

**Meeting between Federal Reserve Staff
And Representatives of Association of Financial Guaranty Insurers
February 21, 2013**

Participants: Pam Nardolilli, Jordan Bleicher, Anna Harrington, and Elizabeth MacDonald
(Federal Reserve Board)

Teresa Casey (Association of Financial Guaranty Insurers), Andrew Hughes
(Optinuity Alliance Resources Corporation), Ethan James (Debevoise &
Plimpton), Bruce Stern (Assured Guaranty), and Carolyn Walsh (Patton Boggs)

Summary: Representatives of the Association of Financial Guaranty Insurers (the
“representatives”) met with staff of the Federal Reserve Board to discuss the Board’s proposed
single-counterparty concentration limits (SCCL) under section 165(e) of the Dodd-Frank Wall
Street Reform and Consumer Protection Act. The representatives raised concerns about the
mandatory risk-shifting component of the SCCL rule, particularly with respect to guarantees of
municipal bonds, as well as the proposed definition of “counterparty.”