

BAM

BUILD AMERICA MUTUAL

Quarterly Operating Supplement
December 31, 2018

Build America Mutual Assurance Company
Quarterly Operating Supplement
December 31, 2018

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CAUTIONARY STATEMENT REGARDING FORWARD LOOKING STATEMENTS

The information contained in this report may contain "forward looking statements" within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical facts, included or referenced in this report which address activities, events or developments which Build America Mutual Assurance Company ("Build America" or "BAM") expects or anticipates will or may occur in the future are forward-looking statements. The words "will," "believe," "intend," "expect," "anticipate," "project," "estimate," "predict" and similar expressions are also intended to identify forward looking statements. These forward looking statements include, among others, statements with respect to Build America's:

- changes in U.S. statutory basis surplus or claims paying resources;
- business strategy;
- financial and operating targets or plans;
- incurred losses and the adequacy of its loss and loss adjustment expense reserves and related reinsurance;
- projections of revenues, income (or loss), earnings (or loss), dividends, market share or other financial forecasts;
- expansion and growth of its business and operations; and
- future capital expenditures.

These statements are based on certain assumptions and analyses made by Build America in light of its experience and perception of historical trends, current conditions and expected future developments, as well as other factors believed to be appropriate in the circumstances. However, whether actual results and developments will conform with its expectations and predictions is subject to a number of risks and uncertainties that could cause actual results to differ materially from expectations, including:

- claims arising from catastrophic events, such as hurricanes, earthquakes, floods or terrorist attacks;
- the continued availability of capital and financing;
- general economic, market or business conditions;
- business opportunities (or lack thereof) that may be presented to it and pursued;
- competitive forces, including the conduct of other property and casualty insurers and reinsurers;
- changes in domestic or foreign laws or regulations, or their interpretation, applicable to Build America, its competitors or its clients;
- an economic downturn or other economic conditions adversely affecting its financial position;
- recorded loss reserves subsequently proving to have been inadequate;
- actions taken by ratings agencies from time to time, such as financial strength or credit ratings downgrades or placing ratings on negative watch; and
- other factors, most of which are beyond Build America's control.

Consequently, all of the forward looking statements made in this report are qualified by these cautionary statements, and there can be no assurance that the actual results or developments anticipated by Build America will be realized or, even if substantially realized, that they will have the expected consequences to, or effects on Build America or its business or operations. Build America assumes no obligation to update publicly any such forward looking statements, whether as a result of new information, future events or otherwise.

Build America Mutual Assurance Company

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Company Profile

Build America Mutual Assurance Company (“Build America” or the “Company”) is a New York domiciled mutual financial guaranty insurance company. The Company was capitalized on July 17, 2012 and received its license to write financial guaranty insurance from the New York State Department of Financial Services (the “Department”) and commenced operations on July 20, 2012. Build America is also licensed in the District of Columbia and the remaining 49 states. Build America’s financial strength and counterparty credit ratings of ‘AA/Stable Outlook’, from Standard & Poor’s Ratings Services, were reaffirmed on June 25, 2018. Build America is not licensed to write financial guaranty insurance in Puerto Rico or any other territory or possession of the United States and it has no exposure to debt issued in Puerto Rico or any other territory or possession of the United States.

The first mutual bond insurance company, Build America is owned by and operated for the benefit of the cities, states and other municipal agencies—the municipal issuers—that use the Company’s ‘AA/Stable Outlook’ rated financial guaranty to lower their cost of funding in the U.S. municipal market.

Build America's first-loss reinsurance protection is provided by HG Re, Ltd. (“HG Re”) via a reinsurance treaty, whereby HG Re assumes losses in an amount up to 15% of the par outstanding for each insurance policy. HG Re’s obligations under the Reinsurance Agreement are secured by, and limited to the value of the assets held in trusts, which include a beneficial interest in the Series 2018 Surplus Notes as well as other high quality assets, which are pledged for the benefit of Build America.

In addition to the first-loss protection provided by HG Re, BAM is party to a collateralized excess of loss reinsurance agreement provided by Fidus Re, Ltd. (“Fidus”), a Bermuda based special purpose insurer created solely to provide reinsurance protection to BAM. Fidus was capitalized by the issuance of \$100,000,000 of insurance linked securities. Fidus provides prospective reinsurance for 90% of aggregate losses exceeding \$165,000,000 on a portion of BAM’s financial guarantee portfolio up to a total reimbursement of \$100,000,000.

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Statutory Statements of Assets, Liabilities and Capital and Surplus

(in millions)	As of	As of
	December 31, 2018	December 31, 2017
ADMITTED ASSETS		
Bonds	\$ 477.7	\$ 447.0
Cash, Cash Equivalents and Short-term Investments	44.9	64.9
Total Cash and Invested Assets	\$ 522.6	\$ 511.9
Investment Income Due and Accrued	3.5	2.8
Other Assets	0.2	0.3
Total Admitted Assets	<u>\$ 526.3</u>	<u>\$ 515.0</u>
LIABILITIES		
Unearned Premiums	\$ 36.2	\$ 30.5
Mandatory Contingency Reserve	50.3	34.8
Payable for Securities Purchased	2.2	0.6
Accrued and Payable Expenses	23.9	21.8
Total Liabilities	<u>\$ 112.6</u>	<u>\$ 87.7</u>
CAPITAL AND SURPLUS		
Surplus Notes	\$ 481.3	\$ 499.0
Member Surplus Contributions	191.8	138.1
Unassigned Funds - Deficit	(259.4)	(209.8)
Total Capital and Surplus	<u>\$ 413.7</u>	<u>\$ 427.3</u>
Total Liabilities, Capital and Surplus	<u>\$ 526.3</u>	<u>\$ 515.0</u>

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Statutory Statement of Operations

(in millions)	Twelve Months Ended December 31, 2018	Twelve Months Ended December 31, 2017
Gross premiums written	\$ 51.1	\$ 60.3
Ceded premiums written	(43.8)	(51.7)
Net premiums written	7.3	8.6
Premiums earned, net	\$ 1.6	\$ 1.3
Underwriting deductions:		
Operating expenses	\$ 50.4	\$ 47.8
Excise & premium taxes	1.3	2.3
Ceding commission income	(13.1)	(15.5)
Total underwriting expenses	\$ 38.6	\$ 34.6
Net underwriting gain (loss)	(37.0)	(33.3)
Net investment income	\$ 2.4	\$ 8.0
Net realized capital gains (losses)	-	(0.1)
Net investment gain	\$ 2.4	\$ 7.9
Net (loss) before federal income tax expense	(34.6)	(25.4)
Federal income tax expense incurred	-	-
Net (loss)	\$ (34.6)	\$ (25.4)

Statutory Comprehensive Income⁽¹⁾

(in millions)	Twelve Months Ended December 31, 2018	Twelve Months Ended December 31, 2017
Net (loss)	\$ (34.6)	\$ (25.4)
Member surplus contributions collected, net of income taxes	53.7	37.3
Statutory comprehensive income (loss) ⁽¹⁾	\$ 19.1	\$ 11.9

⁽¹⁾ In addition to reporting BAM's financial results in accordance with the U.S. Statutory basis of accounting ("Statutory"), BAM reports Statutory Comprehensive Income, a non-Statutory financial measure. A non-Statutory financial measure of financial performance or financial position that excludes (or includes) amounts that are included in (or excluded from) the most directly comparable measure calculated and presented in accordance with the U.S. Statutory basis of accounting. We are presenting this non-Statutory financial measure because it provides greater transparency and enhanced visibility into the underlying drivers of our business. Statutory Comprehensive Income is not a substitute for BAM's U.S. Statutory basis of accounting, should not be viewed in isolation and may differ from similar reporting provided by other companies, which may define non-Statutory financial measures differently.

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Claims Paying Resources and Leverage Statistics

(in millions)	As of December 31, 2018	As of December 31, 2017
Member Surplus Contributions	\$ 191.8	\$ 138.1
Surplus Notes	481.3	499.0
Unassigned Funds ⁽¹⁾	(259.4)	(209.8)
Policyholders' Surplus	\$ 413.7	\$ 427.3
Contingency Reserve	50.3	34.8
Qualified Statutory Capital	\$ 464.0	\$ 462.1
HG Re, Ltd Collateral Trusts ⁽²⁾	258.3	206.8
Fidus Re, Ltd Collateral Trust	100.0	-
Total Hard Capital	\$ 822.3	\$ 668.9
Unearned Premiums, Net of Reinsurance	36.2	30.5
Loss and Loss Adjustment Expense Reserves	-	-
Present Value of Installment Gross Risk Premiums and Member Surplus Contributions ⁽³⁾	12.9	9.0
Claims Paying Resources	\$ 871.4	\$ 708.4
 <u>Gross Par Outstanding</u>		
Investment Grade ⁽⁴⁾	\$ 52,201.6	\$ 42,090.6
Below Investment Grade ("BIG") ⁽⁴⁾	-	-
Total	\$ 52,201.6	\$ 42,090.6

Leverage Statistics

Total Gross Par Outstanding ÷ Total Hard Capital	63.5x	62.9x
BIG Gross Par Outstanding ÷ Total Hard Capital	-	-
 Total Gross Par Outstanding ÷ Total Claims Paying Resources	59.9x	59.4x
BIG Gross Par Outstanding ÷ Total Claims Paying Resources	-	-

⁽¹⁾ Represents the sum of inception to date Statutory Net Income (Loss) and direct charges relating to contributions to the Contingency Reserve and for the non-admission of certain assets.

⁽²⁾ See details of investments held in First Loss Reinsurance Collateral Trusts on page 14.

⁽³⁾ Represents the present value of future installment risk premiums, gross of reinsurance, and member surplus contributions, discounted at a risk-free rate.

⁽⁴⁾ Based on internal BAM ratings, which are provided in this Operating Supplement solely to indicate the underlying credit quality of guaranteed obligations, without the benefit of financial guaranty insurance, based on the view of BAM. BAM credit ratings are subject to revision at any time and do not constitute investment advice.

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Business Production

(in millions)

Gross Par Written

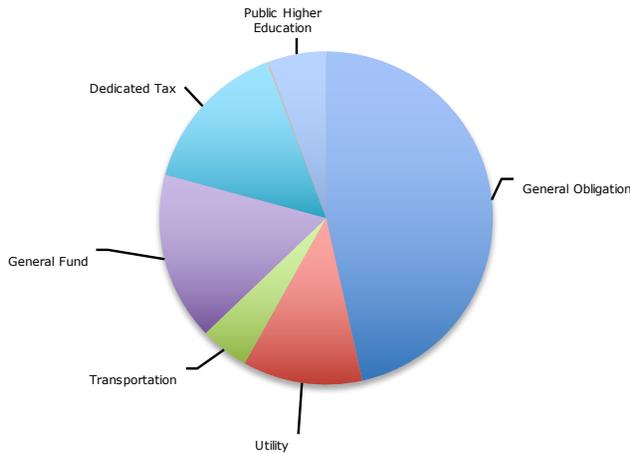
U.S. Public Finance

	Three Months Ended December 31, 2018	Twelve Months Ended December 31, 2018
General Obligation	\$ 2,519.1	\$ 6,656.6
General Fund	885.4	1,313.8
Dedicated Tax	815.1	1,557.1
Utility	629.4	1,250.9
Public Higher Education	306.4	833.4
Transportation	256.3	351.2
Other Public Finance	5.0	12.3
Total Gross Par Written	\$ 5,416.7	\$ 11,975.3

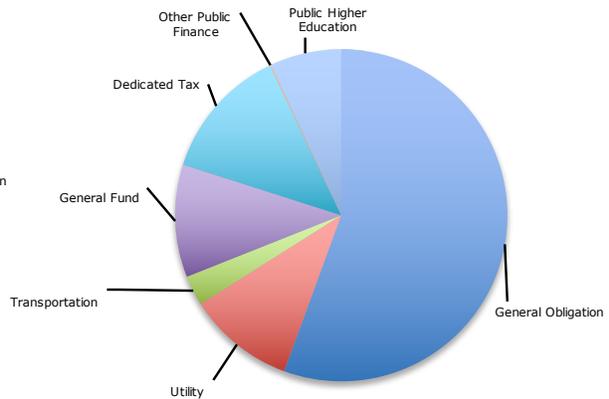
**Gross Risk Premiums Written and Member
Surplus Contributions Collected**

Gross Risk Premiums Written	\$ 23.9	\$ 51.1
Member Surplus Contributions Collected	26.8	53.7
Total Gross Risk Premiums and Member Surplus Contributions Collected	\$ 50.7	\$ 104.8

**Gross Par Written
For the Three Months Ended December 31, 2018**



**Gross Par Written
For the Twelve Months Ended December 31, 2018**



Build America Mutual Assurance Company

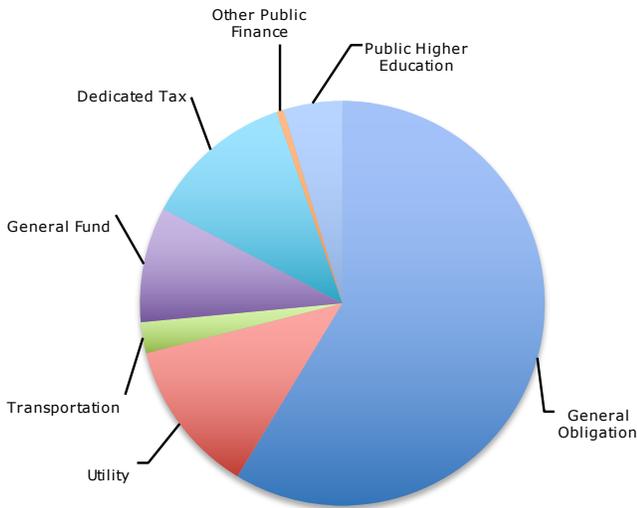
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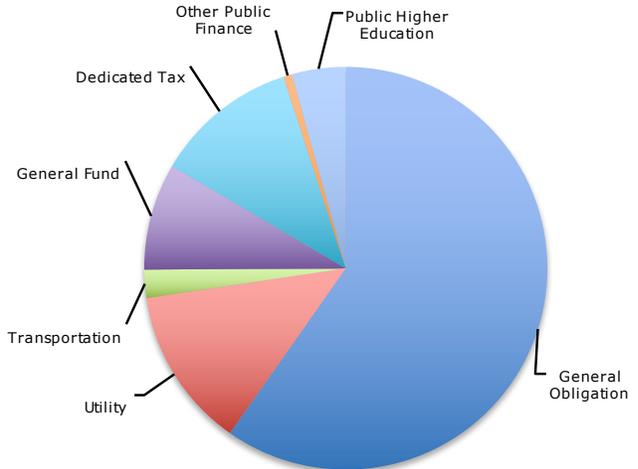
Gross Par Outstanding by Sector

(in millions)	<u>As of December 31, 2018</u>	<u>As of December 31, 2017</u>
U.S. Public Finance		
General Obligation	\$ 30,626.8	\$ 25,147.7
Utility	6,451.1	5,425.8
Dedicated Tax	6,263.8	4,852.5
General Fund	4,812.5	3,605.8
Public Higher Education	2,452.7	1,814.9
Transportation	1,293.6	953.5
Other Public Finance	301.1	290.4
Total Gross Par Outstanding	<u>\$ 52,201.6</u>	<u>\$ 42,090.6</u>

**Gross Par Outstanding
As of December 31, 2018**



**Gross Par Outstanding
As of December 31, 2017**



Build America Mutual Assurance Company

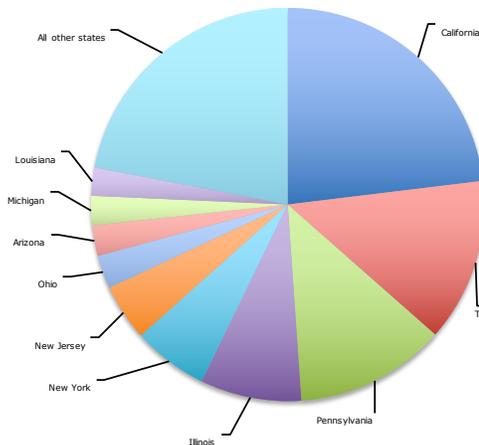
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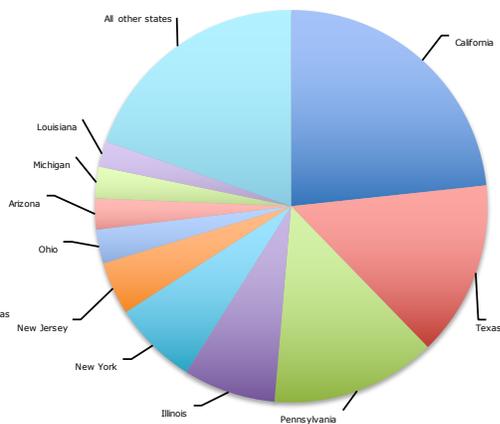
Gross Par Outstanding by State

(in millions)	As of December 31, 2018	% of Total	As of December 31, 2017	% of Total
California	\$ 12,044.6	23.1%	\$ 9,810.7	23.3%
Texas	7,015.4	13.4%	6,079.0	14.4%
Pennsylvania	6,460.1	12.4%	5,726.1	13.6%
Illinois	4,342.0	8.3%	3,201.3	7.6%
New York	3,234.9	6.2%	2,931.5	7.0%
New Jersey	2,429.1	4.7%	1,839.5	4.4%
Ohio	1,420.8	2.7%	1,174.3	2.8%
Arizona	1,314.2	2.5%	1,077.4	2.6%
Michigan	1,261.8	2.4%	1,092.9	2.6%
Louisiana	1,208.5	2.3%	895.4	2.1%
Alabama	1,180.9	2.3%	1,004.9	2.4%
Florida	1,145.0	2.2%	1,006.4	2.4%
Indiana	921.9	1.8%	717.8	1.7%
Connecticut	921.8	1.8%	572.6	1.4%
Kansas	716.7	1.4%	618.4	1.5%
Arkansas	675.3	1.3%	363.2	0.9%
Colorado	642.5	1.2%	430.8	1.0%
Kentucky	521.3	1.0%	222.3	0.5%
South Carolina	496.2	1.0%	423.7	1.0%
Iowa	489.0	0.9%	352.8	0.8%
Wisconsin	485.0	0.9%	353.7	0.8%
Mississippi	417.2	0.8%	283.7	0.7%
Washington	361.0	0.7%	150.1	0.4%
Massachusetts	283.1	0.5%	89.9	0.2%
Tennessee	262.8	0.5%	221.3	0.5%
Missouri	232.1	0.4%	192.9	0.5%
Oklahoma	221.3	0.4%	221.9	0.5%
Georgia	197.2	0.4%	193.0	0.5%
New Mexico	191.7	0.4%	164.6	0.4%
West Virginia	178.5	0.3%	111.7	0.3%
Nevada	143.6	0.3%	23.5	0.1%
Oregon	126.3	0.2%	58.6	0.1%
Utah	111.0	0.2%	58.5	0.1%
Maryland	98.0	0.2%	1.1	0.0%
Wyoming	89.7	0.2%	91.3	0.2%
Minnesota	79.0	0.2%	71.7	0.2%
Rhode Island	73.4	0.1%	67.8	0.2%
North Carolina	45.2	0.1%	44.1	0.1%
Nebraska	28.2	0.1%	8.8	0.0%
Vermont	28.0	0.1%	28.0	0.1%
North Dakota	22.6	0.0%	23.6	0.1%
Idaho	19.4	0.0%	19.9	0.0%
Hawaii	18.6	0.0%	22.1	0.1%
Maine	16.9	0.0%	18.8	0.0%
Virginia	16.8	0.0%	16.8	0.0%
South Dakota	13.0	0.0%	12.6	0.0%
Total Gross Par Outstanding	\$ 52,201.6	100%	\$ 42,090.6	100%

Gross Par Outstanding by State
As of December 31, 2018



Gross Par Outstanding by State
As of December 31, 2017

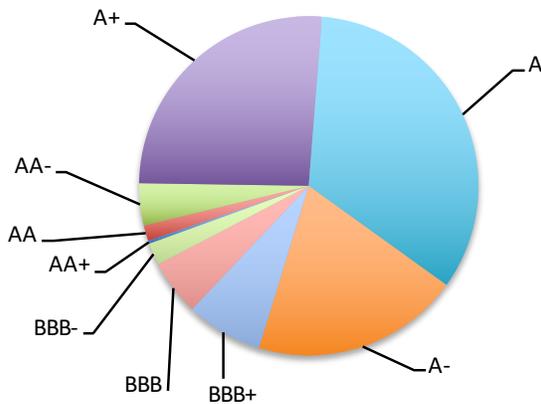


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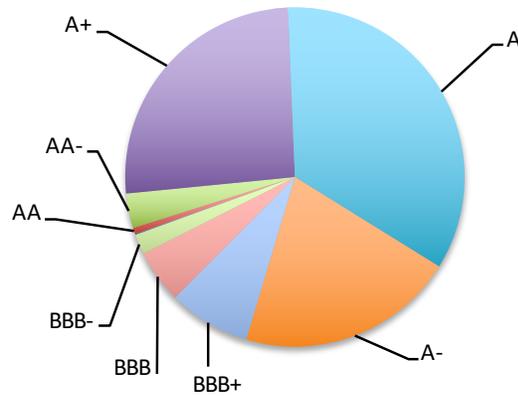
Rating Distribution of Gross Par Outstanding⁽¹⁾

(in millions)	<u>Percentage of Gross Par Outstanding as of December 31, 2018</u>	<u>Percentage of Gross Par Outstanding as of December 31, 2017</u>
AA+	0.3%	0.1%
AA	1.5%	0.6%
AA-	4.0%	3.3%
A+	26.0%	25.9%
A	33.7%	34.5%
A-	19.8%	20.8%
BBB+	7.3%	7.8%
BBB	5.3%	5.1%
BBB-	2.1%	1.9%
BIG	- %	- %
Total Gross Par Outstanding	100.0%	100.0%
 Weighted Average Rating	 A	 A

**Rating Distribution of Gross Par Outstanding⁽¹⁾
As of December 31, 2018**



**Rating Distribution of Gross Par Outstanding⁽¹⁾
As of December 31, 2017**



⁽¹⁾ Based on internal BAM ratings, which are provided in this Operating Supplement solely to indicate the underlying credit quality of guaranteed obligations, without the benefit of financial guaranty insurance, based on the view of BAM. BAM credit ratings are subject to revision at any time and do not constitute investment advice.

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Contractual Amortization of Gross Par Outstanding⁽¹⁾

(in millions)	<u>Contractual Par Amortization</u>	<u>Ending Gross Par Outstanding</u>
As of December 31, 2018:		\$ 52,201.6
Year 2019	\$ 2,100.8	50,100.8
Year 2020	2,226.5	47,874.3
Year 2021	2,400.3	45,474.0
Year 2022	2,449.0	43,025.0
Subtotal	<u>9,176.6</u>	
Years 2023 to 2027	12,806.8	30,218.2
Years 2028 to 2032	12,118.8	18,099.4
Years 2033 to 2037	9,458.9	8,640.5
Year 2038 and thereafter	8,640.5	-
Total	<u>\$ 52,201.6</u>	

⁽¹⁾ Depicts contractual amortization of existing guaranteed portfolio (principal only) and assumes no unscheduled, advance refundings.

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Top 25 U.S. Public Finance Exposures

(in millions)

Obligor	As of December 31, 2018			
	S&P Rating ⁽¹⁾⁽³⁾	Moody's Rating ⁽²⁾⁽³⁾	Gross Par Outstanding	% of Total Gross Par Outstanding
Municipal Authority of Westmoreland County, PA (Westmoreland County) Water	A+	A1	\$ 329.9	0.6%
Illinois, State of	BBB-	Baa3	329.8	0.6%
Shreveport, City of, LA (Caddo Parish), Water & Sewer	A-	A3	269.7	0.5%
New Jersey Transportation Trust Fund Authority, System & Program Bonds, NJ, Gas Tax - State	BBB+	Baa1	264.5	0.5%
Eastern Michigan University, MI (Lapeer County), Public Higher Education - Gross Revenue	NR	A2	258.1	0.5%
New Jersey, State of	BBB+	Baa1	250.6	0.5%
Suffolk County, NY (Suffolk County)	A-	Baa1	246.7	0.5%
New Jersey Economic Development Authority (Motor Vehicle Surcharge)	BBB+	Baa2	225.7	0.4%
State of Louisiana	A+	A1	219.6	0.4%
Connecticut, State of	A	A1	211.0	0.4%
Hamden, Town of, CT (New Haven County)	A	Baa2	201.0	0.4%
O'Hare Airport, IL (Cook County) GARB	A	NR	199.2	0.4%
Chicago, City of, IL (Cook County)	BBB+	Ba1	199.2	0.4%
Massachusetts, Commonwealth of	AA	Aa1	198.6	0.4%
Pennsylvania, Commonwealth of	A+	A1	197.6	0.4%
Kentucky, Commonwealth of	A-	A1	188.1	0.4%
Springdale, City of, AR (Washington County), Sales Tax - Local	A+	NR	187.1	0.4%
West Travis County Public Utility Agency, TX (Travis County), Water & Sewer	A	A1	185.8	0.4%
Monroe County, NY (Monroe County)	A	A3	185.2	0.4%
Pennsylvania Higher Educational Facilities Authority, PA, Public Higher Education - Gross Revenue	NR	Aa3	181.1	0.3%
Arlington, City of, TX (Tarrant County), Sales Tax - Local	NR	A3	171.1	0.3%
Hamilton, County of, OH (Hamilton County), Sales Tax - Local	AA-	A1	168.0	0.3%
Illinois (State of) Build Illinois Bonds (Sales Tax Revenue Bonds)	BBB	Baa3	163.0	0.3%
New Brunswick, City of, NJ (Middlesex County)	A+	A2	160.3	0.3%
Illinois (State of) Build Illinois Bonds (Sales Tax Revenue Bonds)	A	A1	152.4	0.3%
Total - Top 25 U.S. Public Finance Exposures			\$ 5,343.3	10.2%

⁽¹⁾ Represents the rating assigned by S&P Global Ratings, a division of Standard & Poor's Financial Services LLC ("S&P") on the underlying obligation, excluding BAM's credit enhancement.

⁽²⁾ Represents the rating assigned by Moody's Investor Service, Inc. ("Moody's") on the underlying obligation, excluding BAM's credit enhancement.

⁽³⁾ For single risks with multiple obligations, the rating shown represents a weighted average of the ratings on the underlying obligations, excluding BAM's credit enhancement.

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Build America Mutual Assurance Company Fixed Income Investment Portfolio
 (in millions)

Investment Category	As of December 31, 2018		U.S. Statutory Basis Yield ⁽¹⁾
	Fair Value	Amortized Cost	
Long-term Investments			
Municipal Obligations	\$ 280.3	\$ 279.1	2.85%
U.S. Agency Obligations - MBS	73.8	76.0	2.34%
U.S. Government Obligations	60.3	60.7	1.30%
Corporate Obligations	43.1	43.7	2.33%
Asset-backed Securities	18.1	18.2	1.81%
Subtotal Long-term Investments	\$ 475.6	\$ 477.7	2.49%
Cash Equivalents	29.2	29.2	1.83%
Short-term Investments	9.2	9.2	1.71%
Total Fixed Income Investment Portfolio	\$ 514.0	\$ 516.1	2.44%

Rating Distribution of Fixed Income Investment Portfolio

Rating ⁽²⁾	As of December 31, 2018	
	Fair Value	As a % of Investment Portfolio
U.S. Government Obligations	\$ 60.3	11.7%
U.S. Agency Obligations	73.8	14.4%
Cash Equivalents	29.2	5.7%
AAA	65.0	12.6%
AA	195.1	38.0%
A	85.0	16.5%
BBB	5.6	1.1%
Below Investment Grade	-	-
Not Rated	-	-
Total	\$ 514.0	100.0%

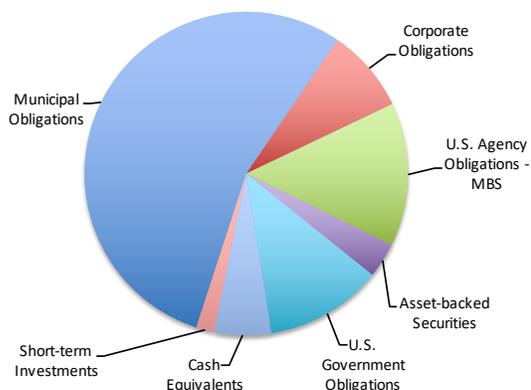
Weighted Average Rating

AA

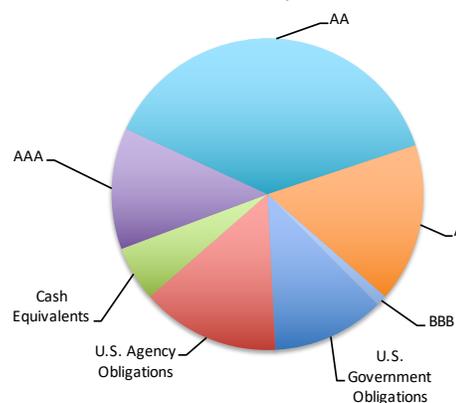
Duration of Fixed Income Investment Portfolio

4.0 years

Fixed Income Investment Portfolio⁽³⁾
 As of December 31, 2018



Ratings Distribution of Fixed Income Investment Portfolio⁽²⁾
 As of December 31, 2018



(1) Represents the annualized ratio of U.S. Statutory basis investment income (gross of investment expenses) to the weighted average U.S. Statutory basis invested asset balance for the twelve months ended December 31, 2018.

(2) Ratings are based on the lower of Standard & Poor's or Moody's rating. Rating distribution is calculated based on fair value.

(3) Based on fair value.

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HG Re Ltd. Fixed Income Investment Portfolio
 (in millions)

Investment Category	As of December 31, 2018	
	Fair Value	Amortized Cost ⁽¹⁾
Long-term Investments		
U.S. Agency Obligations - MBS	\$ 41.6	\$ 42.0
U.S. Government Obligations	22.9	22.9
Corporate Obligations	162.6	164.8
Municipal Obligations	-	-
Asset-backed Securities	-	-
U.S. Agency Obligations - Non-MBS	-	-
Subtotal Long-term Investments	\$ 227.1	\$ 229.7
Cash Equivalents, net of payable for securities purchased	28.6	28.6
Total Fixed Income Investment Portfolio	\$ 255.7	\$ 258.3

Rating Distribution of Fixed Income Investment Portfolio

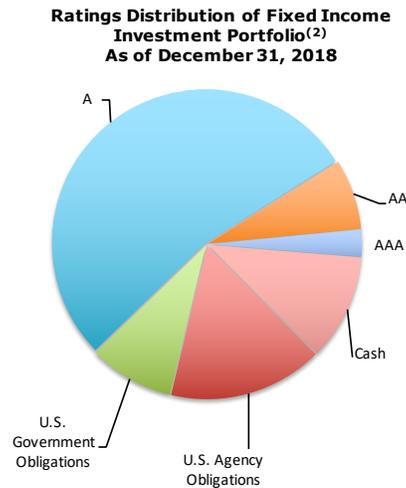
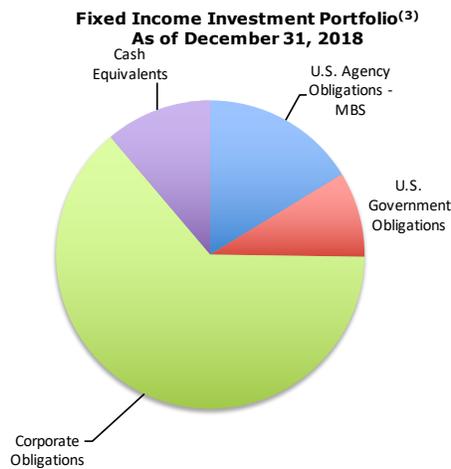
Rating ⁽²⁾	As of December 31, 2018	
	Fair Value	As a % of Investment Portfolio
U.S. Government Obligations	\$ 22.9	9.0%
U.S. Agency Obligations	41.6	16.3%
Cash Equivalents, net of payable for securities purchased	28.6	11.2%
AAA	7.3	2.9%
AA	18.9	7.4%
A	136.4	53.4%
BBB	-	-
Below Investment Grade	-	-
Not Rated	-	-
Total	\$ 255.7	100.0%

Weighted Average Rating

AA-

Duration of Fixed Income Investment Portfolio

3.52 years



(1) Amortized cost Includes the accrued investment income.

(2) Ratings are based on the lower of Standard & Poor's or Moody's rating. Rating distribution is calculated based on fair value.

(3) Based on fair value.

Build America Mutual Assurance Company

Quarterly Operating Supplement

December 31, 2018

Glossary

Contingency reserve – a mandatory reserve required by New York State Insurance Law and the insurance laws of the other states in which BAM is licensed. The mandatory contingency reserve is a liability established to protect policyholders against the effect of adverse economic developments or cycles or other unforeseen circumstances.

First loss reinsurance collateral trusts – trusts established by HG Re for the benefit of BAM, which are secured by high quality collateral and are available to fund reinsurance claims.

Gross par outstanding – amount of remaining future contractual bond principal insured by BAM.

Gross par written – the principal amount of obligations insured during the period, excluding the effect of the first loss reinsurance treaty with HG Re.

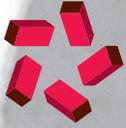
Gross risk premiums written – a fee charged by BAM to insure the contractual principal and interest of a bond.

Member surplus contribution – a fee charged by BAM for the bond issuer to become a member of BAM.

New issue – a bond for which a BAM insurance policy was purchased by the issuer prior to the bond's issuance. New issue bonds are issued and sold in the market with BAM insurance protection in place.

Secondary market – a bond that was initially issued in the market without a BAM insurance policy for which a BAM insurance policy was subsequently purchased by the owner of that bond.

Statutory comprehensive income – Statutory net income plus member surplus contributions collected during the period.



BAMSM

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