

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.

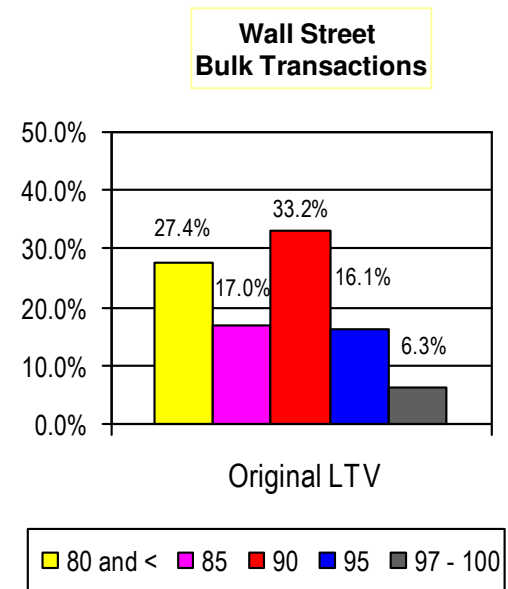
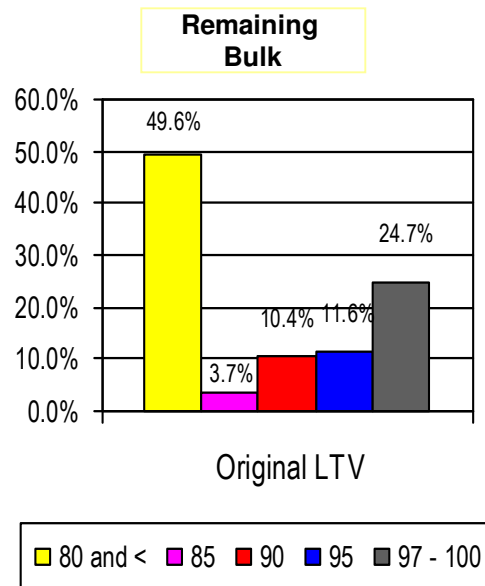
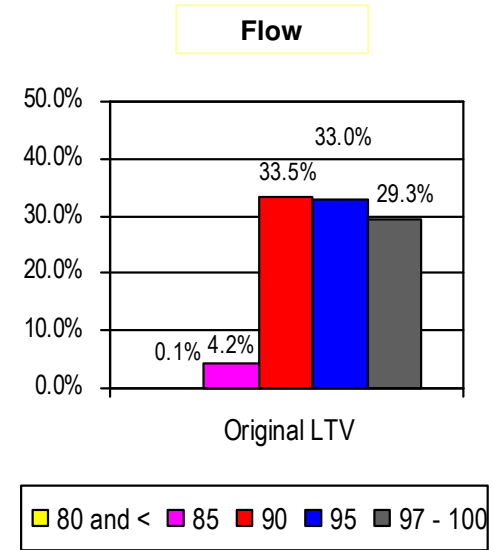
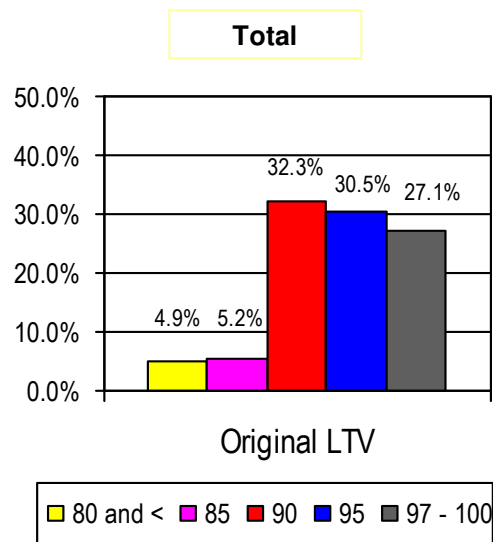
MGIC

**MGIC Investment Corporation
Q4 2010 Portfolio Supplement**

January 19, 2011

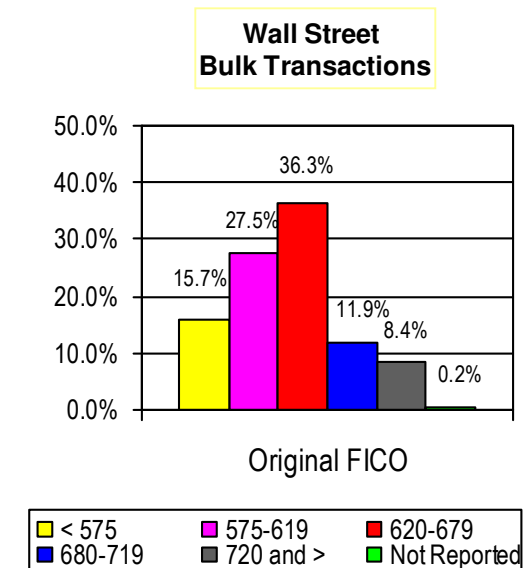
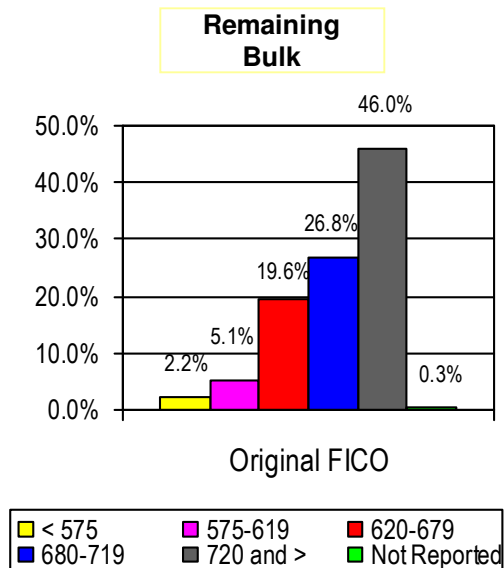
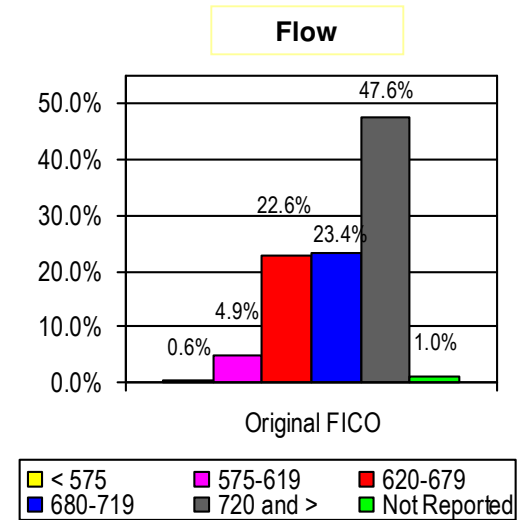
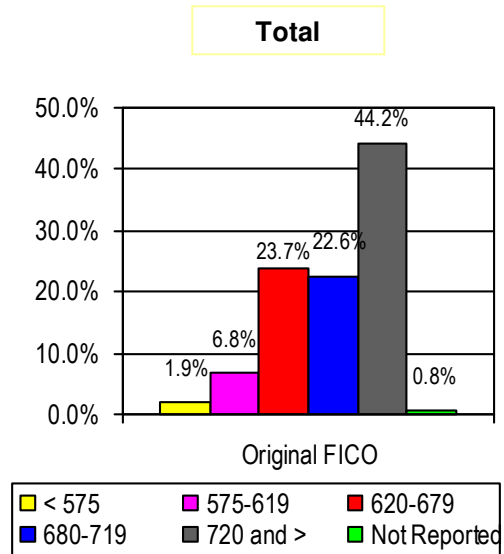
The information in this document does not include our Australian operations, which are immaterial

Primary Risk in Force December 31, 2010



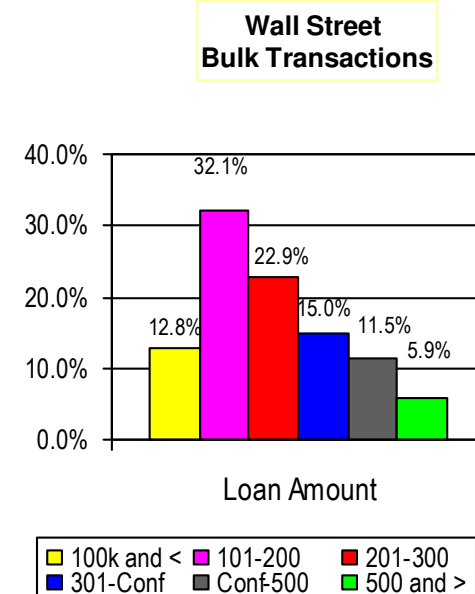
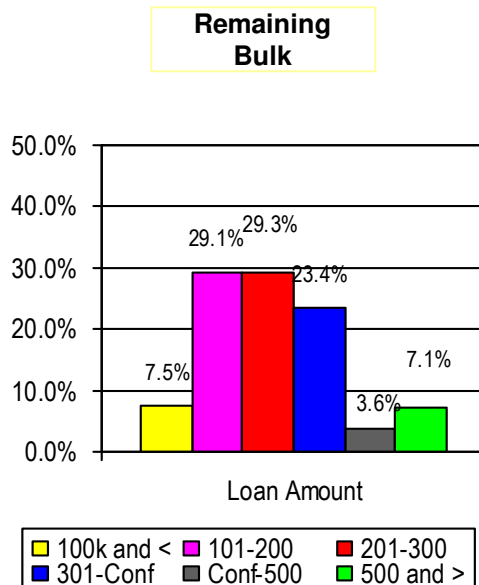
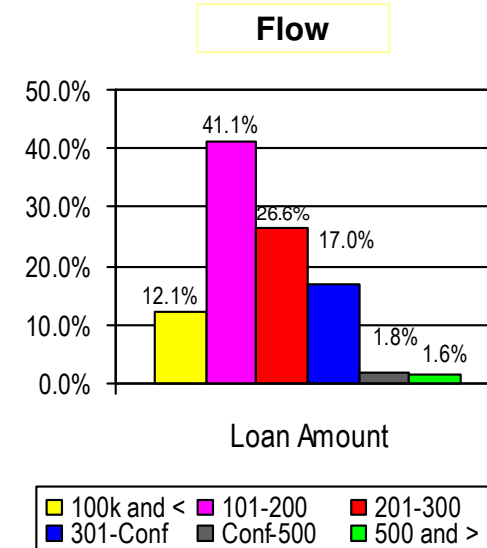
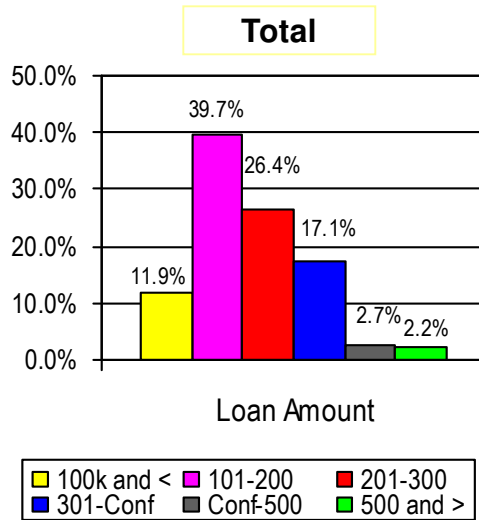
Note: Charts may not add to 100% due to rounding

Primary Risk in Force December 31, 2010



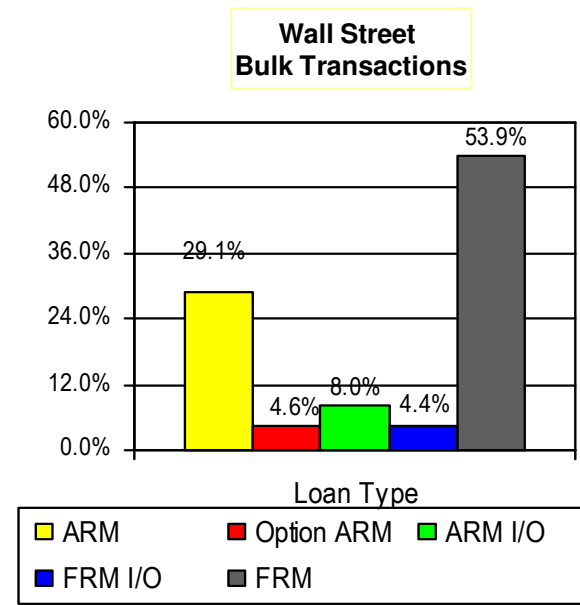
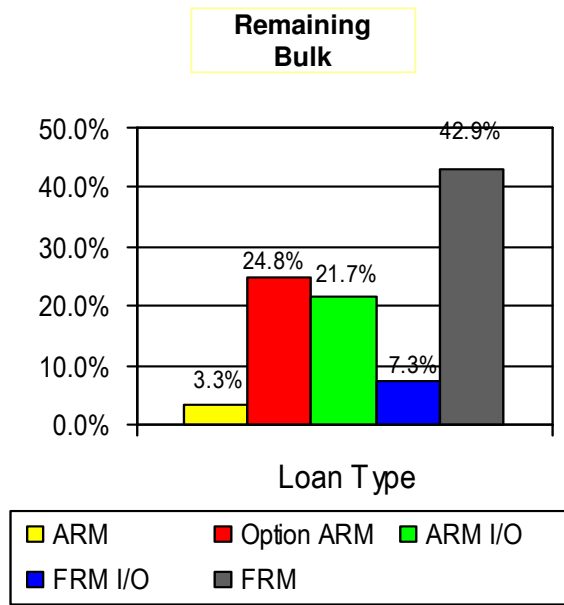
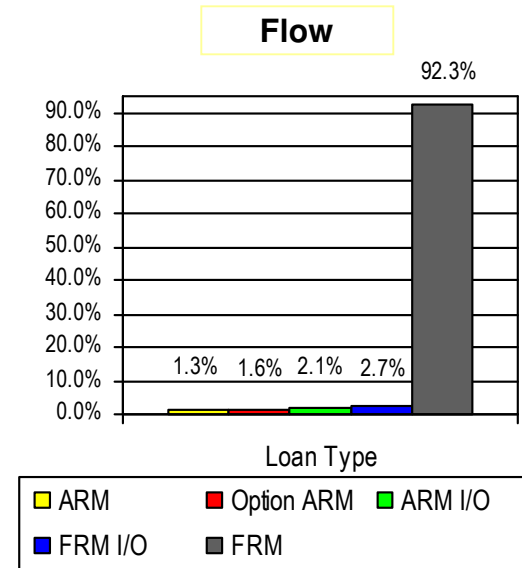
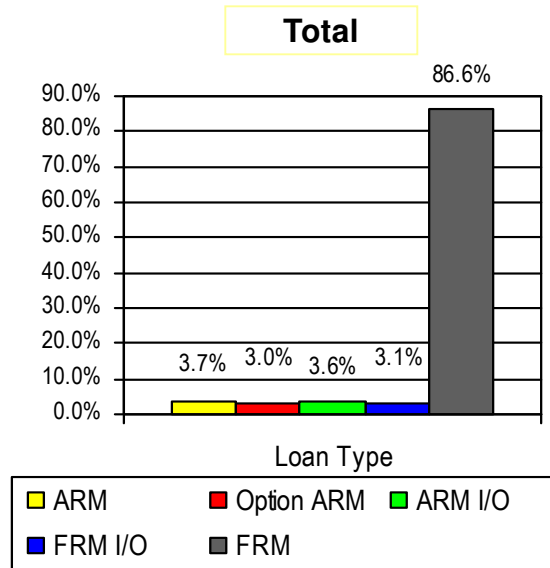
Note: Charts may not add to 100% due to rounding

Primary Risk in Force December 31, 2010



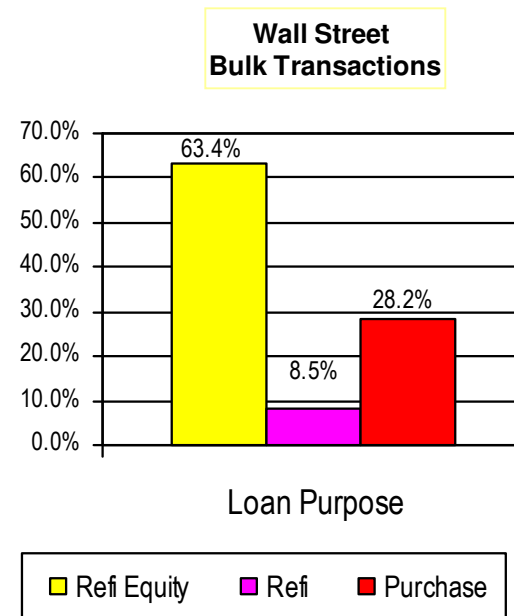
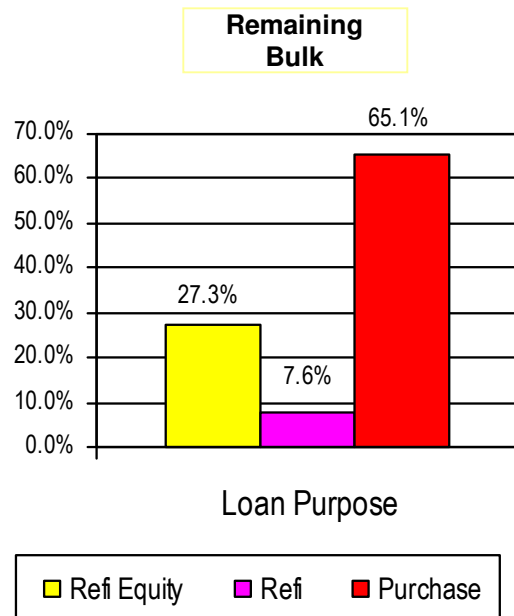
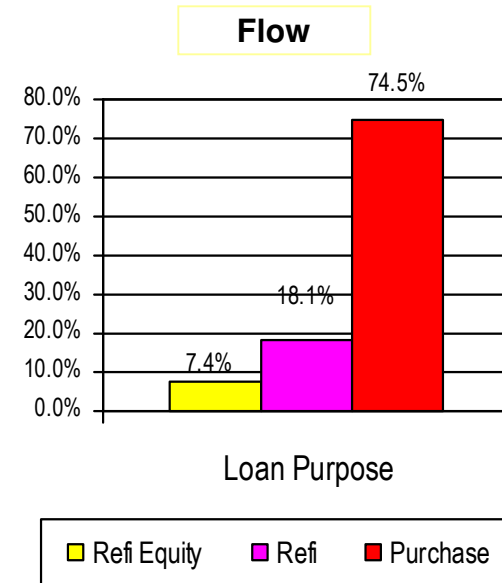
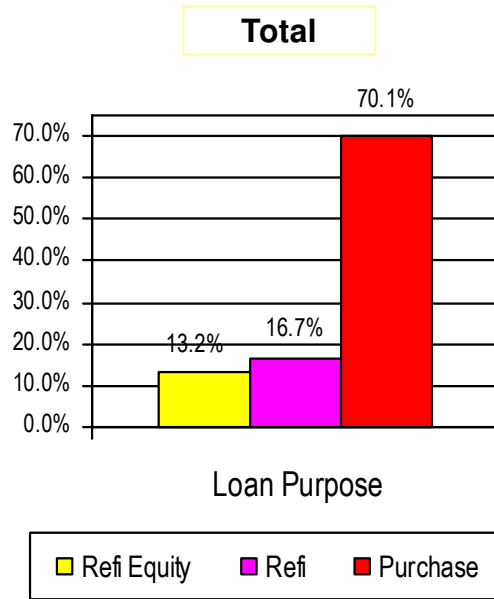
Note: Charts may not add to 100% due to rounding

Primary Risk in Force December 31, 2010



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

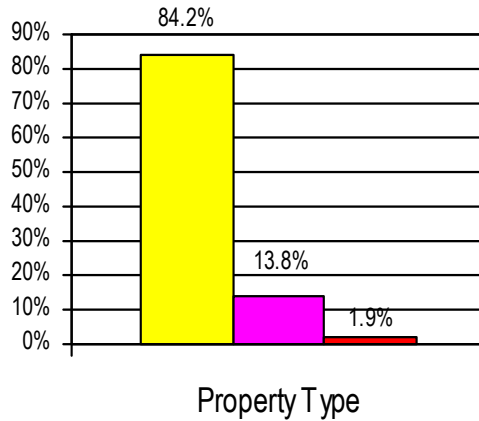
Primary Risk in Force December 31, 2010



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

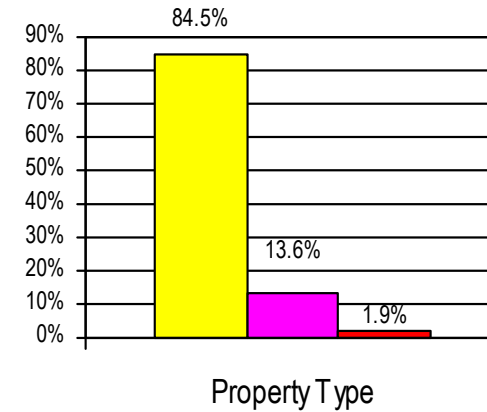
Primary Risk in Force December 31, 2010

Total



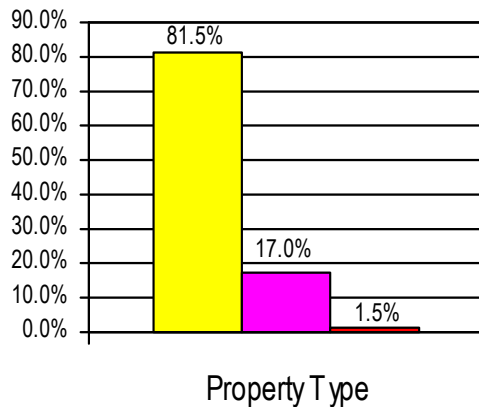
■ Single Family Detached
■ Condo/Townhouse/Other Attached
■ Other

Flow



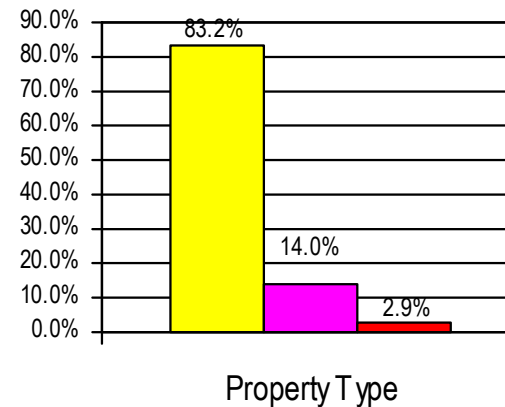
■ Single Family Detached
■ Condo/Townhouse/Attached
■ Other

Remaining Bulk



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

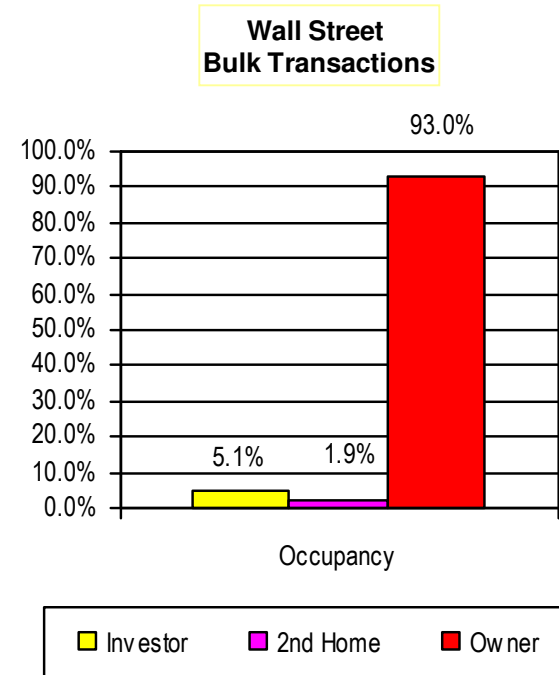
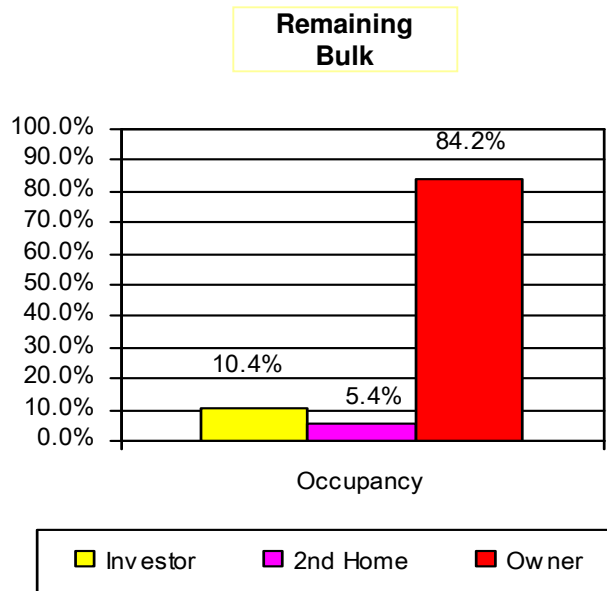
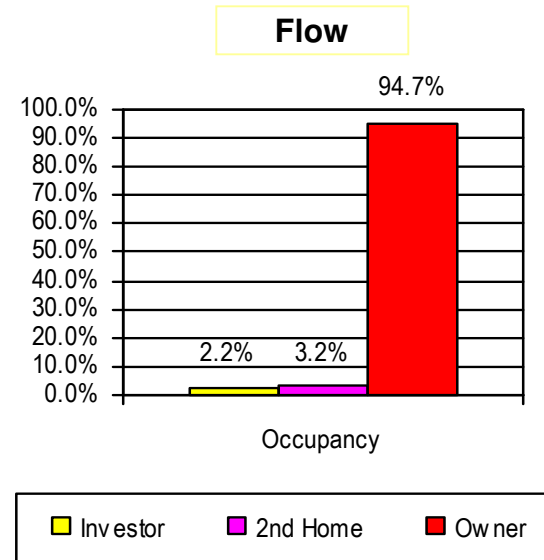
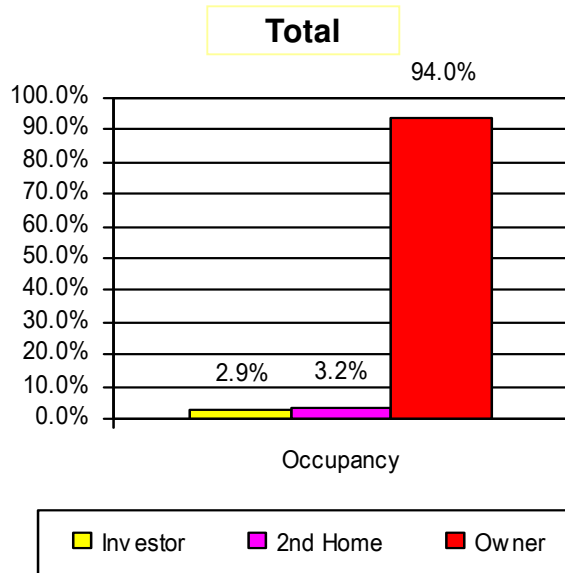
Wall Street Bulk Transactions



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

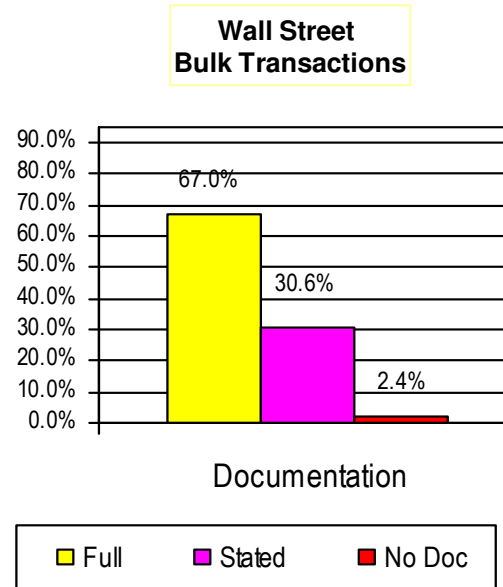
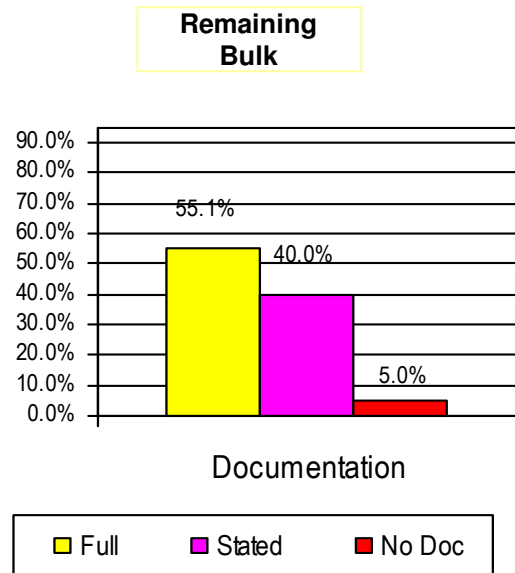
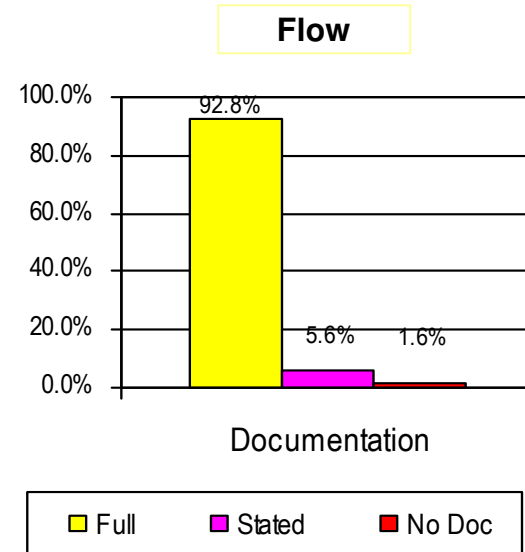
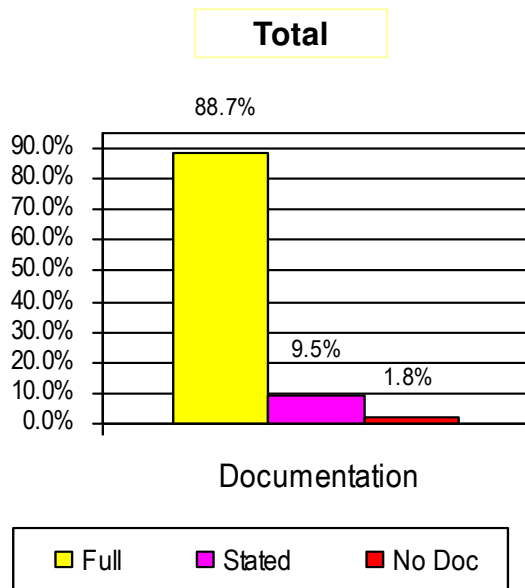
Note: Charts may not add to 100% due to rounding

Primary Risk in Force December 31, 2010



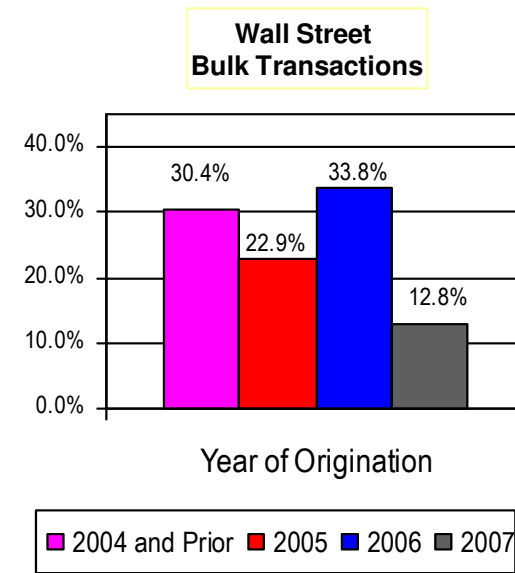
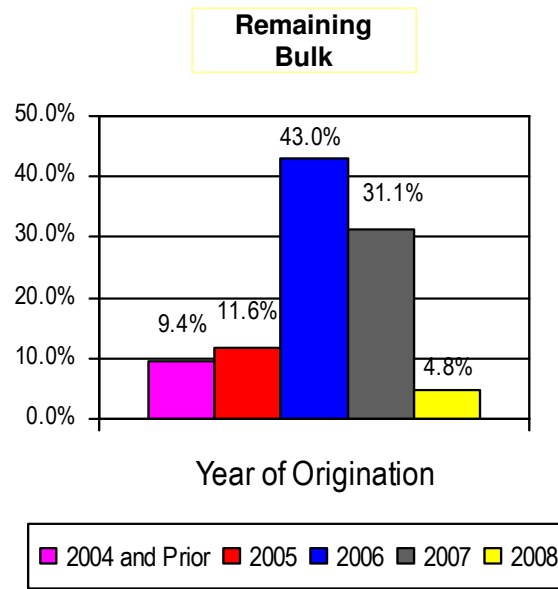
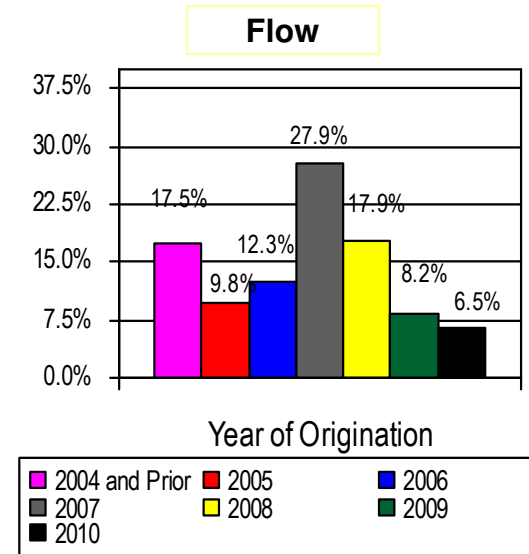
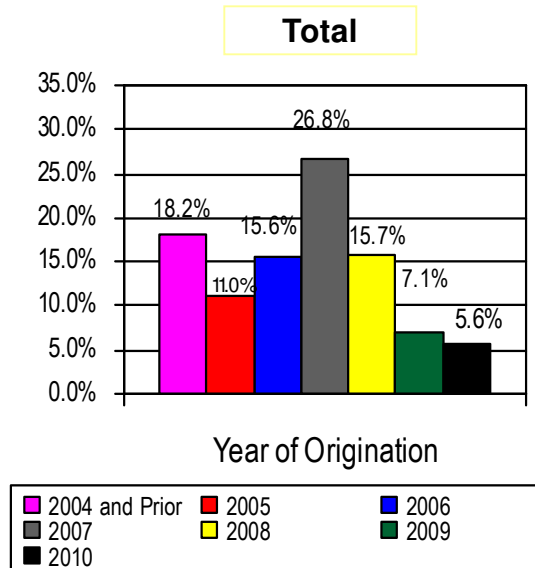
Note: Charts may not add to 100% due to rounding

Primary Risk in Force December 31, 2010



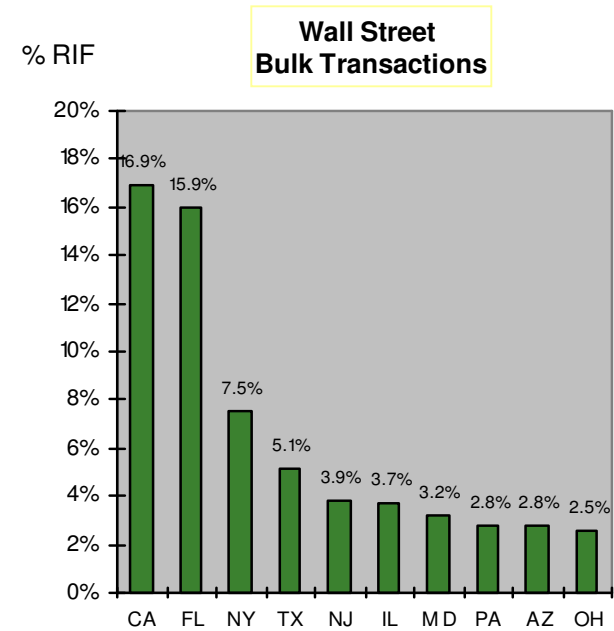
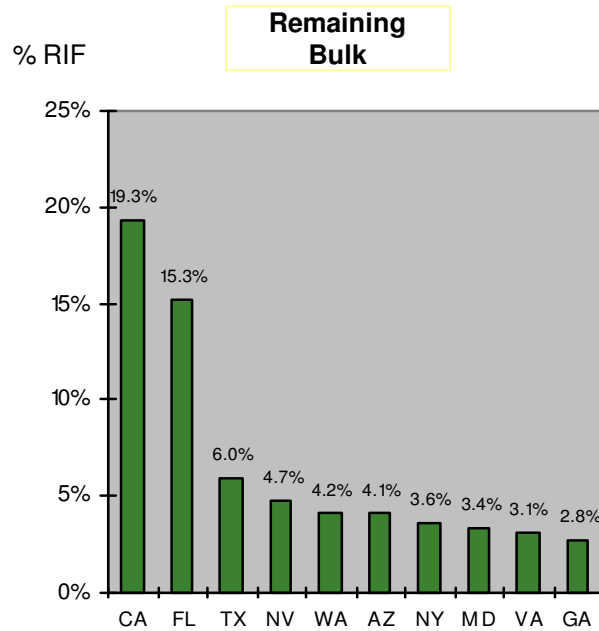
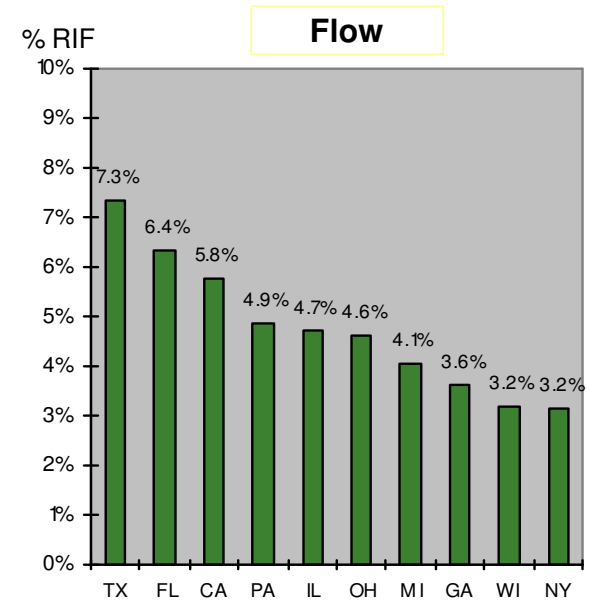
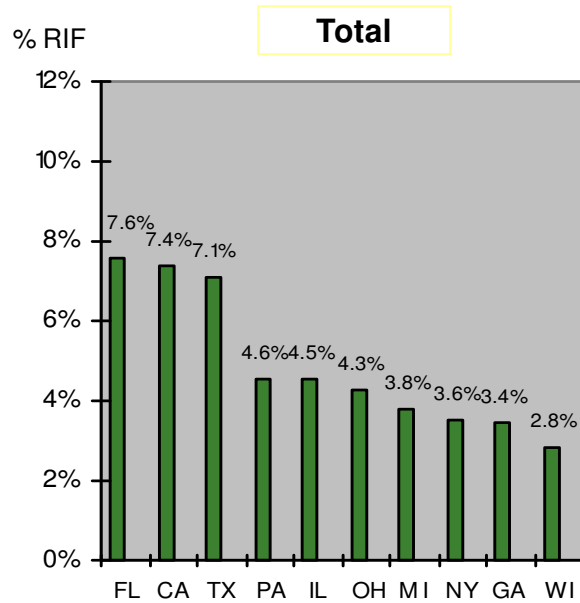
Note: Charts may not add to 100% due to rounding. In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that do not require verification of borrower income are classified by MGIC as "full doc." Based in part on information 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 December 31, 2010



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 December 31, 2010



Characteristics of Remaining Risk in force December 31, 2010

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	% Purchase ⁽¹⁾	% Equity Refi	% CA	% FL
2004 and Prior	N/A	\$ 7.41	N/A	13.18%	63.3%	13.8%	94.6%	7.6%	5.2%	70.9%	8.8%	2.4%	6.2%
2005	\$ 10.24	\$ 4.16	40.6%	17.13%	63.5%	28.4%	89.4%	6.0%	8.4%	77.8%	11.3%	1.9%	10.8%
2006	\$ 10.14	\$ 5.19	51.2%	21.07%	67.8%	38.7%	86.3%	8.0%	11.2%	78.9%	10.3%	2.3%	10.1%
2007	\$ 18.06	\$ 11.81	65.4%	23.13%	73.1%	44.2%	86.3%	8.0%	12.7%	77.9%	8.4%	7.3%	7.6%
2008	\$ 10.49	\$ 7.57	72.2%	9.94%	58.2%	14.8%	93.4%	1.6%	3.3%	75.2%	6.0%	10.5%	3.7%
2009	\$ 4.04	\$ 3.45	85.5%	0.66%	35.9%	0.0%	99.4%	0.0%	0.0%	62.0%	1.5%	6.9%	1.2%
2010	\$ 2.94	\$ 2.77	94.0%	0.05%	45.2%	0.0%	99.4%	0.0%	0.0%	70.1%	0.0%	6.1%	1.3%

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 ⁽¹⁾ Doc	% CA	% FL
2004 and Prior	\$ 22.77	\$ 1.27	5.6%	28.44%	37.3%	12.2%	63.2%	0.0%	23.2%	39.0%	24.0%	12.6%	8.0%
2005	\$ 5.82	\$ 0.96	16.4%	45.12%	20.5%	23.2%	65.4%	0.2%	33.4%	43.2%	29.9%	17.6%	17.2%
2006	\$ 3.79	\$ 1.41	37.1%	55.20%	25.9%	28.6%	60.2%	11.9%	30.4%	44.4%	43.2%	21.8%	20.9%
2007	\$ 0.92	\$ 0.53	58.1%	54.28%	20.5%	28.7%	68.6%	4.2%	29.7%	50.1%	33.3%	13.2%	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	\$ 0.23	3.6%	23.30%	48.0%	14.0%	50.0%	0.0%	16.5%	33.4%	29.8%	11.5%	6.3%
2005	\$ 0.70	\$ 0.29	40.9%	45.68%	95.3%	0.9%	52.3%	98.5%	0.7%	0.4%	68.1%	31.5%	24.1%
2006	\$ 2.19	\$ 1.06	48.2%	43.80%	77.2%	14.4%	30.3%	31.0%	2.5%	5.9%	64.1%	22.4%	19.7%
2007	\$ 1.10	\$ 0.77	69.5%	25.97%	2.5%	79.2%	11.0%	0.0%	1.8%	4.1%	21.2%	15.6%	10.7%
2008	\$ 0.18	\$ 0.12	65.0%	13.54%	0.1%	83.9%	1.4%	0.0%	0.0%	4.4%	0.7%	1.1%	0.8%

(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

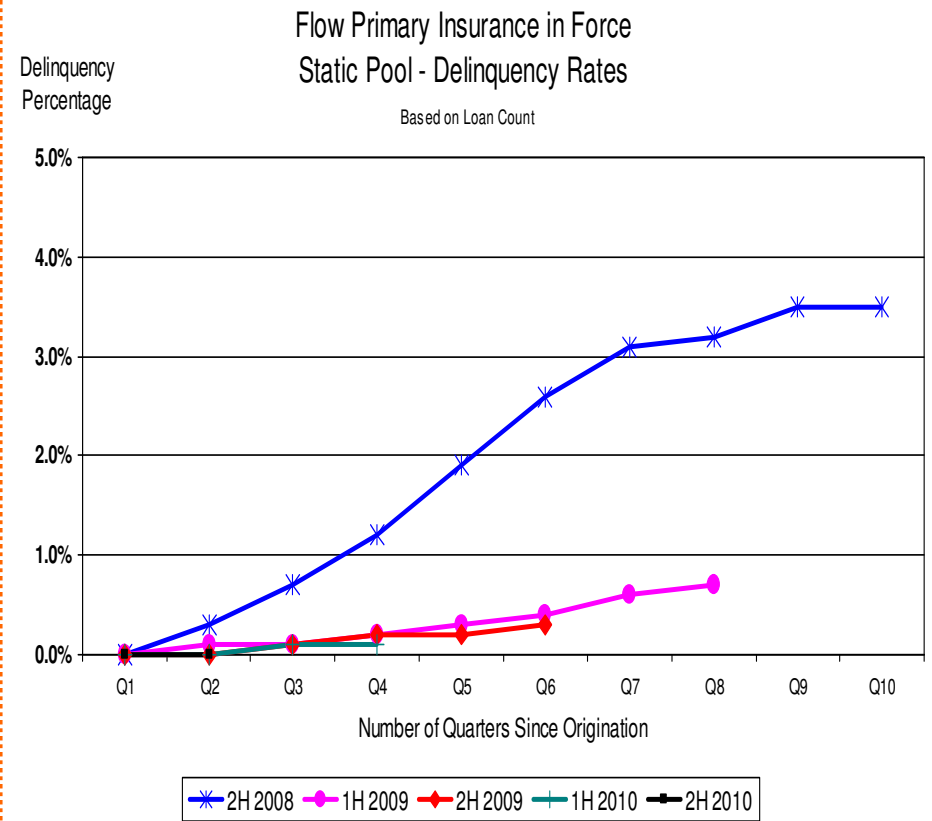
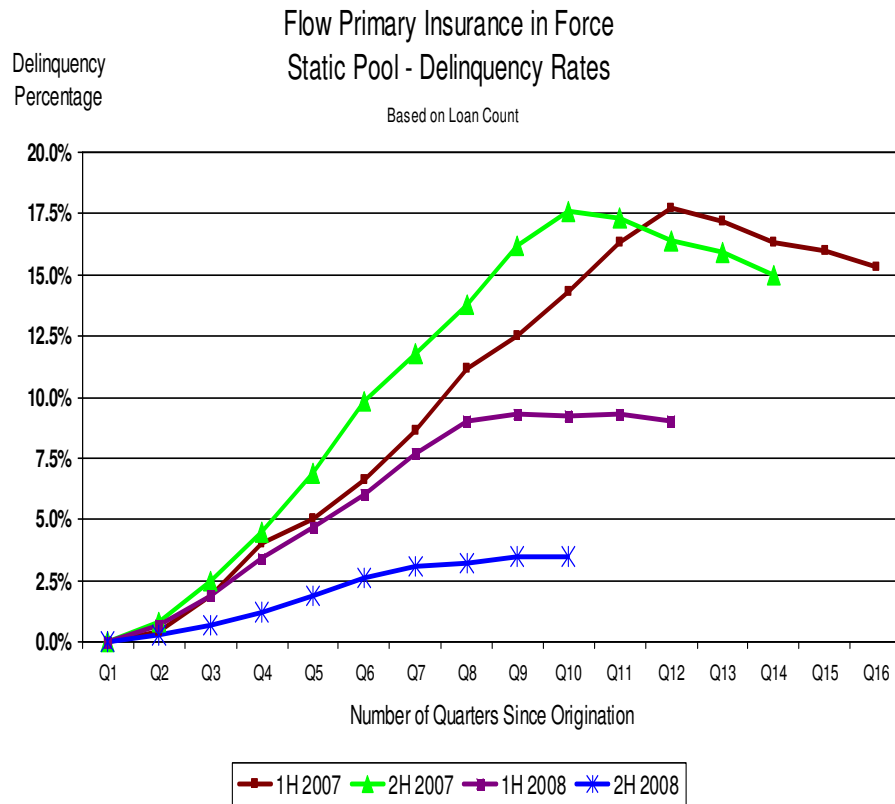
December 31, 2010

	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	18,210	11.22%	3,278	25.68%	862	31.21%	1,147	21.76%	486	5.15%	23,983	12.46%	N.M.
2004	8,872	12.81%	1,440	26.89%	310	39.09%	1,221	26.13%	234	22.46%	12,077	14.89%	\$ 479.9
2005	13,086	14.17%	1,875	29.36%	375	46.18%	2,937	38.13%	516	21.38%	18,789	17.13%	\$ 627.0
2006	18,294	16.85%	3,685	34.96%	974	50.97%	4,675	43.32%	656	27.21%	28,284	21.07%	\$ 784.5
2007	43,998	19.49%	10,135	41.83%	1,054	51.69%	6,942	40.05%	726	30.35%	62,855	23.13%	\$ 1,093.6
2008	14,175	9.11%	1,115	35.49%	22	30.99%	676	29.66%	71	18.30%	16,059	9.94%	\$ 152.7
2009	545	0.66%	-	0.00%	-	0.00%	-	0.00%	1	1.64%	546	0.66%	\$ 1.6
2010	28	0.05%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	28	0.05%	\$ -
Total	117,208	12.31%	21,528	34.49%	3,597	42.88%	17,598	36.62%	2,690	14.82%	162,621	14.94%	

(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 December 31, 2010



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

December 31, 2010

(Count Based)

	Claim Recd <u>Quarter</u>	ETD Rescission <u>Rate</u>	ETD Resolution <u>Rate</u>
Bulk	2009 Q2	34.7%	100.0%
	2009 Q3	34.5%	99.9%
	2009 Q4	31.8%	99.6%
	2010 Q1	30.2%	98.1%
	2010 Q2	29.2%	91.9%
Flow	2009 Q2	24.5%	99.8%
	2009 Q3	24.1%	99.8%
	2009 Q4	21.2%	99.4%
	2010 Q1	18.0%	97.5%
	2010 Q2	15.7%	92.3%
All	2009 Q2	28.0%	99.8%
	2009 Q3	27.5%	99.9%
	2009 Q4	24.0%	99.5%
	2010 Q1	20.7%	97.6%
	2010 Q2	18.5%	92.5%

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

Flow New Insurance Written Characteristics

Q4 2010

- 96% 700 and > credit score
 - Weighted Average FICO: 766
- 16.1% < 90% LTV
- 46.0% 90% LTV
- 37.4% 95% LTV
- 0.5% > 95 LTV
- 0.3% Adjustable Rate

**Captive Reinsurance
For Book Years 2005 - 2010
As of December 31, 2010**

	Book Year	Original Risk Written in Captive (millions)	Percentage of Attachment Point Reached	Current Risk Inforce (millions)	Ever to Date Losses Incurred to Captive (millions)	Quarter Losses Incurred to Captive (millions)
Active Excess of Loss ⁽¹⁾						
	2005	60	0-50%	20		
		52	51-75%	21		
		99	76-99%	45		
		<u>1,157</u>	Attached	<u>485</u>	38.7	5.4
		<u>1,368</u>		<u>571</u>		
	2006	27	0-50%	12		
		76	51-75%	38		
		50	76-99%	20		
		<u>935</u>	Attached	<u>484</u>	67.8	2.9
		<u>1,088</u>		<u>554</u>		
	2007	36	0-50%	21		
		27	51-75%	13		
		81	76-99%	49		
		<u>1,519</u>	Attached	<u>1,000</u>	100.0	5.3
		<u>1,663</u>		<u>1,083</u>		
	2008	239	0-50%	159		
		344	51-75%	227		
		38	76-99%	27		
		<u>577</u>	Attached	<u>420</u>	17.5	2.0
		<u>1,198</u>		<u>833</u>		
Active Quota Share ⁽¹⁾						
	2005	<u>475</u>	Attached	<u>218</u>	28.8	0.8
	2006	<u>460</u>	Attached	<u>239</u>	36.1	0.0
	2007	<u>1,000</u>	Attached	<u>655</u>	87.1	2.3
	2008	<u>202</u>	Attached	<u>153</u>	12.7	(0.1)
	2009	<u>160</u>	Attached	<u>135</u>	0.1	0.0
	2010	<u>116</u>	Attached	<u>113</u>	0.0	0.0
Total of Active XOL and QS		<u>7,730</u>		<u>4,554</u>	<u>388.8</u>	<u>18.6</u>
2005 and Later Terminated Agreements						<u>0.8</u>
Total of Active and Terminated						<u>19.4</u>

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