



MGIC

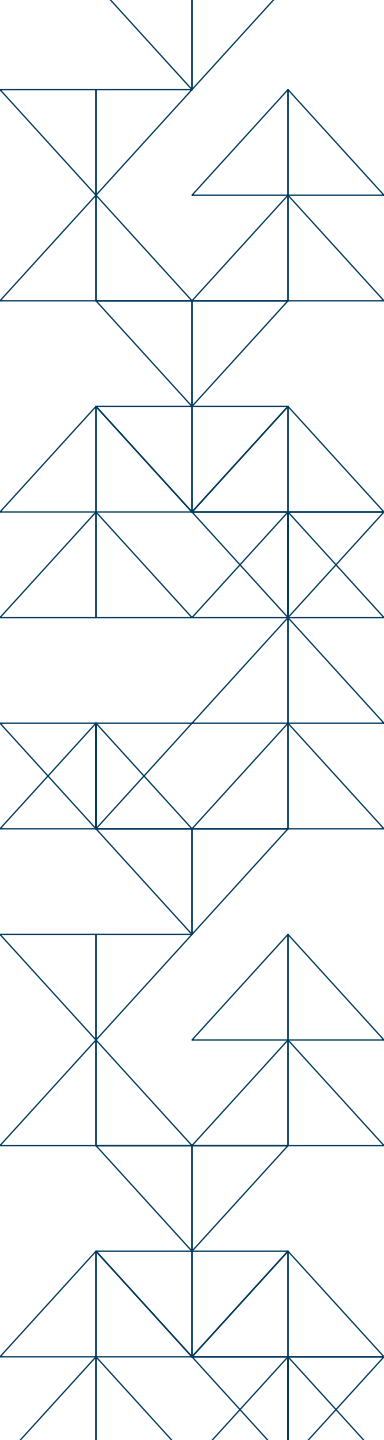


MGIC Investment Corporation

Quarterly Supplement

Q2 2021

NYSE: MTG



Forward Looking Statements



As used below, “we,” “our” and “us” refer to MGIC Investment Corporation’s consolidated operations or to MGIC Investment Corporation, as the context requires, and “MGIC” refers to Mortgage Guaranty Insurance Corporation.

This presentation may contain forward looking statements. Our actual results could be affected by the risks associated with the COVID-19 pandemic, and by the other risk factors affecting the company which can be found in the risk factors included in our Form 10-Q for the quarter ended June 30, 2021, and in other filings we make with the Securities and Exchange Commission. These risk factors may also cause actual results to differ materially from the results contemplated by any forward looking statements that we may make.

Forward looking statements consist of statements which relate to matters other than historical fact, including matters that inherently refer to future events. Among others, statements that include words such as “believe,” “anticipate,” “will” or “expect,” or words of similar import, are forward looking statements.

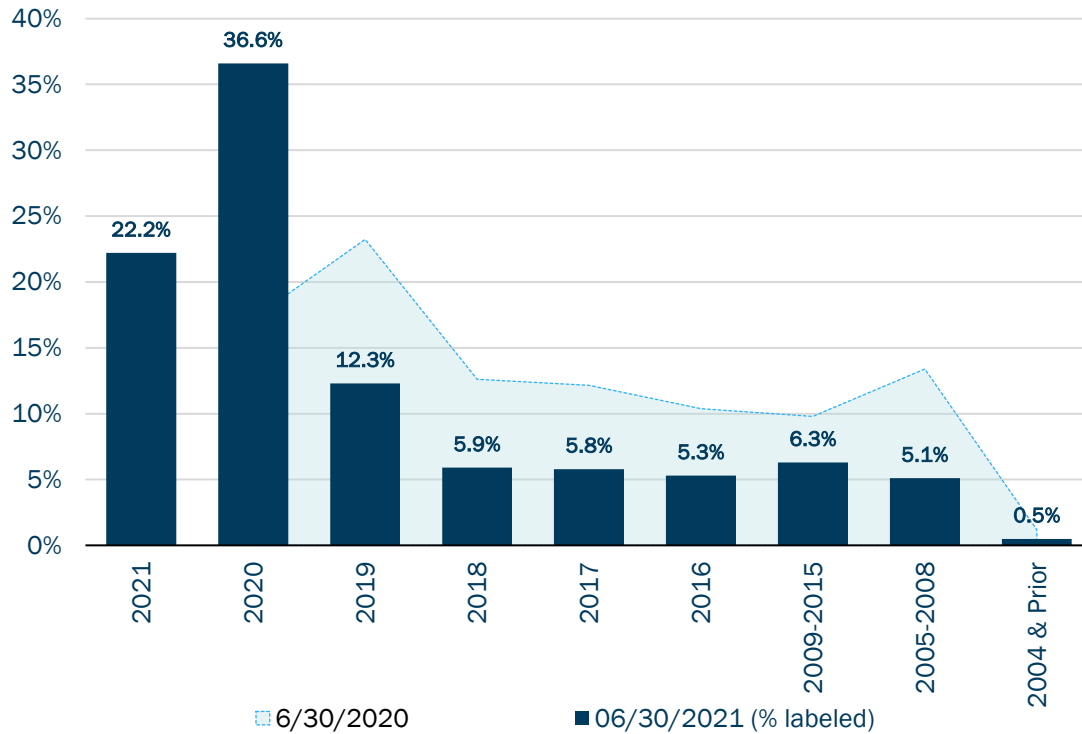
These forward looking statements, including the discussion of the impact of the COVID-19 pandemic, speak only as of the date of this presentation and are subject to change without notice as the Company cannot predict all risks relating to this evolving set of events. We are not undertaking any obligation to update any forward looking statements or other statements we may make even though these statements may be affected by events or circumstances occurring after the forward looking statements or other statements were made. No person should rely on the fact that such statements are current at any time other than the time at which this presentation was prepared in August 2021.

Primary Risk in Force

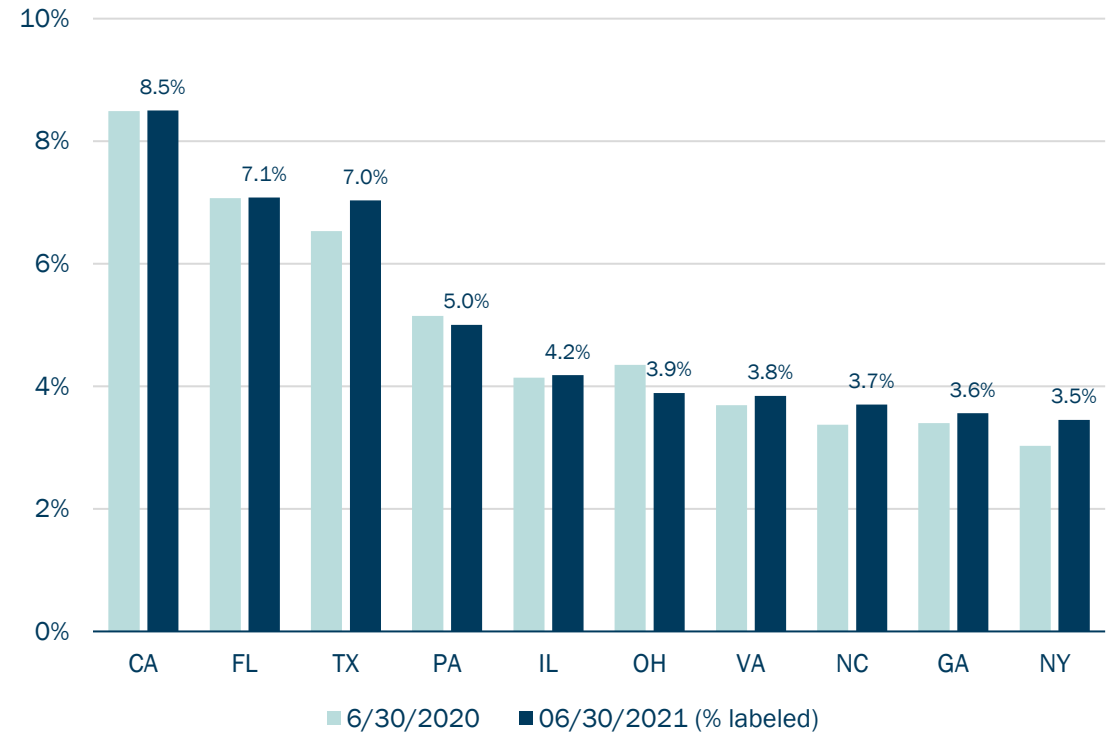
June 30,



Year of Origination



Top 10 Jurisdictions



Primary Risk in Force

June 30, 2021



	Origination year:									Total
	2021	2020	2019	2018	2017	2016	2009 - 2015	2005 - 2008	2004 & Prior	
Original risk written (billions)	\$14.4	\$27.3	\$16.2	\$12.5	\$12.3	\$11.9	\$43.7	\$63.6	\$181.5	N.M.
% of original risk remaining	98.9	86.0	48.7	30.1	30.1	28.6	9.2	6.7	0.3	N.M.
Weighted average FICO ⁽¹⁾	749	751	746	738	740	745	741	685	654	742
760 and > (%)	44.2	46.4	41.2	35.1	37.5	41.9	38.2	14.3	5.3	40.9
740 - 759	17.9	18.3	18.7	16.4	17.3	16.8	16.1	8.3	4.7	17.1
720 - 739	14.0	13.5	14.7	15.4	14.6	14.5	15.7	9.4	5.7	13.8
700 - 719	11.5	10.5	11.7	13.7	12.6	11.3	11.2	10.8	7.7	11.2
680 - 699	7.3	7.5	8.0	9.1	9.1	8.5	9.9	11.3	9.8	8.2
660 - 679	2.5	2.1	3.0	5.3	4.7	3.8	5.0	9.8	11.5	3.5
640 - 659	1.7	1.1	1.7	3.5	3.0	2.3	2.7	9.8	12.2	2.4
639 and <	0.9	0.7	0.8	1.6	1.3	1.0	1.2	26.3	43.1	2.9
Weighted average LTV ⁽¹⁾	92.1	92.0	93.0	93.6	93.3	93.2	93.6	93.9	89.7	92.6
85 and < (%)	9.0	9.2	5.5	4.1	3.8	2.0	1.5	9.4	28.2	7.5
85.01 - 90.00	31.3	31.5	26.3	23.5	25.4	27.3	21.6	26.8	30.5	28.9
90.01 - 95.00	46.9	48.1	51.4	49.7	55.2	62.1	70.3	25.6	23.4	49.1
95.01 and >	12.8	11.2	16.8	22.7	15.6	8.6	6.5	38.2	17.9	14.5
Single Premium (%)	6.4	8.0	14.6	18.2	21.9	23.9	28.4	20.9	7.5	12.7
Investor (%)	0.0	0.0	0.1	0.2	0.2	0.1	0.0	2.0	4.2	0.2
Weighted average DTI ⁽¹⁾⁽²⁾	35.5	35.3	36.3	37.8	36.4	35.1	34.8	43.1	39.1	36.2
DTI > 45% ⁽¹⁾⁽²⁾⁽³⁾	12.6	10.9	12.8	20.0	11.8	5.0	3.0	40.2	26.6	13.4
Cashout Refinance (%)	-	0.0	0.2	0.1	0.1	0.0	0.1	20.1	34.0	1.7
Full Documentation (%)	100	100	100	100	100	100	100	86.9	83.9	99.0
HARP (%)	-	-	-	-	-	-	0.6	35.6	11.8	2.5

Year of origination as displayed is determined by the calendar date the insurance was effective. Percentages based on remaining risk in force, including the percentage of risk in force delinquent. Other delinquency statistics are based on the number of remaining loans.

(1) At time of origination; (2) In the fourth quarter of 2018 we changed our methodology for calculating DTI ratios for pricing and eligibility purposes to exclude the impact of mortgage insurance premiums. As a result, loan originators may have changed the information they provide to us, and therefore we cannot be sure that the DTI ratio we report for each loan includes the related mortgage insurance premiums in the calculation. (3) DTI > 50% less than 2% in origination years 2009 and later.

Additional Book Year Statistics

June 30, 2021



	Origination year:									Total
	2021	2020	2019	2018	2017	2016	2009-2015	2005 - 2008	2004 & Prior	
Delinquency statistics: ⁽¹⁾										
Risk in force delinquent (%)	0.1	1.1	4.6	7.9	6.7	5.1	6.0	14.5	17.2	3.5
# of loans delinquent	203	3,531	5,305	5,204	4,456	3,079	4,777	13,319	3,125	42,999
Delinquency rate (based on loan count) (%)	0.1	1.0	3.8	6.6	5.7	4.5	5.3	12.2	12.6	3.7
# of new notices received in quarter	319	1,273	915	840	722	567	850	2,725	825	9,036
New notices previously delinquent (%)	-	13.4	43.4	62.7	64.7	65.3	74.6	94.9	96.4	65.8
Loans remaining never reported delinquent (%)	99.8	98.1	89.7	83.9	84.7	86.5	83.2	38.4	32.8	N.M.
Ever to date claims paid (millions)	-	\$0.1	\$0.5	\$4.2	\$9.0	\$9.7	\$153.4	\$13,281.4	N.M.	N.M.

	In force year:									Total
	2021	2020	2019	2018	2017	2016	2009 - 2015	2005 - 2008	2004 & Prior	
Loans covered by reinsurance: ⁽²⁾										
Quota share reinsurance (%)	88.0	86.0	90.6	83.1	86.8	90.3	95.5	25.9	2.4	82.8
Excess-of-loss reinsurance (%)	-	97.9	10.7	98.7	92.9	56.5	-	-	-	49.0
Total loans covered by reinsurance (%)	88.0	99.5	91.5	99.7	97.5	95.3	95.5	25.9	2.4	89.5

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

- (1) Percentages based on remaining risk in force, including the percentage of risk in force delinquent. Other delinquency statistics are based on the number of remaining loans.
- (2) Reinsurance coverage percentage is calculated as the risk in force on policies with reinsurance coverage divided by the total risk in force. The percentage of loans covered by reinsurance is determined prior to the application of reinsurance coverage percentages under the associated transactions. Approximately 90% of our primary risk in force was covered by a reinsurance transaction. Quota share reinsurance cede rate is a weighted average of 32% on eligible business for 2020 and 2021, 30% on eligible business for years 2019 through 2017 and 15% for eligible business in 2016 and prior. See our Form 10-Q filed with the Securities and Exchange Commission on August 4, 2021 for details of the reinsurance coverage provided by our excess-of-loss reinsurance transactions.

Home Re 2021-2 Ltd. Transaction Overview



Transaction	<ul style="list-style-type: none"> ✓ On August 3, 2021, MGIC obtained fully collateralized excess of loss reinsurance coverage on mortgage insurance policies written in January 1, 2021 through May 28, 2021. ✓ The total amount of reinsurance was \$398.4 million as of the closing date.
Reinsurer	<ul style="list-style-type: none"> ✓ Reinsurance is provided by Home Re 2021-2 Ltd. (“Home Re”), a newly formed Bermuda-based special purpose insurer. Home Re is not a subsidiary or an affiliate of MGIC. ✓ Home Re has funded its reinsurance obligations by issuing five classes of mortgage insurance-linked notes that have a 12.5-year legal maturity with a 7-year call option in an unregistered private offering. The notes are non-recourse to any assets of MGIC or its affiliates. ✓ The proceeds of the notes offering were deposited into a reinsurance trust account for the benefit of MGIC. The noteholders have a subordinated interest in the reinsurance trust account, which is the sole source of funds for the repayment of principal of the notes.
MGIC Benefits	<ul style="list-style-type: none"> ✓ Further diversifies sources of capital ✓ Protection against adverse credit losses on the reinsured business ✓ Increases MGIC’s counterparty strength ✓ Provides PMIERS and rating agency capital benefit

Home Re 2021-2 Ltd. Structure



Coverage Levels	Coverage Level (\$ in 000's)	% of Risk in Force	Credit Enhancement %	Weighted Average Life (in years) ¹	Coupon (bps)	Moody's Rating
A-H	8,466,612	93.50%	6.50%	RETAINED BY MGIC		
M-1A	67,914	0.75%	5.75%	1.26	SOFR+125	Baa2
M-1B	108,662	1.20%	4.55%	2.33	SOFR+160	Baa3
M-1C	126,773	1.40%	3.15%	3.76	SOFR+280	Ba3
M-2	72,442	0.80%	2.35%	5.17	SOFR+325	B3
B-1	22,638	0.25%	2.10%	5.48	SOFR+415	NR
B-2H	99,607	1.10	1.00%	RETAINED BY MGIC		
B-3H	90,552	1.00%	0.00%	RETAINED BY MGIC		
Issued Notes	\$ 398,429	4.40%				

Key Transaction and Structure Details:

- Cut-off Date: May 28, 2021
- Optional Call Date: July 25, 2028
- Legal Final Date: January 25, 2034
- Clean-up Call Event: Aggregate outstanding principal amount, net of impairment amounts, is ≤ 10% of the aggregate original principal amount of the Notes
- Trigger Events:
 - 100% of principal is subject to triggers
 - Minimum Credit Enhancement Test: 7.25%
 - Sixty-Plus Delinquency Amount Test: three months average sixty-plus delinquency rate is ≥ 75% of the subordination percentage

Details of the Reinsured Loans at Closing:

- Reference pool of 181,727 loans having aggregate unpaid principal balance of \$52,212bn
- Adjusted risk in force of \$9.055bn - adjusted risk in force accounts for existing quota share reinsurance from unaffiliated third parties on loans in the reference pool
- Mortgage insurance coverage on mortgage loans having an insurance coverage in force date from January 1, 2021 to May 28, 2021, inclusive

¹ Weighted average life based on assumptions of 10% CPR, no defaults and MGIC exercises its option to terminate on the occurrence of an Optional Call Date or Clean-up Call Event when first eligible.

ILN Transaction Status



Home Re Insurance-Linked Notes Key Metrics ⁽¹⁾

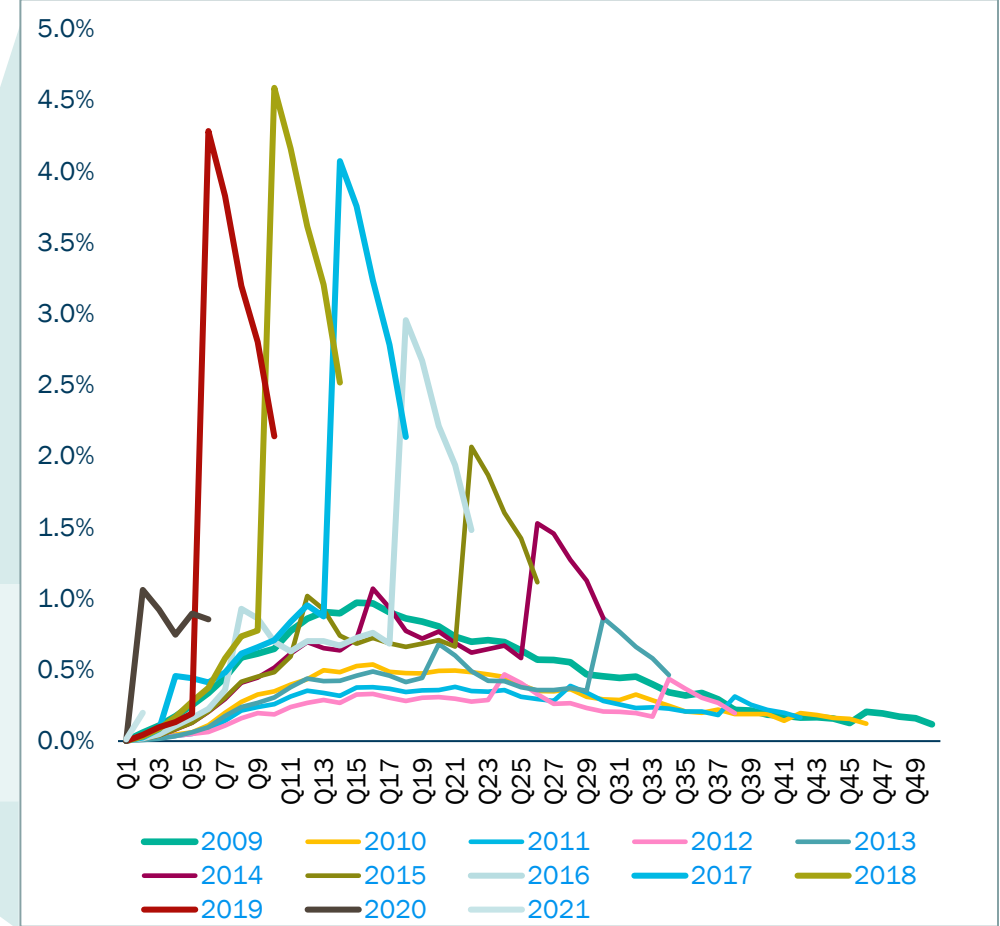
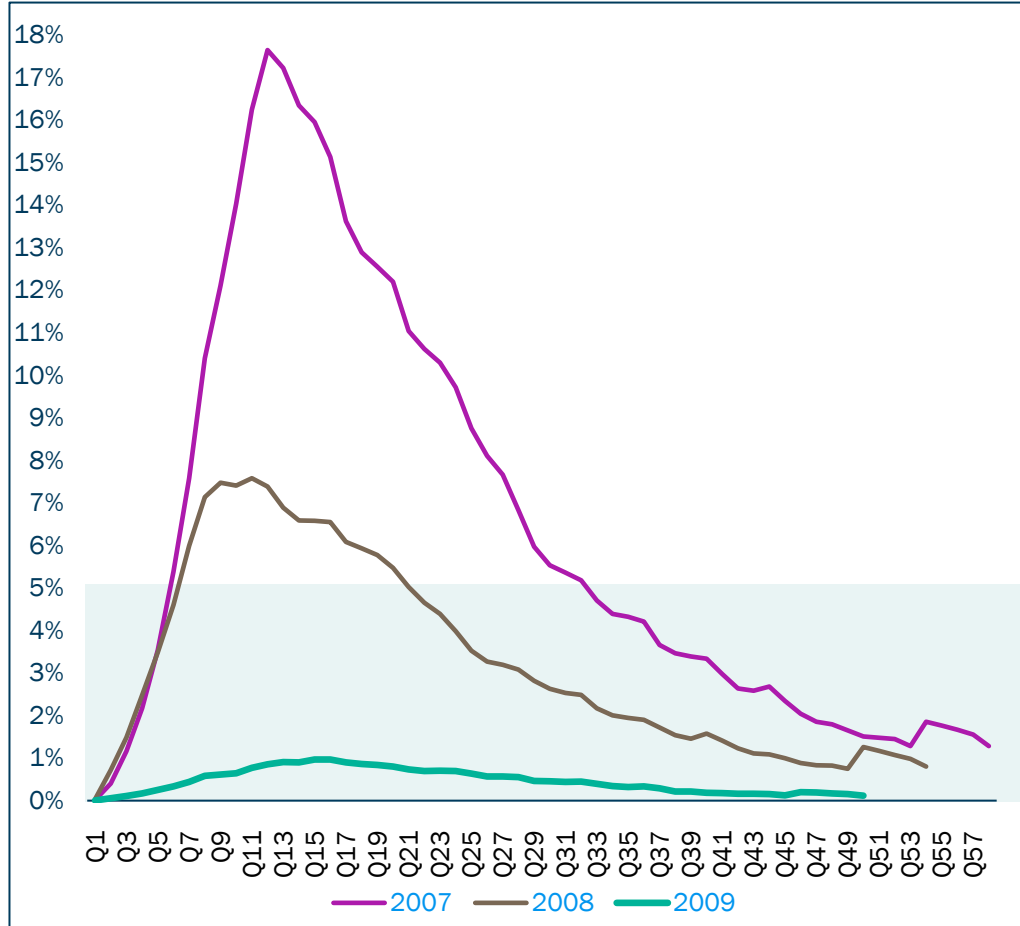
<i>at closing (\$ in millions)</i>	HMIR 2018-1	HMIR 2019-1	HMIR 2020-1	HMIR 2021-1
Policy In Force Dates	7/1/2016 – 12/31/2017	1/1/2018 – 3/31/2019	1/1/2020 – 7/31/2020	8/1/2020 – 12/31/2020
Adjusted Risk in Force ⁽²⁾	\$7,497	\$7,429	\$9,176	\$9,385
Initial ILN Coverage	\$318.6	\$315.7	\$412.9	\$398.8
MGIC's Initial Retained Layer	\$168.7	\$185.7	\$275.3	\$211.2
Initial Attachment % ⁽³⁾	2.25%	2.50%	3.00%	2.25%
Initial Detachment % ⁽⁴⁾	6.50%	6.75%	7.50%	6.50%
Delinquency Trigger % ⁽⁵⁾	4.00%	4.00%	75% of subordinate percentage	75% of subordinate percentage
<i>as of June 30, 2021 (\$ in millions)</i>				
Adjusted Risk in Force ⁽²⁾	\$2,587	\$2,311	\$7,159	\$8,927
ILN Coverage	\$218.3	\$208.1	\$352.1	\$398.8
MGIC's Retained Layer	\$165.5	\$184.3	\$275.3	\$211.2
Current Attachment % ⁽³⁾	6.40%	7.97%	3.85%	2.37%
Current Detachment % ⁽⁴⁾	14.84%	17.0%	8.76%	6.83%
Actual 60+ DQ % ⁽⁶⁾	6.03%	8.15%	0.91%	0.53%
PMIERS Required Asset Credit	\$43.0	\$29.6	\$185.0	\$353.6

- (1) Through June 30, 2021, MGIC has entered four fully collateralized reinsurance arrangements with Bermuda-domiciled special purpose insurers ("Home Re"). The Home Re entities are not subsidiaries or affiliates of MGIC.
- (2) The adjusted risk in force is the aggregate risk in force of the underlying mortgage loans, net of existing quota share reinsurance, and for HMIR 2018-1 and HMIR 2019-1 subject to an inclusion percentage based on zip code.
- (3) The percentage represents the cumulative losses as a percentage of adjusted risk in force that MGIC retains prior to the ILN taking losses.
- (4) The percentage represents the cumulative losses as a percentage of adjusted risk in force that must be reached before MGIC begins absorbing losses after the ILN layer.
- (5) During periods where the delinquency trigger fails, principal reductions are not allocated to the ILN layers (i.e. the ILN layers are 'locked out'). For HMIR 2020-1 and HMIR 2021-1, the delinquency trigger is dynamically calculated based on the subordination percentage each month. The subordination percentage is the coverage level of all subordinate tranches below the 'A' tranche over the adjusted risk in force. At closing, the effective delinquency trigger of HMIR 2020-1 and HMIR 2021-1 were 5.625% and 4.875%, respectively.
- (6) The percentage of adjusted risk in force that is 60 or more days delinquent.

Flow Primary Risk in Force June 30, 2021



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 annual periods shown)

PMIERS Asset Trends

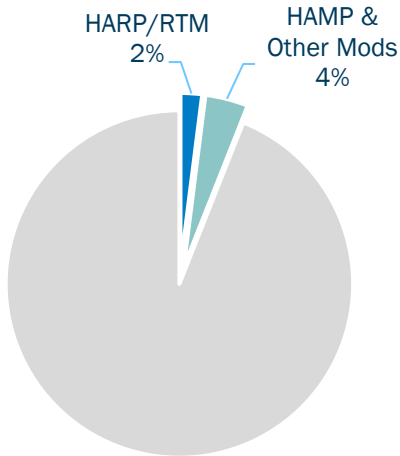


1. Revised PMIERS became effective March 31, 2019. The decrease in our available assets at 2019 was primarily due to the elimination of any credit for future premiums that had previously been allowed for certain insurance policies.

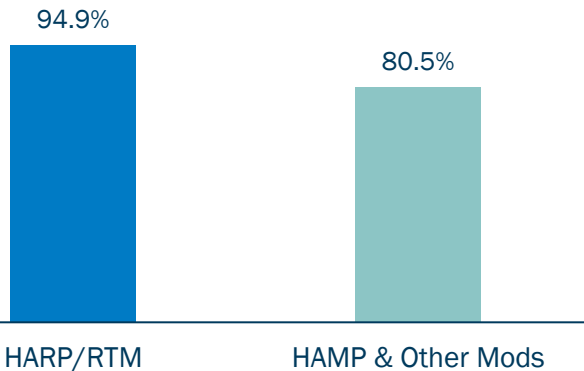
Summary of Loan Modification and HARP Activity



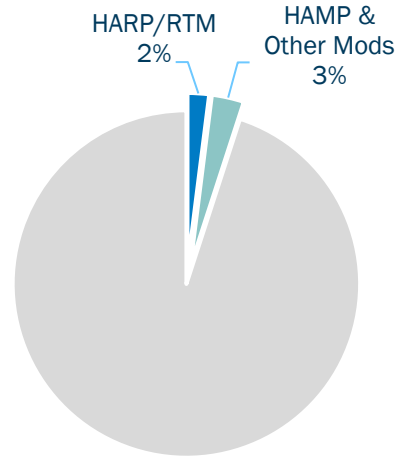
Risk in Force
Total Primary Book



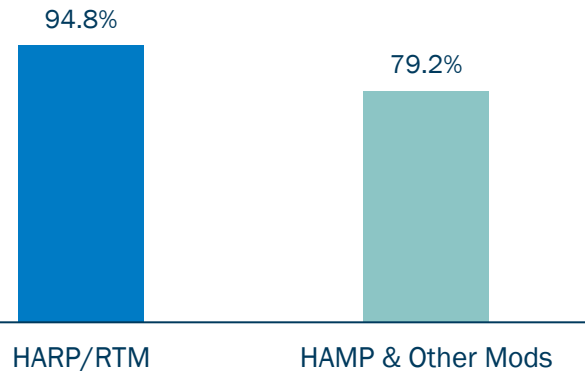
% Current at 06/30/2021
(# of loans)



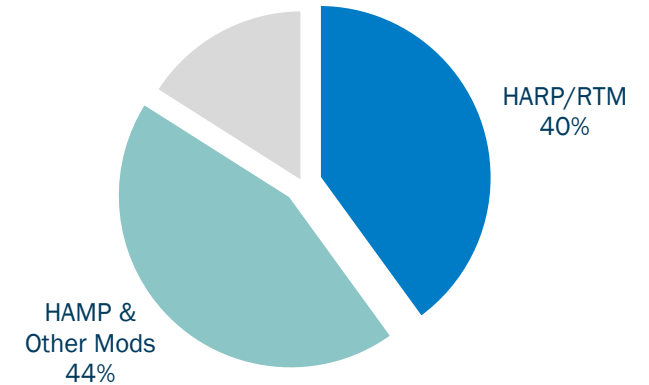
Risk in Force
Flow Primary Book



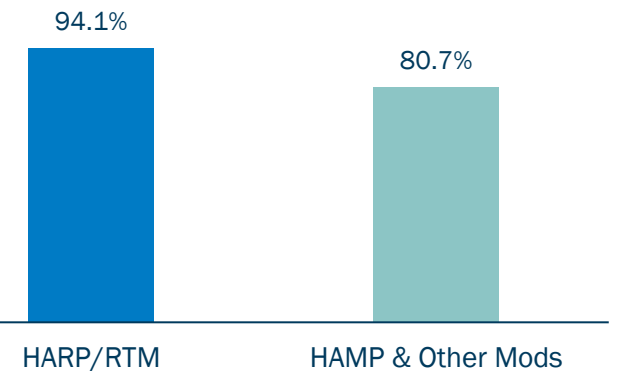
% Current at 06/30/2021
(# of loans)



Risk in Force
2007 Flow Primary Book



% Current at 06/30/2021
(# of loans)



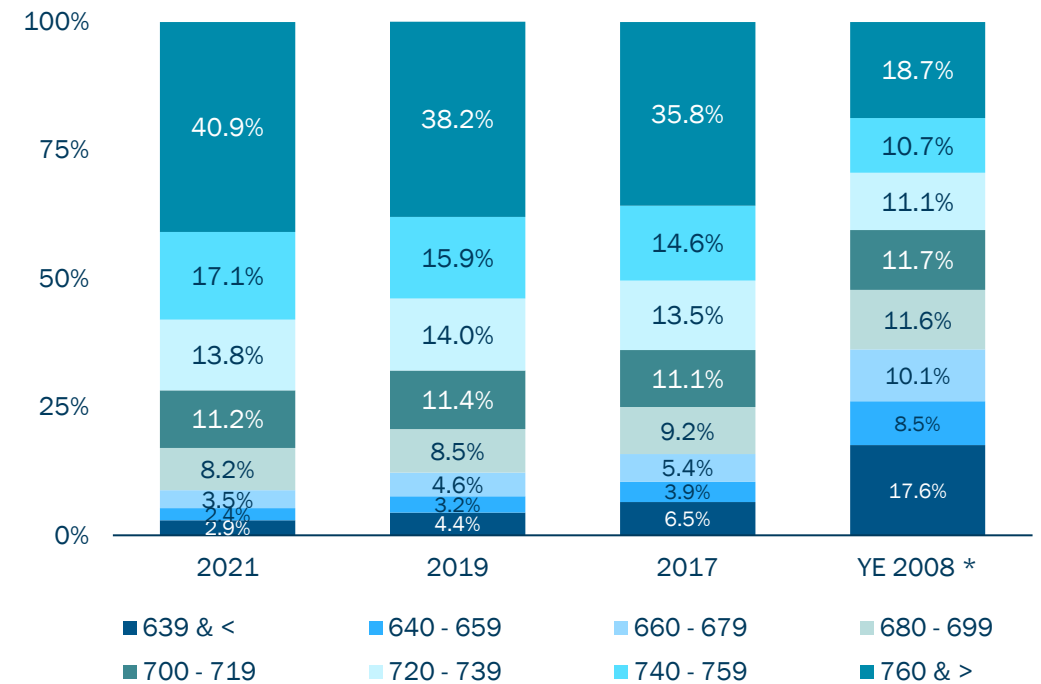
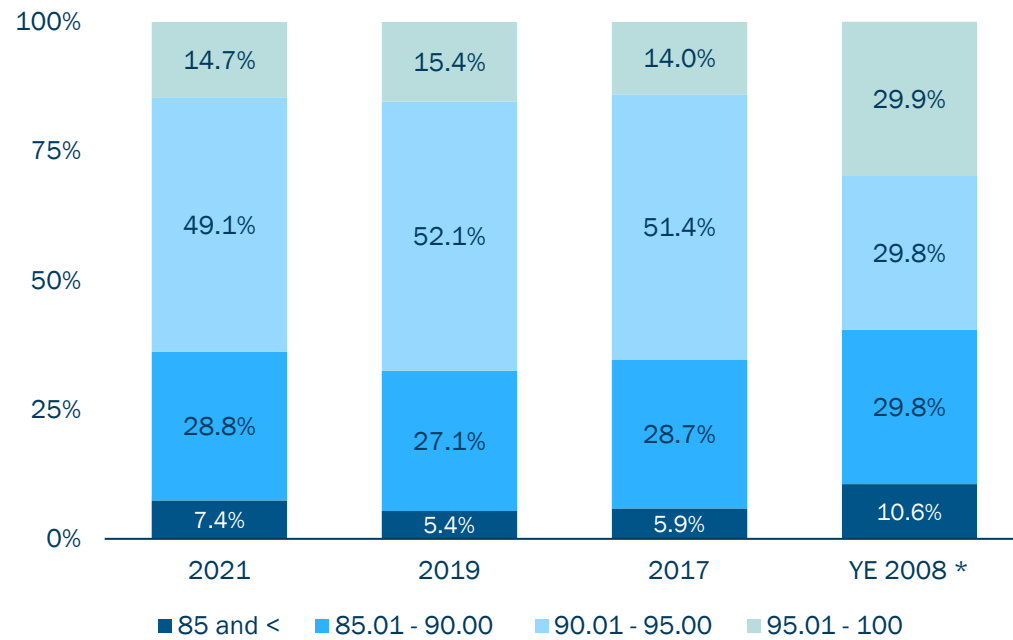
Primary Risk in Force

June 30,



Original LTV

Original FICO



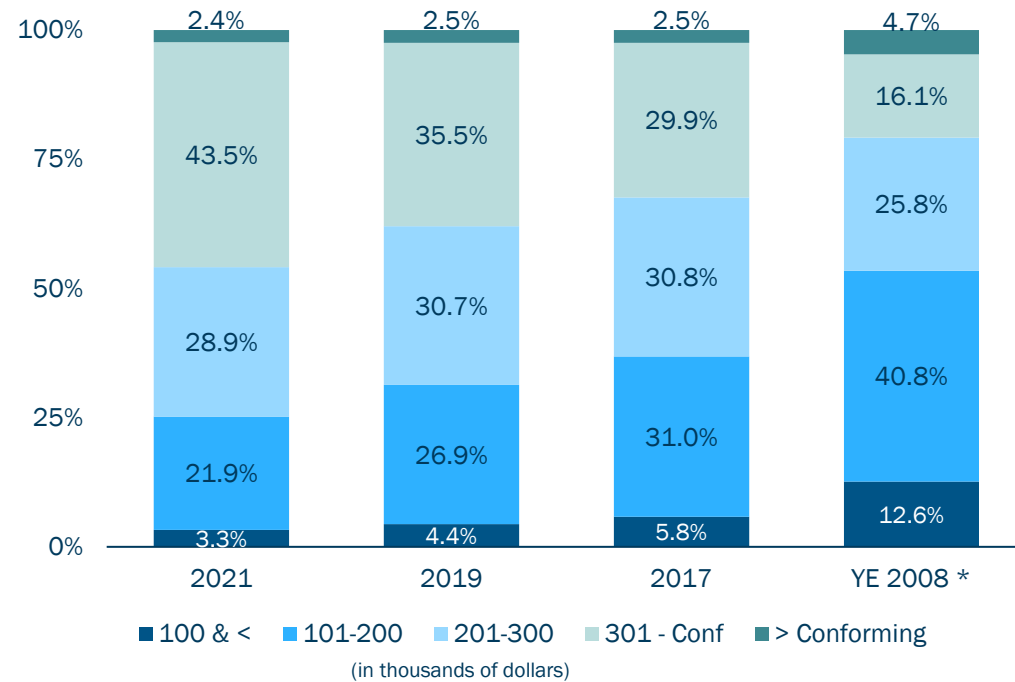
* As of December 31, 2008
 Note: Charts may not add to 100% due to rounding.

Primary Risk in Force

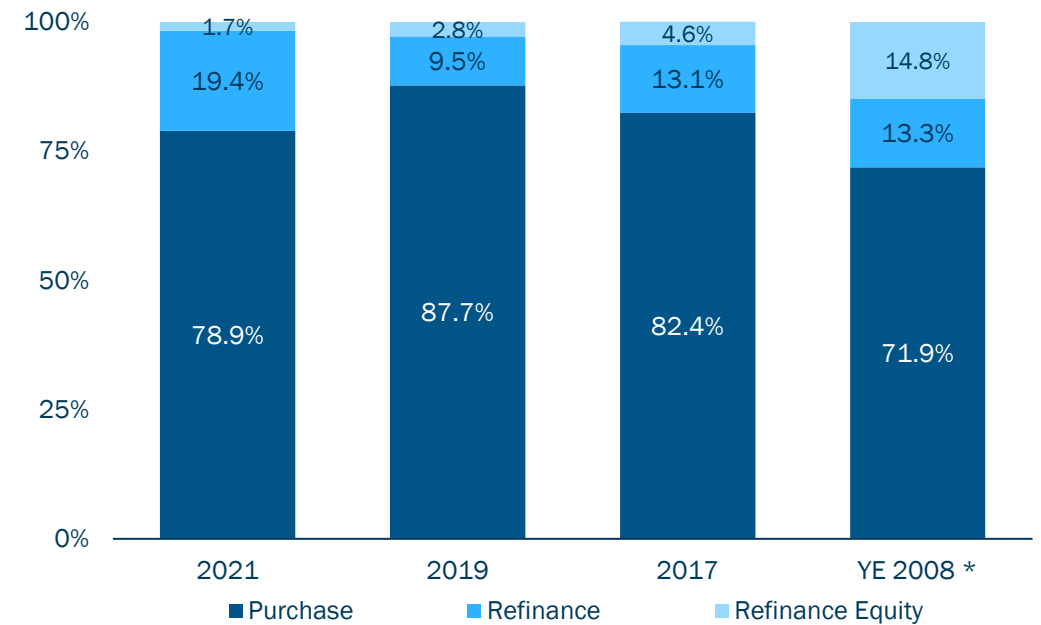
June 30,



Loan Amount ⁽¹⁾



Loan Purpose



(1) Loans within the conforming loan limit have an original principal balance that does not exceed the maximum conforming loan limit for mortgages to be acquired by the GSEs. For 2021, the conforming loan limit for one unit properties is \$548,250 and the limit in the most high cost areas is \$822,375.

* As of December 31, 2008

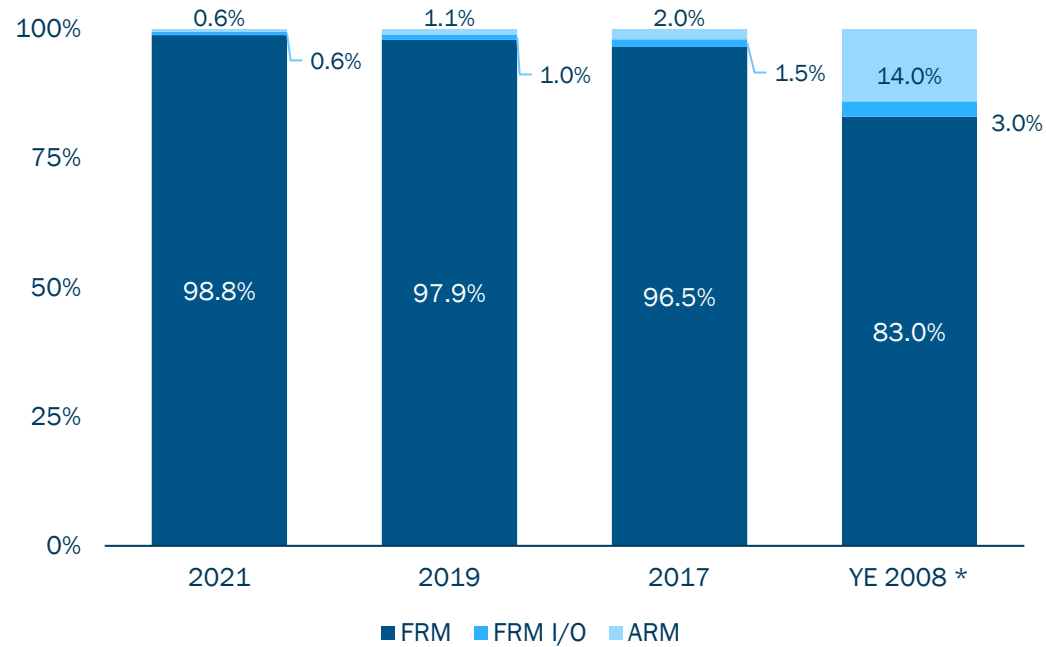
Note: Charts may not add to 100% due to rounding.

Primary Risk in Force

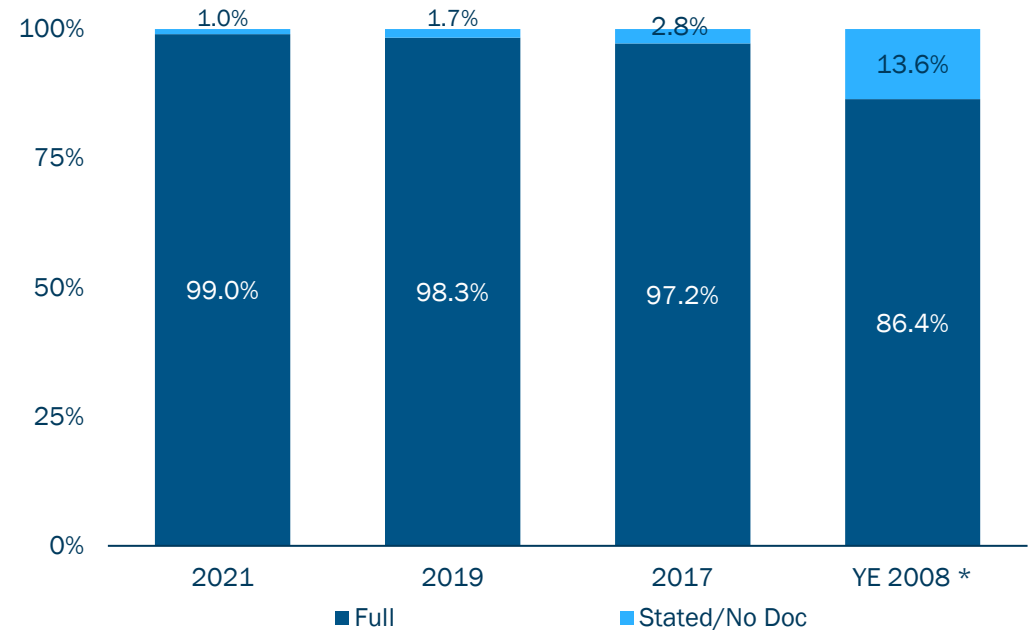
June 30,



Loan Type ⁽¹⁾



Documentation ⁽²⁾



(1) FRM includes ARMs with initial reset periods of greater than 5 years. ARMs include loans with initial reset periods less than 5 years, pay option ARMs and other ARMS with negative amortization features.

(2) In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that did not require verification of borrower income are classified by MGIC as "full documentation." Based in part on information provided by the GSEs, MGIC estimates full documentation loans of this type were approximately 4% of 2007 NIW. Information for other periods is not available. MGIC understands these AU systems granted 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.

* As of December 31, 2008

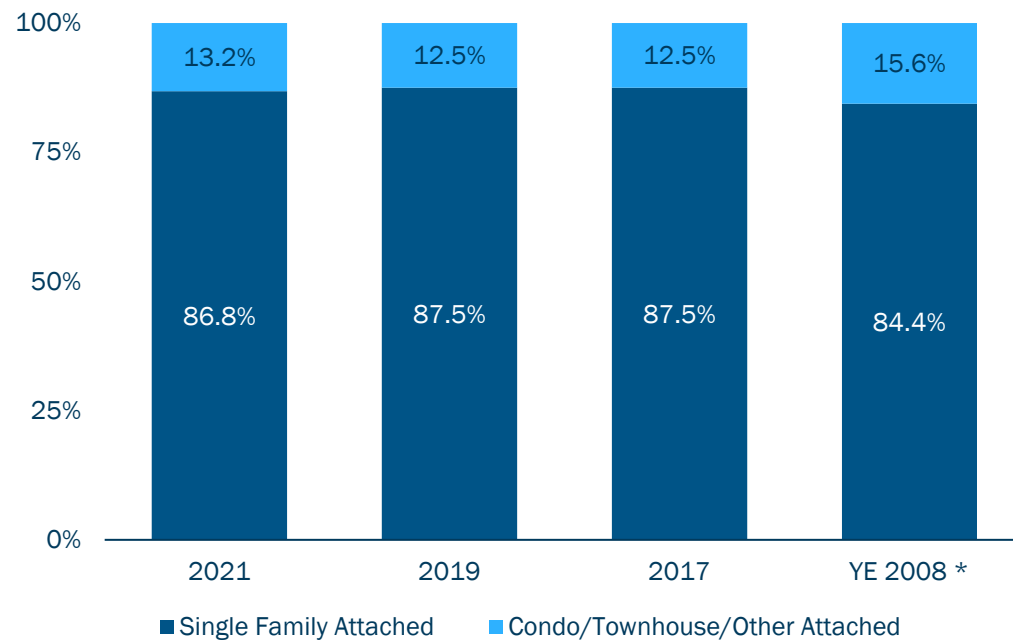
Note: Charts may not add to 100% due to rounding.

Primary Risk in Force

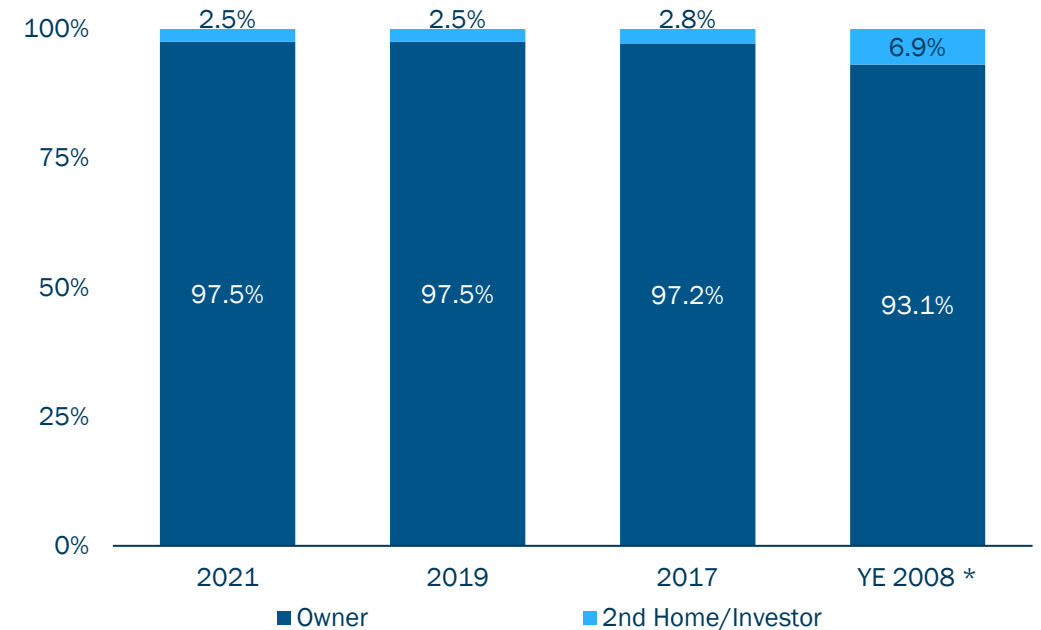
June 30,



Property Type



Occupancy



* As of December 31, 2008
 Note: Charts may not add to 100% due to rounding.



Most Recent 24 Month History by Book Year