

RADIAN GROUP INC  
Form 8-K/A  
November 02, 2007

---

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

---

**FORM 8-K/A**

(Amendment No. 1)

---

**CURRENT REPORT**

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of report (Date of earliest event reported): July 29, 2007

---

**Radian Group Inc.**

(Exact name of registrant as specified in its charter)

---

Delaware

(State or other jurisdiction of incorporation)

**1-11356**  
(Commission File Number)

**23-2691170**  
(IRS Employer Identification No.)

**1601 Market Street, Philadelphia, Pennsylvania**  
(Address of principal executive offices)

**19103**  
(Zip Code)

**(215) 231-1000**

(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

Edgar Filing: RADIAN GROUP INC - Form 8-K/A

---

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
  - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
  - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
  - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
-

**Item 2.06. Material Impairments.**

On August 2, 2007, Radian Group Inc. ( Radian ) filed a Current Report on Form 8-K (the Impairment 8-K ) stating that a material charge for impairment of its investment in Credit-Based Asset Servicing and Securitization LLC ( C-BASS ), a less than 50% owned unconsolidated investment, was required under accounting principles generally accepted in the United States of America. At the time of the filing of the Impairment 8-K, Radian was unable to determine an estimate of the amount or range of amounts of the potential impairment. Radian s total investment in C-BASS consisted of approximately \$468 million of equity as of June 30, 2007 and \$50 million under an unsecured credit facility provided to C-BASS on July 19, 2007, which has been fully drawn.

On October 31, 2007, Radian determined that the impairment charge for its investment in C-BASS would be approximately \$468 million (\$304 million after-tax), representing Radian s entire equity investment in C-BASS. In addition, Radian believes its \$50 million demand note to C-BASS is fully recoverable; however, until C-BASS s financial statements for the quarter ended September 30, 2007 have been finalized by C-BASS, Radian cannot be certain of the carrying value of the demand note, which could be between \$0 and \$50 million. Radian will not be required to make any current or future cash expenditures as a result of the impairment. The impairment charge will be reflected in Radian s financial statements as of and for the quarter ended September 30, 2007.

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**RADIAN GROUP INC.**

Date: November 2, 2007

By: /s/ Edward J. Hoffman  
Edward J. Hoffman  
Vice President, Securities Counsel