



RAM Holdings Ltd.
Quarterly Operating Supplement ⁽¹⁾
June 30, 2007

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⁽¹⁾ Information included in this report is unaudited

RAM Holdings Ltd.
Consolidated Balance Sheets
(unaudited)
As at June 30, 2007 and December 31, 2006
(dollars in thousands)

	June 30, 2007	December 31, 2006
Assets		
Investments:		
Fixed-maturity securities held as available for sale, at fair value (Amortized Cost: \$648,973 and \$574,127)	\$ 635,191	\$ 568,630
Short-term investments	13,283	45,828
Cash	3,139	6,120
Accrued investment income	5,800	5,227
Premiums receivable	2,165	3,464
Recoverable on paid losses	2,139	916
Deferred policy acquisition costs	80,769	73,838
Prepaid reinsurance premiums	2,034	2,091
Fixed assets	51	73
Deferred expenses	1,836	1,917
Prepaid expenses	1,133	185
Other assets	3,936	3,614
Total Assets	\$ 751,476	\$ 711,903
 Liabilities and Shareholders' Equity		
Liabilities:		
Loss and loss expense reserve	\$ 15,916	\$ 14,506
Unearned premiums	218,471	194,322
Reinsurance balances payable	-	1,211
Accounts payable and accrued liabilities	2,866	3,458
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	75,000
Accrued interest payable	693	693
Share based compensation liability	-	-
Other liabilities	3,810	3,446
Total Liabilities	356,756	332,636
Shareholders' Equity:		
Common stock: \$0.10 par value; authorized shares - 90,000,000; Issued and outstanding shares -27,238,785 shares at June 30, 2007 and 27,234,755 at December 31, 2006	2,724	2,723
Additional paid-in capital	227,735	227,437
Accumulated other comprehensive income/(loss)	(13,782)	(5,497)
Retained earnings	178,043	154,604
Total Shareholders' Equity	394,720	379,267
Total Liabilities and Shareholders' Equity	\$ 751,476	\$ 711,903

RAM Holdings Ltd.
Consolidated Statements of Income
(unaudited)

For the three and six months ended June 30, 2007 and 2006
(dollars in thousands except per share amounts)

	Three Months Ended June 30		Six Months Ended June 30	
	2007	2006	2007	2006
Revenues				
Gross premiums written	\$ 29,839	\$ 17,486	\$ 51,997	\$ 32,061
Ceded premiums				
Net premiums written	<u>\$ 29,839</u>	<u>\$ 17,486</u>	<u>\$ 51,997</u>	<u>\$ 32,061</u>
Change in unearned premiums	<u>(16,001)</u>	<u>(5,884)</u>	<u>(24,205)</u>	<u>(9,754)</u>
Premiums earned	13,838	11,602	27,792	22,307
Net investment income	8,404	5,746	16,050	11,141
Net realized gains (losses) on sale of investments	(8)	(544)	(8)	(763)
Net unrealized gains (losses) on credit derivatives	<u>(8)</u>	<u>(3)</u>	<u>(39)</u>	<u>(6)</u>
Total revenues	22,226	16,801	43,795	32,679
Expenses				
Losses and loss adjustment expenses	935	(4,170)	(80)	(3,071)
Acquisition expenses	5,001	4,207	9,859	8,151
Operating expenses	3,668	3,909	6,388	7,449
Interest expense	<u>3,506</u>	<u>693</u>	<u>4,188</u>	<u>1,375</u>
Total expenses	13,110	4,639	20,355	13,904
Net Income	<u><u>\$ 9,116</u></u>	<u><u>\$ 12,162</u></u>	<u><u>\$ 23,440</u></u>	<u><u>\$ 18,775</u></u>
Net income per common share:				
Basic	\$ 0.33	\$ 0.45	\$ 0.86	\$ 0.71
Diluted	0.33	0.45	0.86	0.71
Weighted-average number of common shares outstanding:				
Basic	27,237,284	26,774,865	27,236,027	26,332,269
Diluted	27,391,901	26,815,312	27,372,945	26,382,044
Operating Earnings				
Net income	\$ 9,116	\$ 12,162	\$ 23,440	\$ 18,775
Less: Realized gains (losses) on investments	8	544	8	763
Less: Unrealized gains (losses) on credit derivatives	<u>8</u>	<u>3</u>	<u>39</u>	<u>6</u>
Operating Earnings	<u><u>\$ 9,132</u></u>	<u><u>\$ 12,709</u></u>	<u><u>\$ 23,487</u></u>	<u><u>\$ 19,544</u></u>
Net income per common share	\$ 0.33	\$ 0.45	\$ 0.86	\$ 0.71
Less: Realized gains (losses) on investments	0.00	0.02	0.00	0.03
Less: Unrealized gains (losses) on credit derivatives	0.00	0.00	0.00	0.00
Operating earnings per share	<u><u>\$ 0.33</u></u>	<u><u>\$ 0.47</u></u>	<u><u>\$ 0.86</u></u>	<u><u>\$ 0.74</u></u>

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

GAAP Basis *	2nd Quarter		Year-to-date	
	2007	2006	2007	2006
<u>Financial Ratios</u>				
Loss and LAE Ratio	6.8%	-35.9%	-0.3%	-13.8%
Underwriting Expense Ratio	62.6%	70.0%	58.5%	69.9%
Combined Ratio	69.4%	34.1%	58.2%	56.1%
<u>Per Share Data</u>				
Shareholder's Equity (Book Value)	\$14.49	\$12.68	\$14.49	\$12.68
Unearned premiums	8.02	6.44	8.02	6.44
Prepaid Reinsurance Premiums	(0.07)	0.00	(0.07)	-
Deferred Acquisition Costs	(2.97)	(2.53)	(2.97)	(2.53)
Present Value of Installment Premiums ⁽¹⁾	4.76	3.33	4.76	3.33
Unrealized Gains (Losses) on Investments	0.51	0.63	0.51	0.63
Adjusted Book Value	\$24.74	\$20.55	\$24.74	\$20.55
Shares outstanding	27,238,785	27,234,755		
* Based on U.S. GAAP Income Statement Data				

Statutory Basis (estimated)	2nd Quarter		Year-to-date	
	2007	2006	2007	2006
<u>Financial Ratios</u>				
Loss and LAE Ratio	(5.6)%	(36.6)%	(7.0)%	(22.6)%
Underwriting Expense Ratio	42.7%	55.4%	46.2%	60.0%
Combined Ratio	37.1%	18.8%	39.2%	37.4%
<u>Balance Sheet</u>				
	6/30/2007	12/31/2006		
Capital and Surplus	\$338,528	\$332,788		
Contingency Reserve	76,773	70,610		
Capital Base	\$415,302	\$403,398		
Unearned Premium Reserve	252,328	222,558		
Present Value of Installment Premiums ⁽¹⁾	129,717	109,303		
Premium Resources	382,045	331,861		
Loss and LAE Reserves	802	2,094		
Soft Capital Credit Facilities	180,000	180,000		
Total Claims-Paying Resources	\$978,148	\$917,353		
Debt Service Outstanding	\$55,087,603	\$50,944,252		
Capital Ratio ⁽²⁾	133:1	126:1		
Claims-Paying Ratio ⁽³⁾	56:1	56:1		

(1) Present value of future installments, net of ceding commissions, are current estimates and may differ from premium amounts ultimately written and earned.

June 30, 2007 and December 31, 2006, the discount rate was 4.54% and 4.56%, 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)

	YTD							
	2007	2006	2005	2004	2003	2002	2001	2000
GAAP Summary Income Statement Data								
Insurance								
Gross Premiums Written	\$ 51,997	\$ 77,632	\$ 68,147	\$ 66,057	\$ 67,880	\$ 36,205	\$ 26,544	\$ 21,346
Net Premiums Written	51,997	75,486	68,147	66,057	67,880	36,205	26,544	21,346
Premiums Earned	27,792	48,835	42,609	34,721	25,543	17,561	12,898	9,327
Net Investment Income	16,050	24,236	18,202	16,824	13,373	11,209	11,121	10,021
Realized Gains/(Losses)	(8)	(1,002)	(1,584)	536	1,097	2,927	535	252
Unrealized Gains/(Losses) on								
Credit Derivatives	(39)	(14)	(2,526)	2,757	456	(613)	-	-
Loss and Loss Adjustment								
Expenses	(80)	(2,781)	7,204	3,579	3,994	6,110	910	653
Acquisition Expenses	9,859	17,654	15,628	13,387	10,223	7,363	5,688	3,927
Operating Expenses	6,388	13,379	11,531	11,032	5,042	3,360	2,926	3,087
Interest Expense	4,188	2,750	2,750	2,106	-	-	-	-
Net Income	23,440	41,053	19,588	24,734	21,210	14,251	15,030	11,933
ROE ⁽²⁾ *	12.11%	11.70%	6.18%	8.23%	8.93%	8.04%	9.41%	8.48%
Operating ROE ⁽³⁾ *	11.84%	11.82%	7.45%	7.23%	8.56%	7.04%	9.24%	8.14%
GAAP Summary Balance Sheet Data								
Investments	\$ 648,474	\$ 614,458	\$ 469,908	\$ 404,906	\$ 345,837	\$ 219,330	\$ 188,978	\$ 163,578
Deferred Acquisition Costs	80,769	73,838	66,220	58,653	53,017	38,712	30,387	22,976
Total Assets	751,476	711,903	553,572	511,824	426,260	277,121	234,646	201,253
Unearned Premiums	218,471	194,322	165,580	140,043	120,182	77,845	59,201	45,555
Loss and Loss Expense Reserves	15,916	14,506	16,595	15,493	13,821	10,394	4,382	3,529
Long-term Debt	40,000	40,000	40,000	40,000	-	-	-	-
Preferred Shares	75,000	75,000	-	-	-	-	-	-
Total Liabilities	356,756	332,636	230,916	200,319	137,005	91,530	65,603	50,977
Shares outstanding	27,239	27,235	25,885	25,917	25,891	16,774	17,146	17,146
Shareholders' Equity	394,720	379,267	322,656	311,505	289,255	185,590	169,042	150,276
Statutory Data								
Net Income	\$ 15,785	\$ 30,552	\$ 14,127	\$ 9,035	\$ 5,971	\$ 7,047	\$ 7,456	\$ 3,138
Capital and Surplus	\$338,528	332,788	221,192	171,742	151,757	74,678	87,354	92,072
Contingency Reserve	76,773	70,610	63,617	102,880	78,537	60,587	44,065	30,929
Capital Base	415,302	403,398	284,809	274,622	230,294	135,265	131,419	123,002
Unearned Premium Reserve	252,328	222,558	189,135	160,308	131,429	85,575	64,267	49,535
Present Value of Installment Premiums ⁽¹⁾	129,717	109,303	84,839	59,546	55,607	34,541	24,214	14,800
Premium Resources	382,045	331,861	273,974	219,854	187,036	120,116	88,481	64,335
Loss and LAE Reserves	802	2,094	4,978	3,982	1,326	601	-	-
Soft Capital Credit Facilities	180,000	180,000	140,000	140,000	90,000	70,000	70,000	70,000
Total Claims-Paying Resources	978,149	917,353	703,761	638,458	508,656	325,982	289,900	257,337
Financial Ratios								
<u>GAAP</u>								
Loss and LAE Ratio	-0.3%	-5.7%	16.9%	10.3%	15.6%	34.8%	7.1%	7.0%
Underwriting Expense Ratio	58.5%	63.5%	63.7%	70.3%	59.8%	61.1%	66.8%	75.2%
Combined Ratio	58.2%	57.9%	80.6%	80.6%	75.4%	95.9%	73.8%	82.2%
<u>Statutory</u>								
Loss and LAE Ratio	-7.0%	-9.4%	18.3%	15.9%	5.8%	18.1%	0.5%	0.0%
Underwriting Expense Ratio	46.2%	50.7%	50.8%	45.3%	43.7%	53.1%	60.5%	64.9%
Combined Ratio	39.2%	41.3%	69.1%	61.2%	49.6%	71.2%	61.0%	64.9%
Other Financial Information								
Net Par Amount Outstanding	\$ 34,931,236	\$ 31,118,714	\$ 27,054,260	\$ 22,154,050	\$ 19,775,000	\$ 15,860,000	\$ 12,803,180	\$ 9,864,360
<u>Adjusted Book Value</u>								
Book Value Per Share	\$ 14.49	\$ 13.93	\$ 12.47	\$ 12.02	\$ 11.17	\$ 11.06	\$ 9.86	\$ 8.76
Shareholder's Equity (Book Value)	394,720	379,267	322,656	311,505	289,255	185,590	169,042	150,276
Unearned premiums	218,471	194,322	165,580	140,043	120,182	77,845	59,201	45,555
Prepaid reinsurance premiums	2,034	2,091	-	-	-	-	-	-
Deferred Acquisition Costs	80,769	73,838	66,220	58,653	53,017	38,712	30,387	22,976
Present Value of Installment Premiums (1)	129,717	109,303	84,839	59,546	55,607	34,541	24,214	14,800
Unrealized Gains (Losses) on Investments	(13,782)	(5,497)	(4,540)	2,787	4,659	11,002	4,733	998
Adjusted Book Value Per Share	\$ 24.74	\$ 22.49	\$ 19.76	\$ 17.35	\$ 15.73	\$ 14.80	\$ 12.68	\$ 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 June 30, 2007 and December 31, 2006, the discount rate was 4.54% and 4.56%, 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
1st Quarter 2007		\$ 55,087,603
2nd Quarter 2007	776,385	\$ 54,311,218
3rd Quarter 2007	797,571	\$ 53,513,647
4th Quarter 2007	962,639	\$ 52,551,008
2008	2,935,412	\$ 49,615,596
2009	3,161,563	\$ 46,454,033
2010	2,896,682	\$ 43,557,351
2011	2,944,862	\$ 40,612,489
2012-2016	12,688,169	\$ 27,924,320
2017-2021	9,407,935	\$ 18,516,385
2022-2026	7,102,107	\$ 11,414,278
2027 and thereafter	<u>11,414,278</u>	\$ -
Total	<u>\$ 55,087,603</u>	

**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⁾	
2nd Quarter 2007	\$ 195,687			
3rd Quarter 2007	\$ 191,819	\$ 3,868	\$ 7,125	\$ 10,993
4th Quarter 2007	\$ 188,019	\$ 3,800	\$ 6,985	\$ 10,784
2008	\$ 173,421	\$ 14,598	\$ 25,638	\$ 40,236
2009	\$ 159,572	\$ 13,849	\$ 21,157	\$ 35,005
2010	\$ 146,475	\$ 13,097	\$ 18,206	\$ 31,303
2011	\$ 133,995	\$ 12,481	\$ 15,310	\$ 27,791
2012-2016	\$ 82,487	\$ 51,508	\$ 51,567	\$ 103,075
2017-2021	\$ 46,903	\$ 35,584	\$ 30,037	\$ 65,620
2022-2026	\$ 23,964	\$ 22,939	\$ 22,637	\$ 45,576
2027 and thereafter	\$ -	<u>\$ 23,964</u>	<u>\$ 30,398</u>	<u>\$ 54,362</u>
Total		<u>\$ 195,687</u>	<u>\$ 229,059</u>	<u>\$ 424,746</u>

(1) Represents the amortization and future installments from June 30, 2007 based on existing insured issues as of the March 31, 2007.

(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)

2007	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Public Finance	\$ 6,973	\$ 6,959	\$ -	\$ -	\$ 13,932
Structured Finance	6,981	6,879	-	-	13,860
Total	\$ 13,954	\$ 13,838	\$ -	\$ -	\$ 27,792
Refundings included in total	\$ 1,914	\$ 1,607	\$ -	\$ -	\$ 3,521

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

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

	2nd Quarter		Year-to-Date	
	2007	2006	2007	2006
Net Par Written	\$ 3,488,867	\$ 1,287,336	\$ 5,823,135	\$ 3,386,936
GAAP Net Premiums Written	\$ 29,839	\$ 17,485	\$ 51,997	\$ 32,061
Less: Net Installment Premiums Written	\$ 8,956	\$ 6,754	\$ 16,645	\$ 13,589
Net Upfront Premiums Written	\$ 20,883	\$ 10,731	\$ 35,352	\$ 18,472
Plus: PV of Installment Net Premiums Written	\$ 22,696	\$ 3,006	\$ 35,106	\$ 15,690
Net Adjusted Premiums Written	\$ 43,579	\$ 13,737	\$ 70,458	\$ 34,162
U.S. Public Finance	\$ 17,769	\$ 8,309	\$ 27,398	\$ 15,287
U.S. Structured Finance	\$ 10,541	\$ 2,627	\$ 15,552	\$ 6,796
U.S. Total	\$ 28,310	\$ 10,936	\$ 42,950	\$ 22,083
International Public Finance	\$ 11,669	\$ 1,745	\$ 18,694	\$ 6,103
International Structured Finance	\$ 3,600	\$ 1,056	\$ 8,814	\$ 5,976
International Total	\$ 15,269	\$ 2,801	\$ 27,508	\$ 12,079
Net Adjusted Premiums Written	\$ 43,579	\$ 13,737	\$ 70,458	\$ 34,162

(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 June 30, 2007
(dollars in thousands)

Investments

Fixed Income Securities

U.S. Treasuries

Agencies

Corporate

Municipal

Mortgage and Asset Backed

Total Investments

	<u>Market Value</u>	% of Market Value	<u>Amortized Cost</u>	<u>Book Yield</u>	<u>Annualized Income</u>
	\$ 67,281	10.4%	\$ 70,402	4.5%	\$ 3,196
	124,518	19.2%	126,081	5.0%	6,279
	133,772	20.6%	136,498	4.7%	6,388
	12,361	1.9%	11,736	7.1%	832
	310,542	47.9%	317,539	5.3%	16,823
	<u>\$ 648,474</u>	<u>100.0%</u>	<u>\$ 662,256</u>		<u>\$ 33,517</u>

Maturity

Within 1 Year

1 to 5 Years

5 to 10 Years

More than 10 Years

Total Investment Income

	<u>Market Value</u>	% of Market Value
	\$ 73,808	11.4%
	254,811	39.3%
	253,687	39.1%
	66,168	10.2%
	<u>\$ 648,474</u>	<u>100.0%</u>

Average life: 6.89 years

Duration: 4.42 years

**Quality Distribution
of Fixed
Income Investments**

<u>Rating</u>	% of Market Value
Aaa	84.5%
Aa	7.2%
A	8.3%
Baa	0.0%
	<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.
2007				
Case Reserves	\$ 2,566	\$ 2,942	\$ -	\$ -
Unallocated Reserves	<u>11,355</u>	<u>12,974</u>	<u>-</u>	<u>-</u>
Total Reserves	<u>\$ 13,921</u>	<u>\$ 15,916</u>	<u>\$ -</u>	<u>\$ -</u>
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>

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

2007	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Acquisition and Operating Expenses:					
Operating expenses	3,327	4,302	-	-	\$ 7,629
Gross acquisition expenses	<u>6,615</u>	<u>8,935</u>	<u>-</u>	<u>-</u>	<u>\$ 15,550</u>
Gross acquisition and operating expenses	\$ 9,942	\$ 13,237	\$ -	\$ -	\$ 23,179
Deferred Expenses:					
Acquisition expenses	(6,495)	(8,695)	-	-	(15,190)
Operating expenses	<u>(608)</u>	<u>(632)</u>	<u>-</u>	<u>-</u>	<u>\$ (1,240)</u>
Total deferred expenses	(7,103)	(9,327)	-	-	(16,430)
Change in deferred acquisition expenses	<u>4,738</u>	<u>4,760</u>	<u>-</u>	<u>-</u>	<u>\$ 9,498</u>
Total acquisition and operating expense, net of deferred expenses	<u>\$ 7,577</u>	<u>\$ 8,670</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,247</u>

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>	<u>\$ 22,812</u>
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>	<u>\$ (2,464)</u>
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>	<u>\$ 17,124</u>
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>

Deferred Expenses to Deferred Premiums Ratio
(dollars in thousands)

	2005	2006	1st Qtr. 2007	2nd Qtr. 2007	3rd Qtr. 2007	4th Qtr. 2007
Deferred Acquisition Costs	\$ 66,220	\$ 73,838	\$ 76,203	\$ 80,769	\$ -	\$ -
Unearned Premiums	165,580	194,322	202,498	218,471	-	-
Present Value of Future Installment Premiums	<u>84,839</u>	<u>109,303</u>	<u>112,673</u>	<u>129,717</u>	<u>-</u>	<u>-</u>
Adjusted Deferred Premiums	<u>\$ 250,419</u>	<u>\$ 303,625</u>	<u>\$ 315,171</u>	<u>\$ 348,188</u>	<u>\$ -</u>	<u>\$ -</u>
Ratio	26.4%	24.3%	24.2%	23.2%		

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

	Insured YTD, June 30, 2007		Outstanding as of June 30, 2007	
	Net Amount	%	Net Amount	%
US Public Finance				
General Obligation and Lease	\$ 844	14.5%	\$ 6,255	17.9%
Tax backed	210	3.6%	2,368	6.8%
Transportation	307	5.3%	2,596	7.4%
Healthcare	99	1.7%	2,256	6.5%
Utility	229	3.9%	2,991	8.6%
Investor Owned Utilities	70	1.2%	597	1.7%
Higher Education	167	2.9%	529	1.5%
Housing	40	0.7%	390	1.1%
Other	16	0.3%	165	0.5%
Total US Public Finance	\$ 1,984	34.1%	\$ 18,148	52.0%
US Structured Finance				
Commercial ABS	\$ 1,075	18.5%	\$ 5,477	15.7%
Home Equity	409	7.0%	1,449	4.1%
Autos	186	3.2%	586	1.7%
Mortgage Backed Securities	183	3.1%	375	1.1%
Banks and Other Corporate	127	2.2%	244	0.7%
Other Consumer ABS	156	2.7%	500	1.4%
Total US Structured Finance	\$ 2,136	36.7%	\$ 8,630	24.7%
International				
Asset Backed	\$ 644	11.1%	\$ 3,908	11.2%
Public Finance	438	7.5%	2,604	7.5%
Investor Owned Utilities and Other	622	10.7%	1,642	4.7%
Total International	\$ 1,704	29.3%	\$ 8,153	23.3%
Total	\$ 5,823	100.0%	\$ 34,931	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)

	Insured YTD, June 30, 2007		Outstanding as of June 30, 2007	
	Net Amount	%	Net Amount	%
Geographic Distribution				
United States				
CALIFORNIA	\$ 490	8.4%	\$ 2,648	7.6%
NEW YORK	252	4.3%	2,017	5.8%
FLORIDA	(20)	-0.3%	1,176	3.4%
TEXAS	35	0.6%	1,075	3.1%
ILLINOIS	32	0.6%	1,049	3.0%
MASSACHUSETTS	246	4.2%	847	2.4%
WASHINGTON	128	2.2%	803	2.3%
PENNSYLVANIA	87	1.5%	667	1.9%
PUERTO RICO	105	1.8%	660	1.9%
NEW JERSEY	0	0.0%	620	1.8%
Other States	693	11.9%	6,594	18.9%
Multi-State	2,070	35.6%	8,622	24.7%
US Sub-total	\$ 4,119	70.7%	\$ 26,778	76.7%
International				
United Kingdom	\$ 1,013	17.4%	\$ 3,148	9.0%
Australia	174	3.0%	791	2.3%
Germany	30	0.5%	423	1.2%
Italy	10	0.2%	415	1.2%
Canada	2	0.0%	179	0.5%
Turkey	83	1.4%	173	0.5%
Japan	32	0.5%	130	0.4%
France	-	0.0%	121	0.3%
Chile	-	0.0%	113	0.3%
Mexico	21	0.4%	105	0.3%
Other Countries	173	3.0%	463	1.3%
Multinational	166	2.8%	2,092	6.0%
Int. Sub-total	\$ 1,704	29.3%	\$ 8,153	23.3%
Total Par	\$ 5,823	100.0%	\$ 34,931	100.0%

RAM Holdings Ltd.
Largest Exposures
Net Par Outstanding
as of June 30, 2007
(dollars in millions)

Top 10 Largest Public Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 WASHINGTON (State of) - GO/Appropriation	US	\$ 283	AA
2 New York City, NY	US	218	A+
3 California (State of) - GO/Appropriation	US	215	A+
4 New Jersey (State of) GO / Appropriation	US	212	AA-
5 MASSACHUSETTS (State of) - GO Appropriation	US	207	AA-
6 Clark County SD, NV - GO	US	203	AA-
7 Puerto Rico Highway & Transportation Authority	US	201	BBB+
8 NEW YORK ST THRUWAY AUTH, NY - Gasoline Tax Statewide	US	200	AA-
9 MASSCHUSETTS SCHOOL BUILDING AUTHORITY DEDICATED	US	192	AA
10 Region of Lazio, Italy	IT	<u>188</u>	BBB+
Total		\$ 2,120	

Top 10 Largest Structured Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 Private Residential Mortgage-Backed Securities	UK	\$ 196	AAA
2 Super Senior Synthetic Managed CDO of Corporates and ABS	MULTI	126	AAA
3 Super Senior Synthetic Static CDO of IG CMBS	US	125	AAA
4 Super Senior Synthetic CDO of IG Corporates	MULTI	120	AAA
5 ARG Funding Corp 2005-1 (Vanguard Car Rental)	US	119	BBB
6 Hertz Vehicle Financing LLC	US	115	BBB
7 Pooled Actuarial Insurance Policy Securitization - Reg XXX	US	113	BBB
8 Super Senior Synthetic CDO of IG Corporates	MULTI	111	AAA
9 Pooled Actuarial Insurance Policy Securitization - Reg XXX	US	108	AA
10 Super Senior Synthetic Managed IG Balance Sheet CLO	MULTI	<u>107</u>	AAA
Total		\$ 1,241	

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, June 30, 2007		Outstanding as of June 30, 2007	
	Net Amount	%	Net Amount	%
Public Finance¹				
AAA	\$ 362	11.9%	\$ 664	3.0%
AA	1,185	38.9%	8,084	36.1%
A	873	28.7%	9,137	40.8%
BBB	624	20.5%	4,459	19.9%
Below Investment Grade	-	0.0%	49	0.2%
Total	\$ 3,044	100.0%	\$ 22,393	100.0%

	Insured YTD, June 30, 2007		Outstanding as of June 30, 2007	
	Net Amount	%	Net Amount	%
Structured Finance¹				
AAA	\$ 1,743	62.7%	\$ 6,935	55.3%
AA	110	4.0%	942	7.5%
A	182	6.6%	1,518	12.1%
BBB	744	26.8%	3,046	24.3%
Below Investment Grade	-	0.0%	97	0.8%
Total	\$ 2,779	100.0%	\$ 12,538	100.0%

	Insured YTD, June 30, 2007		Outstanding as of June 30, 2007	
	Net Amount	%	Net Amount	%
Total¹				
AAA	\$ 2,105	36.2%	\$ 7,600	21.8%
AA	1,295	22.2%	9,026	25.8%
A	1,055	18.1%	10,655	30.5%
BBB	1,368	23.5%	7,505	21.5%
Below Investment Grade	-	0.0%	146	0.4%
Total	\$ 5,823	100.0%	\$ 34,931	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 June 30, 2007
(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	\$ 5	BB
Tax backed	5	BB
Transportation	32	CCC
Healthcare	2	B+
Utility	0	BB
Investor Owned Utilities	-	N/A
Higher Education	3	BB+
Housing	1	B
Other	1	BB-
Total US Public Finance	\$ 48	NA
US Structured Finance		
Commercial ABS	\$ 59	BB
Home Equity	25	CC
Autos	1	BB
Mortgage Backed Securities	10	BB
Banks and Other Corporate	-	N/A
Other Consumer ABS	1	D
Total US Structured Finance	\$ 96	NA
International		
Public Finance	\$ 1	BB
Asset Backed	1	B-
Total International	\$ 2	NA
Total	\$ 146	NA

Top Ten Non-Investment Grade Exposures as of June 30, 2007¹:

<u>Name or Description</u>	<u>Net Par Outstanding</u>
1 Delta Airlines Inc (2002-1)	\$ 19
2 San Joaquin Hills Transportation Corridor Agency, CA	17
3 Massport Delta Logan Term A	15
4 AMERICA WEST AIRLINES 1999-1	13
5 Northwest Airlines Inc. Pass-Through Trust 2000-1	9
6 IMC HOME EQUITY 1998-3	7
7 AMERICA WEST AIRLINES 2000-1	7
8 CONSECO FINANCE Mfg'd Housing	6
9 AMERICA WEST AIRLINES 2001-1	6
10 New Orleans, LA - GO	5
Total Top Ten Non-Investment Grade Exposures	\$ 102

* 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.

RAM Holdings Ltd.
Quarterly Operating Supplement

Introductory Notes

This operating supplement presents financial information for RAM Holdings Ltd. and its consolidated subsidiary, RAM Reinsurance Company Ltd. (together the "Company") on a U.S. GAAP basis unless otherwise indicated and includes selected information for RAM Reinsurance Company Ltd. as estimated by management to approximate a U.S. statutory accounting basis. RAM Reinsurance Company Ltd. files Bermuda statutory financial statements and does not file or prepare U.S. statutory financial statements.

This supplement should be read in conjunction with documents filed by RAM Holdings Ltd. with the Securities and Exchange Commission, including our 10Q's and 10K's, and financial information posted on our website at www.ramre.com. The financial statements included herein do not include all of the information and disclosures required by generally accepted accounting principles.

This supplement should also be read in conjunction with various footnotes and explanatory notes contained herein, including notes regarding non-GAAP measures. Certain measures reported in this Supplement are not in conformity with U.S. GAAP and should not be considered as a substitute for GAAP measures. They are provided with the intent of enhancing information available to analysts and investors. In particular:

1. Adjusted book value (ABV) and ABV per share is reported because it is used by management, analysts, rating agencies and investors as a measure of the estimated net present value of the Company's in-force premium and capital base or the intrinsic value of the Company assuming no new business production. We derive adjusted book value by beginning with shareholders' equity (book value) and then adding or subtracting the value of:
 - a. Net unearned premium reserve;
 - b. Deferred acquisition costs; and
 - c. The present value of estimated future installment premiums net of ceding commissions (discounted at 4.54% at June 30, 2007 and 4.56% at December 31, 2006).

The definition of ABV used by RAM Re may differ from definitions of ABV used by other financial guaranty companies. The adjustments described above will be realized in future periods and may differ materially from amounts used in determining estimated ABV.

2. Adjusted premiums written (APW) are reported because it is used by management, analysts, rating agencies and investors as a measure of new business production. APW is defined as the gross up-front premiums plus the present value of estimated installment premiums from business written during the current period (discounted at 4.68%). APW as defined by RAM Re may differ from definitions used by other financial guaranty companies.
3. Operating income is reported because it is used by management, analysts, rating agencies and investors as a measure to highlight insurance results. We define operating income as net income excluding (a) realized gains (losses) on investments and (b) unrealized gains (losses) on derivatives. Operating income provides a view of insurance results because realized gains (losses) on investments and unrealized gains (losses) on derivatives are substantially influenced by and fluctuate with factors that generally cannot be controlled or reasonably predicted by management, including interest rates and spreads. Operating return on equity is a useful measure of financial performance

because it excludes the impact of unrealized gains or losses on investments from earnings as well as from shareholders' equity.

Due to the timing of receipt of reports prepared by our ceding companies, par written, par outstanding and associated exposure data, and present value of future installment premiums and estimated future installment premiums are reported on a one quarter lag.

Safe Harbor Statement

Any forward-looking statements made in this supplement reflect the Company's current views and assumptions with respect to future events and financial performance and are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Such statements involve risks and uncertainties that may cause actual results to differ materially from those set forth in these statements. For example, the Company's forward-looking statements regarding future installment premiums and present value of future installment premiums could be affected by a significant reduction in the amount of reinsurance ceded by ceding companies, rating agency action such as a ratings downgrade, general economic conditions, losses in excess of amounts anticipated in the Company's loss reserving, changes in accounting policies or practices, developments in the financial guaranty industry, as well as management's responses to these factors, and other risk factors identified in the Company's filings with the Securities and Exchange Commission. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the dates on which they are made or on which estimates were prepared. The Company undertakes no obligation to publicly update or revise any forward looking statements, whether as a result of new information, future events, or otherwise.