

The background of the slide is a composite image. The top portion features a row of colorful, stylized houses in shades of orange, yellow, blue, and green. The bottom portion is a dark, blue-tinted photograph of a large, two-story house with a prominent front porch supported by columns. In the foreground of this photograph, several children are playing on the lawn.

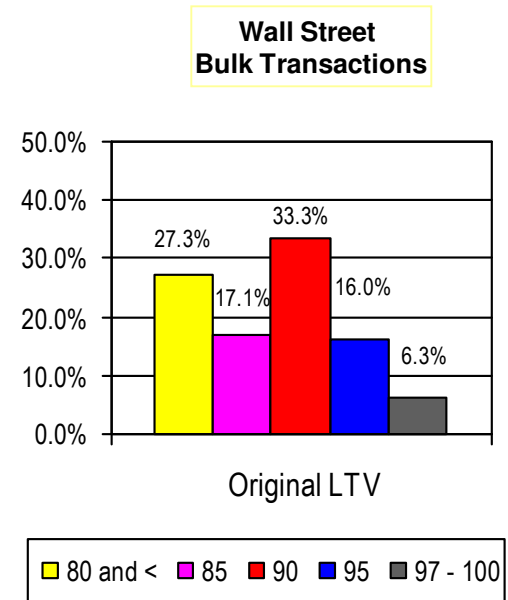
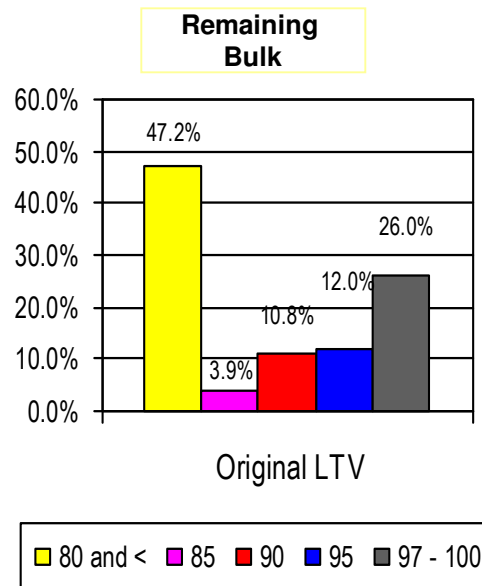
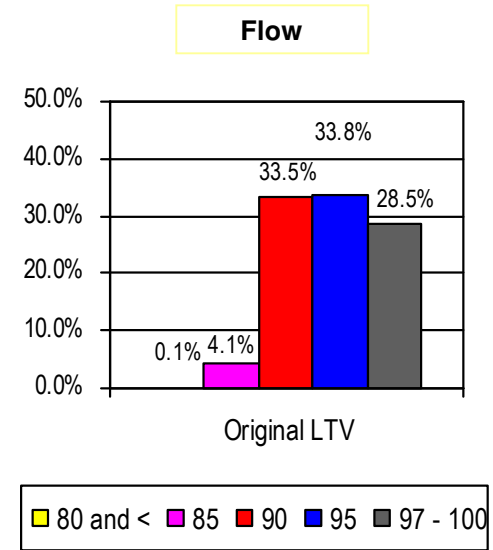
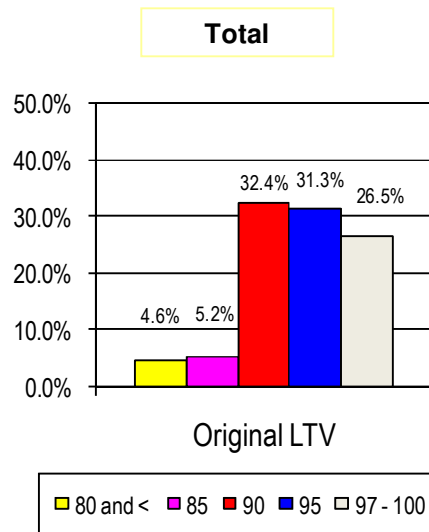
MGIC

**MGIC Investment Corporation
Q2 2011 Portfolio Supplement**

July 18, 2011

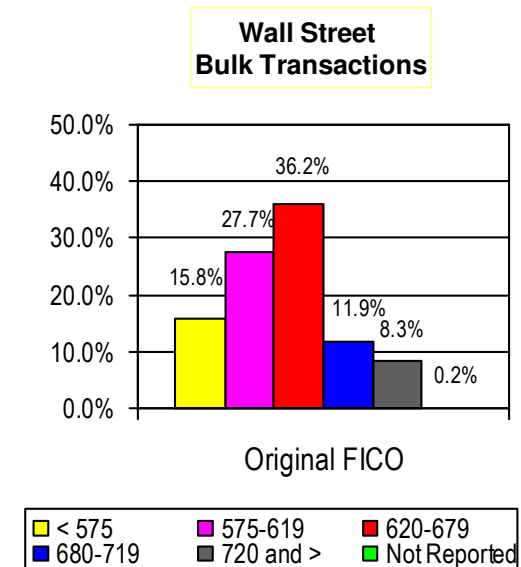
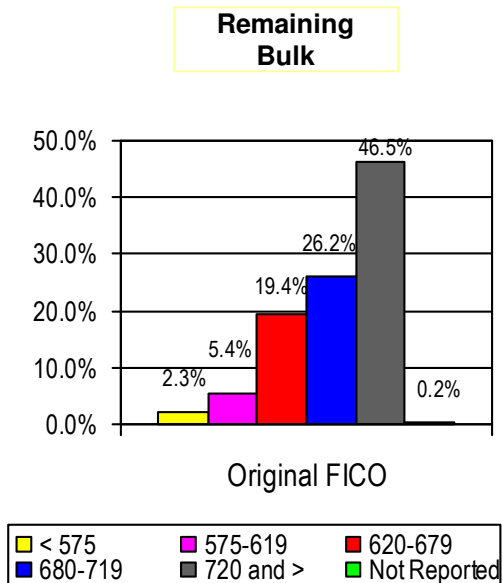
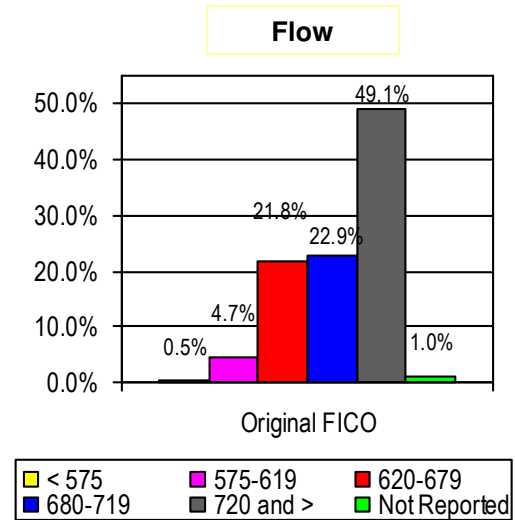
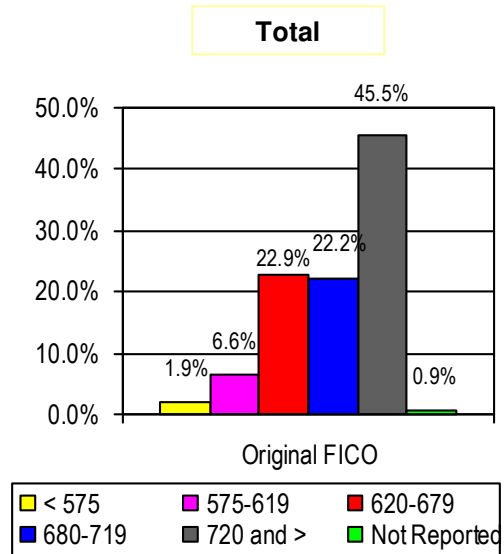
The information in this document does not include our Australian operations, which are immaterial

Primary Risk in Force June 30, 2011



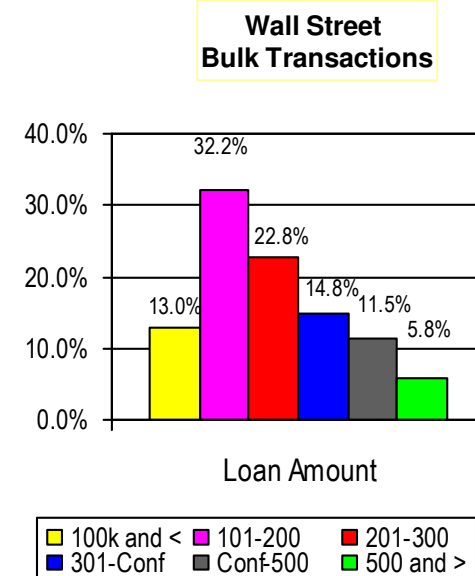
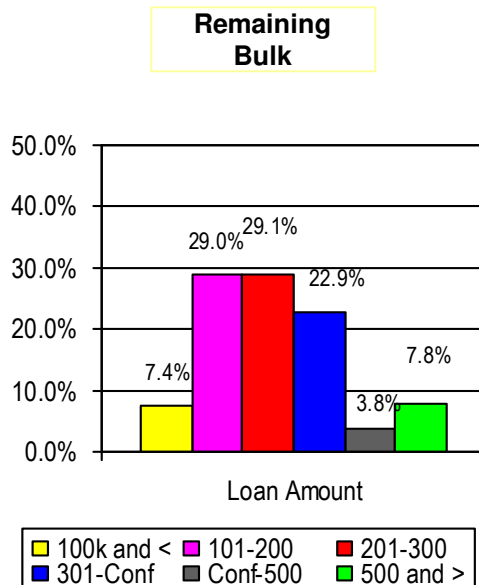
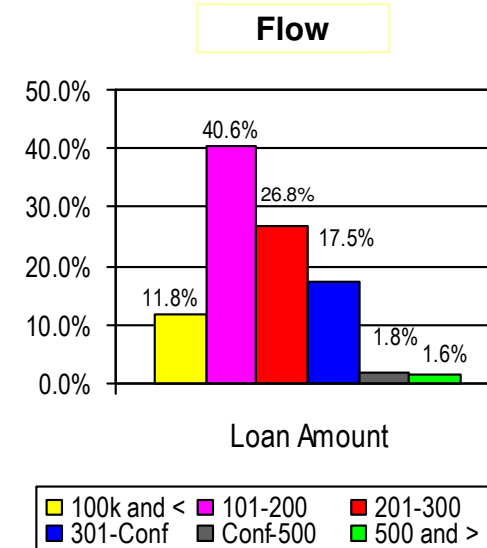
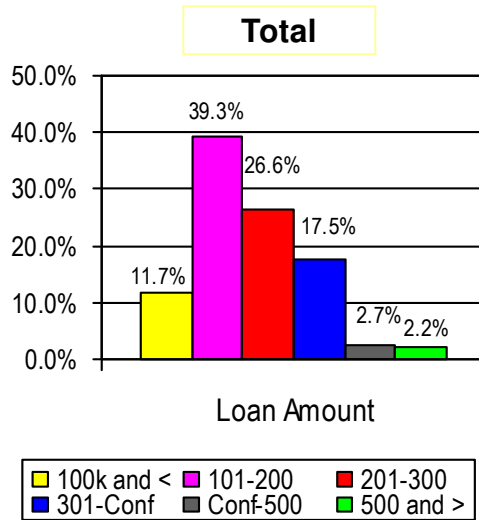
Note: Charts may not add to 100% due to rounding

Primary Risk in Force June 30, 2011



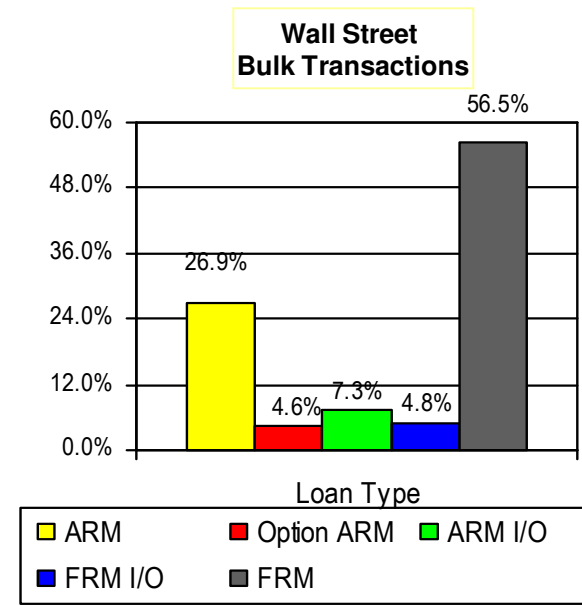
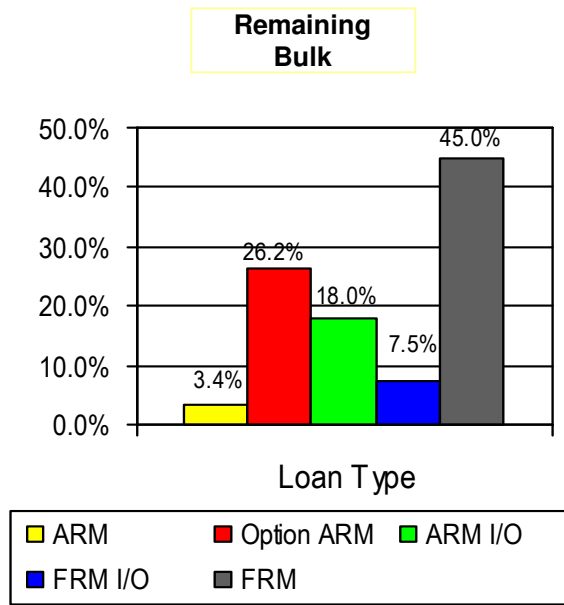
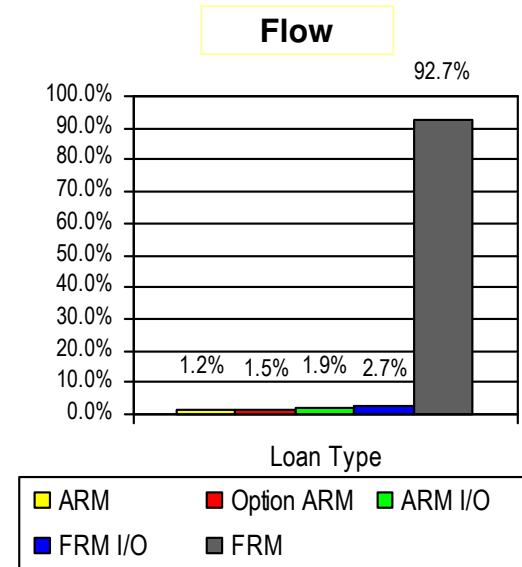
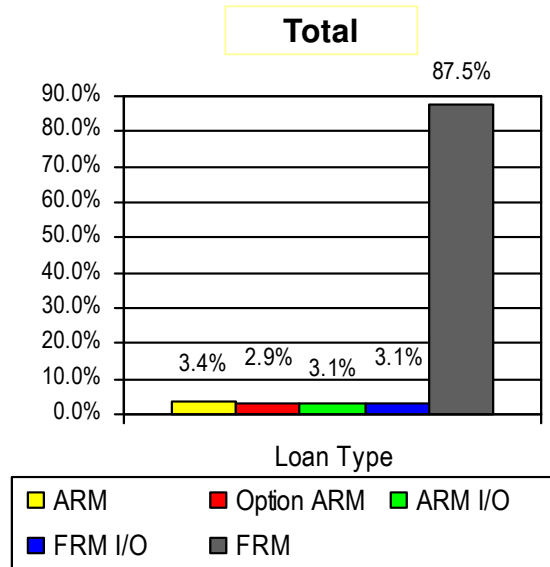
Note: Charts may not add to 100% due to rounding

Primary Risk in Force June 30, 2011



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

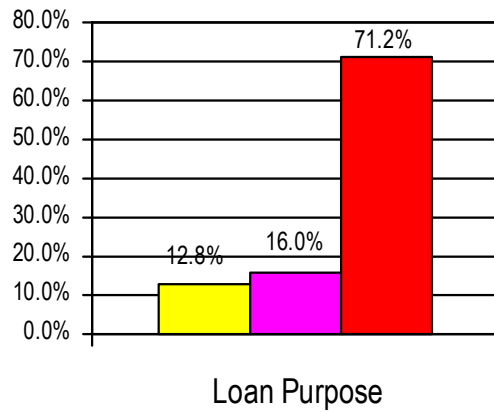
Primary Risk in Force June 30, 2011



*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*

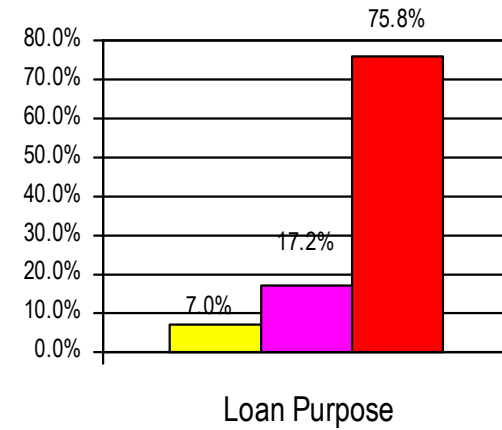
Primary Risk in Force June 30, 2011

Total



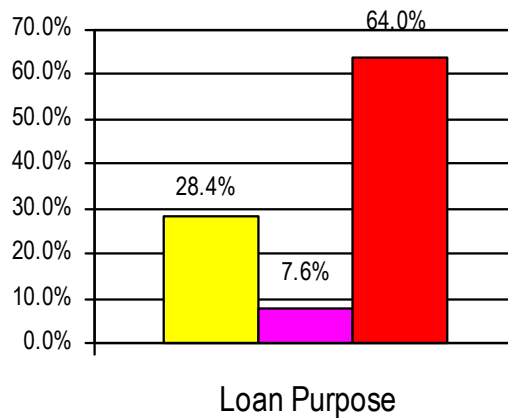
■ Refi Equity ■ Refi ■ Purchase

Flow



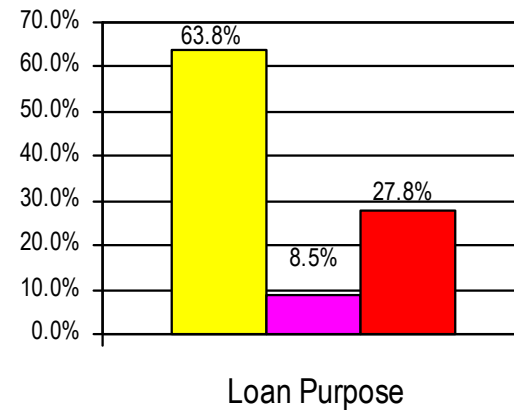
■ Refi Equity ■ Refi ■ Purchase

Remaining Bulk



■ Refi Equity ■ Refi ■ Purchase

Wall Street Bulk Transactions

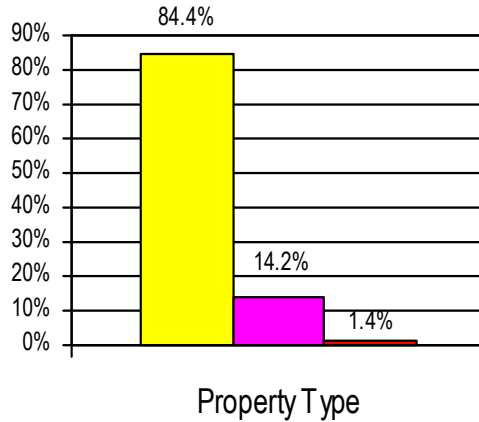


■ Refi Equity ■ Refi ■ Purchase

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

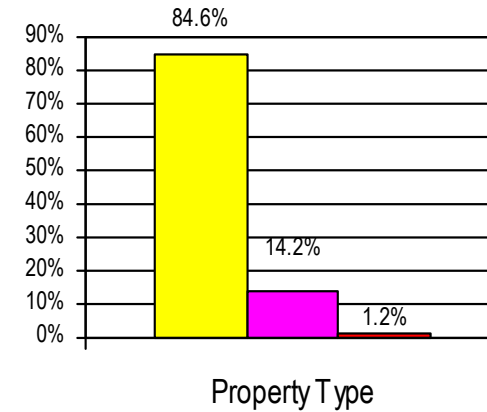
Primary Risk in Force June 30, 2011

Total



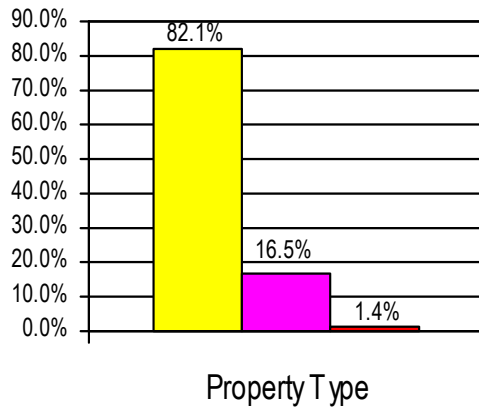
■ Single Family Detached
■ Condo/Townhouse/Other Attached
■ Other

Flow



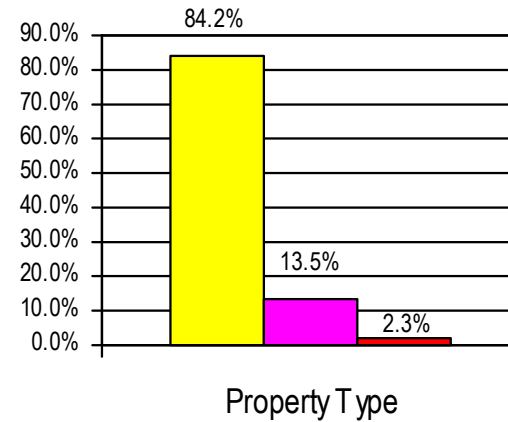
■ Single Family Detached
■ Condo/Townhouse/Attached
■ Other

Remaining Bulk



■ Single Family Detached
■ Condo/Townhouse/Attached
■ Other

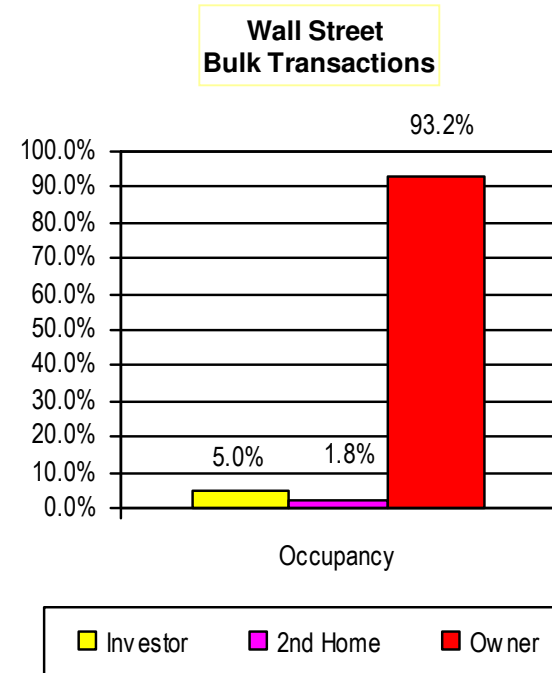
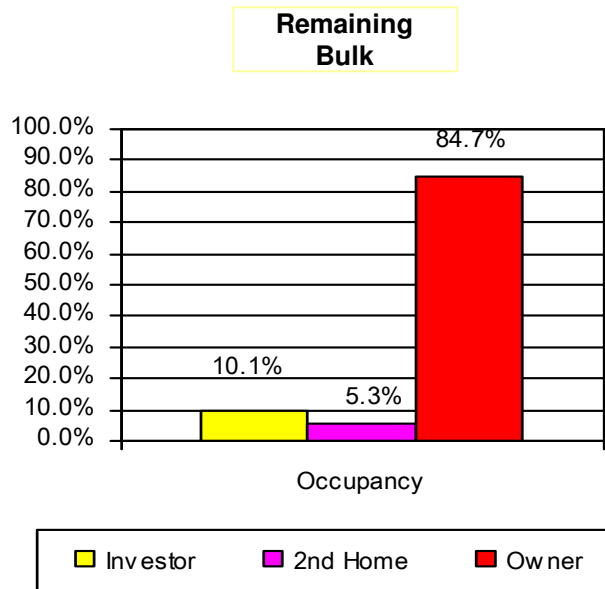
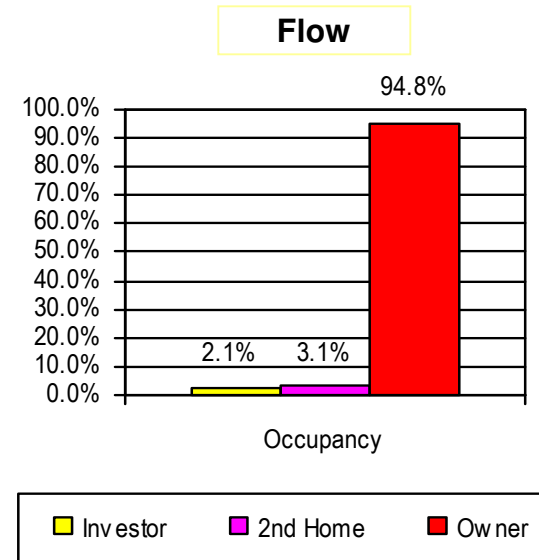
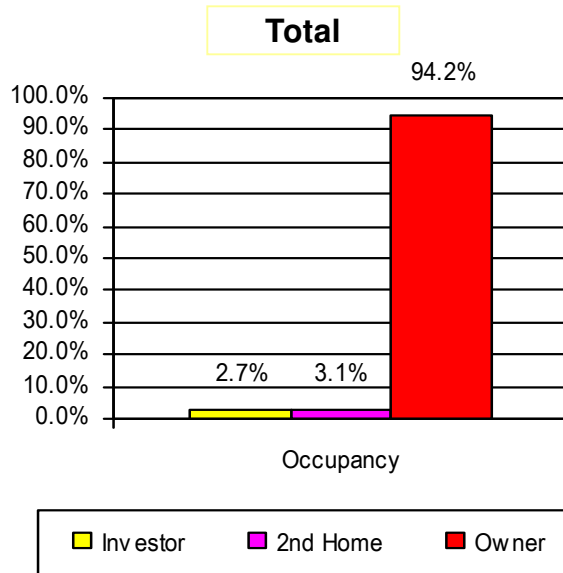
Wall Street Bulk Transactions



■ Single Family Detached
■ Condo/Townhouse/Attached
■ Other

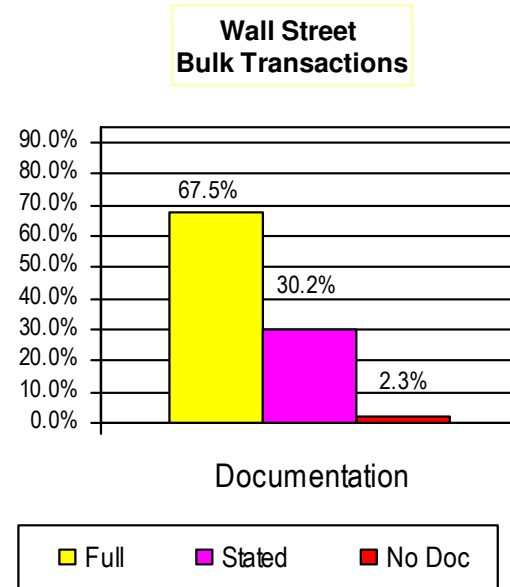
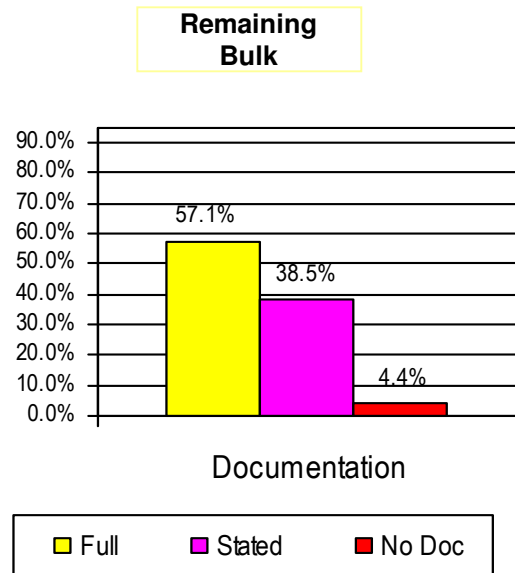
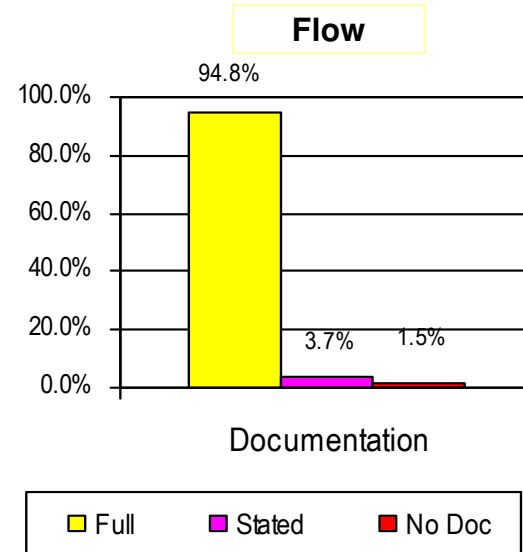
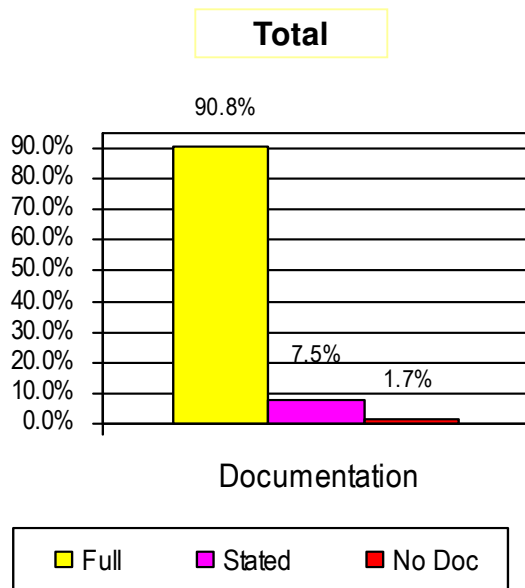
Note: Charts may not add to 100% due to rounding

Primary Risk in Force June 30, 2011



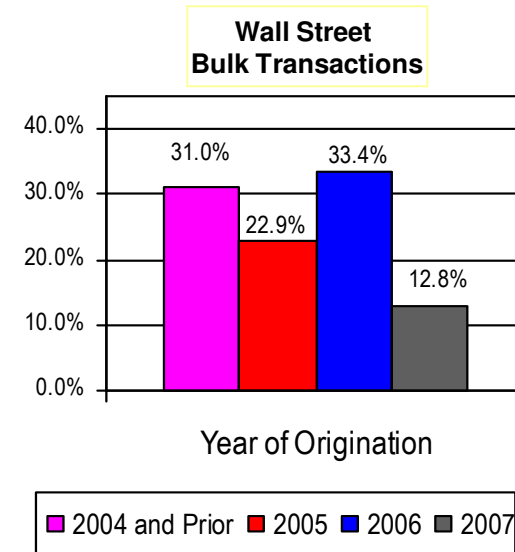
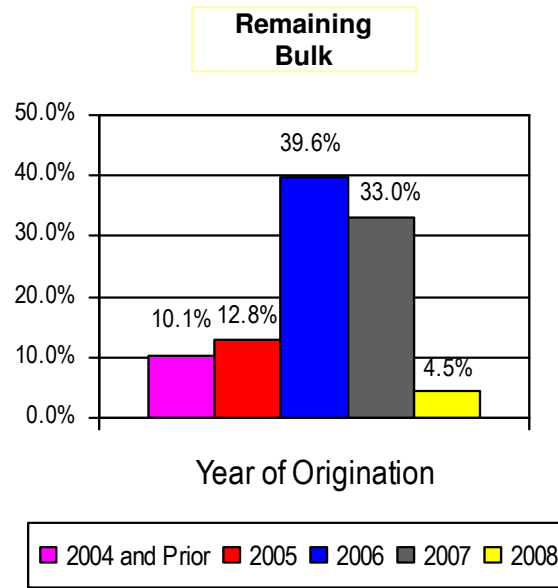
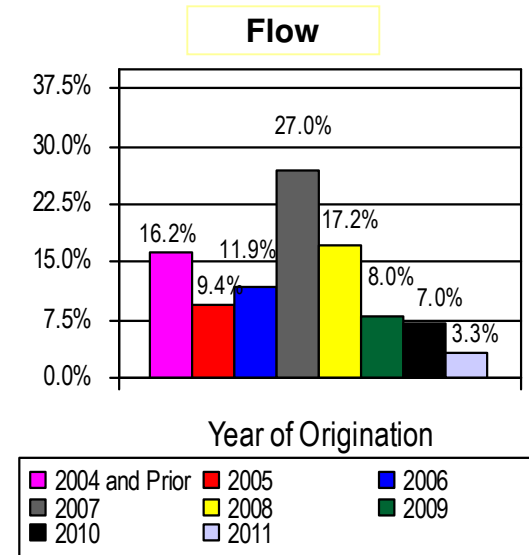
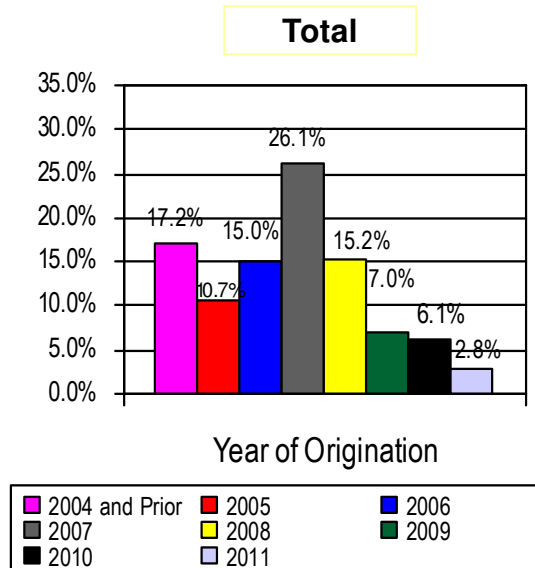
Note: Charts may not add to 100% due to rounding

Primary Risk in Force June 30, 2011



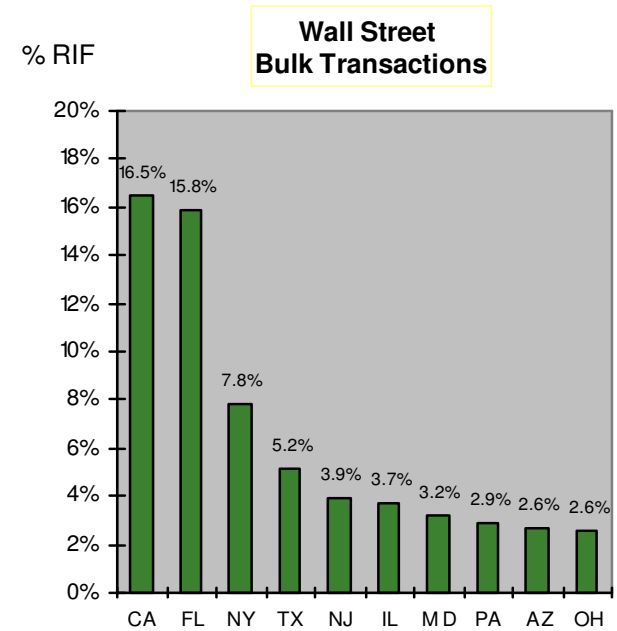
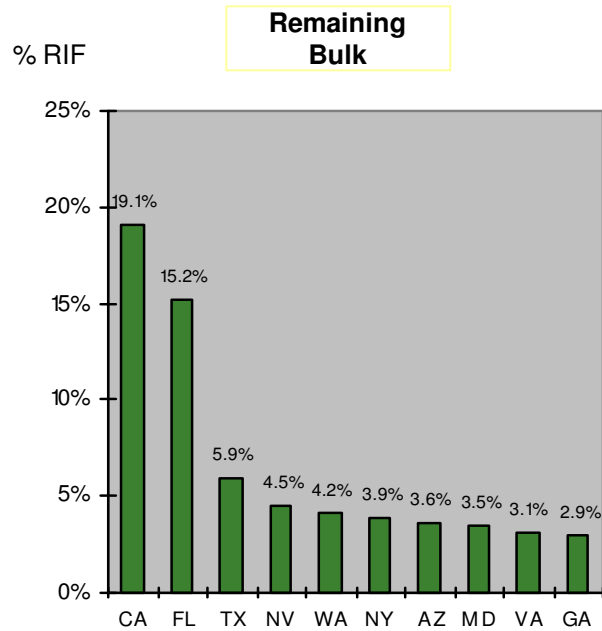
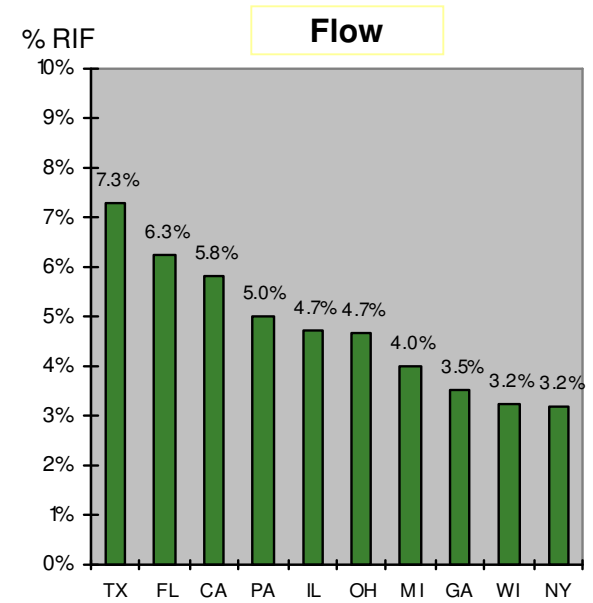
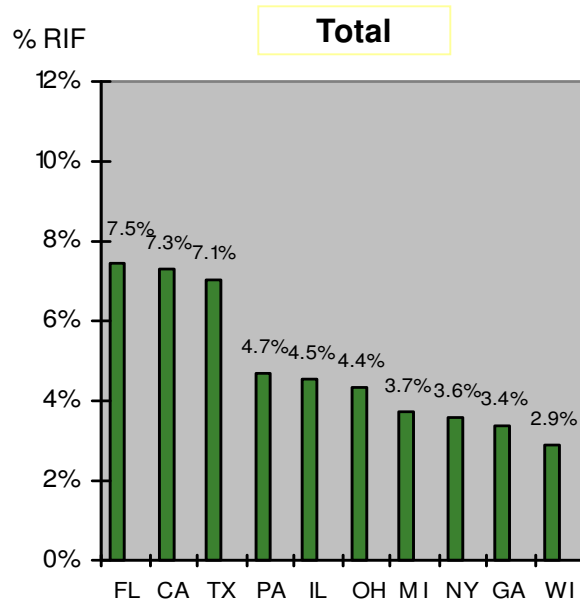
Note: Charts may not add to 100% due to rounding. In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that do not require verification of borrower income are classified by MGIC as "full doc." Based in part on information 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 June 30, 2011



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

Primary Risk in Force June 30, 2011



Primary Risk in Force June 30, 2011

FLOW

| Origination Year | Original Risk Written (billions) | Remaining Risk in Force (billions) | % Remaining of Original Risk | # Units Delinquent % | > 90% LTV | > 97% LTV | % FRM | % < 620 | % Reduced Doc (1) | % Purchase | % Equity Refi | % CA | % FL |
|------------------|-------------------------------------|---------------------------------------|---------------------------------|----------------------------|-----------|-----------|-------|---------|----------------------|------------|------------------|-------|-------|
| 2004 and Prior | N/A | \$ 6.60 | N/A | 12.33% | 65.3% | 14.5% | 94.5% | 7.7% | 4.7% | 72.8% | 8.3% | 2.4% | 6.4% |
| 2005 | \$ 10.24 | \$ 3.83 | 37.4% | 15.88% | 64.2% | 28.9% | 89.4% | 6.1% | 8.2% | 79.0% | 11.2% | 1.8% | 11.0% |
| 2006 | \$ 10.14 | \$ 4.83 | 47.6% | 19.36% | 68.2% | 38.9% | 86.4% | 7.9% | 10.1% | 80.1% | 10.3% | 2.2% | 10.1% |
| 2007 | \$ 18.06 | \$ 10.97 | 60.7% | 21.07% | 73.2% | 44.3% | 86.5% | 8.0% | 8.1% | 78.7% | 8.4% | 7.1% | 7.7% |
| 2008 | \$ 10.49 | \$ 7.01 | 66.9% | 9.49% | 58.5% | 14.9% | 93.4% | 1.6% | 1.7% | 76.4% | 6.0% | 10.5% | 3.8% |
| 2009 | \$ 4.04 | \$ 3.26 | 80.6% | 0.77% | 36.1% | 0.0% | 99.4% | 0.0% | 0.0% | 63.6% | 1.4% | 6.8% | 1.2% |
| 2010 | \$ 3.05 | \$ 2.85 | 93.6% | 0.12% | 45.6% | 0.0% | 99.5% | 0.0% | 0.0% | 70.4% | 0.0% | 6.2% | 1.3% |
| 2011 | \$ 1.34 | \$ 1.33 | 99.3% | 0.02% | 51.9% | 0.0% | 99.4% | 0.0% | 0.0% | 79.8% | 0.0% | 9.0% | 1.8% |

WALL STREET BULK TRANSACTIONS

| Origination Year | Original Risk Written (billions) | Remaining Risk in Force (billions) | % Remaining of Original Risk | # Units Delinquent % | <= 80% LTV | > 90% LTV | % Equity Refinance | % Pay Option ARM | % Indexed ARM | % < 620 | % Reduced Doc (1) | % CA | % FL |
|------------------|-------------------------------------|---------------------------------------|---------------------------------|----------------------------|---------------|-----------|-----------------------|---------------------|------------------|---------|----------------------|-------|-------|
| 2004 and Prior | \$ 22.77 | \$ 1.21 | 5.3% | 25.89% | 37.3% | 12.0% | 63.4% | 0.0% | 22.8% | 39.1% | 23.8% | 12.6% | 8.1% |
| 2005 | \$ 5.82 | \$ 0.89 | 15.3% | 42.69% | 20.1% | 23.4% | 65.9% | 0.2% | 30.9% | 43.5% | 29.4% | 17.1% | 17.2% |
| 2006 | \$ 3.79 | \$ 1.30 | 34.4% | 52.01% | 25.7% | 28.6% | 60.6% | 11.8% | 27.6% | 44.7% | 42.8% | 21.2% | 20.7% |
| 2007 | \$ 0.92 | \$ 0.50 | 54.3% | 52.91% | 20.2% | 28.7% | 69.0% | 4.3% | 27.6% | 50.7% | 32.6% | 12.9% | 19.5% |

REMAINING BULK

| Origination Year | Original Risk Written (billions) | Remaining Risk in Force (billions) | % Remaining of Original Risk | # Units Delinquent % | <= 80% LTV | > 90% LTV | % Equity Refinance | % Pay Option ARM | % Indexed ARM | % < 620 | % Reduced Doc (1) | % CA | % FL |
|------------------|-------------------------------------|---------------------------------------|---------------------------------|----------------------------|---------------|-----------|-----------------------|---------------------|------------------|---------|----------------------|-------|-------|
| 2004 and Prior | \$ 6.34 | \$ 0.22 | 3.5% | 22.01% | 48.0% | 14.1% | 49.8% | 0.0% | 16.6% | 33.5% | 29.7% | 11.6% | 6.5% |
| 2005 | \$ 0.70 | \$ 0.28 | 39.9% | 44.07% | 95.4% | 0.9% | 52.5% | 98.5% | 0.7% | 0.4% | 68.1% | 31.6% | 24.0% |
| 2006 | \$ 2.19 | \$ 0.86 | 39.2% | 41.81% | 74.1% | 16.4% | 32.6% | 34.2% | 2.7% | 6.9% | 61.8% | 22.1% | 19.8% |
| 2007 | \$ 1.10 | \$ 0.72 | 65.1% | 24.15% | 2.5% | 79.6% | 11.0% | 0.0% | 1.7% | 4.2% | 20.3% | 15.5% | 10.8% |
| 2008 | \$ 0.18 | \$ 0.10 | 54.4% | 6.08% | 0.1% | 83.5% | 1.7% | 0.0% | 0.0% | 3.7% | 0.8% | 1.1% | 1.0% |

(1) Refer to footnote on page 9

Percentages based on remaining risk in force except for delinquency rate which is 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 - Flow Only

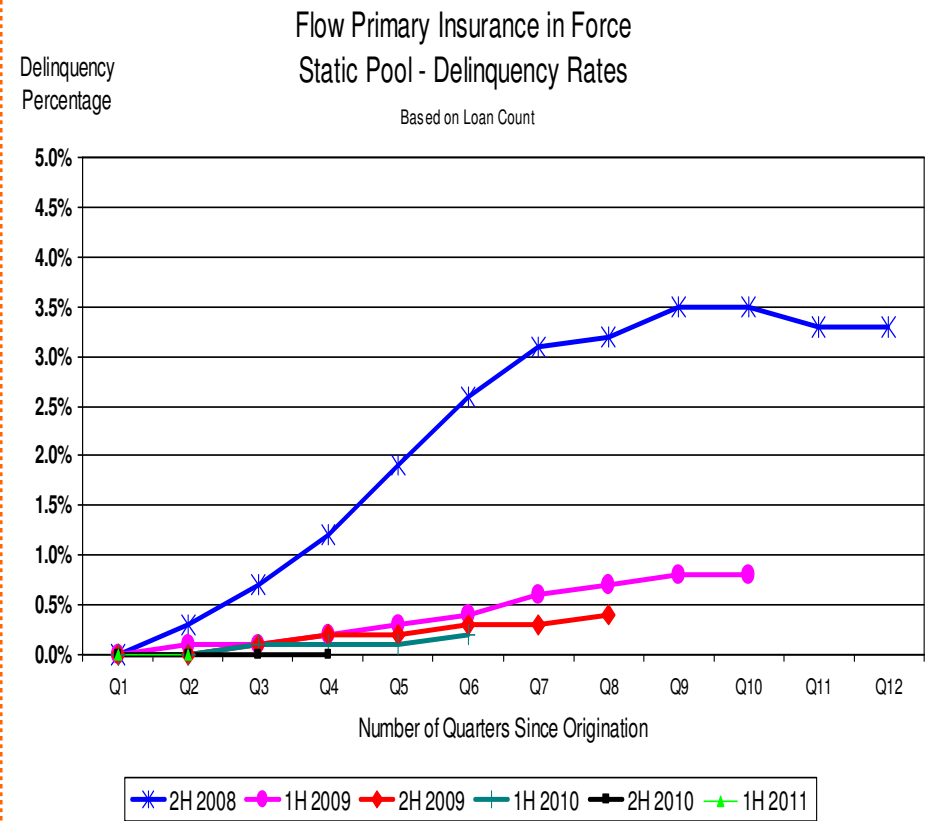
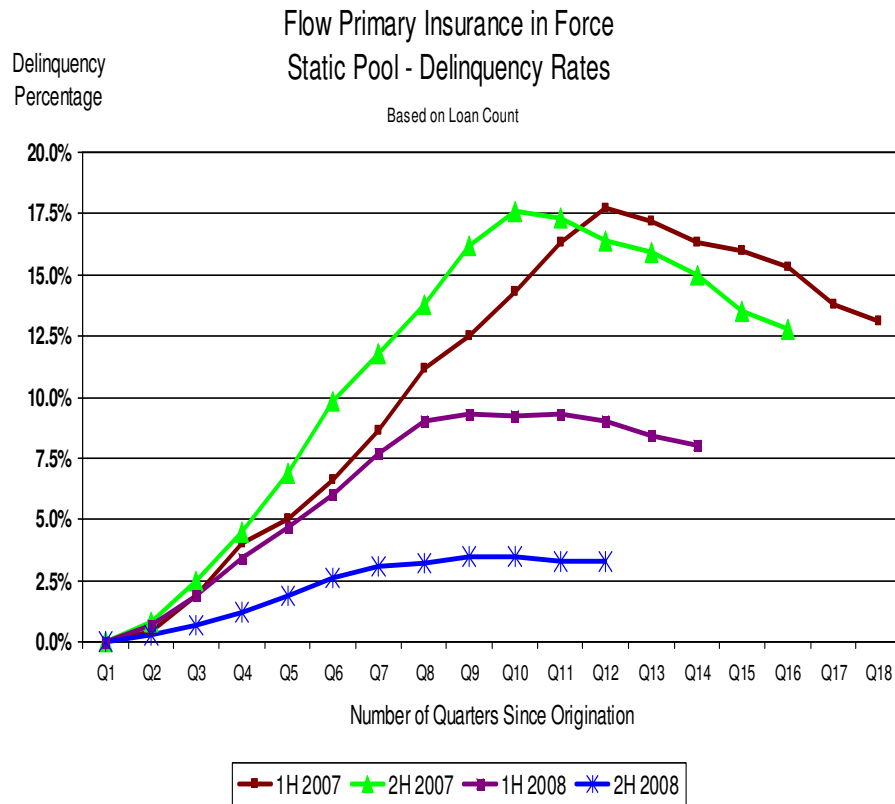
June 30, 2011

| | 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 (2) | Delinquency Rate Where the FICO Score Was Not Reported (2) | Total Flow Loans Delinquent | Total Flow Delinquency Rate | Ever to Date Paid Claims (millions) |
|----------------|---------------------------|------------------------------------|--------------------------------|--------------------------------|----------------------------------|-----------------------------------|---|---|--|--|-----------------------------------|-----------------------------------|--|
| 2003 and Prior | 15,176 | 10.59% | 2,715 | 23.42% | 731 | 28.87% | 960 | 19.85% | 431 | 4.78% | 20,013 | 11.68% | N.M. |
| 2004 | 7,524 | 11.90% | 1,180 | 24.00% | 273 | 38.18% | 1,064 | 24.87% | 198 | 20.39% | 10,239 | 13.82% | \$ 556.8 |
| 2005 | 11,271 | 13.24% | 1,505 | 25.30% | 300 | 40.43% | 2,578 | 36.45% | 403 | 18.09% | 16,057 | 15.88% | \$ 758.7 |
| 2006 | 15,763 | 15.58% | 3,111 | 31.77% | 798 | 45.47% | 3,953 | 39.90% | 545 | 24.42% | 24,170 | 19.36% | \$ 984.9 |
| 2007 | 37,656 | 17.80% | 8,525 | 37.81% | 912 | 47.72% | 5,851 | 36.70% | 603 | 27.15% | 53,547 | 21.07% | \$ 1,577.8 |
| 2008 | 12,716 | 8.73% | 952 | 32.28% | 17 | 24.29% | 579 | 27.64% | 68 | 18.33% | 14,332 | 9.49% | \$ 271.3 |
| 2009 | 602 | 0.77% | - | 0.00% | - | 0.00% | - | 0.00% | 1 | 1.82% | 603 | 0.77% | \$ 5.0 |
| 2010 | 67 | 0.12% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | 67 | 0.12% | \$ 0.0 |
| 2011 | 4 | 0.02% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | 4 | 0.02% | \$ - |
| Total | 100,779 | 11.07% | 17,988 | 31.15% | 3,031 | 39.24% | 14,985 | 33.95% | 2,249 | 13.13% | 139,032 | 13.40% | |

(1) Refer to footnote on page 9

(2) In prior periods loans that did not have reported FICO scores were included with Prime loans

Primary Risk in Force June 30, 2011



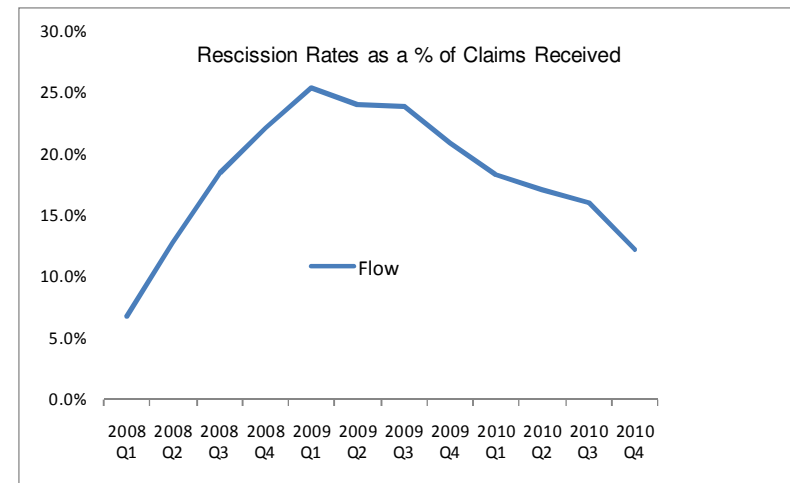
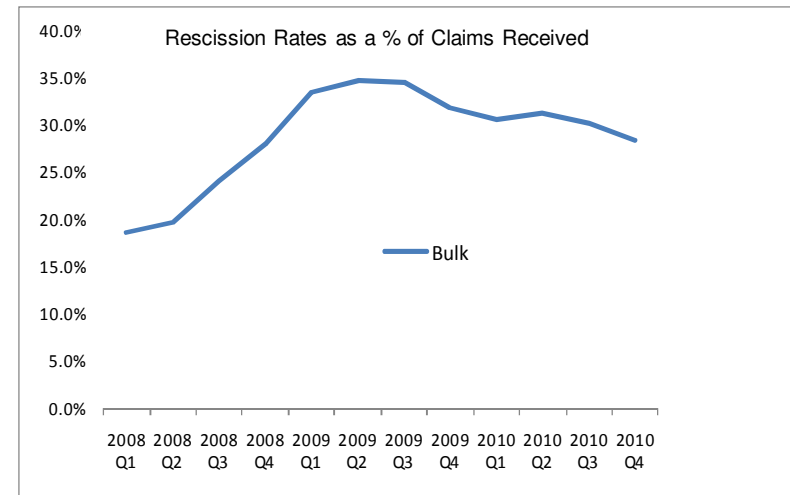
Static Pool Delinquency Rates = (total number of delinquent loans at the end of the stated reporting period) / (original number of loans insured in the 6 month periods shown)

Cumulative Rescission Rates by Quarter Claim Received

June 30, 2011

(Count Based)

| | Claim Recd Quarter | ETD Rescission Rate | ETD Resolution Rate |
|------|-----------------------|---------------------------|---------------------------|
| Bulk | 2009 Q3 | 34.6% | 100.0% |
| | 2009 Q4 | 31.9% | 100.0% |
| | 2010 Q1 | 30.6% | 99.8% |
| | 2010 Q2 | 31.4% | 99.7% |
| | 2010 Q3 | 30.3% | 98.9% |
| | 2010 Q4 | 28.4% | 92.3% |
| Flow | 2009 Q3 | 23.9% | 100.0% |
| | 2009 Q4 | 20.9% | 100.0% |
| | 2010 Q1 | 18.3% | 99.8% |
| | 2010 Q2 | 17.1% | 99.7% |
| | 2010 Q3 | 16.1% | 98.2% |
| | 2010 Q4 | 12.3% | 91.3% |
| All | 2009 Q3 | 27.3% | 100.0% |
| | 2009 Q4 | 23.8% | 100.0% |
| | 2010 Q1 | 21.1% | 99.8% |
| | 2010 Q2 | 20.1% | 99.7% |
| | 2010 Q3 | 18.4% | 98.3% |
| | 2010 Q4 | 15.1% | 91.4% |



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

Flow New Insurance Written Characteristics

Q2 2011

- 94.7% 700 and > credit score
 - Weighted Average FICO: 764
- 10.6% < 90% LTV
- 43.6% 90% LTV
- 43.9% 95% LTV
- 1.9% > 95 LTV
- 0.6% Adjustable Rate

**Captive Reinsurance
For Book Years 2005 - 2011
As of June 30, 2011**

| | Book Year | Original Risk Written in Captive (millions) | Percentage of Attachment Point Reached | Current Risk (millions) | Ever to Date Losses Incurred to Captive | Quarter Losses Incurred to Captive (millions) |
|--------------------------------------|--------------|--|--|----------------------------|---|--|
| (1) | | | | | | |
| <u>Active Excess of Loss</u> | | | | | | |
| | 2005 | 57 | 0-50% | 18 | | |
| | | 54 | 51-75% | 20 | | |
| | | 99 | 76-99% | 41 | | |
| | | <u>1,138</u> | Attached | <u>432</u> | 42.2 | 2.3 |
| | | <u>1,348</u> | | <u>511</u> | | |
| | 2006 | 11 | 0-50% | 4 | | |
| | | 21 | 51-75% | 8 | | |
| | | 82 | 76-99% | 37 | | |
| | | <u>952</u> | Attached | <u>450</u> | 68.8 | 0.7 |
| | | <u>1,066</u> | | <u>499</u> | | |
| | 2007 | 18 | 0-50% | 10 | | |
| | | 18 | 51-75% | 10 | | |
| | | 108 | 76-99% | 57 | | |
| | | <u>1,496</u> | Attached | <u>908</u> | 102.7 | 0.7 |
| | | <u>1,640</u> | | <u>985</u> | | |
| | 2008 | 179 | 0-50% | 109 | | |
| | | 159 | 51-75% | 93 | | |
| | | 302 | 76-99% | 189 | | |
| | | <u>537</u> | Attached | <u>361</u> | 21.2 | 2.2 |
| | | <u>1,177</u> | | <u>752</u> | | |
| (1) | | | | | | |
| <u>Active Quota Share</u> | | | | | | |
| | 2005 | <u>475</u> | Attached | <u>203</u> | 31.1 | 1.3 |
| | 2006 | <u>460</u> | Attached | <u>221</u> | 37.8 | 1.4 |
| | 2007 | <u>999</u> | Attached | <u>602</u> | 92.7 | 2.5 |
| | 2008 | <u>202</u> | Attached | <u>141</u> | 13.9 | 1.5 |
| | 2009 | <u>160</u> | Attached | <u>127</u> | 0.2 | 0.0 |
| | 2010 | <u>126</u> | Attached | <u>118</u> | 0.0 | 0.0 |
| | 2011 | <u>53</u> | Attached | <u>53</u> | 0.0 | 0.0 |
| Total of Active XOL and QS | | <u>7,706</u> | | <u>4,212</u> | <u>410.6</u> | <u>12.6</u> |
| 2005 and Later Terminated Agreements | | | | | | <u>0.3</u> |
| Total of Active and Terminated | | | | | | <u>12.9</u> |

(1) Captive reinsurance is shown net of any impact for terminated reinsurance contracts and is only for the policy years 2005 – 2008