

The background of the slide is a composite image. The top portion features a row of colorful, stylized houses in shades of orange, yellow, green, and blue. The bottom portion is a dark blue, semi-transparent overlay of a photograph showing a large, classical-style house with a prominent porch and columns. In the foreground of this photograph, several children are seen playing on a lawn.

# MGIC

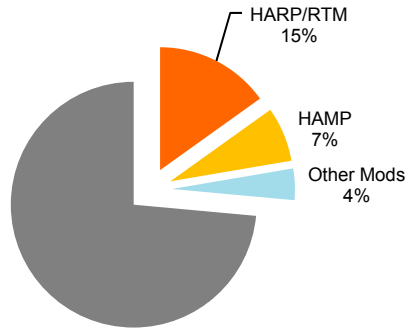
**MGIC Investment Corporation  
Q3 2014 Portfolio Supplement**

**October 15, 2014**

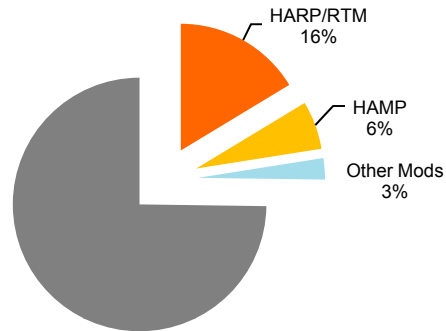
*The information in this document does not include our Australian operations, which are immaterial*

# Summary of Loan Modification and HARP Activity

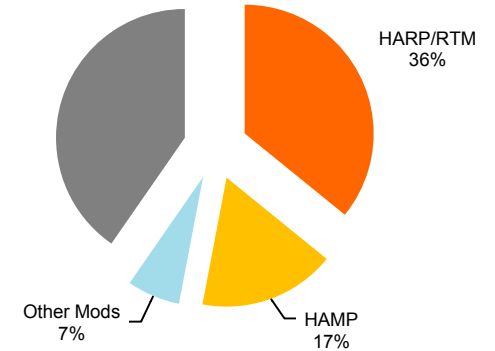
**Risk in Force  
Total Primary Book**



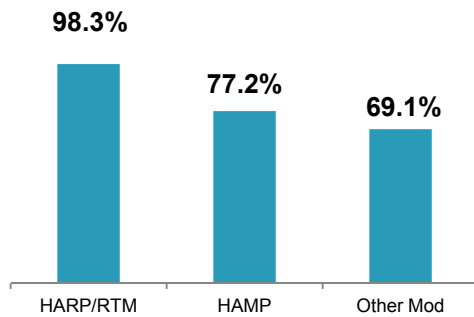
**Risk in Force  
Flow Primary Book**



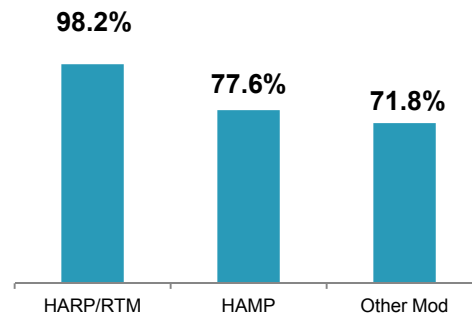
**Risk in Force  
2007 Flow Primary Book**



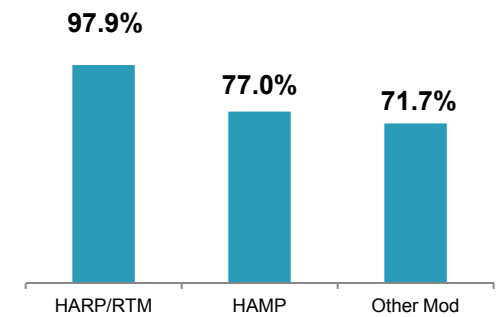
**% Current at 9/30/2014  
(# of loans)**



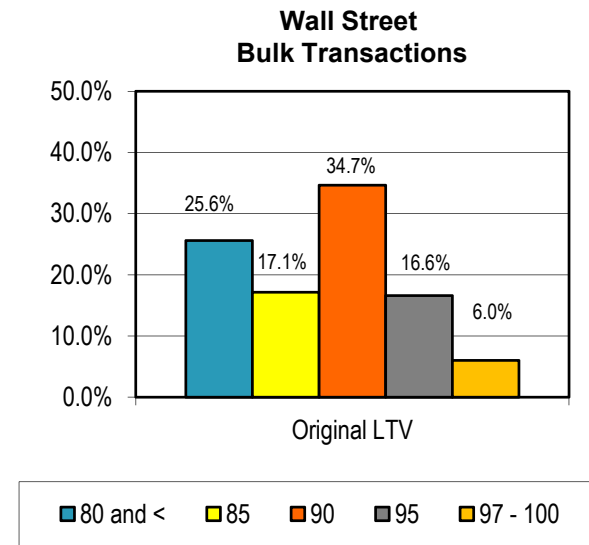
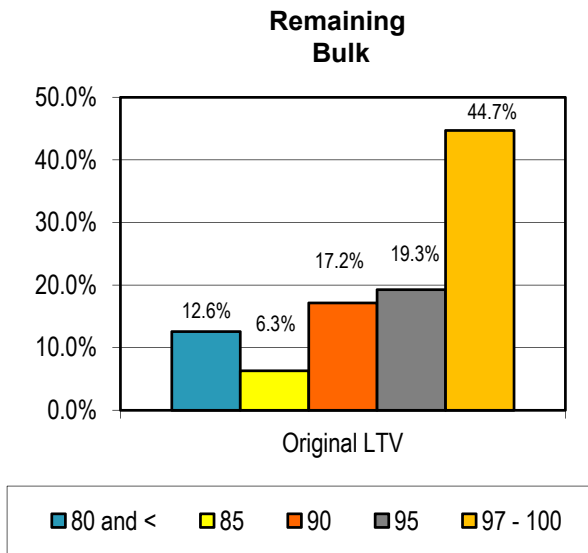
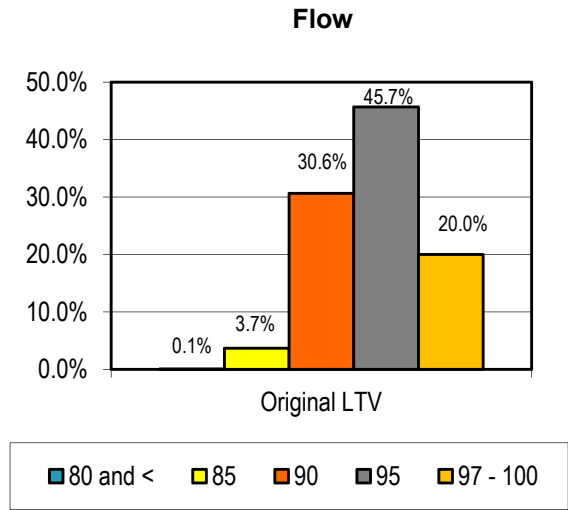
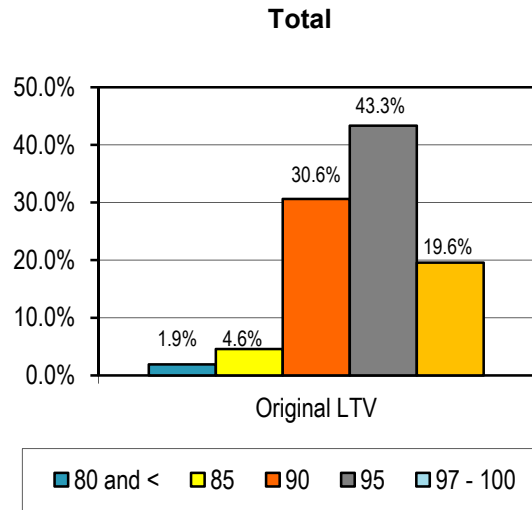
**% Current at 9/30/2014  
(# of loans)**



**% Current at 9/30/2014  
(# of loans)**

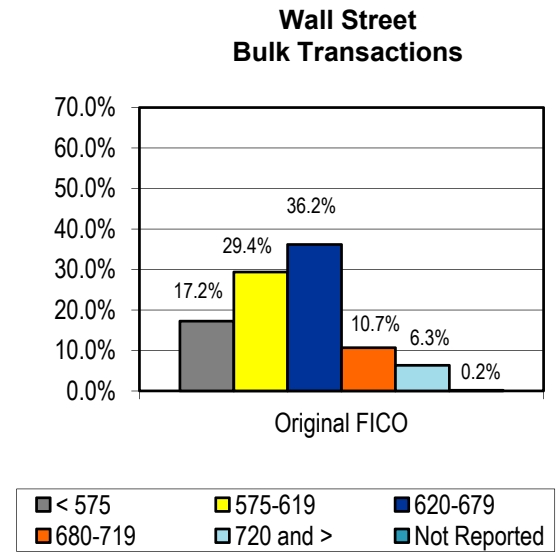
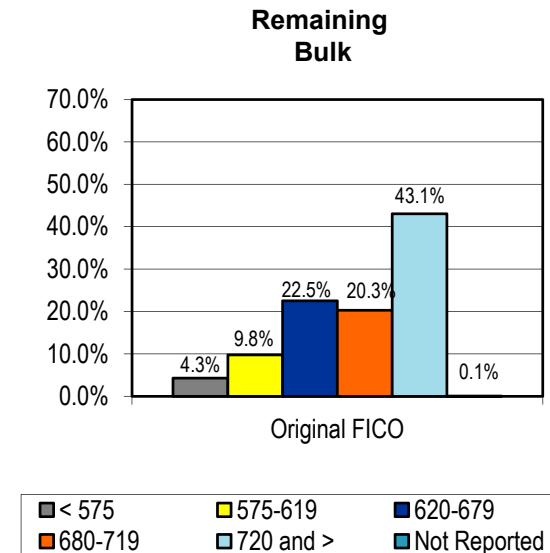
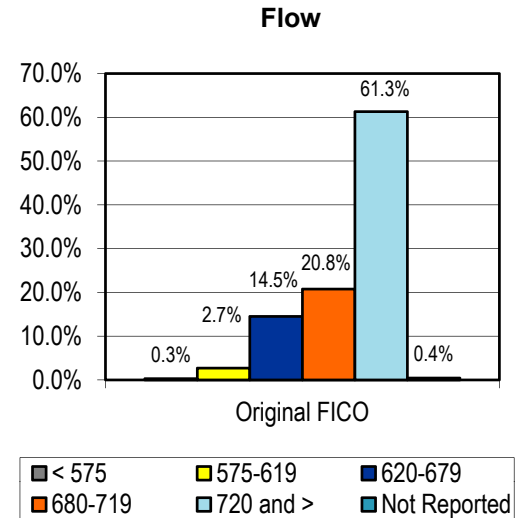
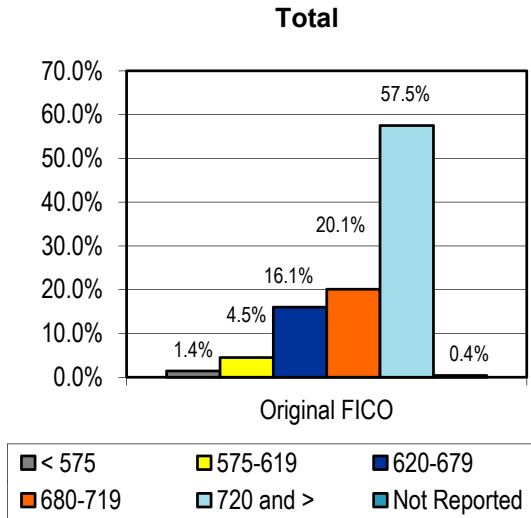


# Primary Risk in Force September 30, 2014



Note: Charts may not add to 100% due to rounding

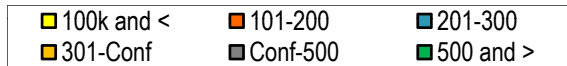
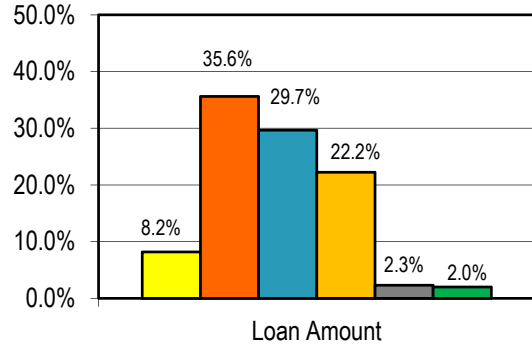
# Primary Risk in Force September 30, 2014



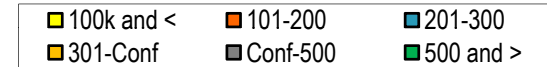
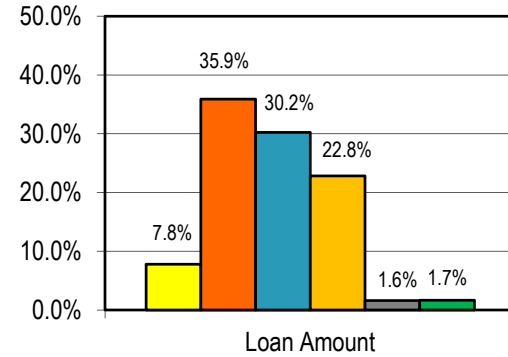
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2014

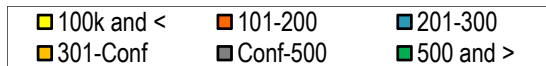
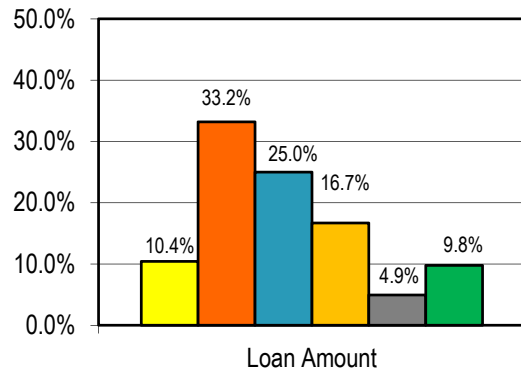
**Total**



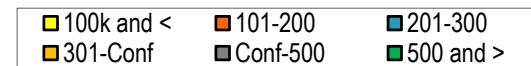
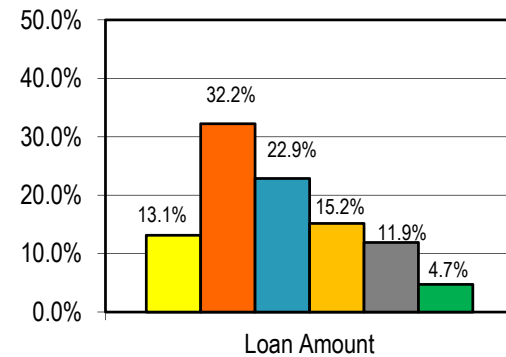
**Flow**



**Remaining Bulk**



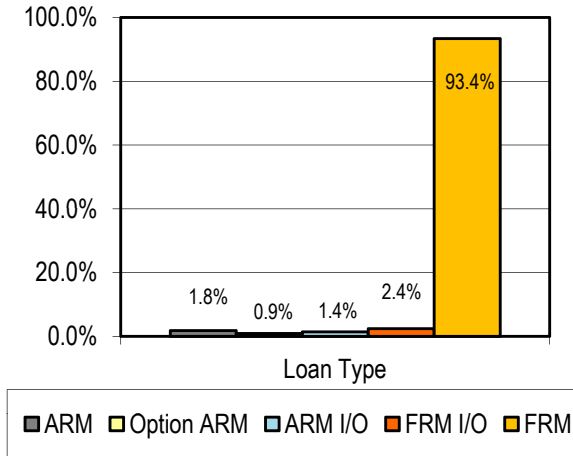
**Wall Street Bulk Transactions**



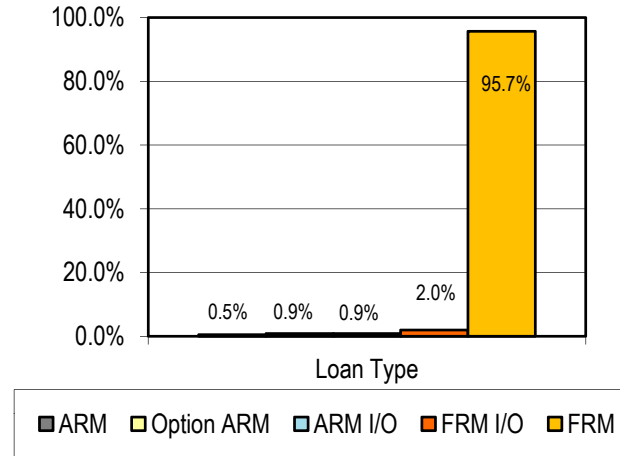
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2014

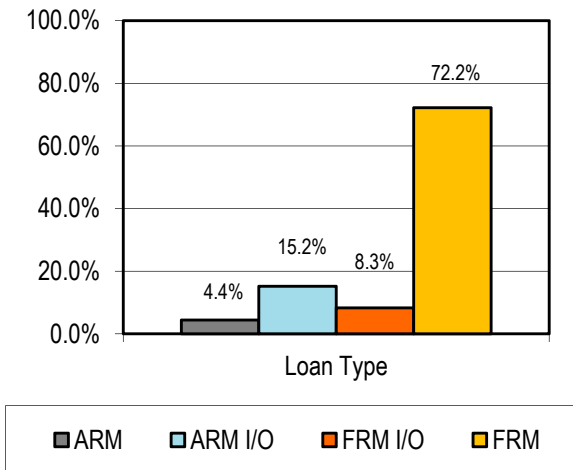
**Total**



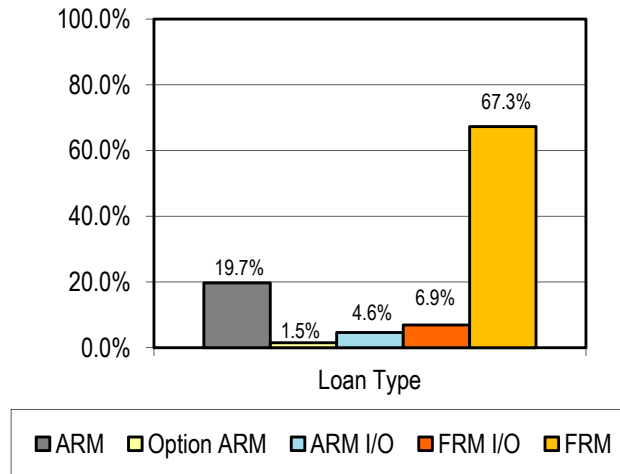
**Flow**



**Remaining Bulk**



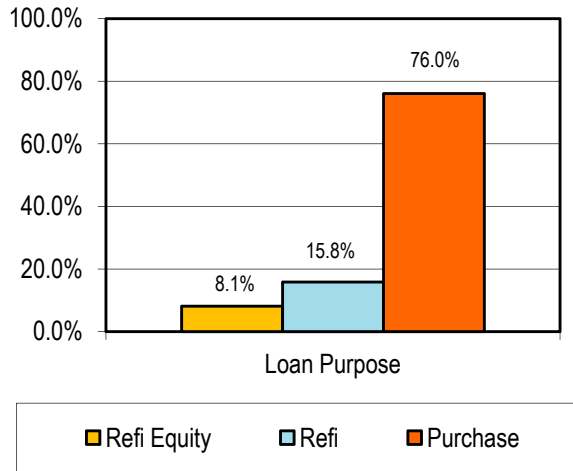
**Wall Street Bulk Transactions**



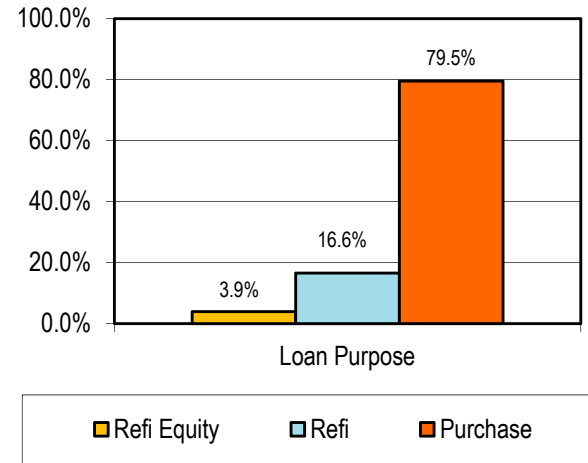
Note: Charts may not add to 100% due to rounding; FRM includes ARMs with initial reset periods of greater than 5 years, ARM I/O includes all ARMs regardless of reset period  
Approximately 97% of Remaining Bulk Interest Only ARMs have initial interest only periods of 5 years or more

# Primary Risk in Force September 30, 2014

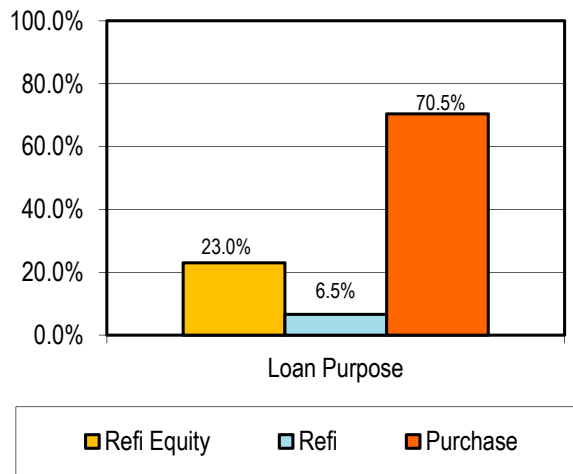
**Total**



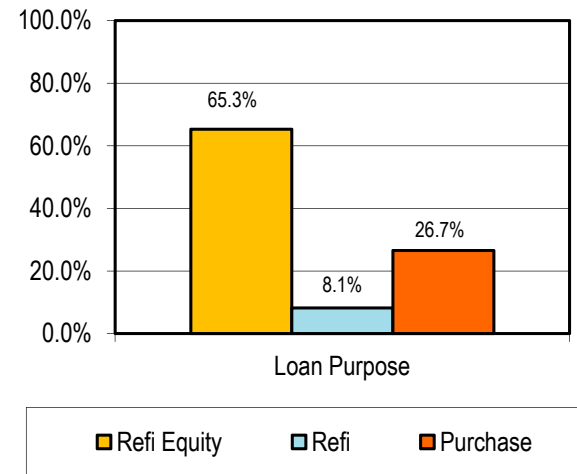
**Flow**



**Remaining Bulk**

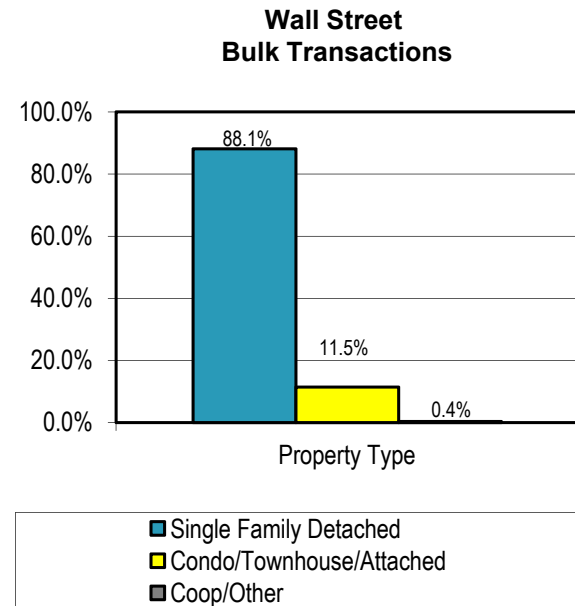
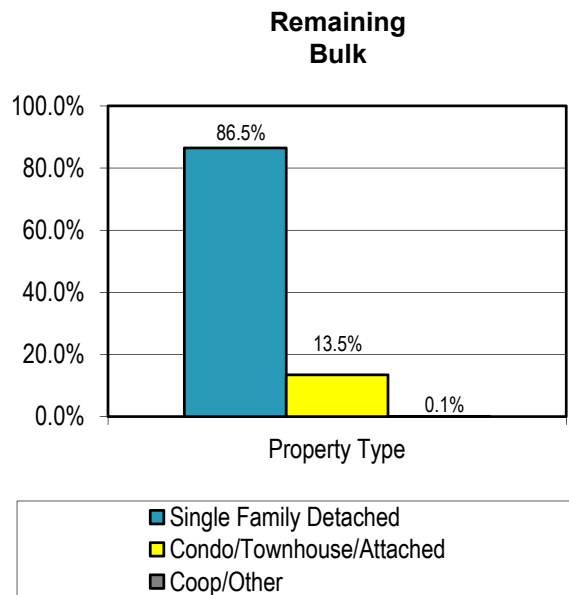
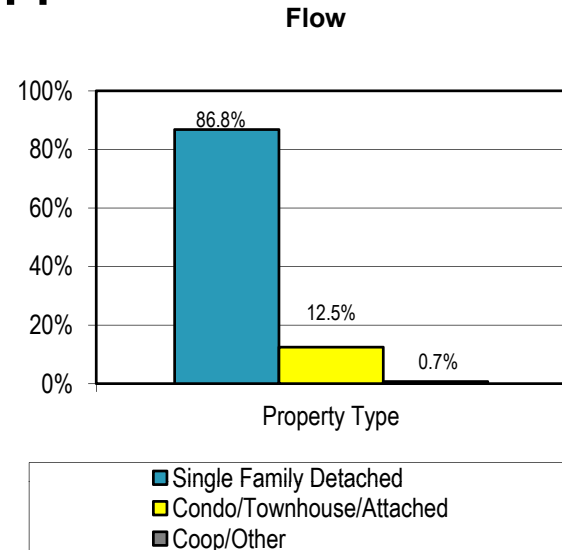
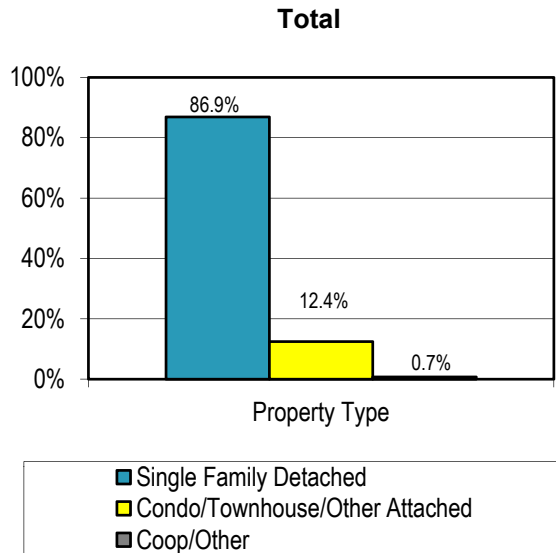


**Wall Street Bulk Transactions**



*Note: Charts may not add to 100% due to rounding*

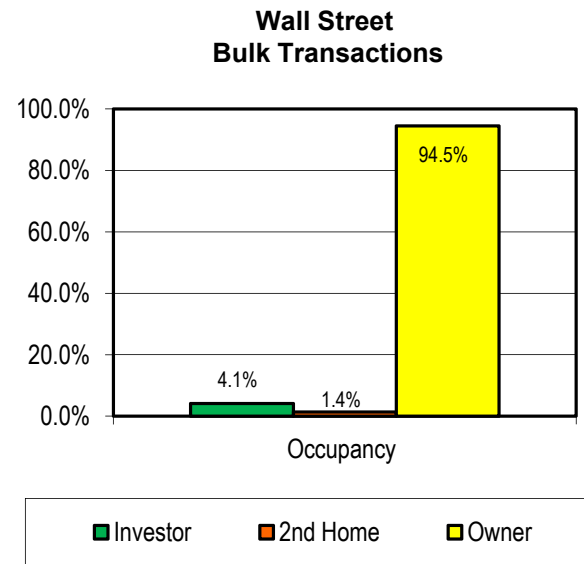
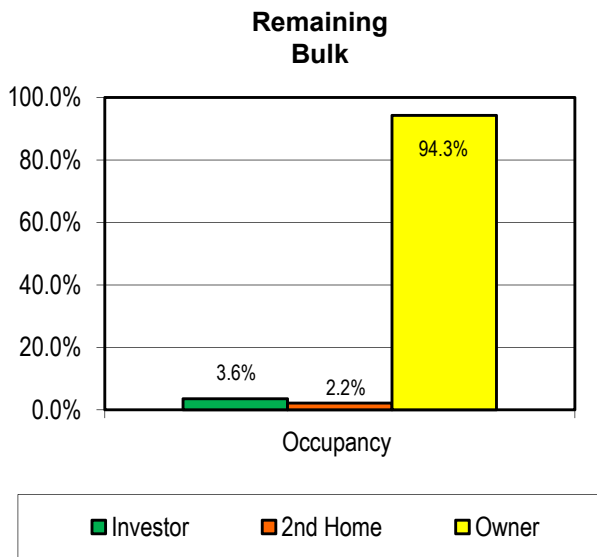
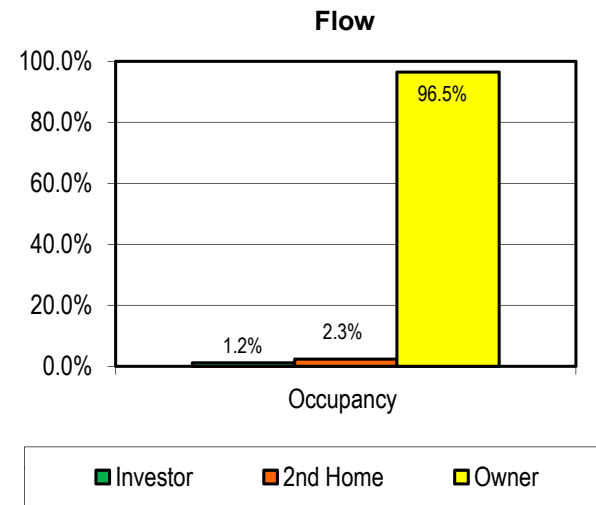
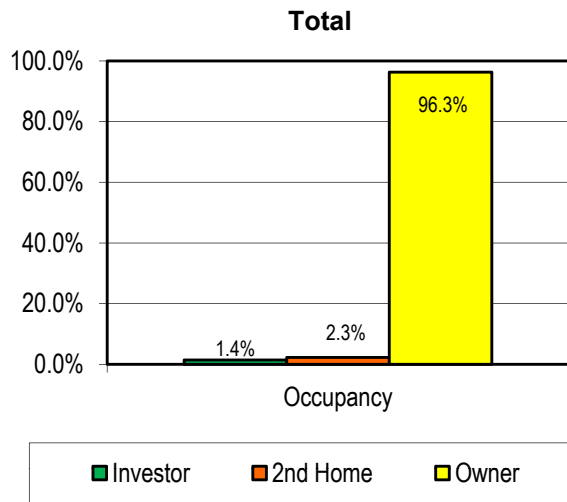
# Primary Risk in Force September 30, 2014



Note: Charts may not add to 100% due to rounding

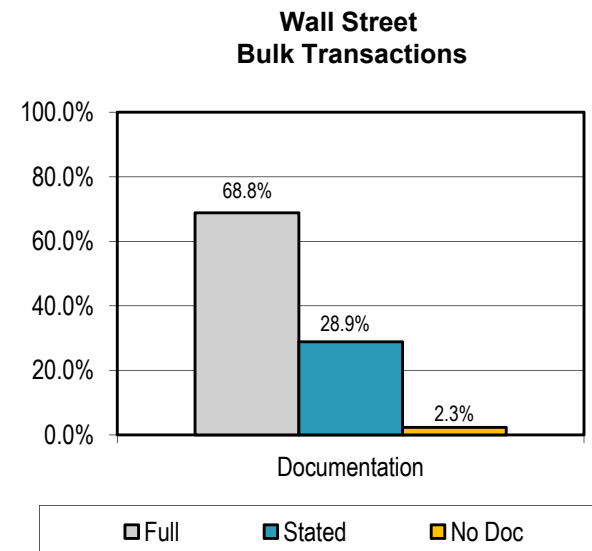
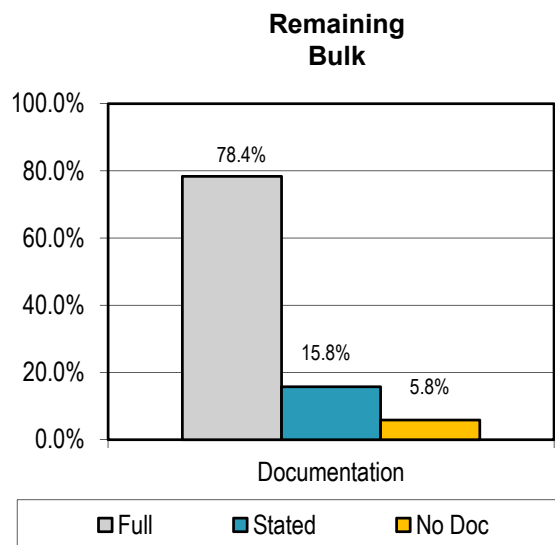
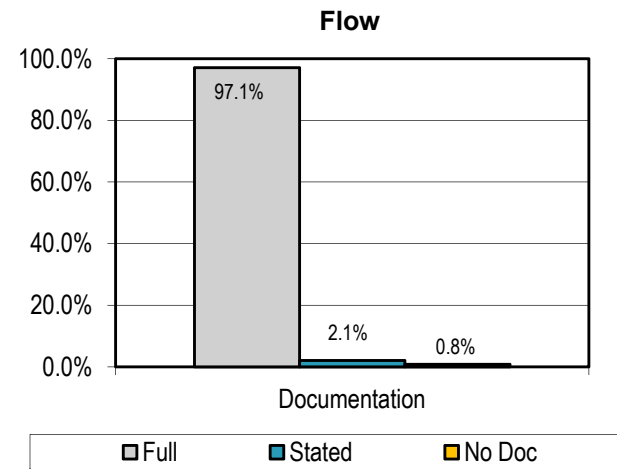
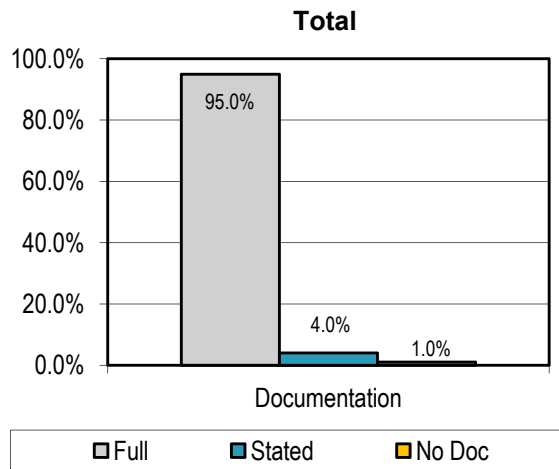


# Primary Risk in Force September 30, 2014



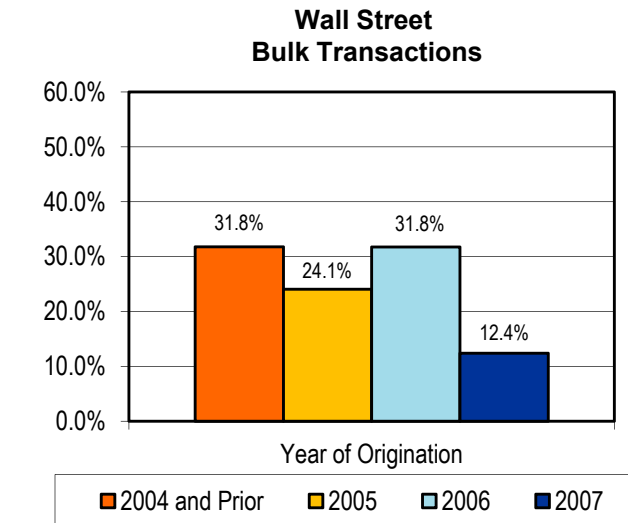
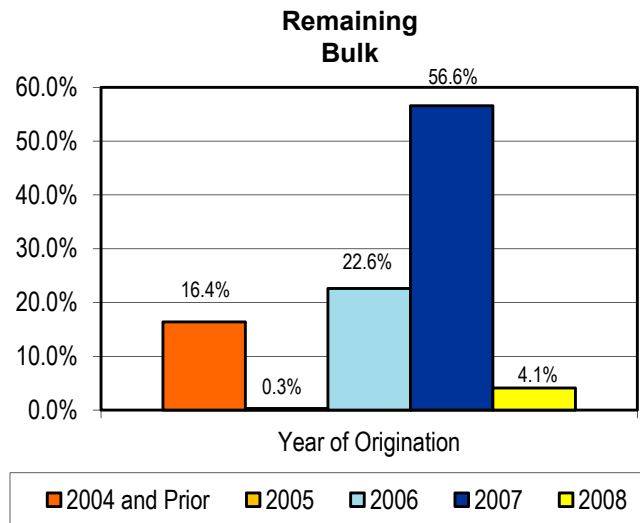
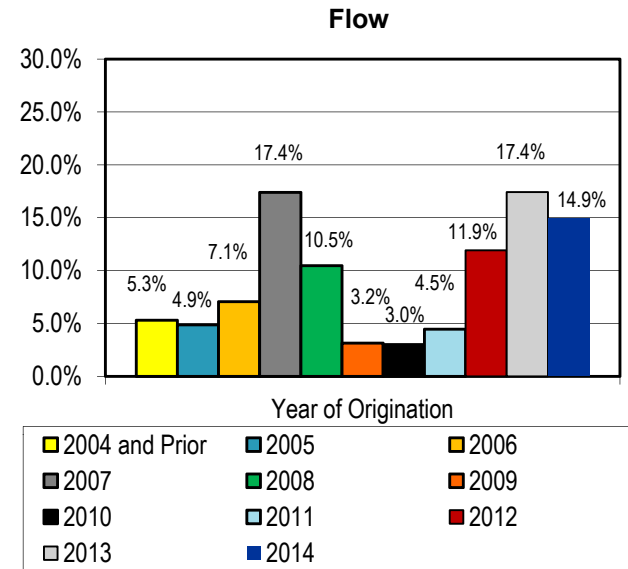
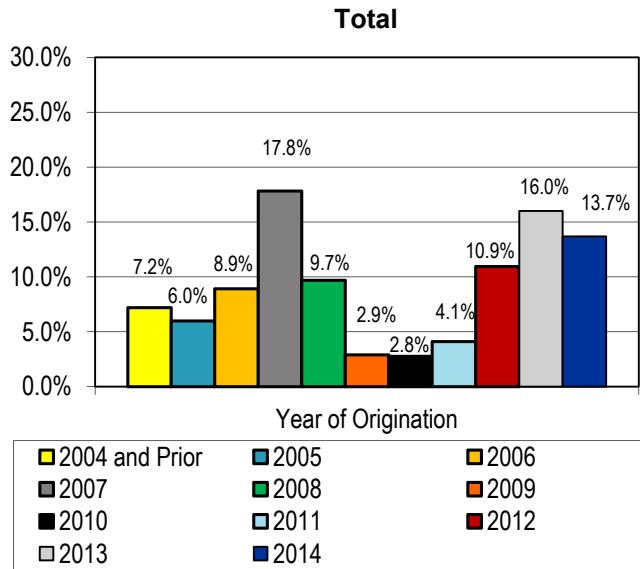
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2014



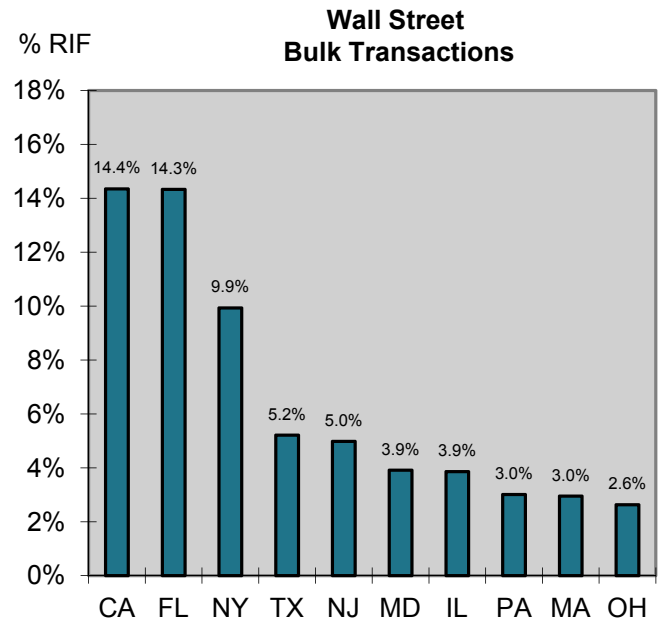
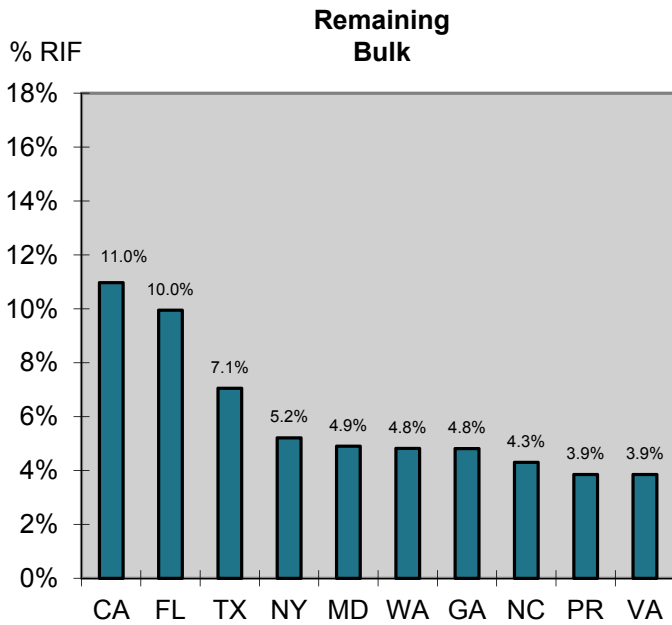
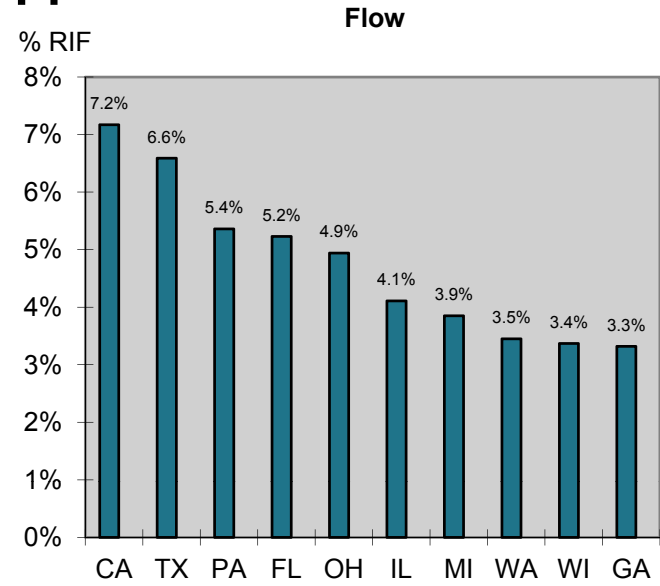
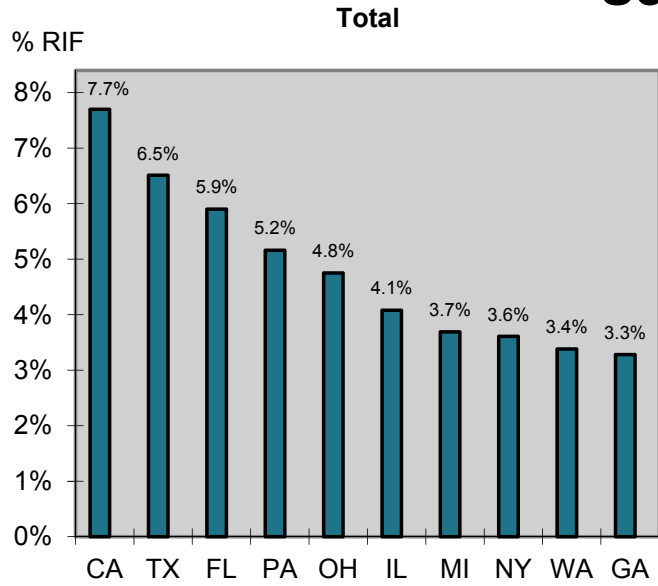
*Note: Charts may not add to 100% due to rounding. In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that do not require verification of borrower income are classified by MGIC as "full doc." Based in part on information provide by the GSEs, MGIC estimates full doc loans of this type were approximately 4% of 2007 NIW. Information for other periods is not available. MGIC understands these AU systems grant such doc waivers for loans they judge to have higher credit quality. MGIC also understands that the GSEs terminated their "doc waiver" programs in the second half of 2008.*

# Primary Risk in Force September 30, 2014



Note: Charts may not add to 100% due to rounding. Year of origination as displayed is determined by the calendar date the insurance was effective .

# Primary Risk in Force September 30, 2014



# Primary Risk in Force September 30, 2014

Origination Year	Original Risk Written (billions)	Remaining Risk in Force (billions)	% Remaining of Original Risk	% of Loans Delinquent	% of Loans Never Delinquent	Number of New Notices Received in Quarter	% of New Notices that were Previously Delq	> 90% LTV	> 97% LTV	% FRM	% < 620	% Reduced			
												Doc (1)	% Purchase	% CA	% FL
2004 and Prior	N/A	\$ 2.06	N/A	16.4%	51.9%	3,653	89.8%	75.4%	26.4%	92.7%	10.0%	6.7%	81.2%	2.3%	7.9%
2005	\$ 10.24	\$ 1.89	18.4%	13.8%	61.1%	1,876	84.8%	72.8%	34.6%	88.6%	6.7%	7.7%	82.2%	1.6%	10.7%
2006	\$ 10.14	\$ 2.74	27.1%	13.8%	60.1%	3,008	84.2%	71.0%	41.6%	86.1%	8.1%	9.3%	80.7%	1.9%	8.9%
2007	\$ 18.06	\$ 6.76	37.4%	13.8%	58.5%	6,334	84.5%	74.2%	45.3%	86.3%	7.9%	7.6%	78.6%	6.5%	7.0%
2008	\$ 10.49	\$ 4.06	38.7%	7.7%	75.3%	2,099	79.3%	60.2%	16.2%	92.4%	1.7%	1.8%	75.9%	10.6%	4.1%
2009	\$ 4.04	\$ 1.22	30.2%	2.1%	94.4%	234	58.1%	41.0%	0.1%	99.2%	0.0%	0.0%	64.3%	4.7%	1.3%
2010	\$ 3.05	\$ 1.17	38.4%	1.1%	97.1%	124	53.2%	50.8%	0.0%	99.6%	0.0%	0.0%	72.7%	4.1%	1.3%
2011	\$ 3.54	\$ 1.73	49.0%	0.7%	98.4%	155	45.8%	58.7%	0.0%	99.7%	0.0%	0.0%	77.6%	5.4%	1.8%
2012	\$ 6.10	\$ 4.63	75.9%	0.3%	99.3%	209	36.4%	61.2%	0.0%	99.8%	0.0%	0.0%	71.5%	8.4%	2.1%
2013	\$ 7.43	\$ 6.77	91.1%	0.2%	99.6%	222	15.8%	64.5%	0.0%	99.8%	0.0%	0.0%	80.9%	9.5%	4.1%
2014	\$ 5.87	\$ 5.79	98.6%	0.0%	99.9%	76	9.2%	66.3%	0.0%	99.7%	0.0%	0.0%	91.3%	9.6%	5.9%

(1) Refer to footnote on page 9

Percentages based on remaining risk in force except for delinquency statistics which are based on the number of remaining loans.

Year of origination as displayed is determined by the calendar date the insurance was effective.

# Primary Risk in Force September 30, 2014

## WALL STREET BULK TRANSACTIONS

Origination Year	Original Risk Written (billions)	Remaining Risk in Force (billions)	% Remaining of Original Risk	% of Loans Delinquent	% of Loans Never Delinquent	Number of New Notices Received in Quarter	% of New Notices that were Previously Delq	<= 80% LTV	> 90% LTV	% Equity Refinance	% Pay Option ARM	% Indexed ARM	% < 620	% CA	% FL
2004 and Prior	\$ 22.77	\$ 0.85	3.7%	23.8%	32.6%	2,060	93.5%	35.9%	12.0%	63.8%	0.0%	19.8%	41.9%	12.1%	8.2%
2005	\$ 5.82	\$ 0.64	11.0%	31.6%	22.2%	778	94.1%	20.3%	22.6%	67.5%	0.2%	21.6%	45.8%	15.4%	15.9%
2006	\$ 3.79	\$ 0.85	22.4%	40.1%	14.3%	866	93.9%	22.0%	30.5%	63.2%	4.3%	18.5%	49.6%	17.3%	18.3%
2007	\$ 0.92	\$ 0.33	36.0%	42.5%	20.3%	344	94.2%	18.6%	29.4%	70.5%	0.5%	19.2%	52.9%	10.6%	16.9%

## REMAINING BULK

Origination Year	Original Risk Written (billions)	Remaining Risk in Force (billions)	% Remaining of Original Risk	% of Loans Delinquent	% of Loans Never Delinquent	Number of New Notices Received in Quarter	% of New Notices that were Previously Delq	<= 80% LTV	> 90% LTV	% Equity Refinance	% Pay Option ARM	% Indexed ARM	% < 620	% CA	% FL
2004 and Prior	\$ 6.34	\$ 0.13	2.1%	21.2%	36.3%	408	94.4%	50.0%	11.8%	55.8%	0.0%	13.4%	38.3%	8.2%	6.9%
2005	\$ 0.70	\$ 0.00	0.3%	12.9%	53.2%	2	100.0%	0.0%	68.4%	8.2%	0.0%	48.3%	28.6%	4.6%	3.6%
2006	\$ 2.19	\$ 0.18	8.2%	17.3%	52.7%	158	86.1%	17.6%	56.9%	30.5%	0.0%	5.1%	22.3%	5.1%	11.6%
2007	\$ 1.10	\$ 0.45	40.7%	15.1%	58.2%	315	81.3%	0.7%	80.6%	12.0%	0.0%	1.5%	4.4%	14.9%	10.8%
2008	\$ 0.18	\$ 0.03	17.8%	4.5%	86.9%	6	83.3%	0.1%	82.3%	3.9%	0.0%	0.0%	3.4%	0.5%	1.9%

Percentages based on remaining risk in force except for delinquency statistics which are based on the number of remaining loans.

Year of origination as displayed is determined by the calendar date the insurance was effective.

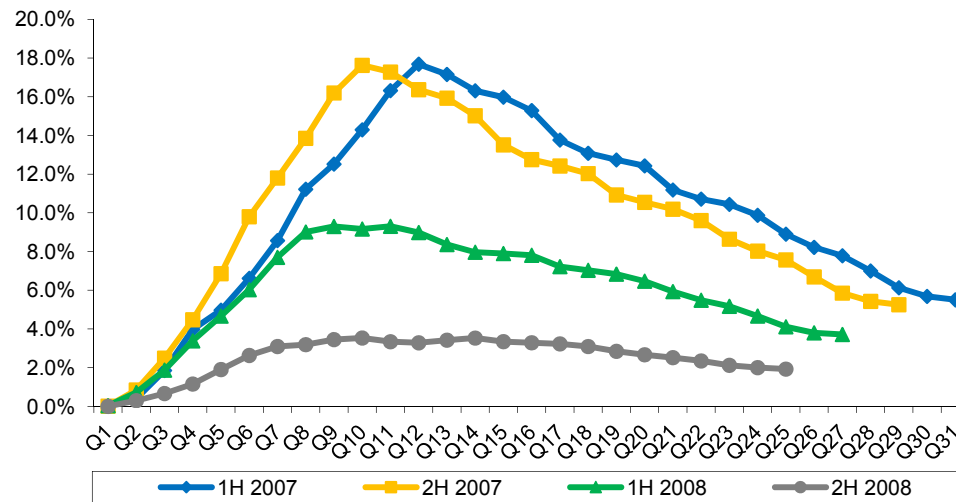
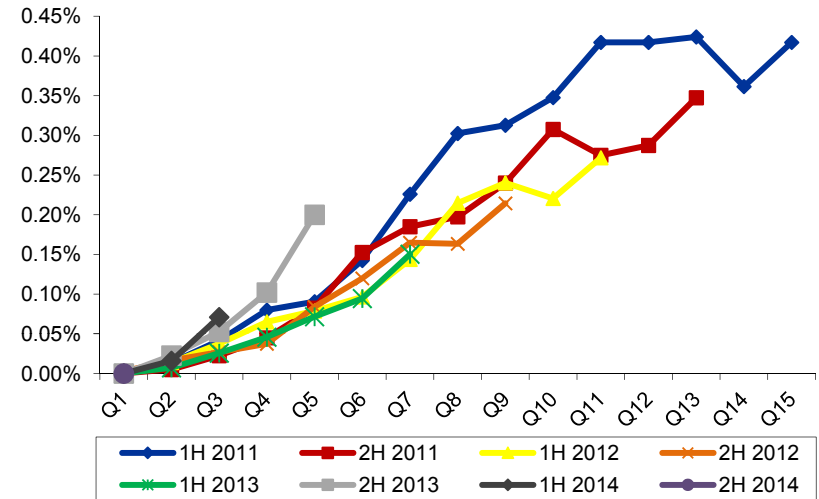
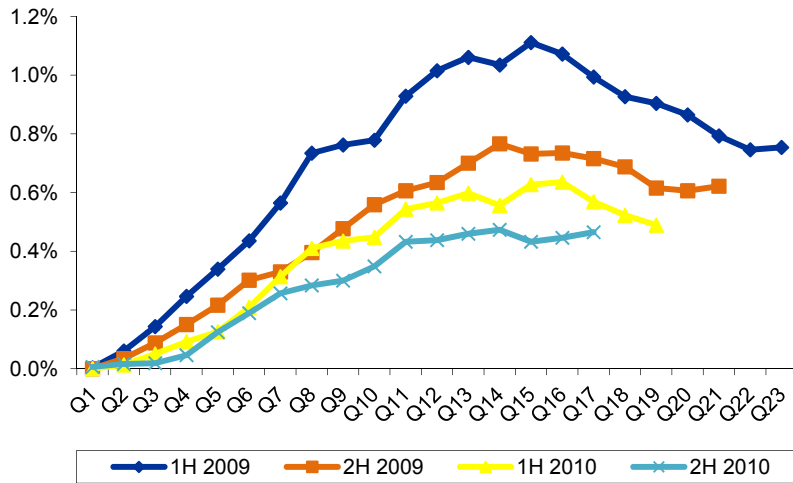
# Delinquency and Claim Data Primary Insurance - Flow Only September 30, 2014

	Delinquent Prime Loans	Delinquency Rate Prime Loans	Delinquent A Minus Loans	Delinquency Rate A Minus	Delinquent Sub-Prime Loans	Delinquency Rate Sub- Prime	Delinquent Reduced Documentation Loans (1)	Delinquency Rate Reduced Documentation Loans (1)	Number of Loans Where the FICO Score Was Not Reported	Delinquency Rate Where the FICO Score Was Not Reported	Total Flow Loans Delinquent	Total Flow Delinquency Rate	Ever to Date Paid Claims (millions)
2003 and Prior	5,689	16.27%	1,212	28.77%	330	31.91%	441	19.50%	163	7.92%	7,835	17.60%	N.M.
2004	3,532	13.09%	630	24.02%	136	32.85%	440	23.06%	73	13.96%	4,811	14.82%	\$ 813.3
2005	5,174	11.77%	765	22.23%	142	31.56%	1,008	29.02%	167	12.29%	7,256	13.77%	\$ 1,299.8
2006	6,934	11.32%	1,369	21.95%	332	33.03%	1,597	28.93%	183	12.64%	10,415	13.80%	\$ 1,855.8
2007	15,690	11.59%	3,788	26.62%	426	37.30%	2,155	23.03%	217	15.12%	22,276	13.79%	\$ 3,813.9
2008	6,178	7.10%	499	26.37%	14	29.17%	233	17.75%	22	8.76%	6,946	7.67%	\$ 895.1
2009	660	2.14%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	660	2.14%	\$ 42.0
2010	289	1.15%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	289	1.15%	\$ 8.8
2011	259	0.71%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	259	0.71%	\$ 3.3
2012	281	0.31%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	281	0.31%	\$ 1.1
2013	246	0.19%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	246	0.19%	\$ 0.1
2014	49	0.05%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	49	0.05%	\$ -
<b>Total</b>	<b>44,981</b>	<b>5.54%</b>	<b>8,263</b>	<b>25.32%</b>	<b>1,380</b>	<b>33.72%</b>	<b>5,874</b>	<b>24.65%</b>	<b>825</b>	<b>11.54%</b>	<b>61,323</b>	<b>6.97%</b>	

(1) Refer to footnote on page 9

# Flow Primary Risk in Force September 30, 2014

Static Pool Delinquency Rates  
Based on Loan Count



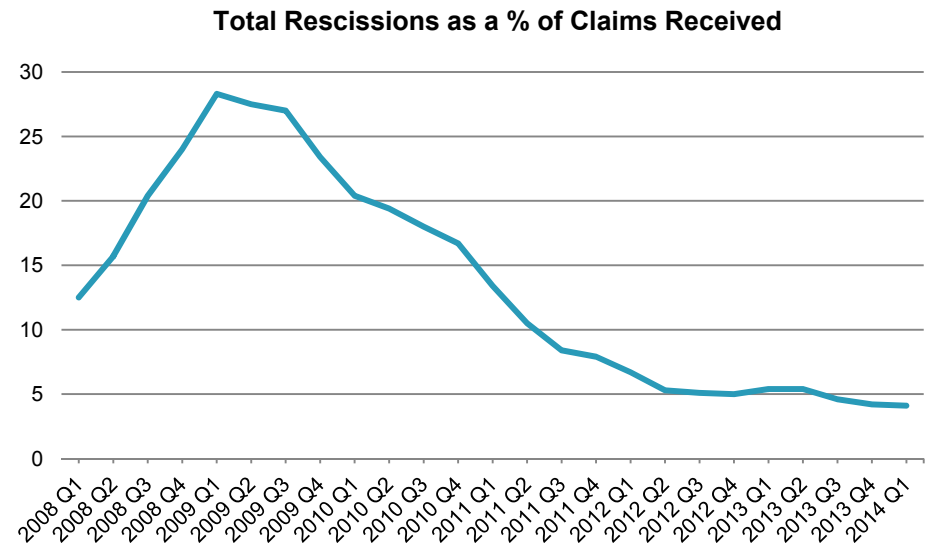
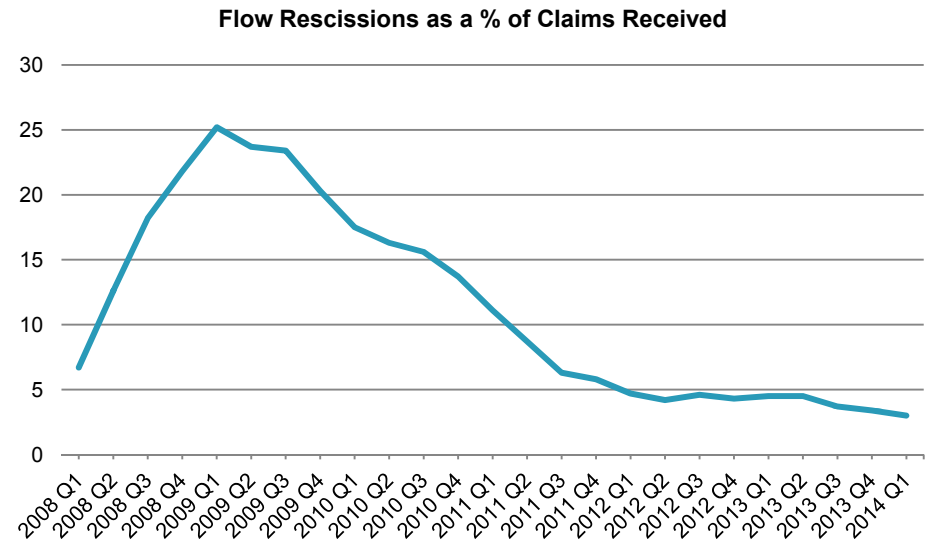
Static Pool Delinquency Rates = (total number of delinquent loans at the end of the stated reporting period) / (original number of loans insured in the 6 month periods shown)



# Cumulative Rescission Rates by Quarter Claim Received September 30, 2014

(Count Based)

	Claim Rec'd Qtr	Actual Rescission Rate	Claims Resolved %
BULK	2012 Q4	8.7	96.4
	2013 Q1	10.5	96.3
	2013 Q2	10.3	96.5
	2013 Q3	10.5	97.5
	2013 Q4	9.8	97.0
	2014 Q1	9.7	95.9
FLOW	2012 Q4	4.3	99.1
	2013 Q1	4.5	99.1
	2013 Q2	4.5	99.3
	2013 Q3	3.7	99.1
	2013 Q4	3.4	98.8
	2014 Q1	3.0	97.9
TOTAL	2012 Q4	5.0	98.6
	2013 Q1	5.4	98.7
	2013 Q2	5.4	98.9
	2013 Q3	4.6	98.9
	2013 Q4	4.2	98.5
	2014 Q1	4.1	97.6



1) Rescission rates include claims that have been rescinded or denied that would have otherwise been charged to a deductible.

2) Rescission Rate = Number of Rescinded Claims / Total Number of Claims Received in the Quarter

# New Insurance Written Characteristics

## Q3 2014

- 84% 700 and > credit score  
Weighted Average FICO: 749
- 15.4% Single Premium
- 10.9% < 90% LTV
- 31.5% 90% LTV
- 55.8% 95% LTV
- 1.8% > 95% LTV