	\$ 33,481
U.S. Total	\$ 16,764	\$ 13,308	\$ 62,184	\$ 61,827
International Public Finance	\$ 5,624	\$ 448	\$ 22,340	\$ 13,941
International Structured Finance	\$ 1,546	\$ 2,498	\$ 10,871	\$ 13,602
International Total	\$ 7,170	\$ 2,946	\$ 33,211	\$ 27,543
Net Adjusted Premiums Written	\$ 23,934	\$ 16,254	\$ 95,395	\$ 89,370

(1) Adjusted premiums represent upfront premiums in the period and the estimated present value of installment premiums for new policies issued as reported at a quarter lag.

RAM Holdings Ltd
Investment Portfolio
As of December 31, 2006
(dollars in thousands)

Investments

Fixed Income Securities

U.S.Treasuries

Agencies

Corporate

Municipal

Mortgage and Asset Backed

Total Investments

<u>Market Value</u>	<u>% of Market Value</u>	<u>Amortized Cost</u>	<u>Book Yield</u>	<u>Annualized Income</u>
\$ 69,306	12.2%	\$ 70,411	4.5%	\$ 3,195
85,555	15.0%	86,145	4.5%	3,862
124,483	21.9%	126,084	4.6%	5,741
12,376	2.2%	11,720	7.1%	828
276,910	48.7%	279,767	5.2%	14,514
<u>\$ 568,630</u>	<u>100.0%</u>	<u>\$ 574,127</u>		<u>\$ 28,139</u>

Maturity

Within 1 Year

1 to 5 Years

5 to 10 Years

More than 10 Years

Total Investment Income

<u>Market Value</u>	<u>% of Market Value</u>
\$ 40,252	7.1%
134,041	23.6%
102,014	17.9%
292,323	51.4%
<u>\$ 568,630</u>	<u>100.0%</u>

Average life: 6.19 years

Duration: 4.08 years

**Quality Distribution
of Fixed**

Income Investments

<u>Rating</u>	<u>% of Market Value</u>
Aaa	73.8%
Aa	13.9%
A	11.4%
Baa	0.0%
Cash	0.97%
	<u>100.0%</u>

RAM Holdings Ltd.
Loss and Loss Adjustment Expense (LAE) Reserves
(dollars in thousands)

	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.
2006				
Case Reserves	\$ 7,574	\$ 2,969	\$ 3,131	\$ 3,010
Unallocated Reserves	<u>11,409</u>	<u>11,419</u>	<u>11,392</u>	<u>11,496</u>
Total Reserves	<u>\$ 18,983</u>	<u>\$ 14,388</u>	<u>\$ 14,523</u>	<u>\$ 14,506</u>
2005				
Case Reserves	\$ 6,427	\$ 2,300	\$ 2,312	\$ 6,257
Unallocated Reserves	<u>9,425</u>	<u>9,672</u>	<u>9,962</u>	<u>10,338</u>
Total Reserves	<u>\$ 15,852</u>	<u>\$ 11,972</u>	<u>\$ 12,274</u>	<u>\$ 16,595</u>

RAM Holdings Ltd.
Insurance Expense Analysis
(dollars in thousands)

2006	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Acquisition and Operating Expenses:					
Operating expenses	4,208	4,447	3,450	3,325	\$ 15,429
Gross acquisition expenses	<u>4,247</u>	<u>5,379</u>	<u>7,092</u>	<u>6,094</u>	\$ 22,812
Gross acquisition and operating expenses	\$ 8,455	\$ 9,826	\$ 10,542	\$ 9,419	\$ 38,241
Deferred Expenses:					
Acquisition expenses	(4,135)	(5,251)	(6,919)	(5,975)	(22,280)
Operating expenses	<u>(669)</u>	<u>(557)</u>	<u>(530)</u>	<u>(708)</u>	\$ (2,464)
Total deferred expenses	(4,804)	(5,808)	(7,449)	(6,683)	(24,744)
Change in deferred acquisition expenses	<u>3,833</u>	<u>4,098</u>	<u>5,208</u>	<u>3,984</u>	\$ 17,124
Total acquisition and operating expense, net of deferred expenses	<u>\$ 7,484</u>	<u>\$ 8,116</u>	<u>\$ 8,301</u>	<u>\$ 6,720</u>	<u>\$ 30,621</u>

2005	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Acquisition and Operating Expenses:					
Operating expenses	2,978	5,574	2,758	2,777	\$ 14,087
Gross acquisition expenses	<u>4,589</u>	<u>4,597</u>	<u>7,591</u>	<u>3,863</u>	\$ 20,640
Gross acquisition and operating expenses	\$ 7,567	\$ 10,171	\$ 10,349	\$ 6,640	\$ 34,727
Deferred Expenses:					
Acquisition expenses	(4,506)	(4,465)	(7,383)	(3,755)	(20,109)
Operating expenses	<u>(607)</u>	<u>(661)</u>	<u>(651)</u>	<u>(637)</u>	\$ (2,556)
Total deferred expenses	(5,113)	(5,126)	(8,034)	(4,392)	(22,665)
Change in deferred acquisition expenses	<u>3,181</u>	<u>3,935</u>	<u>4,032</u>	<u>3,949</u>	\$ 15,097
Total acquisition and operating expense, net of deferred expenses	<u>\$ 5,635</u>	<u>\$ 8,980</u>	<u>\$ 6,347</u>	<u>\$ 6,197</u>	<u>\$ 27,159</u>

Deferred Expenses to Deferred Premiums Ratio
(dollars in thousands)

	2004	2005	1st Qtr. 2006	2nd Qtr. 2006	3rd Qtr. 2006	4th Qtr. 2006
Deferred Acquisition Costs	\$ 58,653	\$ 66,220	\$ 67,191	\$ 68,744	\$ 71,142	\$ 73,838
Unearned Premiums	140,043	165,580	169,450	175,334	183,780	194,322
Present Value of Future Installment Premiums	<u>59,546</u>	<u>84,839</u>	<u>90,741</u>	<u>90,739</u>	<u>97,446</u>	<u>109,303</u>
Adjusted Deferred Premiums	<u>\$ 199,589</u>	<u>\$ 249,419</u>	<u>\$ 260,191</u>	<u>\$ 266,073</u>	<u>\$ 281,226</u>	<u>\$ 303,625</u>
Ratio	29.4%	26.5%	25.8%	25.8%	25.3%	24.3%

RAM Holdings Ltd.
Insured Portfolio Profile by Bond Type
Net Par Outstanding*
(dollars in millions)

	Insured YTD, December 31, 2006		Outstanding as of December 31, 2006	
	Net Amount	%	Net Amount	%
US Public Finance				
General Obligation and Lease	\$ 873	10.6%	\$ 5,692	18.3%
Tax backed	462	5.6%	2,318	7.4%
Transportation	208	2.5%	2,478	8.0%
Healthcare	446	5.4%	2,203	7.1%
Utility	387	4.7%	2,888	9.3%
Investor Owned Utilities	62	0.7%	570	1.8%
Higher Education	80	1.0%	384	1.2%
Housing	41	0.5%	359	1.2%
Other	63	0.8%	145	0.5%
Total US Public Finance	\$ 2,621	31.8%	\$ 17,037	54.7%
US Structured Finance				
Commercial ABS	\$ 2,304	27.9%	\$ 4,700	15.1%
Home Equity	672	8.1%	1,373	4.4%
Autos	299	3.6%	545	1.8%
Mortgage Backed Securities	126	1.5%	317	1.0%
Banks and Other Corporate	50	0.6%	127	0.4%
Other Consumer ABS	55	0.7%	358	1.2%
Total US Structured Finance	\$ 3,506	42.5%	\$ 7,420	23.8%
International				
Asset Backed	\$ 986	12.0%	\$ 3,438	11.0%
Public Finance	690	8.4%	2,226	7.2%
Investor Owned Utilities and Other	443	5.4%	998	3.2%
Total International	\$ 2,119	25.7%	\$ 6,662	21.4%
Total	\$ 8,246	100.0%	\$ 31,119	100.0%

* All net par outstanding reported herein is based on a one-quarter lag.

RAM Holdings Ltd.
Insured Portfolio Profile by Geographic Distribution
Net Par Outstanding
(dollars in millions)

	<u>Insured YTD, December 31, 2006</u>		<u>Outstanding as of December 31, 2006</u>	
	Net Amount	%	Net Amount	%
Geographic Distribution				
United States				
CALIFORNIA	\$ 505	6.1%	\$ 2,300	7.4%
NEW YORK	382	4.6%	1,841	5.9%
FLORIDA	281	3.4%	1,345	4.3%
TEXAS	116	1.4%	1,068	3.4%
ILLINOIS	179	2.2%	1,040	3.3%
WASHINGTON	73	0.9%	692	2.2%
MICHIGAN	222	2.7%	655	2.1%
PENNSYLVANIA	64	0.8%	620	2.0%
MASSACHUSETTS	39	0.5%	616	2.0%
NEW JERSEY	68	0.8%	591	1.9%
Other States	1,144	13.9%	6,255	20.1%
Multi-State	3,054	37.0%	7,434	23.9%
US Sub-total	\$ 6,127	74.3%	\$ 24,456	78.6%
International				
United Kingdom	\$ 691	8.4%	\$ 2,098	6.7%
Australia	179	2.2%	625	2.0%
Germany	37	0.4%	432	1.4%
Italy	258	3.1%	416	1.3%
Canada	28	0.3%	181	0.6%
France	24	0.3%	117	0.4%
Chile	0	0.0%	114	0.4%
Turkey	40	0.5%	110	0.4%
Japan	100	1.2%	104	0.3%
Korea	29	0.4%	103	0.3%
Other Countries	163	2.0%	416	1.3%
Multinational	571	6.9%	1,945	6.3%
Int. Sub-total	\$ 2,119	25.7%	\$ 6,662	21.4%
Total Par	\$ 8,246	100.0%	\$ 31,119	100.0%

RAM Holdings Ltd.
Largest Exposures
Net Par Outstanding
as of December 31, 2006
(dollars in millions)

Top 10 Largest Public Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 New York City, NY	US	\$ 220	A+
2 California (State of) - GO/Appropriation	US	215	A+
3 New Jersey (State of) GO / Appropriation	US	209	AA-
4 New York State Thruway Auth, NY - Gasoline Tax Statewide	US	200	AA-
5 Washington (State of) - GO/Appropriation	US	195	AA
6 Citizens Property Insurance Corporation, FL	US	188	A-
7 Chicago, IL	US	175	A
8 Detroit (City of), MI GO	US	175	BBB-
9 Massachusetts (State of) - GO Appropriation	US	160	AA-
10 Dallas-Fort Worth International Airport	US	<u>140</u>	A
Total		\$ 1,880	

Top 10 Largest Structured Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 Super Senior Synthetic Static CDO of IG CMBS	US	\$ 125	AAA
2 Super Senior Synthetic CDO of IG Corporates	MULTI	120	AAA
3 Hertz Vehicle Financing LLC	US	120	BBB
4 ARG Funding Corp 2005-1 (Vanguard Car Rental)	US	119	BBB
5 Pooled Actuarial Insurance Policy Securitization - Reg XXX	US	113	BBB
6 Pooled Actuarial Insurance Policy Securitization - Reg XXX	US	108	AA
7 Senior Synthetic CLO	US	106	AA
8 Super Senior Synthetic CDO of IG Corporates	MULTI	105	AAA
9 Super Senior Synthetic Static Emerging Market Sovereign CDO	MULTI	103	AAA
10 Super Senior Semi-Synthetic Managed IG CDO	MULTI	<u>101</u>	AAA
Total		\$ 1,120	

1. Rating assigned by RAM Re, which takes into consideration ratings assigned by the primaries and the rating agencies.

RAM Holdings Ltd.
Insured Portfolio Profile by Credit Quality Distribution
Net Par Outstanding
(dollars in millions)

	Insured YTD, December 31, 2006		Outstanding as of December 31, 2006	
	Net Amount	%	Net Amount	%
Public Finance¹				
AAA	\$ 56	1.5%	\$ 240	1.2%
AA	1,060	28.3%	6,988	34.5%
A	1,466	39.1%	9,063	44.7%
BBB	1,170	31.2%	3,847	19.0%
Below Investment Grade	-	0.0%	123	0.6%
Total	\$ 3,752	100.0%	\$ 20,261	100.0%

	Insured YTD, December 31, 2006		Outstanding as of December 31, 2006	
	Net Amount	%	Net Amount	%
Structured Finance¹				
AAA	\$ 2,326	51.8%	\$ 5,543	51.1%
AA	329	7.3%	943	8.7%
A	358	8.0%	1,331	12.3%
BBB	1,480	32.9%	2,926	26.9%
Below Investment Grade	0	0.0%	114	1.1%
Total	\$ 4,494	100.0%	\$ 10,858	100.0%

	Insured YTD, December 31, 2006		Outstanding as of December 31, 2006	
	Net Amount	%	Net Amount	%
Total¹				
AAA	\$ 2,382	28.9%	\$ 5,783	18.6%
AA	1,390	16.9%	7,931	25.5%
A	1,824	22.1%	10,395	33.4%
BBB	2,650	32.1%	6,772	21.8%
Below Investment Grade	0	0.0%	237	0.8%
Total	\$ 8,246	100.0%	\$ 31,119	100.0%

1. Rating assigned by RAM Re, which takes into consideration ratings assigned by the primaries and the rating agencies.

RAM Holdings Ltd.
Non-Investment Grade Exposures
Net Par Outstanding
as of December 31, 2006
(dollars in millions)

Non-Investment Grade Exposures by:	<u>Net Par Outstanding</u>	<u>Average RAM Re Rating ^{1*}</u>
<u>Asset Type</u>		
US Public Finance		
General Obligation and Lease	\$ 6	BB
Tax backed	5	BB
Transportation	32	CCC
Healthcare	10	BB
Utility	0	BB
Investor Owned Utilities	-	NA
Higher Education	0	BB-
Housing	1	B
Other	1	BB-
Total US Public Finance	\$ 55	NA
US Structured Finance		
Commercial ABS	\$ 69	BB-
Home Equity	31	CCC+
Autos	1	BB
Mortgage Backed Securities	11	BB
Banks and Other Corporate	-	NA
Other Consumer ABS	1	CCC-
Total US Structured Finance	\$ 113	NA
International		
Public Finance	\$ 68	B+
Asset Backed	1	B+
Total International	\$ 70	NA
Total	\$ 237	NA

Top Ten Non-Investment Grade Exposures as of December 31, 2006¹:

<u>Name or Description</u>	<u>Net Par Outstanding</u>
1 Fixed-Link Finance B.V. (Eurotunnel)	\$ 35
2 Fixed-Link Finance 2 B.V. (Eurotunnel)	33
3 Delta Airlines Inc (2002-1)	20
4 San Joaquin Hills Transportation Corridor Agency, CA	17
5 Massport Delta Logan Term A	15
6 America West Airlines 1999-1	14
7 Northwest Airlines Inc. Pass-Through Trust 2000-1	9
8 Harvard Pilgrim Health Care, MA	8
9 CONSECO Finance Mfg'd Housing	7
10 America West Airlines 2000-1	7
Total Top Ten Non-Investment Grade Exposures	\$ 164

* Average RAM Re rating is the weighted average RAM Re rating within each asset type.

1. Rating assigned by RAM Re, which takes into consideration ratings assigned by the primaries and the rating agencies.