



RAM Holdings Ltd.
Quarterly Operating Supplement ⁽¹⁾
March 31, 2008

Table of Contents	Page
Consolidated Balance Sheets	2
Consolidated Statements of Income	3
Summary Financial Information	4
Annual Financial and Statistical Data	5
Estimated Net Debt Service Amortization	6
Estimated Net Unearned Premium Amortization and Future Installment Premiums	6
Premiums Earned Analysis	7
Par Value and Adjusted Premiums Written	7
Investment Portfolio	8
Loss and Loss Adjustment Expense (LAE) Reserves	9
Insurance Expense Analysis	10
Deferred Expenses to Deferred Premiums Ratio	10
Insured Credit Derivatives	11
Insured Portfolio Profile by Bond Type	12
Insured Portfolio Profile by Geographic Distribution	13
10 Largest Public and Structured Finance Exposures	14
Credit Quality Distribution	15
Non Investment Grade Exposures	16
Notes and Safe Harbor Statement	17

⁽¹⁾ Information included in this report is unaudited

RAM Holdings Ltd.
Consolidated Balance Sheets
(unaudited)
As at March 31, 2008 and December 31, 2007
(dollars in thousands)

	March 31, 2008	December 31, 2007
Assets		
Investments:		
Fixed-maturity securities held as available for sale, at fair value (Amortized Cost: \$691,650 and \$685,645)	\$ 711,591	\$ 696,533
Cash and cash equivalents	12,780	12,326
Restricted cash	6,758	8,178
Accrued investment income	6,280	6,465
Premiums receivable	1,683	3,645
Recoverable on paid losses	1,898	1,808
Deferred policy acquisition costs	88,196	87,304
Prepaid reinsurance premiums	3,617	2,663
Other receivables	4,000	-
Deferred expenses	1,712	1,753
Prepaid expenses	2,863	195
Other financial instruments (at fair value)	36,670	35,330
Other assets	3,693	4,065
Total Assets	\$ 881,741	\$ 860,265
 Liabilities and Shareholders' Equity		
Liabilities:		
Loss and loss expense reserve	\$ 94,330	\$ 63,798
Unearned premiums	244,360	239,957
Reinsurance balances payable	702	539
Accounts payable and accrued liabilities	4,495	3,463
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
Derivative liabilities	347,099	180,589
Other liabilities	3,548	3,913
Total Liabilities	809,534	607,952
Shareholders' Equity:		
Common stock: \$0.10 par value; authorized shares - 90,000,000; Issued and outstanding shares -27,248,700 shares at March 31, 2008 and 27,238,976 at December 31, 2007	2,725	2,724
Additional paid-in capital	229,687	229,379
Accumulated other comprehensive income	19,942	10,888
Retained (deficit)/earnings	(180,147)	9,322
Total Shareholders' Equity	72,207	252,313
Total Liabilities and Shareholders' Equity	\$ 881,741	\$ 860,265

RAM Holdings Ltd.
Consolidated Statements of Operations
(unaudited)
For the three months ended March 31, 2008 and 2007
(dollars in thousands except share and per share amounts)

	Three Months Ended March 31	
	2008	2007
Revenues		
Gross premiums written	\$ 17,647	\$ 20,714
Ceded premiums	(1,000)	-
Net premiums written	<u>\$ 16,647</u>	<u>\$ 20,714</u>
Change in unearned premiums	<u>(3,449)</u>	<u>(8,205)</u>
Premiums earned	<u>13,198</u>	<u>12,509</u>
Change in fair value of credit derivatives		
Realized gains and other settlements	2,614	1,009
Unrealized losses	<u>(166,384)</u>	<u>(30)</u>
Net change in fair value of credit derivatives	<u>(163,770)</u>	<u>979</u>
Net investment income	8,213	7,645
Net realized losses on investments	(912)	-
Net unrealized gains on other financial instruments	<u>1,340</u>	<u>-</u>
Total revenues	(141,931)	21,133
Expenses		
Losses and loss adjustment expenses	37,528	(1,014)
Acquisition expenses	4,619	4,421
Operating expenses	4,709	2,720
Interest expense	<u>682</u>	<u>682</u>
Total expenses	47,538	6,809
Net (Loss)/Income	<u>\$ (189,469)</u>	<u>\$ 14,324</u>
Net (loss)/income per common share:		
Basic	\$ (6.95)	\$ 0.53
Diluted	(6.95)	0.52
Weighted-average number of common shares outstanding:		
Basic	27,243,316	27,234,755
Diluted	27,243,316	27,353,821
Operating (Loss)/Earnings		
Net (loss) income	\$ (189,469)	\$ 14,324
Less: Realized (gains) losses on investments	912	-
Less: Unrealized losses on credit derivatives	166,384	30
Add back: credit impairment on derivatives	(12,390)	-
Less: Unrealized gains on other financial instruments	<u>(1,340)</u>	<u>-</u>
Operating (Loss)/Earnings per share	<u>\$ (35,903)</u>	<u>\$ 14,354</u>
Net (loss)/income per common share	\$ (6.95)	\$ 0.52
Less: Realized (gains) losses on investments	0.03	-
Less: Unrealized losses on credit derivatives	6.11	0.00
Add back: credit impairment on derivatives	(0.45)	-
Less: Unrealized gains on other financial instruments	<u>(0.05)</u>	<u>-</u>
Operating (loss)/earnings per share	<u>\$ (1.31)</u>	<u>\$ 0.52</u>

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

Financial Ratios	1st Quarter		Year-to-date	
	2008	2007	2008	2007
GAAP Basis *				
Loss and LAE Ratio	284.3%	-8.1%	284.3%	-8.1%
Underwriting Expense Ratio	70.7%	57.1%	70.7%	57.1%
Combined Ratio	355.0%	49.0%	355.0%	49.0%
Non GAAP basis ⁽¹⁾				
Loss and LAE Ratio ⁽²⁾	293.8%	-7.3%	260.6%	-7.3%
Underwriting Expense Ratio ⁽³⁾	61.8%	54.3%	61.8%	54.3%
Combined Ratio	355.6%	47.0%	322.4%	47.0%
* Based on U.S. GAAP Income Statement Data				
Per Share Data				
Shareholder's Equity (Book Value)	\$2.65	\$14.51	\$2.65	\$14.51
Unearned premiums ⁽⁴⁾	9.08	7.44	9.08	\$7.44
Prepaid Reinsurance Premiums	(0.13)	(0.08)	(0.13)	(\$0.08)
Deferred Acquisition Costs	(3.24)	(2.80)	(3.24)	(\$2.80)
Present Value of Installment Premiums ⁽⁵⁾	7.08	4.14	7.08	4.14
Unrealized Gains (Losses) on Investments	(0.73)	0.14	(0.73)	0.14
Adjusted Book Value	\$14.70	\$23.35	\$14.70	\$23.35
Shares outstanding	27,248,700	27,234,755		

Statutory Basis (estimated)	1st Quarter		Year-to-date	
	2008	2007	2008	2007
Financial Ratios				
Loss and LAE Ratio	253.9%	(8.7)%	253.9%	(8.7)%
Underwriting Expense Ratio	68.2%	51.0%	68.2%	51.0%
Combined Ratio	322.1%	42.3%	322.1%	42.3%
Balance Sheet				
	3/31/2008	12/31/2007		
Capital and Surplus	\$221,376	\$266,707		
Contingency Reserve	96,399	90,096		
Capital Base	\$317,775	\$356,804		
Unearned Premium Reserve	285,165	280,345		
Present Value of Installment Premiums ⁽⁵⁾	192,877	165,644		
Premium Resources	478,042	445,989		
Loss and LAE Reserves (incl.credit impairment)	105,955	73,052		
Soft Capital Credit Facilities	180,000	180,000		
Total Claims-Paying Resources	\$1,081,772	\$1,055,845		
Debt Service Outstanding	\$77,193,318	\$71,911,109		
Capital Ratio ⁽⁶⁾	243:1	202:1		
Claims-Paying Ratio ⁽⁷⁾	71:1	68:1		

(1) Non GAAP ratios calculated including amounts relating to credit derivative policies.

(2) Calculated by dividing loss and loss adjustment expenses plus change in credit impairments by net earned premiums (including earned premiums on credit derivatives).

(3) Calculated by dividing acquisition expenses plus operating expenses plus acquisition costs on credit derivatives by net earned premiums (including earned premiums on credit derivative policies).

(4) Including unearned premium amounts relating to credit derivative policies

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

At March 31, 2008 and December 31, 2007, the discount rate was 3.28% and 4.26%, respectively.

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

(7) 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)

	Q1	As Reclassified ⁽¹⁾			
	2008	2007	2006	2005	2004
GAAP Summary Income Statement Data					
Insurance					
Gross Premiums Written	\$ 17,647	\$ 98,501	\$ 73,219	\$ 63,163	\$ 63,732
Net Premiums Written	16,647	97,749	71,073	63,163	63,732
Premiums Earned	13,198	51,005	44,292	39,036	32,375
Net change in fair value of credit derivatives	(163,770)	(171,806)	3,190	(157)	4,350
Net Investment Income	8,213	33,148	24,236	18,202	16,824
Realized Gains/(Losses) on Investments	(912)	(3,604)	(1,002)	(1,584)	536
Unrealized Gain on Other Financial Instruments	1,340	35,330	-	-	-
Loss and Loss Adjustment Expenses	37,528	48,026	(2,781)	7,204	3,579
Acquisition Expenses	4,619	18,418	16,315	14,424	12,634
Operating Expenses	4,709	13,373	13,379	11,531	11,032
Interest Expense	682	8,375	2,750	2,750	2,106
Net (Loss)/Income	(189,469)	(144,119)	41,053	19,588	24,734
ROE ⁽³⁾ *	-467.08%	-45.64%	11.70%	6.18%	8.23%
Operating ROE ⁽⁴⁾ *	-97.80%	-13.57%	11.82%	7.45%	7.23%
GAAP Summary Balance Sheet Data					
Investments	\$ 711,591	\$ 696,533	\$ 578,589	\$ 469,908	\$ 404,906
Deferred Acquisition Costs	88,196	87,304	73,838	66,220	58,653
Total Assets	881,741	860,265	711,843	553,498	511,413
Unearned Premiums	244,360	239,957	192,641	163,769	139,632
Loss and Loss Expense Reserves	94,330	63,798	14,506	16,595	15,493
Derivative Liability	347,099	180,589	1,621	1,737	-
Long-term Debt	40,000	40,000	40,000	40,000	40,000
Preferred Shares	75,000	75,000	75,000	-	-
Total Liabilities	809,534	607,952	332,576	230,842	199,908
Shares outstanding	27,249	27,239	27,235	25,885	25,917
Shareholders' Equity	72,207	252,313	379,267	322,656	311,505
Statutory Data					
Net (Loss)/Income	\$ (30,966)	\$ (39,014)	\$ 30,552	\$ 14,127	\$ 9,035
Capital and Surplus	\$221,376	266,707	332,788	221,192	171,742
Contingency Reserve	96,399	90,096	70,610	63,617	102,880
Capital Base	317,775	356,804	403,398	284,809	274,622
Unearned Premium Reserve	285,165	280,345	222,558	189,135	160,308
Present Value of Installment Premiums ⁽²⁾	192,877	165,644	109,303	84,839	59,546
Premium Resources	478,042	445,989	331,861	273,974	219,854
Loss and LAE Reserves	105,955	73,052	2,094	4,978	3,982
Soft Capital Credit Facilities	180,000	180,000	180,000	140,000	140,000
Total Claims-Paying Resources	1,081,772	1,055,845	917,353	703,761	638,458
Financial Ratios					
<u>GAAP</u>					
Loss and LAE Ratio	284.3%	94.2%	-6.3%	18.5%	11.1%
Underwriting Expense Ratio	70.7%	62.3%	67.0%	66.5%	73.1%
Combined Ratio	355.0%	156.5%	60.8%	84.9%	84.2%
<u>Statutory</u>					
Loss and LAE Ratio	253.9%	140.6%	-9.4%	18.3%	15.9%
Underwriting Expense Ratio	68.2%	44.6%	50.7%	50.8%	45.3%
Combined Ratio	322.1%	185.2%	41.3%	69.1%	61.2%
Other Financial Information					
Net Par Amount Outstanding	\$ 48,658,583	\$ 45,393,803	\$ 31,118,714	\$ 27,054,260	\$ 22,154,050
<u>Adjusted Book Value</u>					
Book Value Per Share	\$ 2.65	\$ 9.26	\$ 13.93	\$ 12.47	\$ 12.02
Shareholder's Equity (Book Value)	72,207	252,313	379,267	322,656	311,505
Unearned premiums ⁽⁵⁾	247,358	242,829	194,322	165,580	140,043
Prepaid reinsurance premiums	3,617	2,663	2,091	-	-
Deferred Acquisition Costs	88,196	87,304	73,838	66,220	58,653
Present Value of Installment Premiums ⁽²⁾	192,877	165,644	109,303	84,839	59,546
Unrealized Gains (Losses) on Investments	19,942	10,888	(5,497)	(4,540)	2,787
Adjusted Book Value Per Share	\$ 14.70	\$ 20.56	\$ 22.49	\$ 19.76	\$ 17.35

(1) As at March 31, 2008 RAM implemented a change in the presentation of credit derivative contracts. Credit derivative contracts are now separately disclosed in the statement of consolidated operations under "change in fair value of credit derivatives" as compared to the previous presentation of inclusion with our other financial guaranty contracts. This new presentation does not change the Company's net income, comprehensive income, earnings per share or shareholders' equity.

(2) 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 March 31, 2008 and December 31, 2007, the discount rate was 3.28% and 4.26%, respectively.

(3) Net income divided by average shareholders' equity

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

(5) Including balances on credit derivative policies

* 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
4th Quarter 2007		77,193,318
1st Quarter 2008	1,024,807	76,168,511
2nd Quarter 2008	965,452	75,203,059
3rd Quarter 2008	1,082,229	74,120,829
4th Quarter 2008	906,988	73,213,841
2009	3,915,674	69,298,167
2010	4,179,473	65,118,694
2011	3,811,756	61,306,938
2012	4,371,375	56,935,562
2013-2017	19,208,741	37,726,821
2018-2022	11,672,696	26,054,125
2023-2027	9,207,251	16,846,874
2028 and thereafter	<u>16,846,874</u>	-
Total	<u><u>77,193,318</u></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⁾	
1st Quarter 2008	\$ 242,183			
2nd Quarter 2008	\$ 237,668	\$ 4,515	\$ 10,410	\$ 14,926
3rd Quarter 2008	\$ 233,179	\$ 4,488	\$ 10,210	\$ 14,698
4th Quarter 2008	\$ 228,752	\$ 4,427	\$ 10,095	\$ 14,522
2009	\$ 211,728	\$ 17,024	\$ 35,405	\$ 52,430
2010	\$ 195,594	\$ 16,134	\$ 31,707	\$ 47,840
2011	\$ 180,189	\$ 15,405	\$ 28,195	\$ 43,600
2012	\$ 165,458	\$ 14,731	\$ 24,162	\$ 38,893
2013-2017	\$ 105,064	\$ 60,394	\$ 75,668	\$ 136,062
2018-2022	\$ 62,798	\$ 42,266	\$ 36,980	\$ 79,246
2023-2027	\$ 34,790	\$ 28,008	\$ 21,603	\$ 49,611
2028 and thereafter	\$ -	\$ 34,790	\$ 29,111	\$ 63,901
Total		<u>\$ 242,183</u>	<u>\$ 313,546</u>	<u>\$ 555,729</u>

(1) Represents the amortization and future installments from March 31, 2008 based on existing insured issues as of the December 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 ⁽¹⁾

(dollars in thousands)

2008	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Public Finance	\$ 6,398	\$ -	\$ -	\$ -	\$ 6,398
Structured Finance	6,800	-	-	-	6,800
Total	<u>\$ 13,198</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13,198</u>
Refundings included in total	\$ 534	\$ -	\$ -	\$ -	\$ 534

2007	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-Date
Public Finance	\$ 6,924	\$ 6,884	\$ 6,821	\$ 6,884	\$ 27,513
Structured Finance	5,585	5,161	6,957	5,788	23,491
Total	<u>\$ 12,509</u>	<u>\$ 12,045</u>	<u>\$ 13,778</u>	<u>\$ 12,672</u>	<u>\$ 51,004</u>
Refundings included in total	\$ 1,914	\$ 1,607	\$ 1,061	\$ 1,119	\$ 5,701

Par Value and Adjusted Premiums ⁽²⁾
(dollars in thousands)

	1st Quarter		Year-to-Date	
	2008	2007	2008	2007
Net Par Written	\$ 4,283,975	\$ 2,334,267	\$ 4,283,975	\$ 2,334,267
GAAP Net Premiums Written	\$ 16,647	\$ 20,714	\$ 16,647	\$ 20,714
Net Premiums Written on CDS ⁽³⁾	3,921	1,444	3,921	1,444
Total Net Premiums Written	<u>\$ 20,568</u>	<u>\$ 22,158</u>	<u>\$ 20,568</u>	<u>\$ 22,158</u>
Less: Net Installment Premiums Written	11,455	7,689	11,455	7,689
Net Upfront Premiums Written	9,113	14,469	9,113	14,469
Plus: PV of Installment Net Premiums Written	<u>32,120</u>	<u>12,410</u>	<u>32,120</u>	<u>12,410</u>
Net Adjusted Premiums Written	\$ 41,233	\$ 26,879	\$ 41,233	\$ 26,879
U.S. Public Finance	11,139	9,629	11,139	9,629
U.S. Structured Finance	<u>19,148</u>	<u>5,011</u>	<u>19,148</u>	<u>5,011</u>
U.S. Total	30,287	14,640	30,287	14,640
International Public Finance	5,148	7,025	5,148	7,025
International Structured Finance	<u>5,798</u>	<u>5,214</u>	<u>5,798</u>	<u>5,214</u>
International Total	10,946	12,239	10,946	12,239
Net Adjusted Premiums Written	<u>\$ 41,233</u>	<u>\$ 26,879</u>	<u>\$ 41,233</u>	<u>\$ 26,879</u>

(1) Excludes premiums relating to credit derivative policies.

(2) 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.

(3) Premiums Written relating to credit default swap policies

RAM Holdings Ltd
Investment Portfolio
As of March 31, 2008
(dollars in thousands)

Fixed Income Securities

	<u>Market Value</u>	<u>% of Market Value</u>	<u>Amortized Cost</u>	<u>Book Yield</u>	<u>Annualized Income</u>
U.S.Treasuries	\$ 76,442	10.7%	\$ 70,388	4.5%	\$ 3,196
Agencies	161,442	22.7%	152,694	4.6%	6,993
Corporate	122,415	17.2%	121,462	5.0%	6,049
Municipal	47,039	6.6%	45,881	4.7%	2,163
Mortgage and Asset Backed	304,253	42.8%	301,225	5.1%	15,252
Total Investments	<u>\$ 711,591</u>	<u>100.0%</u>	<u>\$ 691,650</u>	4.8%	<u>\$ 33,653</u>

Maturity

	<u>Market Value</u>	<u>% of Market Value</u>
Within 1 Year	\$ 21,271	3.0%
1 to 5 Years	159,117	22.4%
5 to 10 Years	149,406	21.0%
More than 10 Years	77,544	10.9%
Mortgage and asset-backed securities	304,253	42.7%
Total Investments	<u>\$ 711,591</u>	<u>100.0%</u>

Average life: 6.55 years

Duration: 4.72 years

**Quality Distribution
of Fixed
Income Investments**

<u>Rating</u>	<u>% of Market Value</u>
Aaa	84.1%
Aa	7.2%
A	8.4%
BBB	0.3%
	<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.
2008				
Case Reserves	\$ 51,049	\$ -	\$ -	\$ -
Unallocated Reserves	43,281	-	-	-
Total Reserves	<u>\$ 94,330</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Credit Impairments ⁽¹⁾	56,804	-	-	-
Total Portfolio Losses	<u>\$ 151,134</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
2007				
Case Reserves	\$ 2,566	\$ 2,942	\$ 2,975	\$ 30,447
Unallocated Reserves	11,355	12,974	14,632	33,351
Total Reserves	<u>\$ 13,921</u>	<u>\$ 15,916</u>	<u>\$ 17,607</u>	<u>\$ 63,798</u>
Credit Impairments ⁽¹⁾	-	-	-	44,413
Total Portfolio Losses	<u>\$ 13,921</u>	<u>\$ 15,916</u>	<u>\$ 17,607</u>	<u>\$ 108,211</u>

(1) Represents estimated impairments of reinsured credit default swap contracts

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

2008	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-date
Acquisition and Operating Expenses:					
Operating expenses	5,177	-	-	-	5,177
Gross acquisition expenses	5,042	-	-	-	5,042
Gross acquisition and operating expenses	\$ 10,219	\$ -	\$ -	\$ -	\$ 10,219
Deferred Expenses:					
Acquisition expenses	(6,034)	-	-	-	(6,034)
Operating expenses	(468)	-	-	-	(468)
Total deferred expenses	(6,502)	-	-	-	(6,502)
Change in deferred acquisition expenses	5,611	-	-	-	5,611
Total acquisition and operating expense, net of deferred expenses	\$ 9,328	\$ -	\$ -	\$ -	\$ 9,328

2007	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-date
Acquisition and Operating Expenses:					
Operating expenses	3,327	4,302	3,713	4,551	15,893
Gross acquisition expenses	6,179	8,315	7,870	7,001	29,365
Gross acquisition and operating expenses	\$ 9,506	\$ 12,617	\$ 11,583	\$ 11,552	\$ 45,258
Deferred Expenses:					
Acquisition expenses	(6,495)	(8,695)	(8,470)	(7,972)	(31,632)
Operating expenses	(608)	(632)	(638)	(641)	(2,519)
Total deferred expenses	(7,103)	(9,327)	(9,108)	(8,613)	(34,151)
Change in deferred acquisition expenses	4,738	4,760	5,920	5,266	20,684
Total acquisition and operating expense, net of deferred expenses	\$ 7,141	\$ 8,050	\$ 8,395	\$ 8,205	\$ 31,791

Deferred Expenses to Deferred Premiums Ratio
(dollars in thousands)

	2006	2007	1st Qtr. 2008	2nd Qtr. 2008	3rd Qtr. 2008	4th Qtr. 2008
Deferred Acquisition Costs	\$ 73,838	\$ 87,304	\$ 88,196	\$ -	\$ -	\$ -
Unearned Premiums	192,641	239,957	244,360	-	-	-
Present Value of Future Installment Premiums	109,303	165,644	192,877	-	-	-
Adjusted Deferred Premiums	\$ 301,944	\$ 405,601	\$ 437,237	\$ -	\$ -	\$ -
Ratio	24.5%	21.5%	20.2%			

RAM Holdings Ltd.
Change in Fair Value of Credit Derivatives
(dollars in thousands)

	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-date
2008					
Gross Premiums Written	\$ 3,921	\$ -	\$ -	\$ -	\$ 3,921
Change in Unearned Premiums	(126)	-	-	-	(126)
Premiums Earned	<u>\$ 3,795</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,795</u>
Acquisition Expenses	1,181	-	-	-	1,181
Losses and Loss Adjustment Expenses ⁽¹⁾	-	-	-	-	-
Net Realized Gains (Losses) on Credit Derivatives	<u>2,614</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,614</u>
Net Unrealized Gains (Losses) on Credit Derivatives	<u>(166,384)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(166,384)</u>
Net Change in Fair Value of Credit Derivatives	<u>\$ (163,770)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (163,770)</u>
2007					
Gross Premiums Written	\$ 1,444	\$ 2,042	\$ 2,734	\$ 4,028	\$ 10,248
Change in Unearned Premiums	1	(250)	(41)	(901)	(1,191)
Premiums Earned	<u>\$ 1,445</u>	<u>\$ 1,792</u>	<u>\$ 2,693</u>	<u>\$ 3,127</u>	<u>\$ 9,057</u>
Acquisition Expenses	436	620	823	1,208	3,087
Losses and Loss Adjustment Expenses ⁽¹⁾	-	-	-	-	-
Net Realized Gains (Losses) on Credit Derivatives	<u>1,009</u>	<u>1,172</u>	<u>1,870</u>	<u>1,919</u>	<u>5,970</u>
Net Unrealized Gains (Losses) on Credit Derivatives	<u>(31)</u>	<u>(8)</u>	<u>(28,369)</u>	<u>(149,369)</u>	<u>(177,777)</u>
Net Change in Fair Value of Credit Derivatives	<u>\$ 978</u>	<u>\$ 1,164</u>	<u>\$ (26,499)</u>	<u>\$ (147,450)</u>	<u>\$ (171,807)</u>

Credit Derivative Liability
(dollars in thousands)

	1st Qtr.	2nd Qtr.	3rd Qtr.	4th Qtr.	Year-to-date
2008					
Opening Net Derivative Asset/(Liability)	\$ (180,589)	\$ -	\$ -	\$ -	\$ (180,589)
Unrealized Loss	(153,994)	-	-	-	(153,994)
Credit impairments ⁽²⁾	(12,390)	-	-	-	(12,390)
Change in unearned premiums on credit derivatives	(126)	-	-	-	(126)
Net movement in Asset (Liability)	<u>(166,510)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(166,510)</u>
Closing Net Derivative Asset/(Liability)	<u>\$ (347,099)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (347,099)</u>
2007					
Opening Net Derivative Asset/(Liability)	\$ (1,621)	\$ (1,651)	\$ (1,909)	\$ (30,319)	\$ (1,621)
Unrealized Loss	(31)	(8)	(28,369)	(104,956)	(133,364)
Credit impairments ⁽²⁾	-	-	-	(44,413)	(44,413)
Change in unearned premiums on credit derivatives	1	(250)	(41)	(901)	(1,191)
Net movement in Asset (Liability)	<u>(30)</u>	<u>(258)</u>	<u>(28,410)</u>	<u>(150,270)</u>	<u>(178,968)</u>
Closing Net Derivative Asset/(Liability)	<u>\$ (1,651)</u>	<u>\$ (1,909)</u>	<u>\$ (30,319)</u>	<u>\$ (180,589)</u>	<u>\$ (180,589)</u>

(1) includes the change in estimated impairments of reinsured credit default swap contracts

(2) Represents the change in estimated impairments of reinsured credit default swap contracts

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

	Insured YTD, March 31, 2008		Outstanding as of March 31, 2008	
	Net Amount	%	Net Amount	%
US Public Finance				
General Obligation and Lease	\$ 588	13.7%	\$ 8,419	17.3%
Tax backed	32	0.7%	2,578	5.3%
Transportation	411	9.6%	3,470	7.1%
Healthcare	262	6.1%	2,806	5.8%
Utility	258	6.0%	3,931	8.1%
Investor Owned Utilities	141	3.3%	872	1.8%
Higher Education	11	0.2%	821	1.7%
Housing	64	1.5%	435	0.9%
Other	26	0.6%	364	0.7%
Total US Public Finance	\$ 1,793	41.8%	\$ 23,695	48.7%
US Structured Finance				
Commercial ABS	\$ 572	13.3%	\$ 9,651	19.8%
Home Equity	71	1.7%	1,763	3.6%
Autos	394	9.2%	913	1.9%
Mortgage Backed Securities	52	1.2%	699	1.4%
Banks and Other Corporate	-	0.0%	196	0.4%
Other Consumer ABS	385	9.0%	939	1.9%
Total US Structured Finance	\$ 1,474	34.4%	\$ 14,162	29.1%
International				
Asset Backed	\$ 572	13.3%	\$ 5,467	11.2%
Public Finance	390	9.1%	3,459	7.1%
Investor Owned Utilities and Other	56	1.3%	1,876	3.9%
Total International	\$ 1,018	23.8%	\$ 10,802	22.2%
Total	\$ 4,284	100.0%	\$ 48,659	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, March 31, 2008		Outstanding as of March 31, 2008	
	Net Amount	%	Net Amount	%
Geographic Distribution				
United States				
CALIFORNIA	\$ 308	7.2%	\$ 3,896	8.0%
NEW YORK	281	6.6%	2,877	5.9%
FLORIDA	64	1.5%	1,604	3.3%
ILLINOIS	125	2.9%	1,476	3.0%
TEXAS	93	2.2%	1,361	2.8%
MASSACHUSETTS	(2)	0.0%	950	2.0%
PENNSYLVANIA	208	4.9%	921	1.9%
NEW JERSEY	51	1.2%	834	1.7%
WASHINGTON	42	1.0%	819	1.7%
MICHIGAN	40	0.9%	749	1.5%
OTHER STATES	555	13.0%	8,460	17.4%
MULTI-STATE	1,501	35.0%	13,910	28.6%
US Sub-total	\$ 3,266	76.2%	\$ 37,857	77.8%
International				
United Kingdom	\$ 245	5.7%	\$ 3,970	8.2%
Australia	208	4.9%	1,237	2.5%
Italy	2	0.0%	661	1.4%
Germany	181	4.2%	589	1.2%
Canada	-	0.0%	314	0.6%
France	141	3.3%	301	0.6%
Japan	50	1.2%	192	0.4%
Turkey	-	0.0%	172	0.4%
Chile	-	0.0%	128	0.3%
Mexico	-	0.0%	103	0.2%
Other Countries	26	0.6%	630	1.3%
Multinational	165	3.9%	2,506	5.1%
Int. Sub-total	\$ 1,018	23.8%	\$ 10,802	22.2%
Total Par	\$ 4,284	100.0%	\$ 48,659	100.0%

RAM Holdings Ltd.
Largest Exposures
Net Par Outstanding
as of March 31, 2008
(dollars in millions)

Top 10 Largest Public Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 Chicago, IL	US	\$ 284	A+
2 Washington (State of) - GO/Appropriation	US	280	AA
3 Massachusetts (State of) - GO Appropriation	US	266	AA
4 California (State of) - GO/Appropriation	US	256	A+
5 Clark County SD, NV - GO	US	250	AA-
6 Puerto Rico Highway & Transportation Authority	US	244	BBB
7 New Jersey (State of) GO / Appropriation	US	243	AA-
8 Campania Region - Healthcare Receivable	ITA	237	A-
9 New York, NY Muni Water Finance Authority	US	231	AA
10 Port Authority of New York and New Jersey	US	<u>226</u>	AA-
Total		\$ 2,515	

Top 10 Largest Structured Finance Exposures:	Country	NPO	RAM Re Rating ¹
1 Super Senior Synthetic Pooled IG CMBS	US	\$ 175	AAA
2 Market Value CLO	US	163	AAA
3 Private Residential Mortgage-Backed Securities	GBR	160	AAA
4 National Collegiate Student Loan 2007-4	US	150	BBB+
5 National Collegiate Student Loan 2007-3	US	150	BBB+
6 Super Senior Synthetic Pooled IG CMBS	US	150	AAA
7 Synthetic CDO of CLOs, CDOs and RMBS	US	150	BIG
8 Super Senior Synthetic Managed CDO of Corporates and ABS	MULTI	138	AAA
9 Telereal Securitisation plc	GBR	136	AA-
10 Super Senior Synthetic Managed CDO of Corporates and ABS	MULTI	<u>133</u>	AAA
Total		\$ 1,507	

1. Rating assigned by RAM Re, which takes into consideration ratings assigned by the primaries and the rating agencies. Ratings are assigned as of April 15, 2008.

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

	Insured YTD, March 31, 2008 ¹		Outstanding as of March 31, 2008 ²	
	Net Amount	%	Net Amount	%
Public Finance				
AAA	\$ 253	11.3%	\$ 919	3.2%
AA	722	32.2%	11,149	38.4%
A	763	34.1%	11,350	39.1%
BBB	501	22.4%	5,417	18.7%
Below Investment Grade	-	0.0%	188	0.6%
Total	\$ 2,239	100.0%	\$ 29,024	100.0%

	Insured YTD, March 31, 2008 ¹		Outstanding as of March 31, 2008 ²	
	Net Amount	%	Net Amount	%
Structured Finance				
AAA	\$ 949	46.4%	\$ 11,700	59.6%
AA	9	0.4%	1,083	5.5%
A	184	9.0%	1,928	9.8%
BBB	904	44.2%	3,581	18.2%
Below Investment Grade	-	0.0%	1,343	6.9%
Total	\$ 2,045	100.0%	\$ 19,635	100.0%

	Insured YTD, March 31, 2008 ¹		Outstanding as of March 31, 2008 ²	
	Net Amount	%	Net Amount	%
Total				
AAA	\$ 1,202	28.1%	\$ 12,620	25.9%
AA	730	17.0%	12,232	25.1%
A	947	22.1%	13,278	27.3%
BBB	1,405	32.8%	8,998	18.5%
Below Investment Grade	-	0.0%	1,531	3.2%
Total	\$ 4,284	100.0%	\$ 48,659	100.0%

1. Original ratings assigned at initial underwriting.

2. 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 March 31, 2008
(dollars in millions)

Non-Investment Grade Exposures by:	Net Par Outstanding	Average RAM Re Rating^{1*}
<u>Asset Type</u>		
US Public Finance		
General Obligation and Lease	\$ 5	BB
Tax backed	5	BB
Transportation	32	CCC
Healthcare	6	BB
Utility	85	CCC+
Investor Owned Utilities	-	
Higher Education	2	BB+
Housing	1	B
Other	1	BB-
Total US Public Finance	\$ 136	NA
US Structured Finance		
Commercial ABS	\$ 614	B-
Home Equity	681	CCC-
Autos	-	
Mortgage Backed Securities	24	B-
Banks and Other Corporate	-	
Other Consumer ABS	-	
Total US Structured Finance	\$ 1,319	NA
International		
Public Finance	\$ 53	CCC
Asset Backed	24	CCC
Total International	\$ 77	NA
Total	\$ 1,531	NA

Top Ten Non-Investment Grade Exposures as of March 31, 2008

<u>Name or Description</u>	<u>Net Par Outstanding</u>
1 Synthetic CDO of CLOs, CDOs and RMBS	\$ 150
2 High Grade ABS CDO	\$ 100
3 Jefferson County, AL Sewer	\$ 84
4 High Grade ABS CDO	\$ 59
5 Metronet Rail SSL & BCV Finance Plc	\$ 52
6 Greenpoint Mortgage Funding Trust 2006-HE1	\$ 49
7 High Grade ABS CDO	\$ 48
8 CWHEQ Revolving Home Equity Loan Trust, 2006-E	\$ 45
9 High Grade ABS CDO	\$ 40
10 CWHEQ Revolving Home Equity Loan Trust, 2006-I	\$ 40
Total Top Ten Non-Investment Grade Exposures	\$ 667

* 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. Ratings are assigned as of April 15, 2008.

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 3.28% at March 31, 2008 and 4.26% at December 31, 2007).

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 3.45%). 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.

4. Non GAAP ratios are reported because management considers our credit derivative policies as a normal extension of our financial guarantee business and reinsurance in substance. Management considers these ratios to be useful to analysts, rating agencies and investors to review the results of our entire portfolio of policies. Non GAAP ratios are calculated by adding amounts relating to credit derivative policies into the GAAP balances of (i) net premiums earned, (ii) loss and loss adjustment expenses, and (iii) acquisition expenses when calculating loss and expense ratios.

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.