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FOR IMMEDIATE RELEASE

FGIC COMPLETES FIRST MONOLINE-WRAPPED RMBS TRANSACTION IN MEXICO

October 27, 2006 – New York, NY – FGIC Corporation, the parent company of Financial Guaranty Insurance Company, announced today that FGIC has guaranteed its first residential mortgage-backed securities (RMBS) transaction in Mexico. This transaction also marks Mexico’s first monoline-wrapped RMBS transaction. The deal closed on October 26, 2006.

FGIC guaranteed the Series A tranche of a transaction for GMAC Financiera, a leading player in the Mexican mortgage market. The FGIC-wrapped tranche had an initial balance of UDI 178,435,700, equating to approximately USD \$62 million. Credit Suisse was the Structuring and Placement Agent, with GMAC RFC Europe as the co-lead for international distribution. GMAC Financiera will act as the master servicer for the transaction.

Jose Landa, Senior Managing Director for Latin America at GMAC Financiera, commented, “This was an important transaction in the evolution of the Mexican RMBS market. By combining a senior/subordinate structure with a full FGIC wrap, GMAC was able to achieve an excellent capital markets execution. We are pleased to pioneer this type of structure in Mexico.”

“For FGIC, this is another step forward as we expand our product offering in this region,” said Eric Rosensweig, Managing Director of Emerging Markets & the Americas at FGIC. “After focusing on international future flow securitization in the Americas since June of last year, FGIC has decided to pursue select RMBS transactions in Mexico to extend our franchise.”

Thomas Adams, Senior Managing Director and head of FGIC’s Consumer Asset-Backed Group, added, “We have successfully worked with GMAC and GMAC RFC around the globe, and it’s great to add its Mexican affiliate to our list of active business partners. We consider this a logical step in our expansion of FGIC’s mortgage-related business.”

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FGIC Completes First Mexican RMBS Transaction *(continued)*

Company Profile

FGIC Corporation is an insurance holding company whose wholly owned subsidiary, Financial Guaranty Insurance Company, provides credit enhancement on public finance and structured finance securities in the U.S. and internationally. Established in 1983, FGIC is one of the four leading monoline financial guarantors. FGIC typically guarantees the scheduled payments of principal and interest on an issuer's obligation. FGIC's financial strength is rated triple-A by Moody's Investors Service, Standard & Poor's and Fitch Ratings.

This release is not an offer of securities for sale in the United States. The securities issued in connection with the transaction mentioned in the announcement have all been sold and in any event may not be offered or sold in the United States or to, or for the benefit or the account of, a U.S. Person as defined in the Regulation S under the Securities Act of 1933 (the "Act") except as permitted by the Act.

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