

The background of the slide is a composite image. The top portion features a row of colorful, stylized houses in shades of orange, yellow, and blue against a light blue sky. The bottom portion is a darker, blue-tinted image of a large, white, two-story house with a prominent porch and columns. In the foreground of this lower image, several children are playing on a lawn.

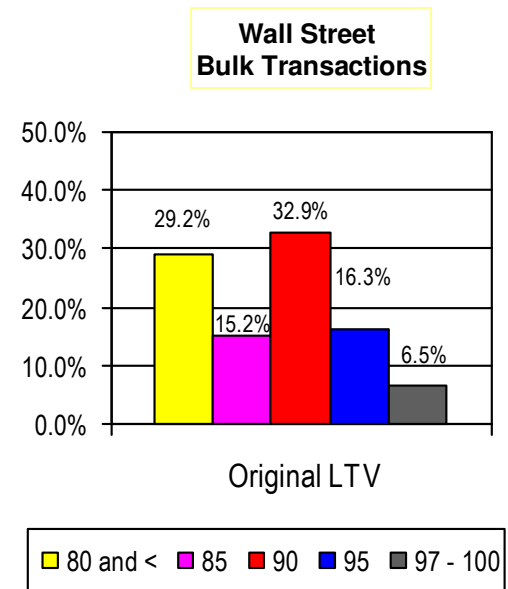
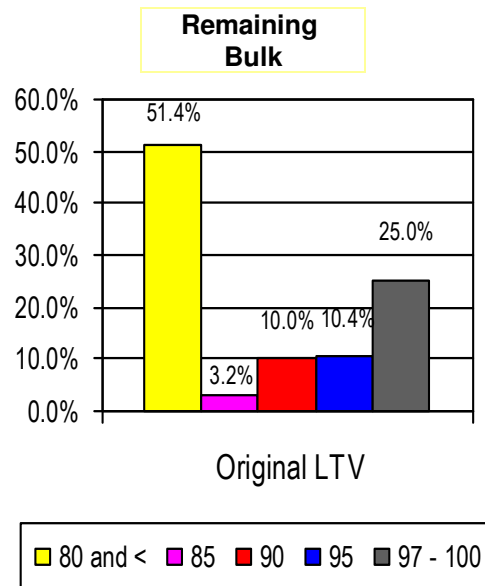
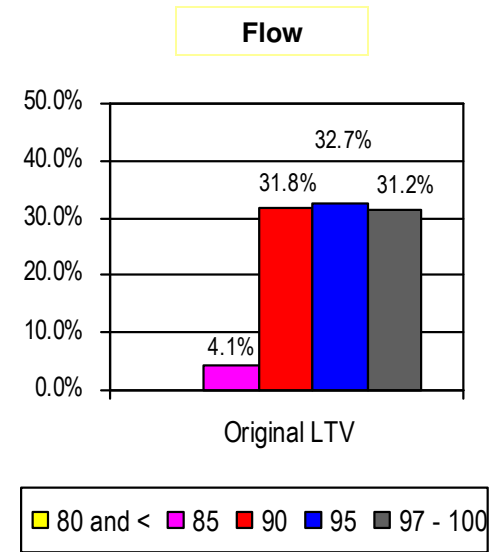
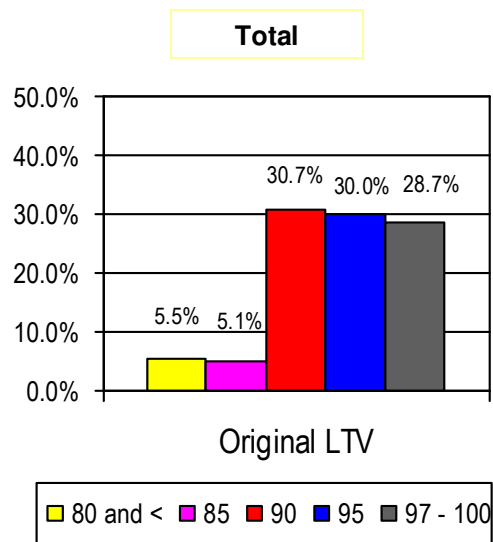
# MGIC

**MGIC Investment Corporation  
Q3 2009 Portfolio Supplement**

**October 16, 2009**

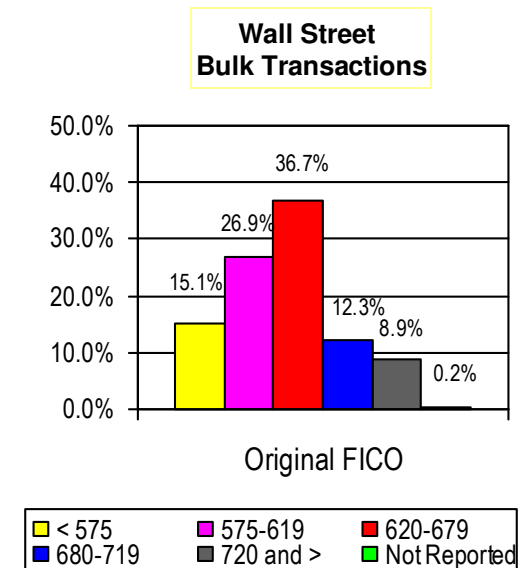
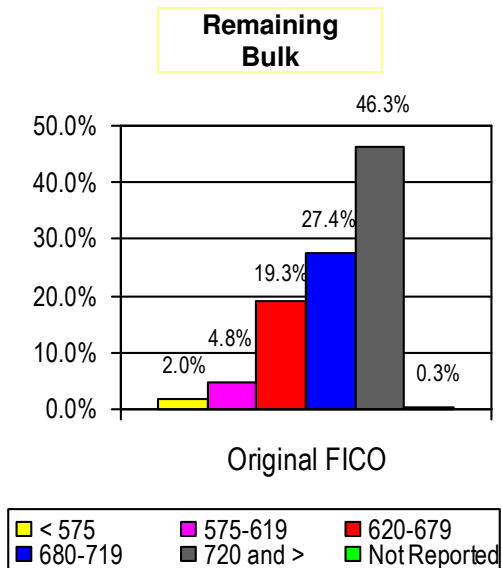
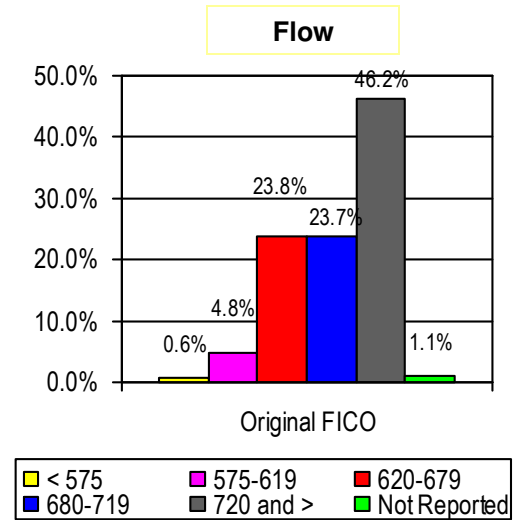
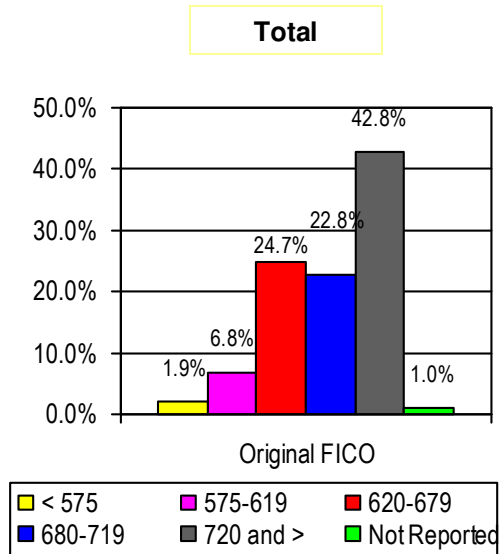
*The information in this document does not include our Australian operations, which are immaterial*

# Primary Risk in Force September 30, 2009



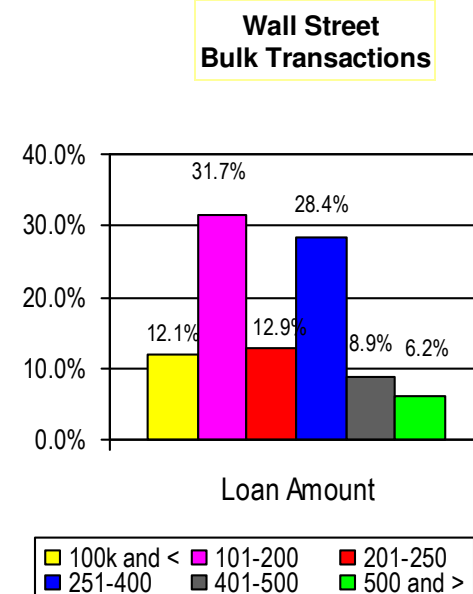
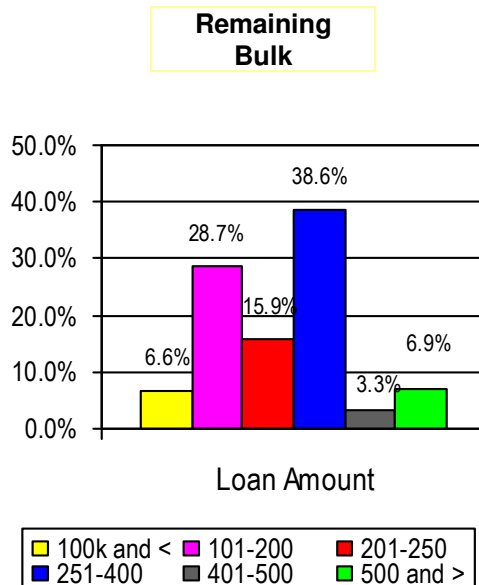
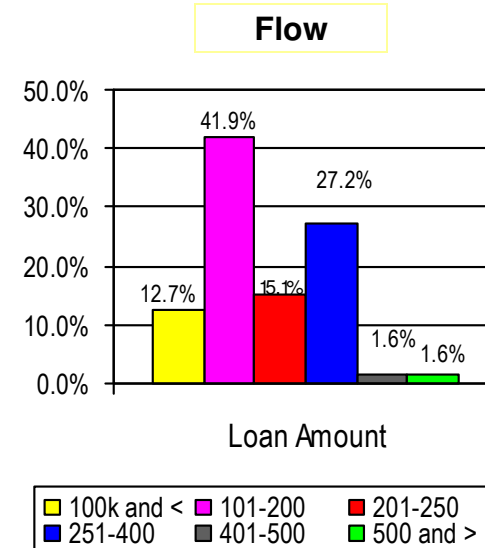
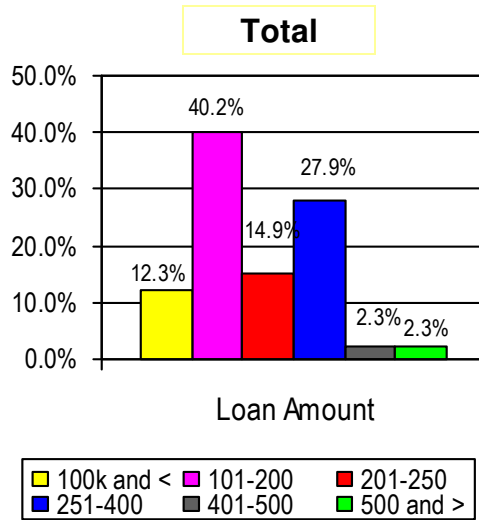
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2009



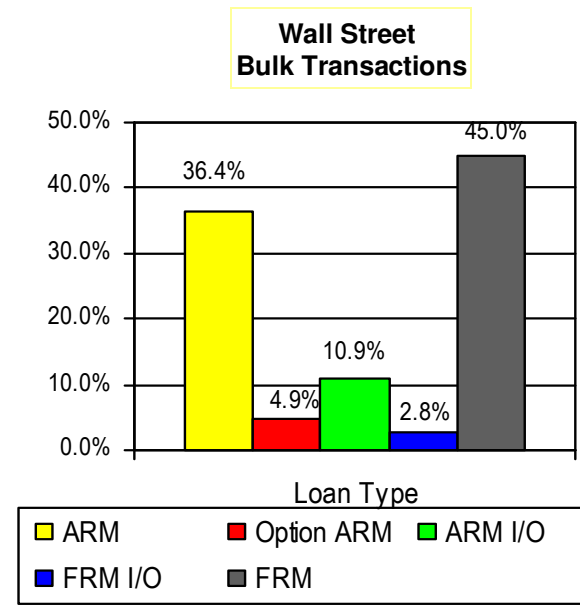
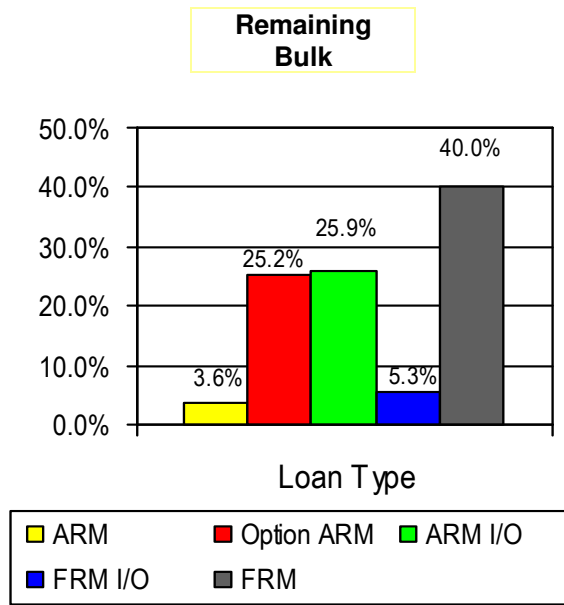
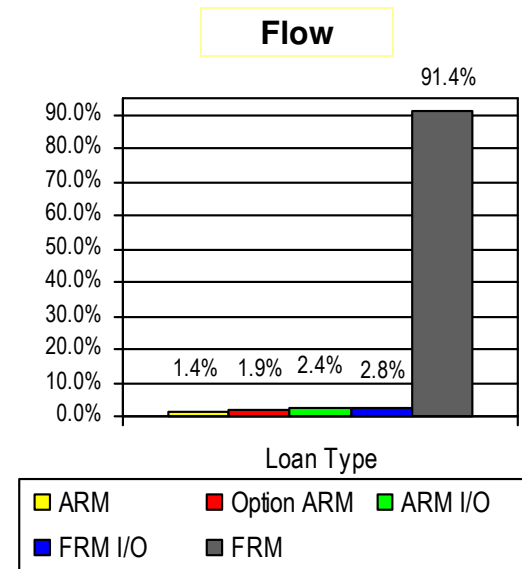
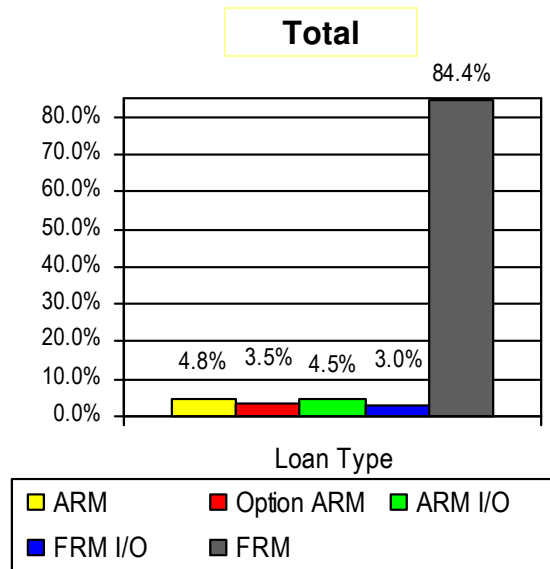
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2009



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

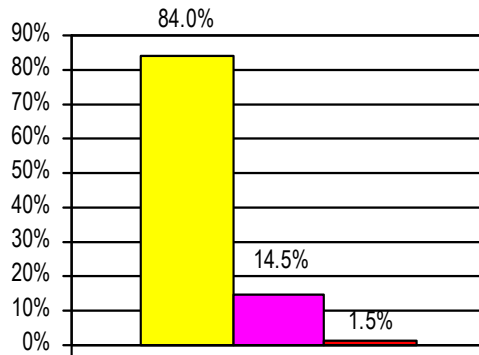
## Primary Risk in Force September 30, 2009



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, 2009

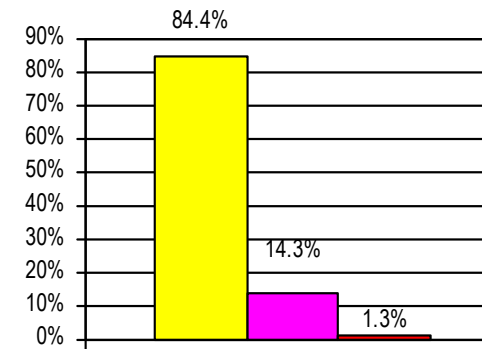
**Total**



Property Type

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

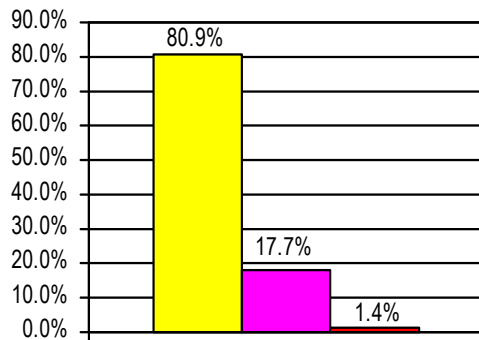
**Flow**



Property Type

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

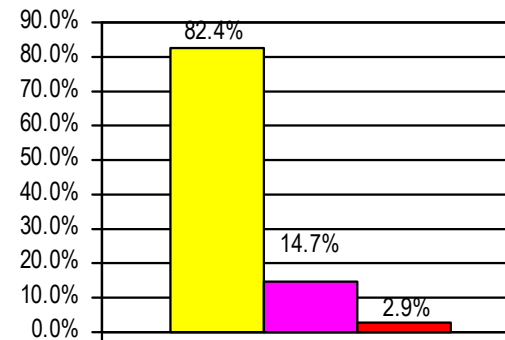
**Remaining Bulk**



Property Type

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

**Wall Street Bulk Transactions**

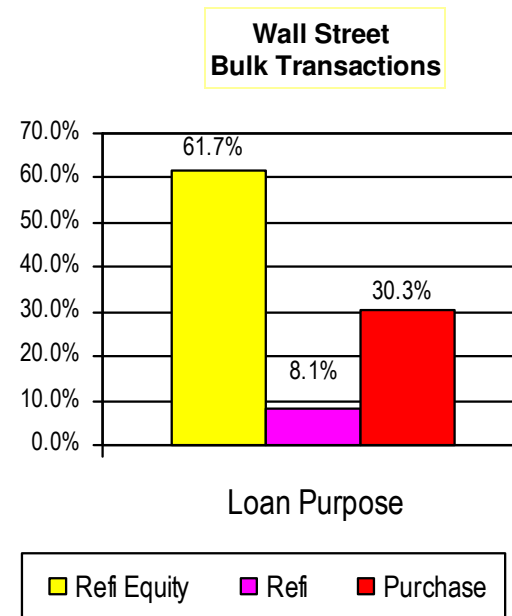
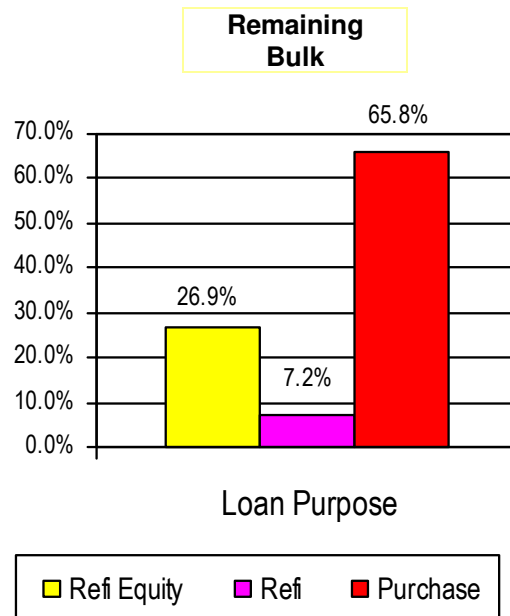
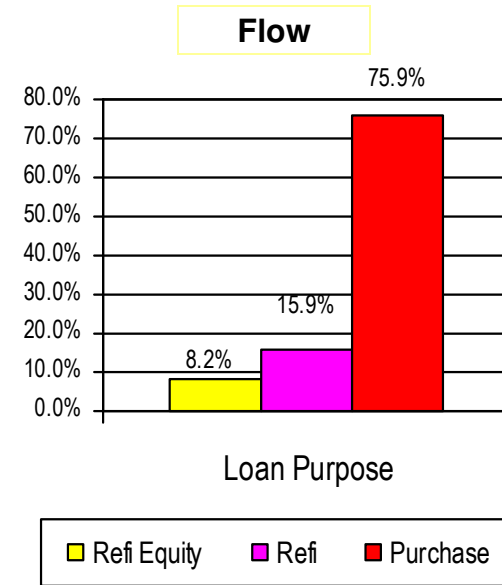
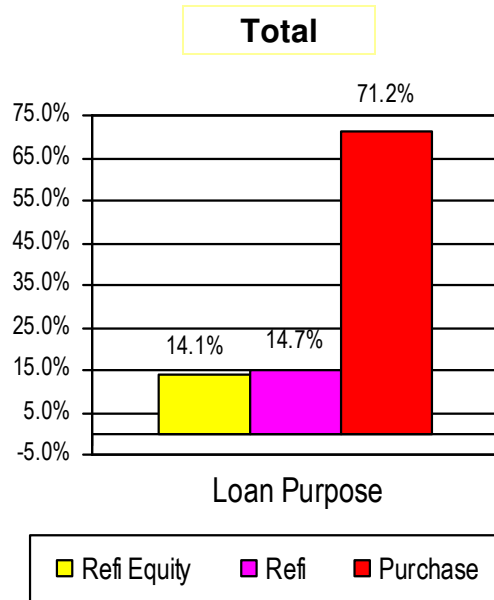


Property Type

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

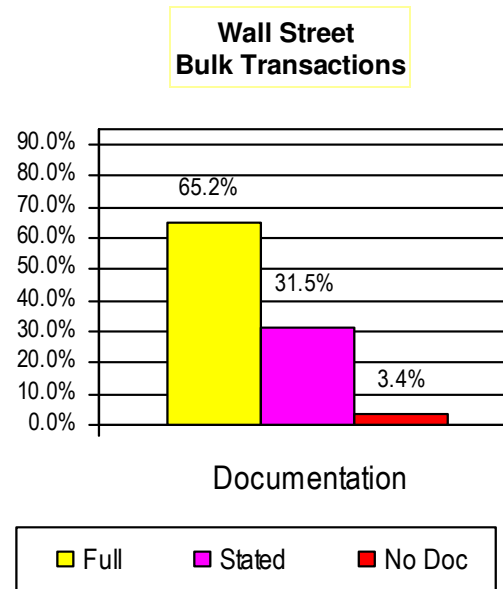
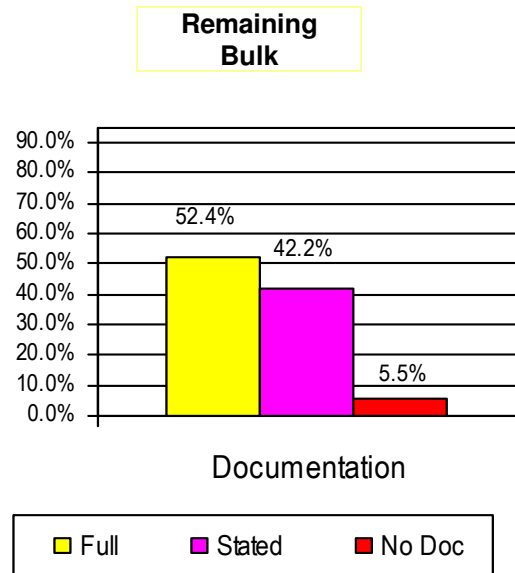
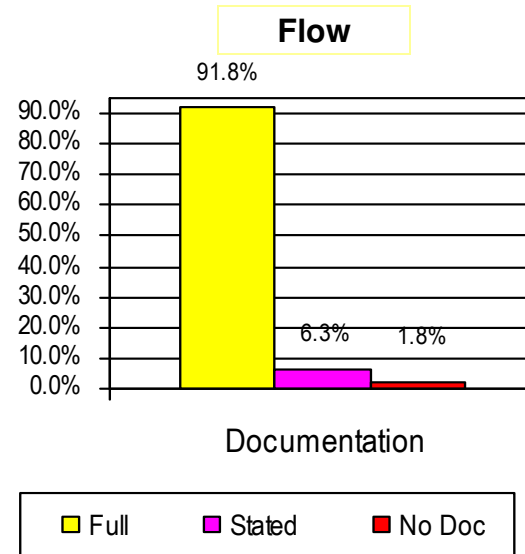
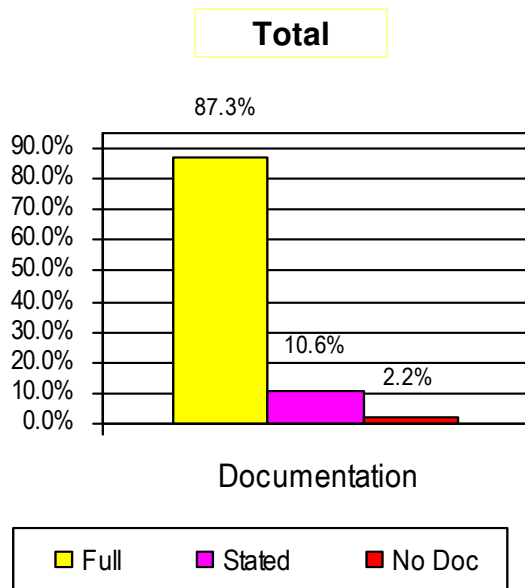
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2009



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

## Primary Risk in Force September 30, 2009

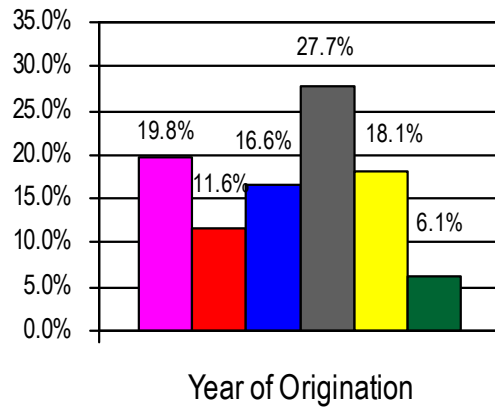


*Note: Charts may not add to 100% due to rounding. In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that do not require verification of borrower income are classified by MGIC as "full doc." Based in part on information provided 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. To the extent the percentage of loans judged to have higher credit quality increases, the percentage of such doc waivers would also be expected to increase.*

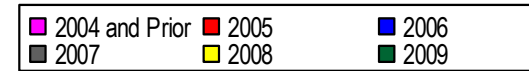
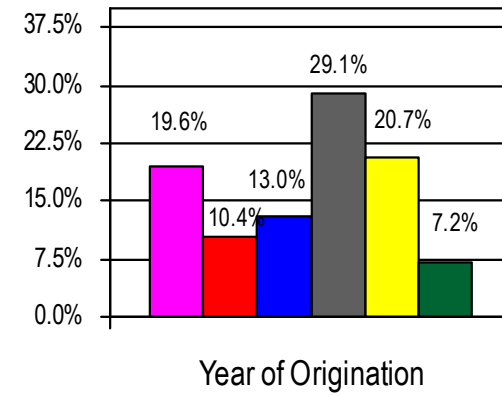


# Primary Risk in Force September 30, 2009

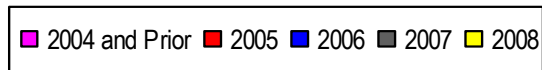
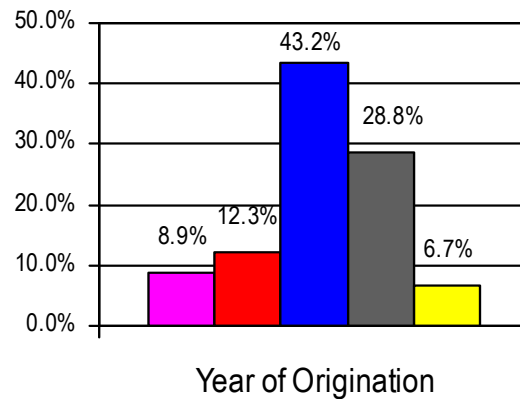
**Total**



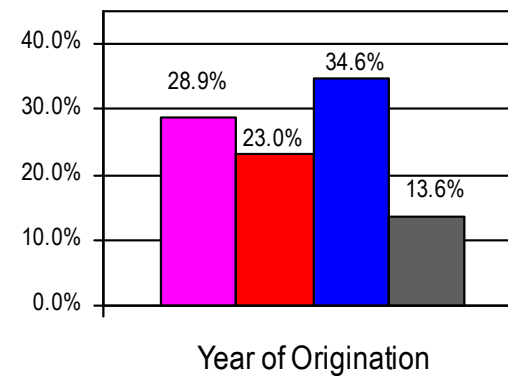
**Flow**



**Remaining Bulk**

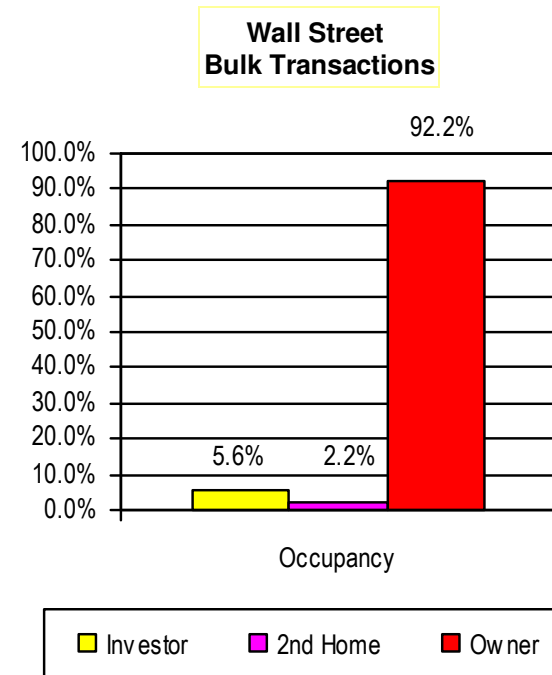
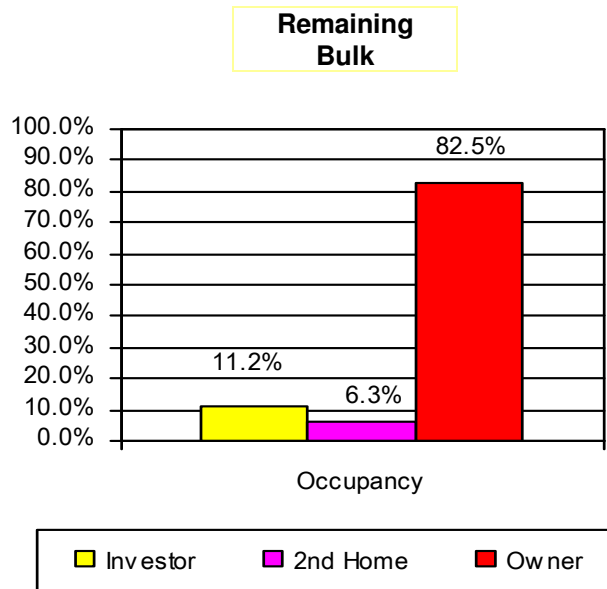
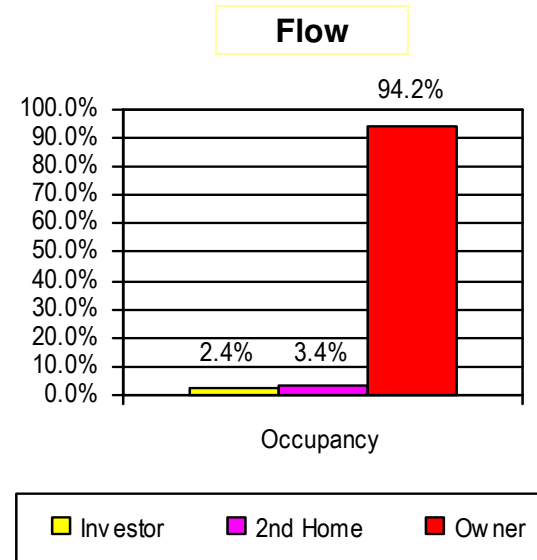
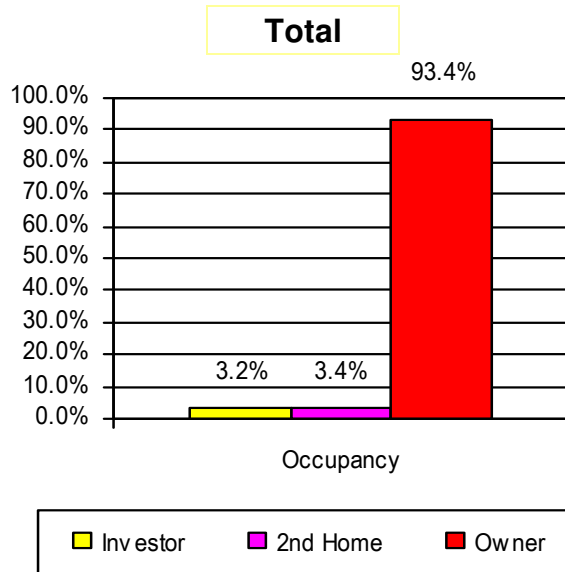


**Wall Street Bulk Transactions**



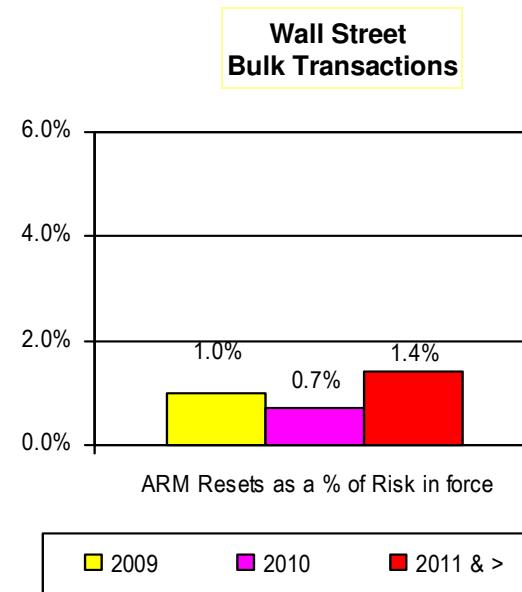
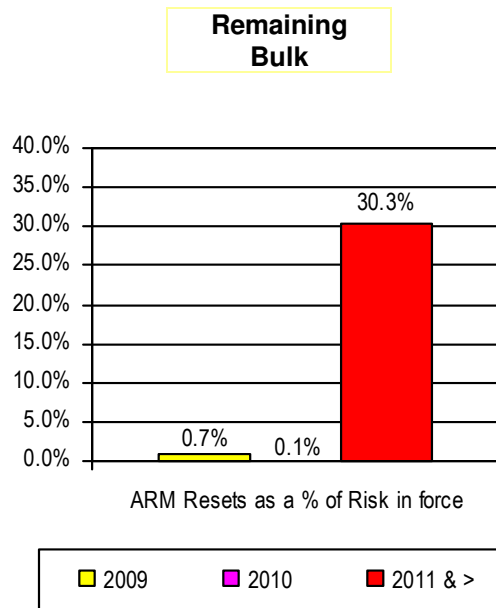
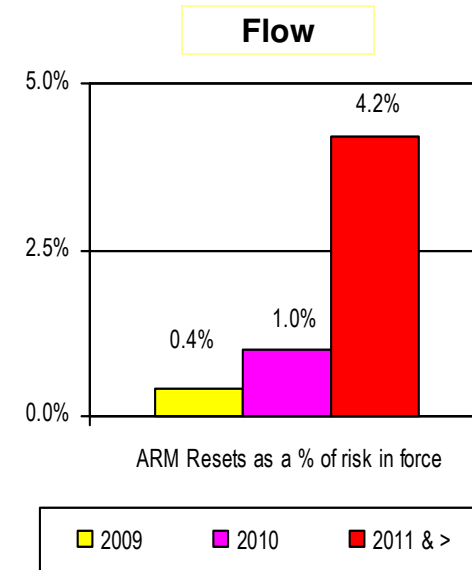
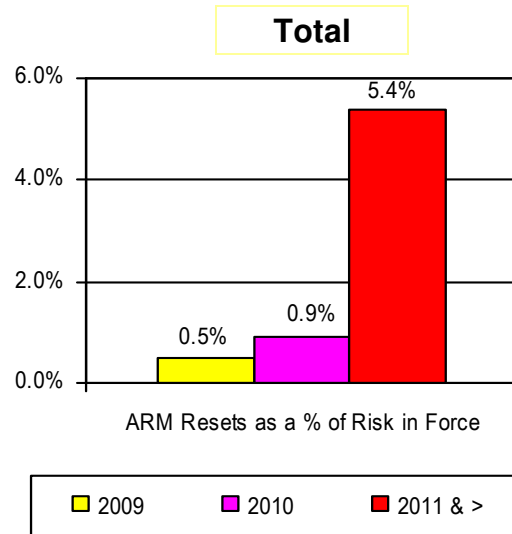
Note: Charts may not add to 100% due to rounding

# Primary Risk in Force September 30, 2009



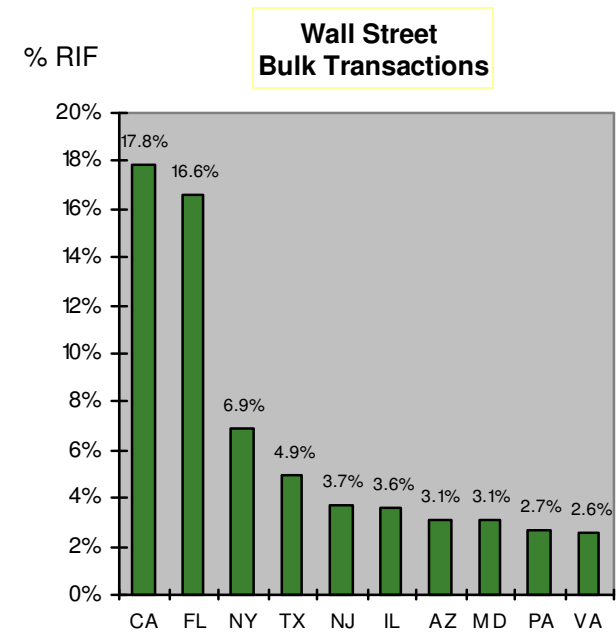
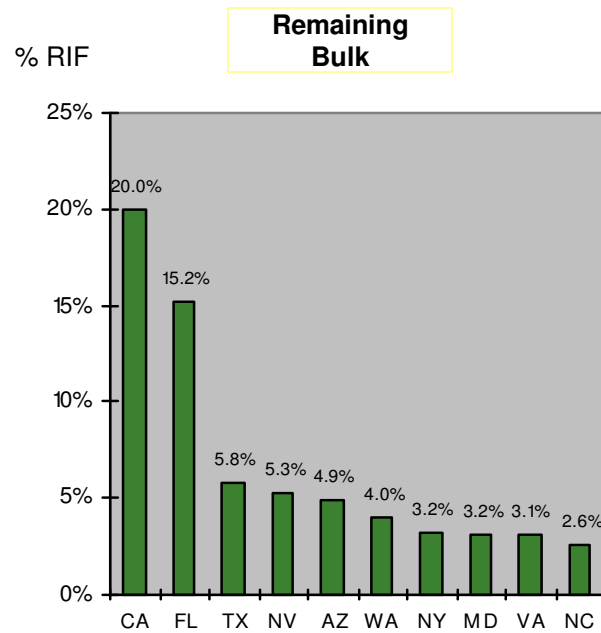
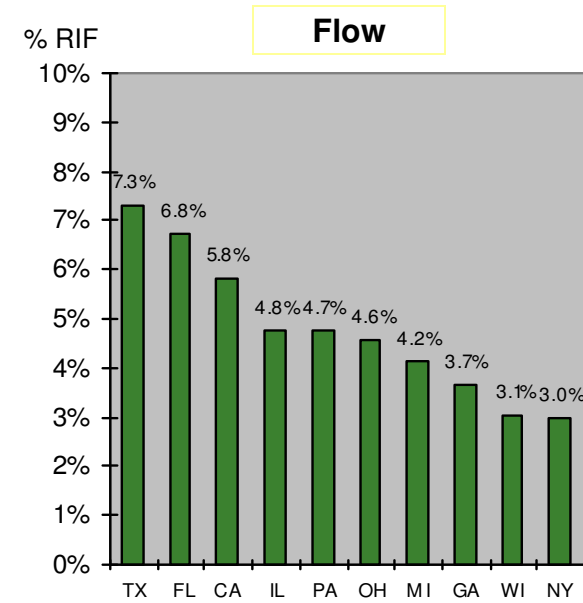
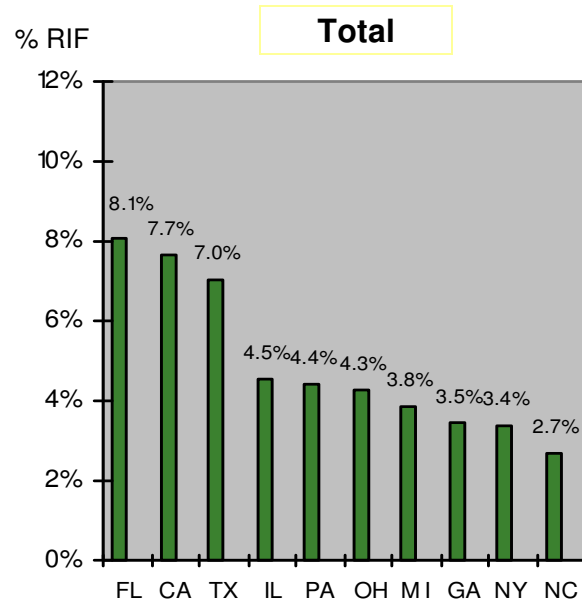
Note: Charts may not add to 100% due to rounding

## Primary Risk in Force September 30, 2009



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

# Primary Risk in Force September 30, 2009



## Characteristics of Remaining Risk in force September 30, 2009

### 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 <sup>(1)</sup>		% Equity Refi	% CA	% FL
2004 and Prior	N/A	\$ 9.31	N/A	11.44%	64.8%	13.1%	95.1%	6.9%	4.9%	71.5%	9.0%	2.3%	5.6%
2005	\$ 10.28	\$ 4.95	48.1%	14.73%	63.0%	27.9%	90.2%	5.2%	8.4%	78.8%	11.3%	2.0%	10.6%
2006	\$ 10.05	\$ 6.19	61.6%	19.35%	67.0%	37.4%	86.5%	7.0%	12.1%	80.3%	10.3%	2.6%	10.6%
2007	\$ 17.59	\$ 13.85	78.7%	21.10%	72.6%	44.0%	86.6%	7.4%	13.5%	78.9%	8.4%	7.1%	7.9%
2008	\$ 11.67	\$ 9.85	84.4%	8.03%	59.3%	17.2%	93.7%	1.5%	4.0%	77.0%	6.2%	10.6%	3.8%
2009	\$ 3.51	\$ 3.42	97.4%	0.16%	36.0%	0.1%	99.2%	0.0%	0.0%	60.5%	2.1%	7.1%	1.1%

### 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	(1) % Reduced Doc % CA % FL			
2004 and Prior	\$ 22.10	\$ 1.46	6.6%	29.21%	37.4%	12.4%	62.7%	0.0%	26.4%	38.6%	24.0%	12.5%	7.8%	
2005	\$ 5.82	\$ 1.17	20.0%	49.74%	21.1%	23.4%	63.9%	0.2%	40.9%	42.6%	31.1%	19.0%	17.9%	
2006	\$ 3.79	\$ 1.75	46.2%	62.48%	28.2%	29.2%	58.1%	10.6%	42.6%	43.5%	44.7%	22.5%	21.7%	
2007	\$ 0.92	\$ 0.69	74.7%	55.68%	28.3%	27.3%	64.6%	8.3%	34.1%	44.6%	39.0%	15.1%	19.8%	

### 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	(1) % Reduced			
											Doc	% CA	% FL	
2004 and Prior	\$ 5.21	\$ 0.27	5.2%	23.04%	47.7%	13.7%	51.3%	0.0%	17.0%	32.7%	27.4%	11.2%	6.2%	
2005	\$ 0.70	\$ 0.37	53.3%	37.56%	95.5%	0.7%	49.7%	98.8%	0.7%	0.3%	70.6%	32.5%	22.9%	
2006	\$ 2.19	\$ 1.31	59.7%	42.59%	78.2%	13.8%	29.0%	30.2%	3.0%	5.5%	65.6%	23.9%	19.7%	
2007	\$ 1.03	\$ 0.87	84.5%	29.54%	5.5%	76.0%	12.5%	0.0%	2.3%	4.5%	28.2%	15.7%	11.1%	
2008	\$ 0.25	\$ 0.20	82.9%	6.39%	0.0%	92.5%	1.7%	0.0%	0.0%	2.9%	0.5%	1.5%	1.2%	

Note: Percentages based on remaining risk in force except for delinquency rate.

(1) Refer to footnote on page 8

## Delinquency and Claim Data - Flow Only

### September 30, 2009

	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)	Total Flow Loans Delinquent	Total Flow Delinquency Rate	Ever to Date Paid Claims (millions)
2003 and Prior	20,306	9.31%	3,826	24.89%	1,042	31.62%	1,391	22.00%	26,565	10.93%	N.M.
2004	9,567	10.82%	1,629	27.51%	403	44.24%	1,333	23.35%	12,932	12.81%	\$ 330.0
2005	14,123	12.17%	1,989	28.96%	431	47.21%	3,398	35.59%	19,941	14.95%	\$ 360.4
2006	20,100	14.97%	4,288	37.06%	1,193	54.60%	5,948	42.97%	31,529	19.48%	\$ 356.2
2007	46,169	17.09%	11,346	43.18%	1,233	52.51%	8,737	39.74%	67,485	21.04%	\$ 265.0
2008	11,242	6.05%	1,033	38.13%	21	36.84%	748	27.38%	13,044	6.82%	\$ 9.1
2009	88	0.11%	-	0.00%	-	0.00%	-	0.00%	88	0.11%	\$ -
Total	121,595	11.16%	24,111	35.09%	4,323	44.53%	21,555	35.84%	171,584	13.97%	

(1) Refer to footnote on page 8

# Cumulative Rescission Rates by Quarter Claim Received

September 30, 2009

(Count Based)

	Claim Recd <u>Quarter</u>	ETD Rescission <u>Rate</u>	ETD Resolution <u>Rate</u>
Bulk	2008 Q1	19.2%	100.0%
	2008 Q2	19.5%	99.8%
	2008 Q3	23.6%	99.3%
	2008 Q4	24.4%	94.9%
	2009 Q1	24.3%	86.2%
Flow	2008 Q1	6.9%	99.9%
	2008 Q2	13.3%	99.8%
	2008 Q3	19.1%	98.8%
	2008 Q4	20.8%	94.9%
	2009 Q1	17.5%	83.6%
All	2008 Q1	12.7%	100.0%
	2008 Q2	15.9%	99.8%
	2008 Q3	20.8%	98.9%
	2008 Q4	22.0%	94.9%
	2009 Q1	20.0%	84.6%

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

# Flow New Insurance Written Characteristics

## Q3 2009

- 96.5% 700 and > credit score
  - Weighted Average FICO: 763
- 19.0% < 90% LTV
- 54.4% 90% LTV
- 26.0% 95% LTV
- 0.6% > 95 LTV
- 0.0% A Minus / Sub-prime / Reduced Documentation <sup>(1)</sup>
- 0.7% Adjustable Rate

(1) Refer to footnote on page 8



**Captive Reinsurance  
For Book Years 2005 - 2009  
As of September 30, 2009**

	Book Year	Original Risk Written in Captive (m illions)	Percentage of Attachment Point Reached	Current Risk Inforce (m illions)	Ever to Date Losses Incurred to Captive (m illions)	Quarter Losses Incurred to Captive (m illions)
<sup>(1)</sup>						
<u>Active Excess of Loss</u>						
	2005	209	0-50%	104		
		66	51-75%	40		
		569	76-99%	290		
		792	Attached	404	22.3	7.1
		<u>1,636</u>		<u>838</u>		
	2006	141	0-50%	82		
		40	51-75%	25		
		29	76-99%	19		
		1,271	Attached	821	68.3	10.1
		<u>1,481</u>		<u>947</u>		
	2007	203	0-50%	149		
		51	51-75%	41		
		55	76-99%	45		
		2,145	Attached	1,719	115.1	27.7
		<u>2,454</u>		<u>1,954</u>		
	2008	959	0-50%	801		
		372	51-75%	325		
		185	76-99%	166		
		201	Attached	176	9.0	3.1
		<u>1,717</u>		<u>1,468</u>		
<sup>(1)</sup>						
<u>Active Quota Share</u>						
	2005	<u>733</u>	Attached	<u>374</u>	31.0	1.6
	2006	<u>732</u>	Attached	<u>471</u>	39.1	2.4
	2007	<u>1,590</u>	Attached	<u>1,278</u>	86.5	3.8
	2008	<u>385</u>	Attached	<u>341</u>	10.8	1.2
	2009	<u>138</u>	Attached	<u>136</u>	0.0	0.0
Total of Active XOL and QS		<u>10,866</u>		<u>7,807</u>	<u>382.1</u>	<u>57.0</u>
2005 and Later Terminated Agreements						<u>3.5</u>
Total of Active and Terminated						<u>60.5</u>

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