FORM 4

obligations may continue. See Instruction 1(b).

Check this box if no longer subject to Section 16. Form 4 or Form 5

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT	OF CHANGES II	N BENEFICIAL	OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

l	d Address of DINE JII	Reporting Person*  LL M			IN	ΤE	RPUE	BLIC	ker or Tra GROU NC. [ I	JP C	<u>ÓF</u>					all app	p of Reportin blicable) ctor er (give title	1	0% O	suer wner (specify
(Last) (First) (Middle) C/O AMBAC FINANCIAL GROUP INC 1 STATE STREET PLAZA				3. Date of Earliest Transaction (Month/Day/Year) 01/19/2006											belov			elow)		
(Street)	eet) EW YORK NY 10004				4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)									. Indiv ine) X	vidual or Joint/Group Filing (Check Applicable  Form filed by One Reporting Person  Form filed by More than One Reporting  Person				
		Tabl	e I - Noi	n-Deriv	ative	Se	curitie	s Ac	quired,	Dis	posed o	f, or	Ben	eficia	ally (	Owne	ed			
				2. Transaction Date (Month/Day/Year)		ar)	2A. Deemed Execution Date, if any (Month/Day/Year)		Code (	Transaction Dispose Code (Instr. 5)		ities Acquired (A) d Of (D) (Instr. 3,			4 and See Be Ow		ount of ities icially d Following ted	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership (Instr. 4)
									Code	v	Amount	() (I)	A) or O)	Price	Trans		action(s) 3 and 4)			(
Common Stock				01/19	01/19/2006				A		2,400	)	A	A \$10.11		18,600(1)		D		
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)																				
1. Title of Derivative Security (Instr. 3)	Derivative   Conversion   Date   Execution Date,   Security   or Exercise   (Month/Day/Year)   if any					Transaction Code (Instr. 8) Secu Acqu (A) o Disp of (D		r osed ) :. 3, 4	6. Date E Expiratio (Month/D	n Date	e ar)	Amount of Securities Underlying Derivative Security (Instr. and 4)		ount	ıt		9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Owner Form: Direct or Indi (I) (Ins	D) ect	11. Nature of Indirect Beneficial Ownership (Instr. 4)
					Code	v	(A)	(D)	Exercisa		Expiration Date	Title		ares						

## **Explanation of Responses:**

1. Includes 9,400 restricted shares which are subject to forfeiture under certain circumstances.

/s/Nicholas J. Camera POA for 01/20/2006 Jill M. Considine

\*\* Signature of Reporting Person

Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

- \* If the form is filed by more than one reporting person, see Instruction 4 (b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.