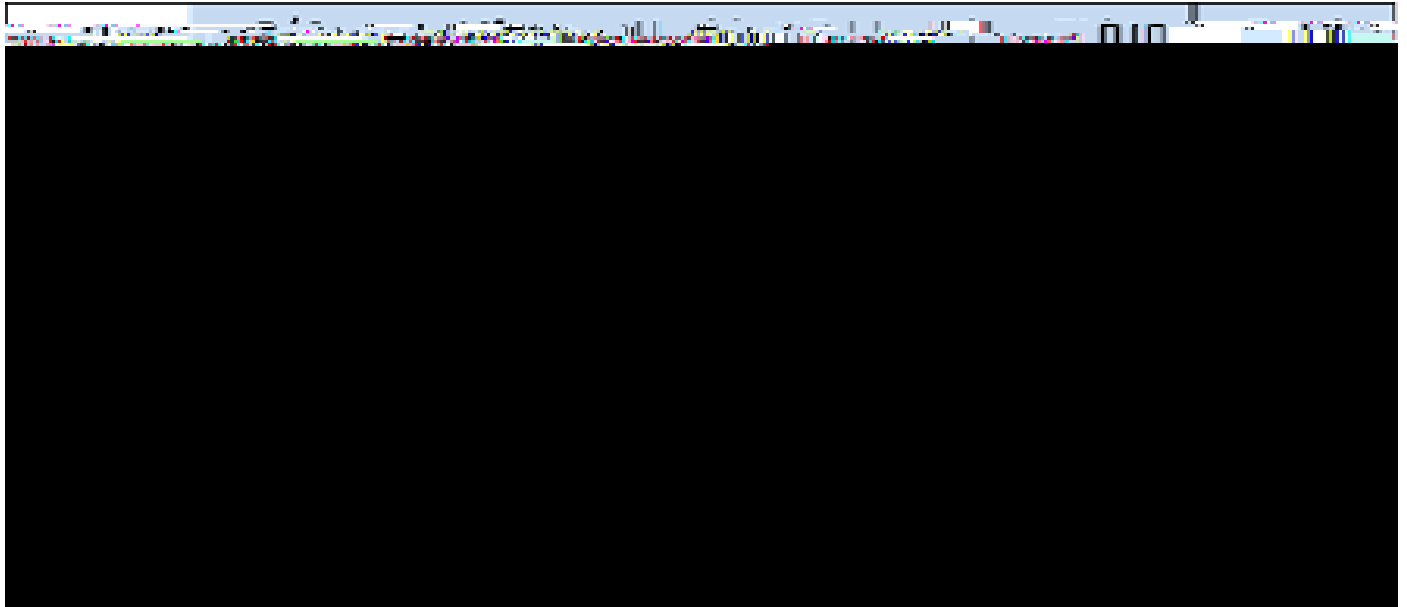




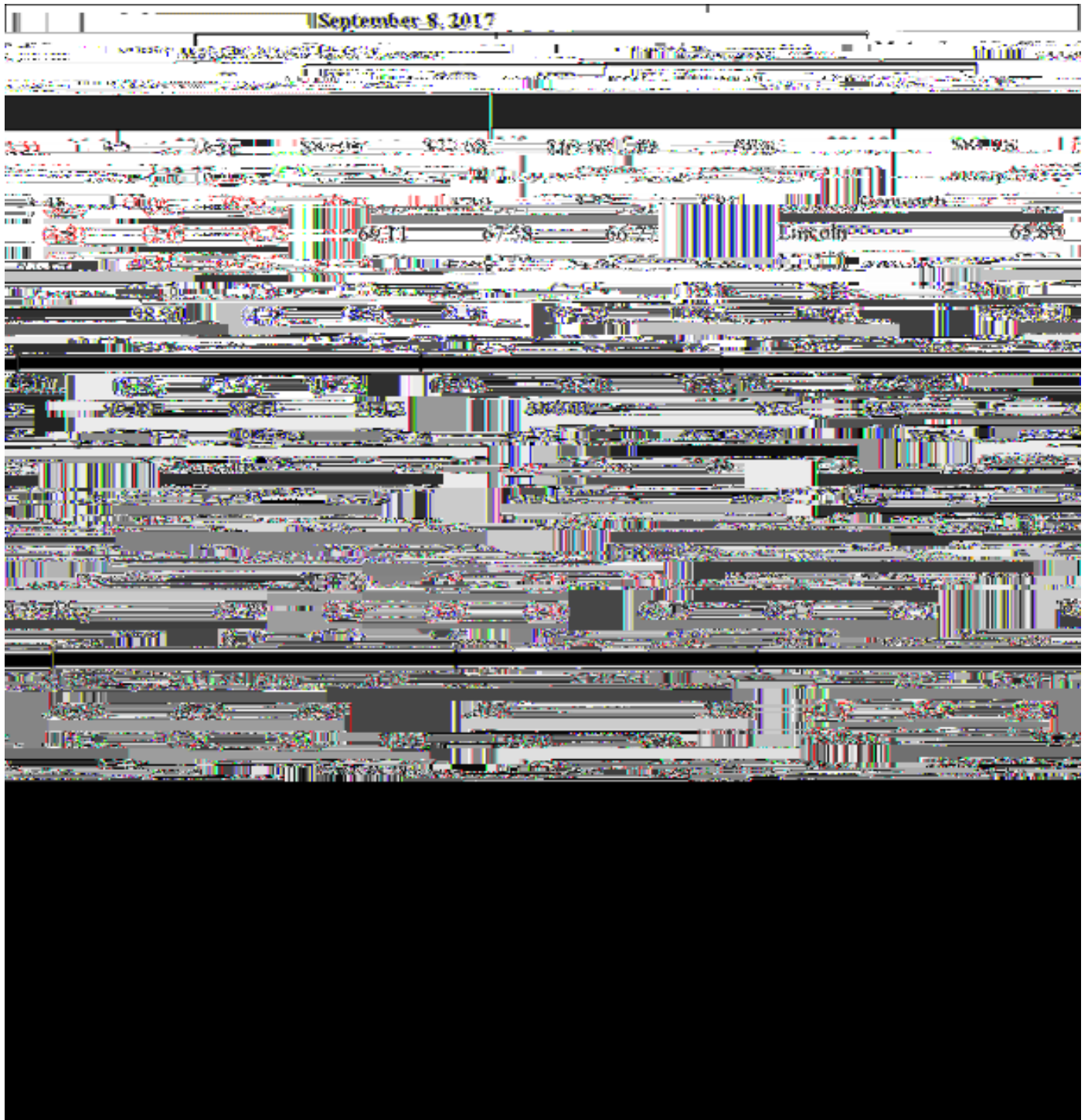
The NAIC's Capital Markets Bureau monitors developments in the capital markets globally and analyzes their potential impact on the investment portfolios of US insurance companies. A list of archived Capital Markets B

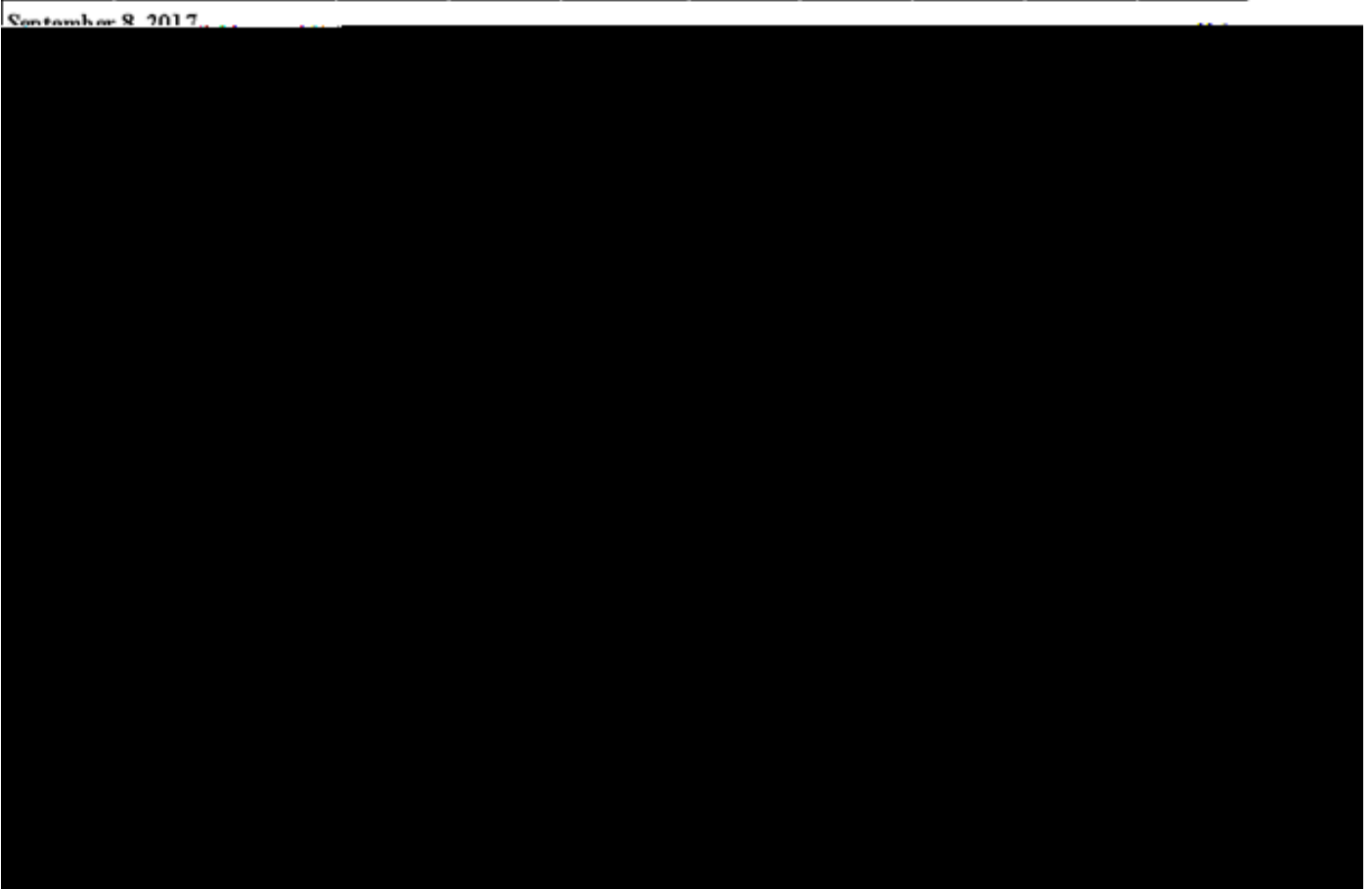
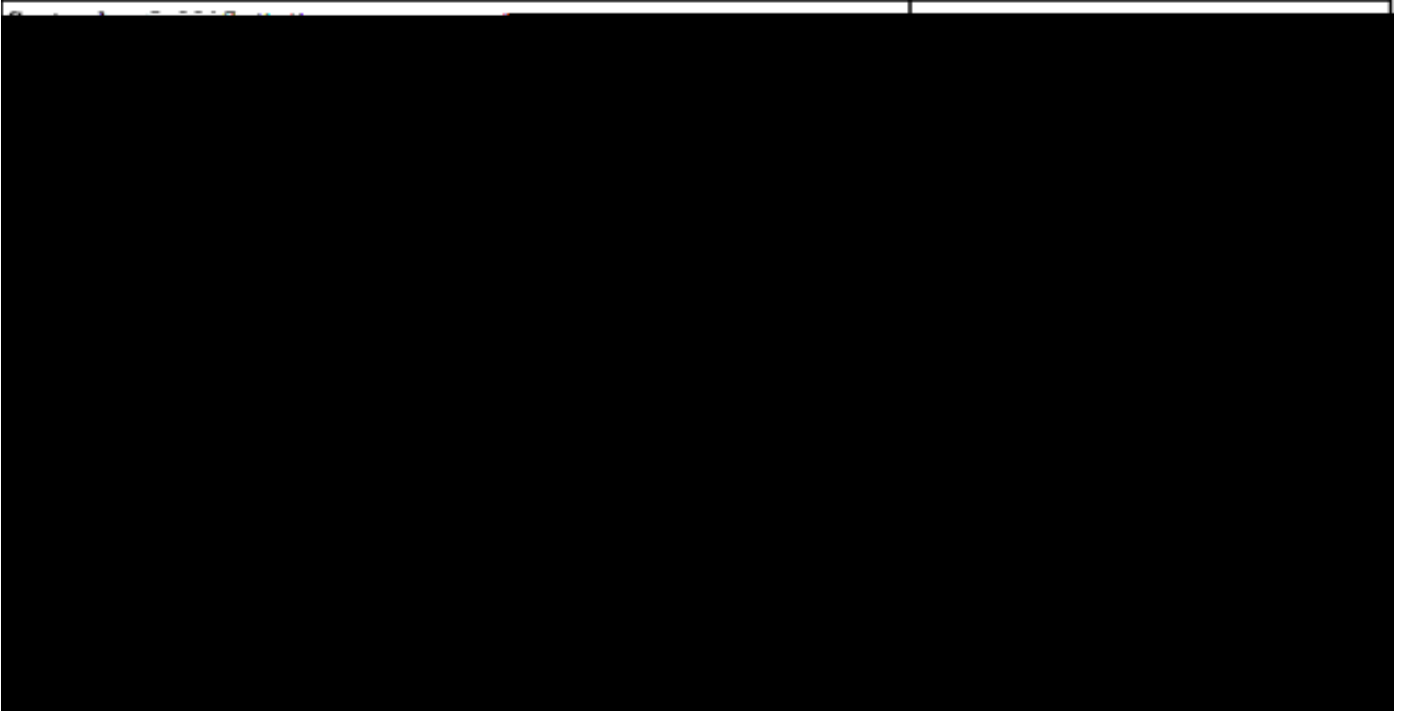
As a bond insurer, Build America conducts fundamental credit analysis when underwriting municipal bond financial guarantee policies to a "zero-loss" standard (i.e., with confidence, all claims can be recovered if a default or loss were to occur). Factors analyzed include the issuer's ability and willingness to pay.

Build America cited some emerging risks in the municipal bond industry that could impact its claims paying frequency. One



In terms of bond insurer exposure, as of year-end 2016, there were 17 legalSI





Questions and comments are always welcome. Please contact the Capital Markets Bureau at CapitalMarkets@naic.org.

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