

## Results of Exchange Offer for Certain Securities Insured by Financial Guaranty Insurance Company ("FGIC") as of May 13, 2010 Announced; Expiration Date Extended to May 27, 2010

NEW YORK, May 14, 2010 – Sharps SP I LLC (the "Offeror") today announced the results of its offer to exchange residential mortgage-backed securities and asset-backed securities insured by Financial Guaranty Insurance Company ("FGIC") (collectively, the "Eligible Insured Securities") as of May 13, 2010. As of May 13, (i) tenders have been received in the offer and (ii) letters of transmittal have been completed, although the Eligible Insured Securities have not yet been delivered, with respect to Eligible Insured Securities totaling \$1,166,660,842 in current unpaid principal balance measured as of April 30, 2010. Eligible Insured Securities representing \$1,161,238,950 in current unpaid principal balance have been tendered into the offer. In addition, holders of Eligible Insured Securities have completed letters of transmittal and given direction to their custodians to deliver Eligible Insured Securities into the offer, although they have not yet made such delivery, with respect to Eligible Insured Securities totaling \$5,421,893 in current unpaid principal balance.

### Extension of Expiration Date; Supplement to the Offer

The Offeror has extended the expiration date, which is the last time for holders to tender Eligible Insured Securities in the offer, to 11:59 p.m., New York City time, on May 27, 2010. The Offeror today has issued a supplement to the offer to exchange (the "Supplement"). Holders of Eligible Insured Securities should refer to the Supplement for any revised terms to the offer and updated disclosure regarding FGIC.

### Continued Deterioration of FGIC's Financial Position Requires Revised Conditions to the Offer

FGIC today announced a net loss of \$324.1 million for the quarter ended March 31, 2010. The net loss resulted primarily from loss and loss adjustment expenses of \$361.0 million (net of reinsurance) for the quarter. The loss and loss adjustment expense related principally to FGIC's exposure to first- and second-lien residential mortgage-backed securities ("RMBS"). The RMBS were insured by FGIC primarily in 2005, 2006 and 2007, and the RMBS performance continued to deteriorate during the first quarter. As of March 31, 2010, FGIC's statutory deficit was \$1.640 billion and its capital impairment was \$1.707 billion, in each case reflecting an increase of \$358.6 million during the quarter. Copies of FGIC's statutory financial statements and its Annual and Quarterly Statements filed with the New York State Insurance Department ("NYID") can be found on FGIC's website at [www.fgic.com](http://www.fgic.com).

As a result of FGIC's deteriorating financial position, the condition to the closing of the offer requiring FGIC to have a minimum policyholders' surplus amount as a result of the completion of the offer and other restructuring transactions (the "Minimum Surplus Threshold") had to be revised to reduce the Minimum Surplus Threshold as set forth below. The Minimum Surplus Threshold as revised requires the valid tender of Eligible Insured Securities, and FGIC's completion of other restructuring transactions, that together result in FGIC having a policyholders' surplus of at least \$220 million. In order to achieve this reduced Minimum Surplus Threshold, FGIC and the Offeror anticipate that approximately 72% of the aggregate unpaid principal balance outstanding of all Eligible Insured Securities will be required to be validly tendered into the offer (assuming FGIC obligations subject to other restructuring transactions are adequately remediated).

### Classes of Securities Added to Offer

The Offeror has added 11 classes of securities to the offer as Eligible Insured Securities. The expiration date as to such added Eligible Insured Securities is 11:59 p.m., New York City time, on June 11, 2010.

### Offer for Some Classes of Securities Terminated

The offer for each of the 7 classes of securities listed below has been terminated, effective immediately.

CUSIP	Deal / Tranche	Issuer
38011AAA2	GMACM 2006-HE2 A1	GMAC Mortgage Corp Loan Trust
36186LAD5	GMACM 2007-HE2 A4	GMAC Mortgage Corp Loan Trust
36186LAE3	GMACM 2007-HE2 A5	GMAC Mortgage Corp Loan Trust
7609857J4	RAMP 2004-RS7 A2B2	Residential Asset Mortgage Products Inc

76112BR77	RAMP 2005-EFC7 AI4	Residential Asset Mortgage Products Inc
76110VSY5	RFMS2 2005-HSA1 AI3	Residential Funding Mortgage Securities II Inc
43718VAA2	RFMS2 2006-HI5 A1	Residential Funding Mortgage Securities II Inc

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The offer is being conducted only with qualified institutional buyers ("Qualified Institutional Buyers") as defined in Rule 144A under the Securities Act of 1933, as amended (the "Securities Act") that are also qualified purchasers ("Qualified Purchasers") as defined in Section 2(a)(51) under the Investment Company Act of 1940, as amended. The certificates that may be issued pursuant to the offer have not been and, at the time of the closing of the transaction, will not be registered under the Securities Act or any state securities laws. The certificates may not be offered, sold or transferred in or outside of the United States except in reliance on the exemption from the registration requirements of the Securities Act afforded by Rule 144A thereunder and in accordance with applicable state and foreign securities laws to Qualified Institutional Buyers that are also Qualified Purchasers.

This press release does not constitute an offer to purchase any securities or a solicitation of an offer to sell any securities. The offers are being made only pursuant to an offer to exchange and related letter of transmittal and only to such persons and in such jurisdictions as are permitted under applicable law.

#### About FGIC

FGIC is a wholly owned subsidiary of FGIC Corporation, an insurance holding company. Please visit [www.fgic.com](http://www.fgic.com).

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#### FORWARD-LOOKING STATEMENTS

This press release contains "forward-looking statements" – that is, statements related to possible future events. Forward-looking statements often address expectations and beliefs as to future performance, results and business plans. You should not place undue reliance on forward-looking statements because they speak only as of the date they are made and are necessarily subject to risks and uncertainties that could cause actual results and performance to differ materially from those expressed or implied by such forward-looking statements. Among the factors that could cause FGIC's actual results or performance to differ are, without limitation: (1) FGIC's ability to close the offer within the time frame and on the terms required by the NYID or otherwise; (2) FGIC's current negative policyholders' surplus and FGIC's ability to restore and maintain the statutory required minimum policyholders' surplus even if it closes the offer and other contemplated restructuring transactions; (3) the extent to which FGIC is able to pursue and achieve other strategic alternatives, either with or without the participation of potential investors and other third parties; (4) the results of FGIC's other loss mitigation efforts, including FGIC's ability to consummate contemplated transactions with certain counterparties on certain credit default swaps and other obligations insured by FGIC; (5) a decision by the NYID or FGIC's other regulators to take further regulatory action such as rehabilitation or liquidation of FGIC by the NYID at any time due to FGIC's current failure to maintain the statutory required minimum policyholders' surplus or otherwise; (6) legislative and regulatory developments within the United States and abroad, including the effect of new pronouncements by accounting authorities; (7) fluctuations in the economic, credit, interest rate or other environments in the United States or abroad; (8) potential consequences of FGIC's continued suspension of claims payments or FGIC's inability to recommence claims payments such as the risk of defaults under FGIC-insured credit default swaps, FGIC Corporation's and FGIC's revolving credit agreement and FGIC Corporation's senior notes indenture, non-payment of premiums and other amounts owed to FGIC and possible limitations on FGIC's rights under other agreements; (9) higher losses on FGIC-insured obligations due to deterioration in the performance of residential mortgage loans or otherwise; (10) possible defaults and/or additional ratings downgrades or other adverse actions with respect to mortgage-backed securities or other obligations insured by FGIC; (11) the commencement of new litigation or the outcome of current and new litigation; (12) further deterioration in general economic conditions, including as a result of the financial crisis as well as inflation, interest rates, foreign currency exchange rates and other factors and the effects of disruption or economic contraction due to catastrophic events or terrorist acts; and (13) other risks and uncertainties that have not been identified by FGIC at this time. Forward-looking statements are based upon FGIC management's current expectations and beliefs concerning future events. FGIC undertakes no

obligation to update or revise any forward-looking statement, whether as a result of new information, future developments or otherwise, except as required by law.