

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, white, two-story house with a prominent front porch supported by columns. In the foreground of this photograph, several children are playing on the lawn.

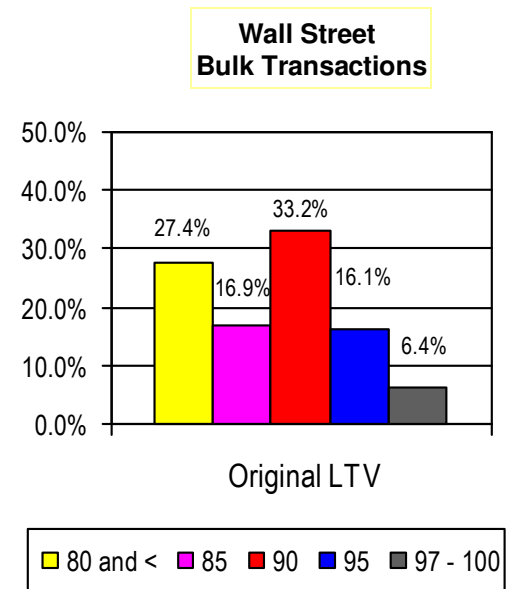
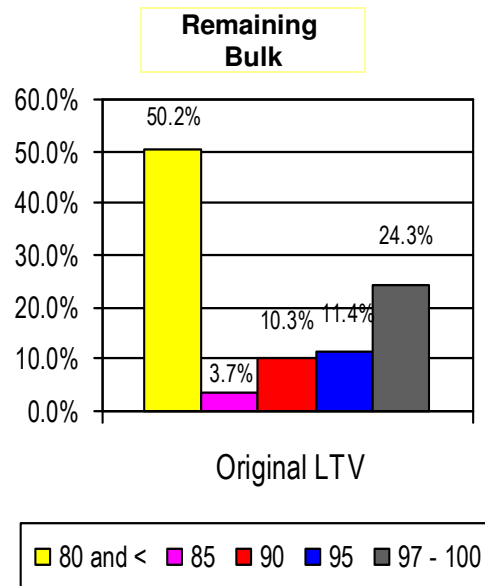
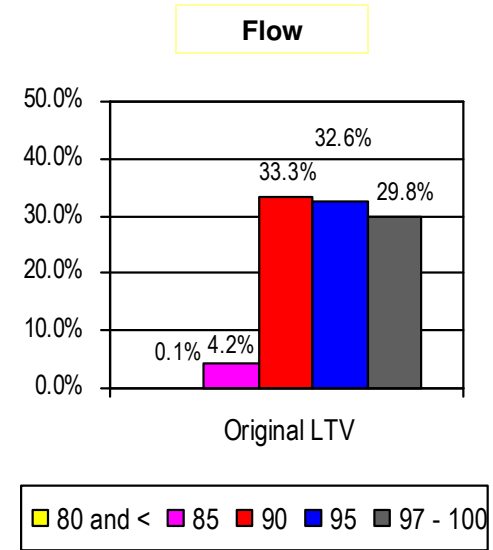
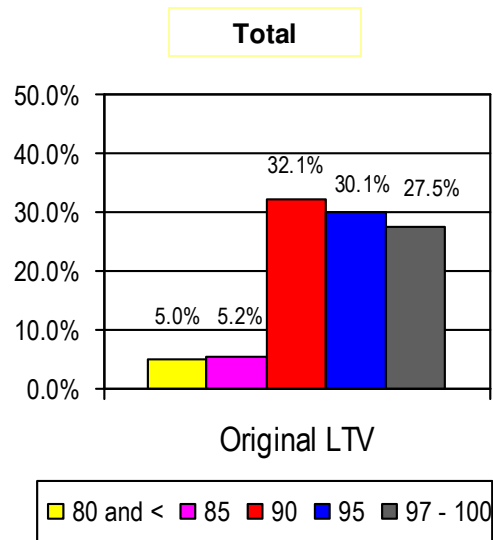
MGIC

**MGIC Investment Corporation
Q3 2010 Portfolio Supplement**

October 19, 2010

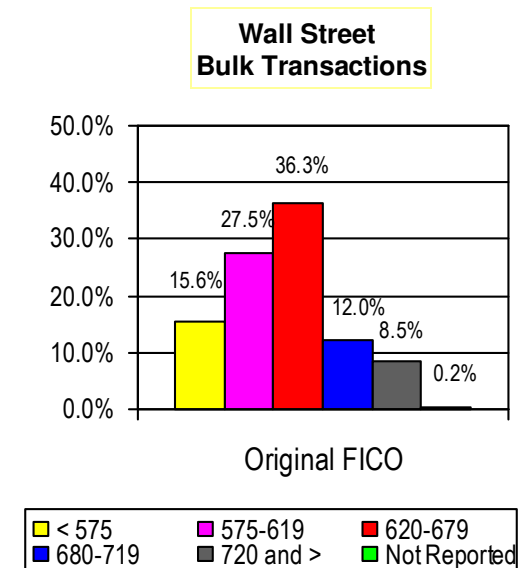
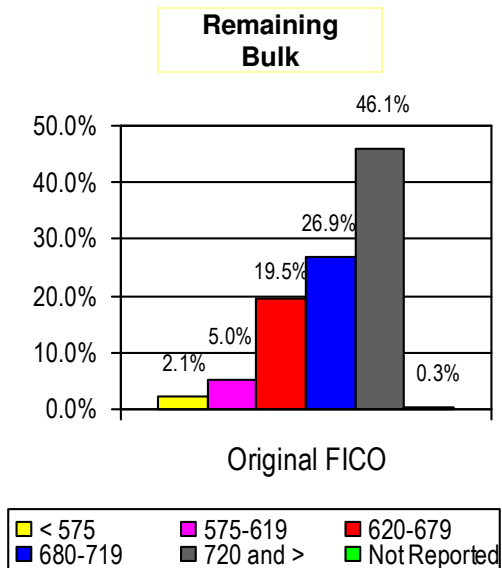
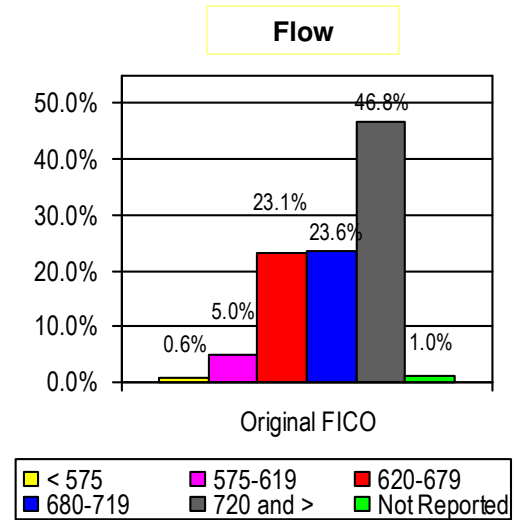
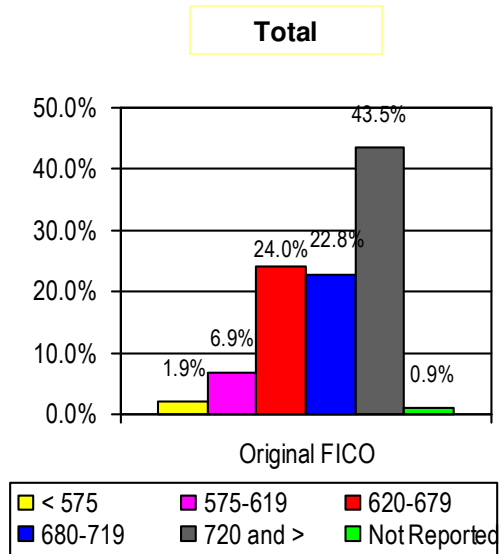
The information in this document does not include our Australian operations, which are immaterial

Primary Risk in Force September 30, 2010



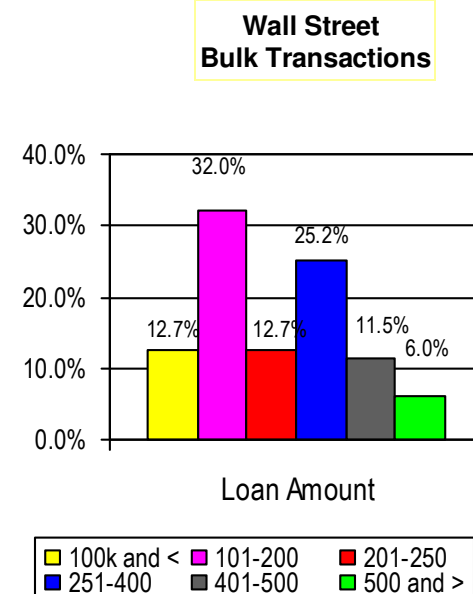
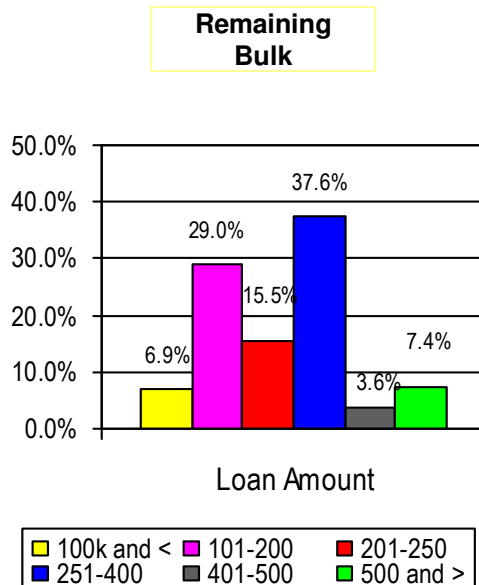
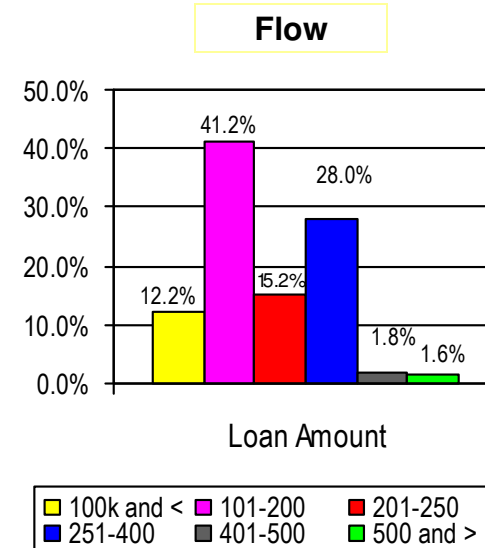
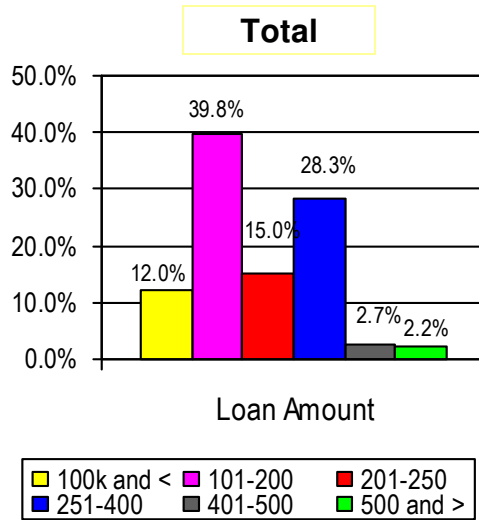
Note: Charts may not add to 100% due to rounding

Primary Risk in Force September 30, 2010



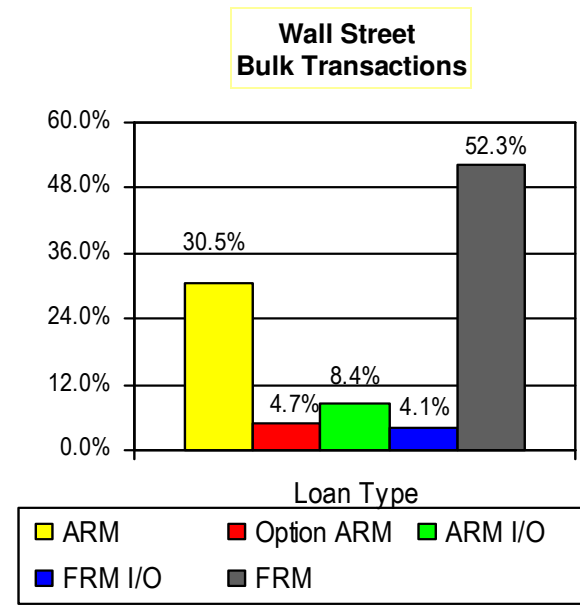
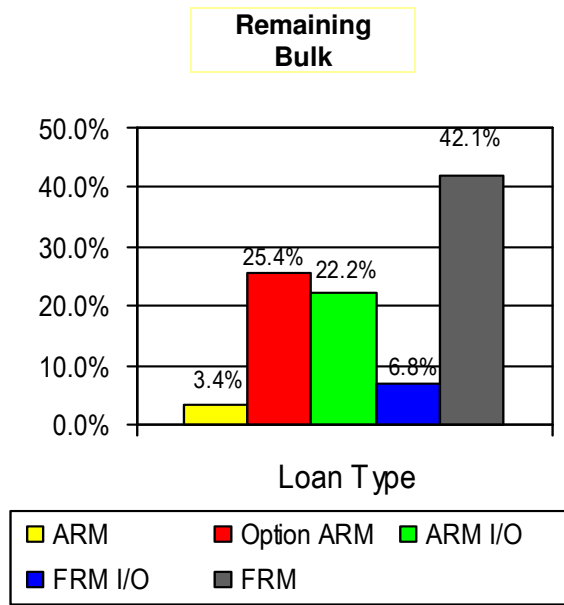
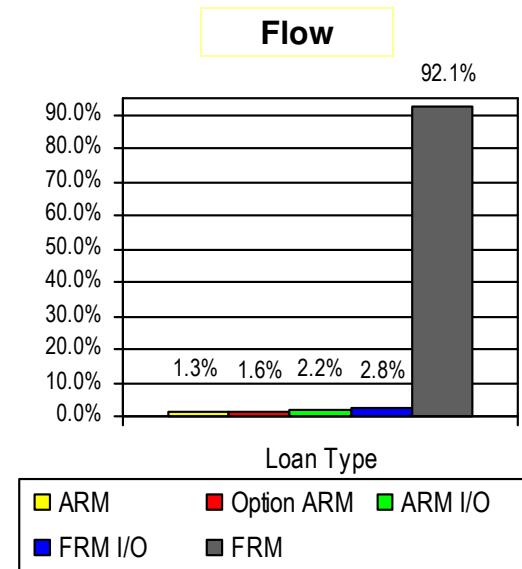
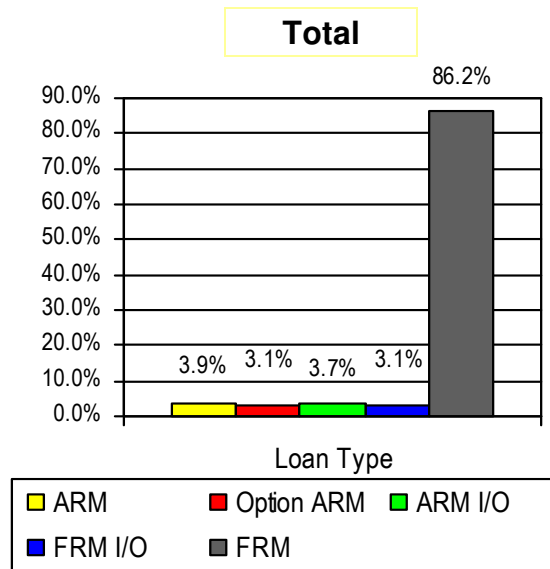
Note: Charts may not add to 100% due to rounding

Primary Risk in Force September 30, 2010



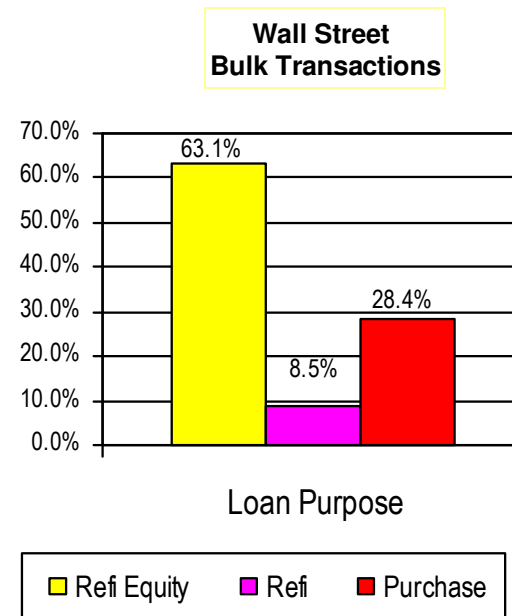
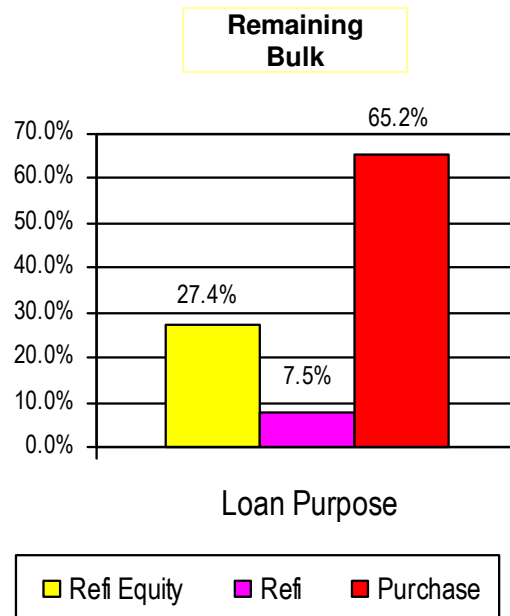
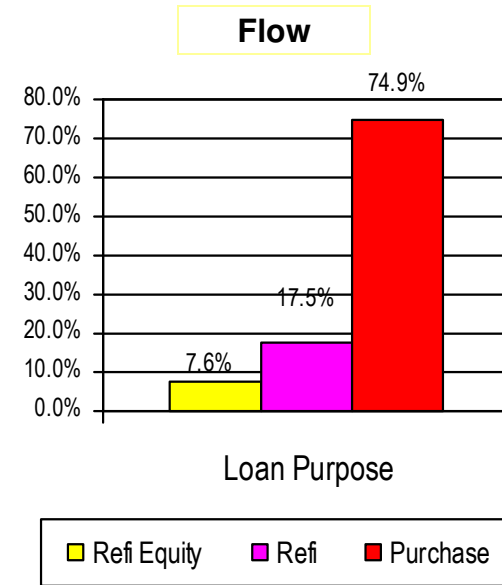
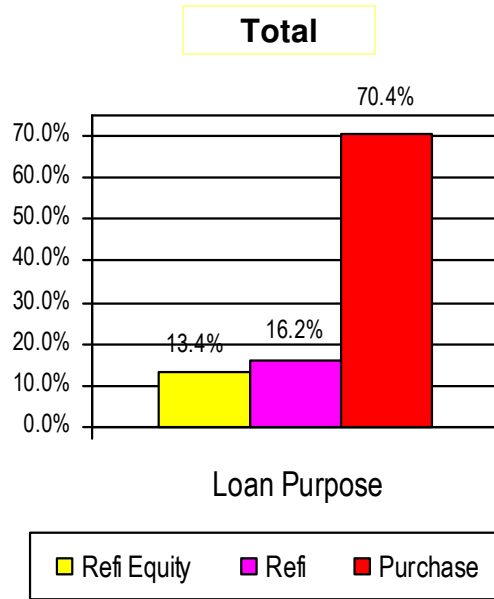
Note: Charts may not add to 100% due to rounding

Primary Risk in Force September 30, 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

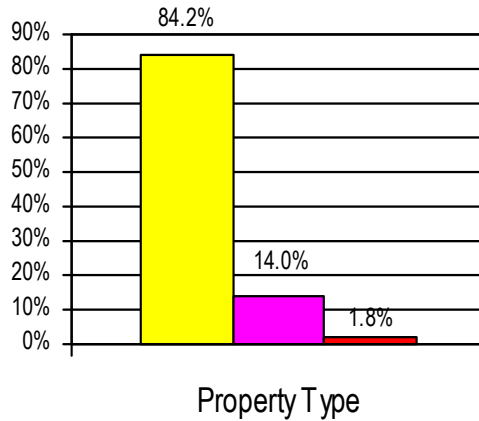
Primary Risk in Force September 30, 2010



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

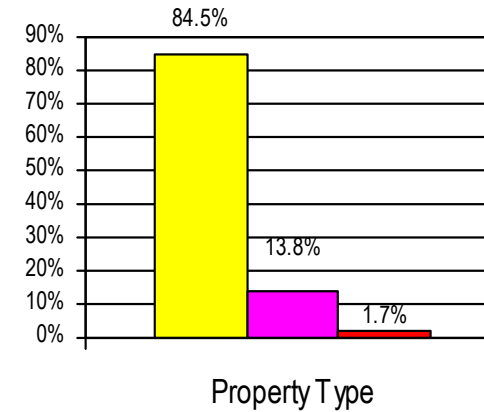
Primary Risk in Force September 30, 2010

Total



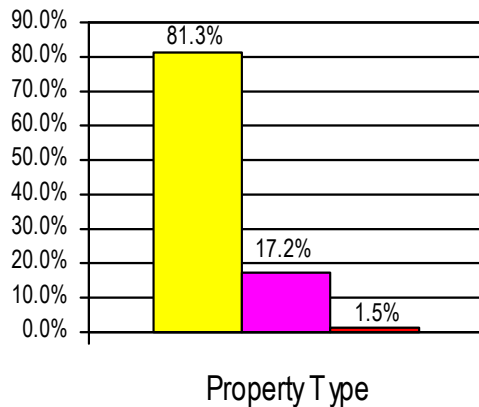
■ Single Family Detached
■ Condo/Townhouse/Other Attached
■ Other

Flow



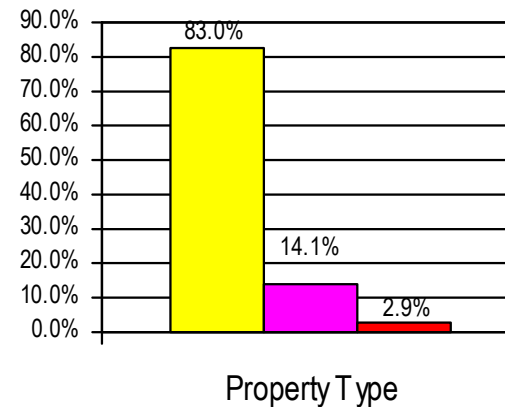
■ Single Family Detached
■ Condo/Townhouse/Attached
■ Other

Remaining Bulk



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

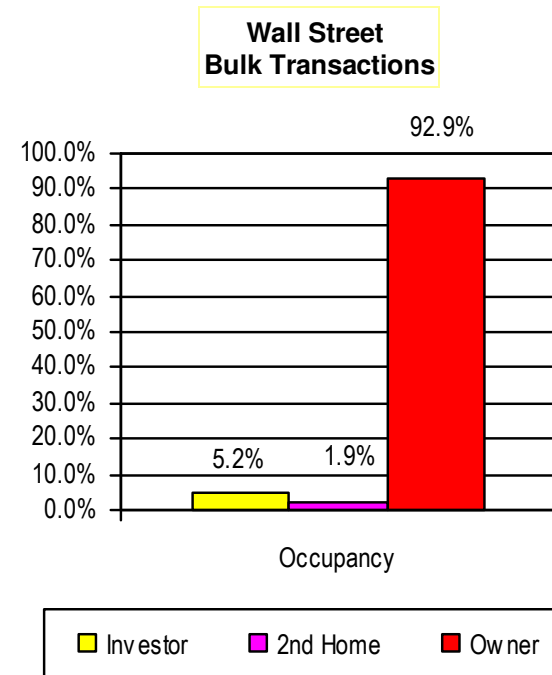
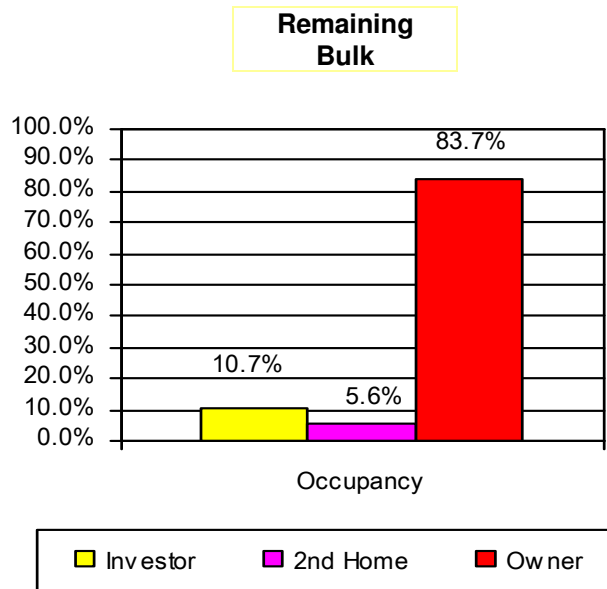
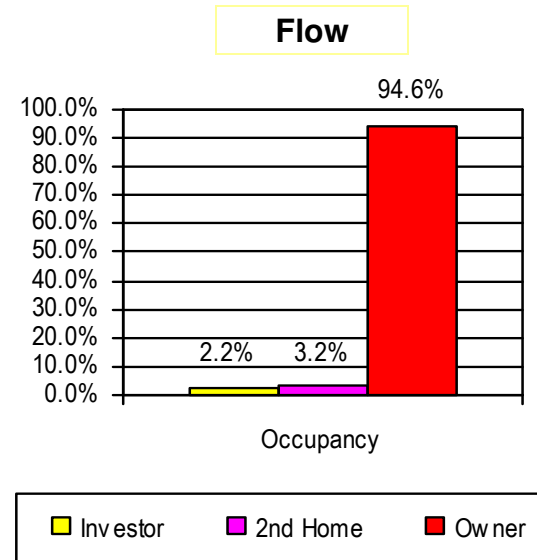
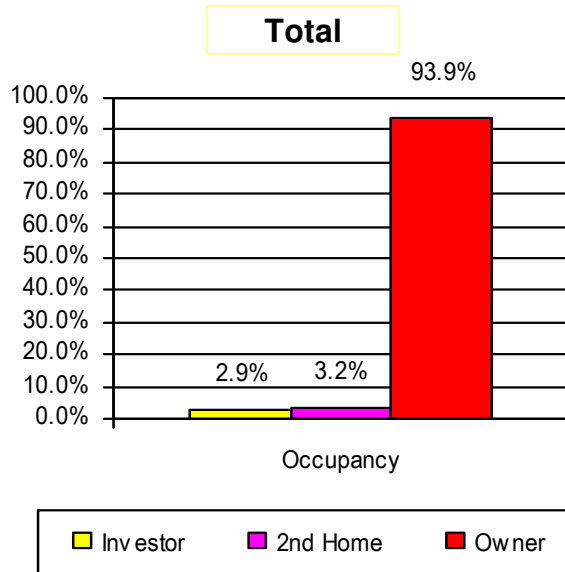
Wall Street Bulk Transactions



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

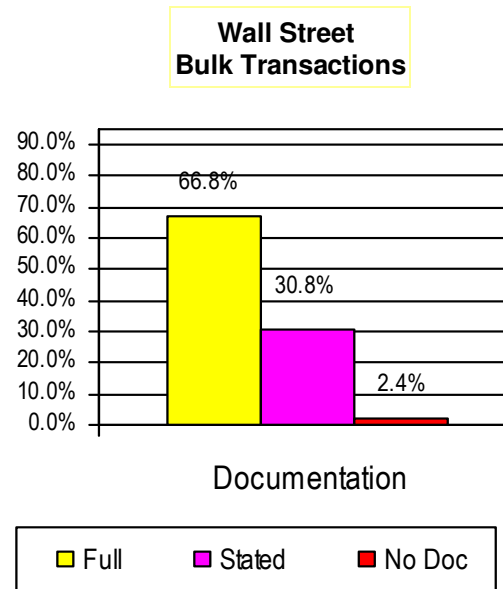
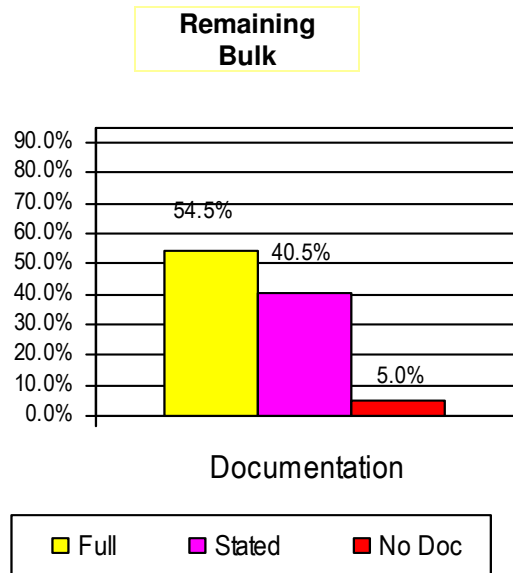
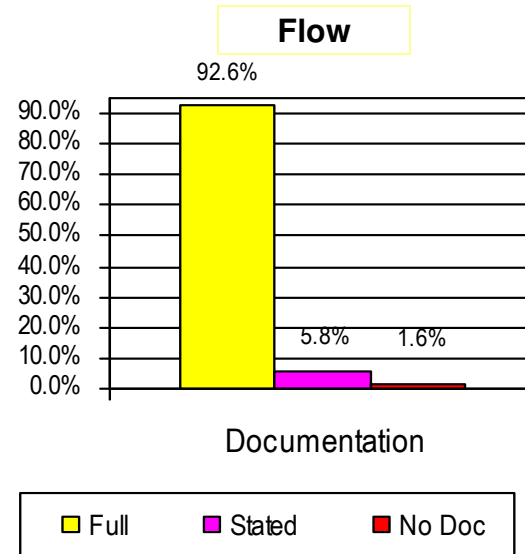
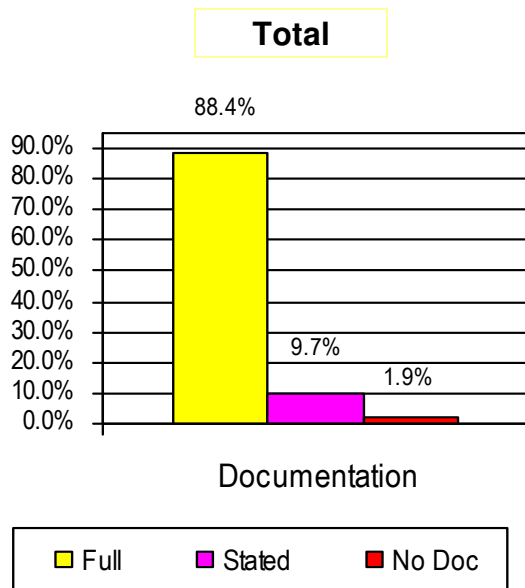
Note: Charts may not add to 100% due to rounding

Primary Risk in Force September 30, 2010



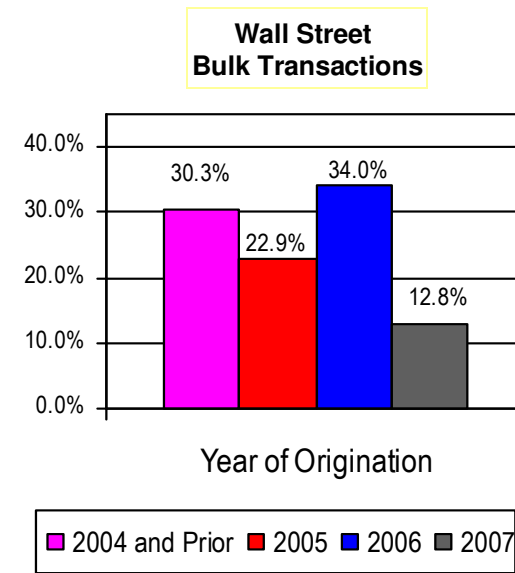
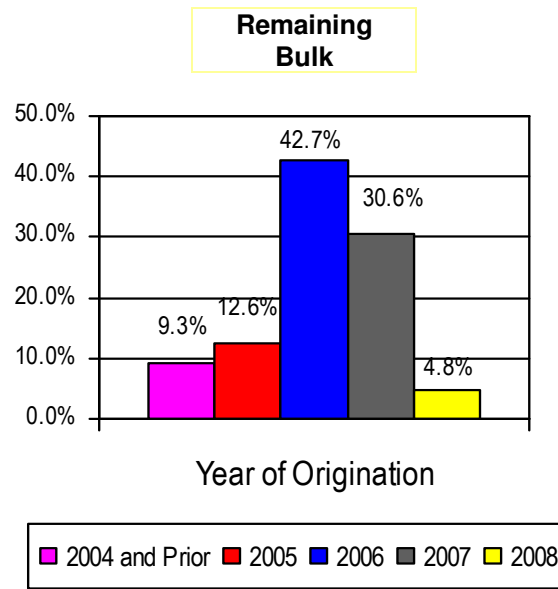
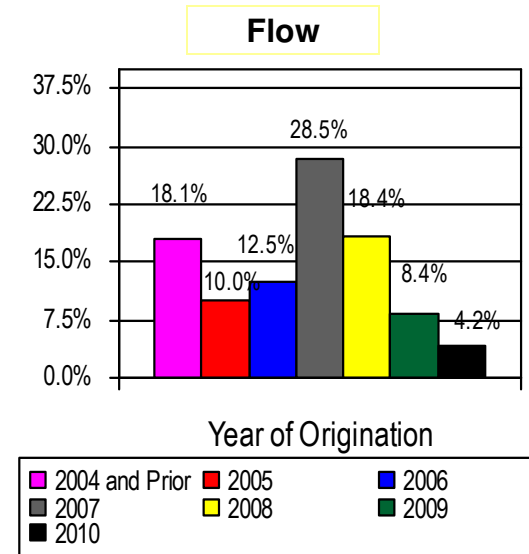
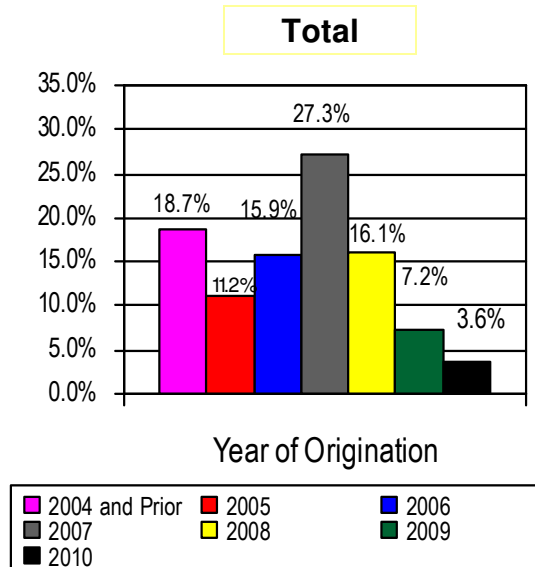
Note: Charts may not add to 100% due to rounding

Primary Risk in Force September 30, 2010



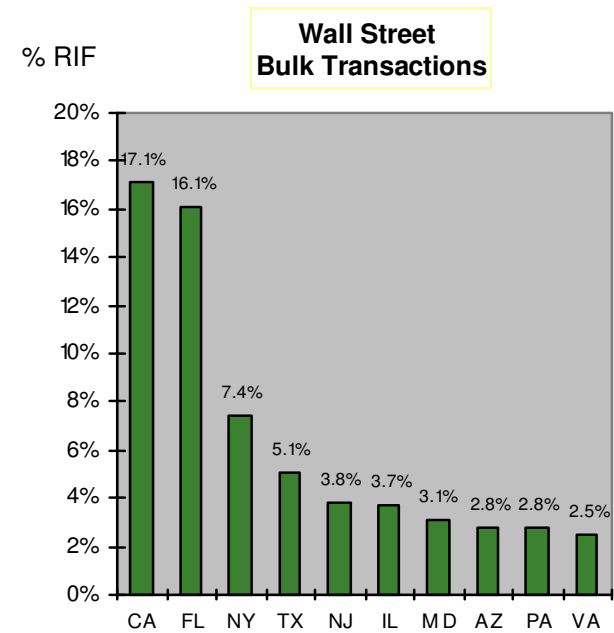
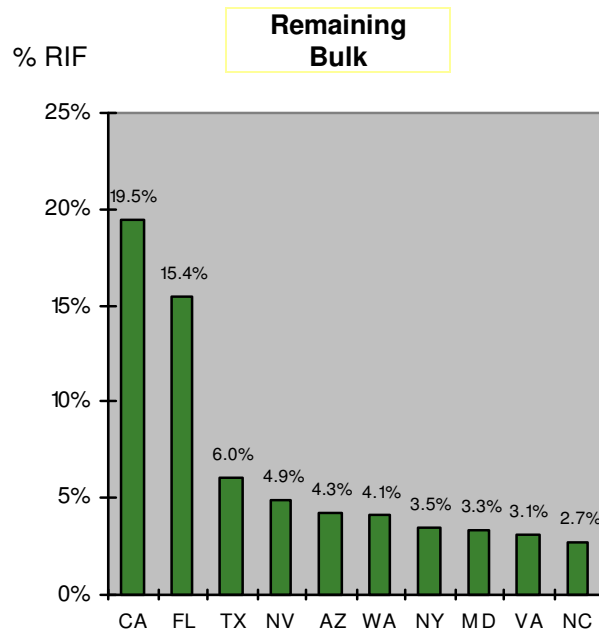
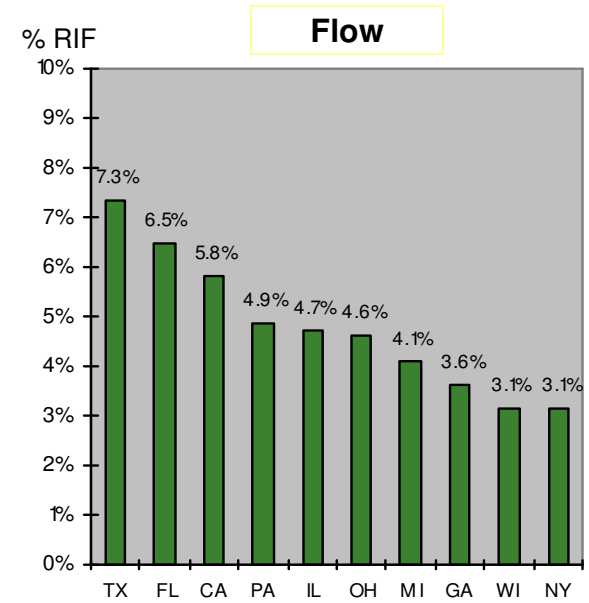
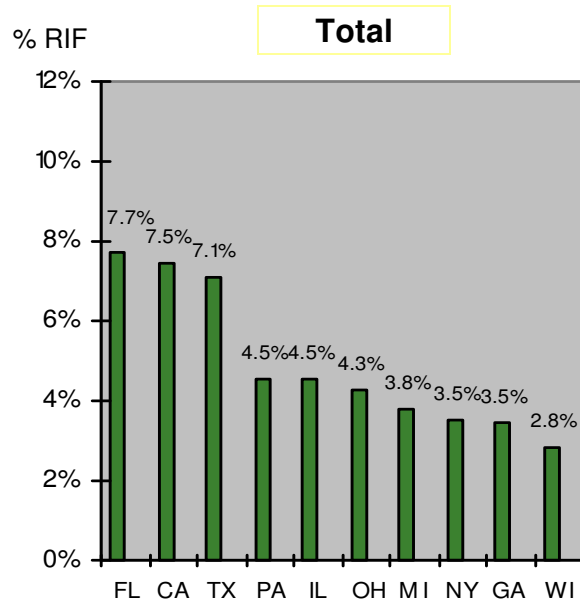
Note: Charts may not add to 100% due to rounding. In accordance with industry practice, loans approved by GSE and other automated underwriting (AU) systems under "doc waiver" programs that do not require verification of borrower income are classified by MGIC as "full doc." Based in part on information 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 September 30, 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 September 30, 2010



Characteristics of Remaining Risk in force September 30, 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 ⁽¹⁾ Doc	% Purchase	% Equity Refi	% CA	% FL
2004 and Prior	N/A	\$ 7.86	N/A	12.92%	62.5%	13.6%	94.7%	7.5%	5.1%	70.5%	8.9%	2.4%	6.1%
2005	\$ 10.24	\$ 4.36	42.6%	16.83%	63.2%	28.2%	89.6%	6.1%	8.4%	77.7%	11.3%	1.9%	10.8%
2006	\$ 10.14	\$ 5.45	53.7%	21.00%	67.5%	38.6%	86.4%	7.9%	11.3%	78.9%	10.2%	2.4%	10.2%
2007	\$ 18.06	\$ 12.41	68.7%	23.36%	72.9%	44.1%	86.4%	8.1%	12.8%	77.9%	8.3%	7.5%	7.6%
2008	\$ 10.49	\$ 7.99	76.2%	9.73%	58.0%	14.6%	93.6%	1.5%	3.4%	75.3%	6.0%	10.4%	3.7%
2009	\$ 4.04	\$ 3.64	90.1%	0.48%	35.6%	0.0%	99.4%	0.0%	0.0%	62.2%	1.5%	7.0%	1.1%
2010	\$ 1.93	\$ 1.81	93.9%	0.04%	44.2%	0.0%	99.3%	0.0%	0.0%	77.7%	0.0%	5.7%	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	\$ 1.30	5.7%	29.09%	37.2%	12.3%	63.0%	0.0%	23.9%	38.8%	23.9%	12.6%	7.9%
2005	\$ 5.82	\$ 0.98	16.9%	45.27%	20.5%	23.2%	65.2%	0.2%	34.8%	43.1%	30.0%	17.6%	17.4%
2006	\$ 3.79	\$ 1.46	38.6%	55.68%	25.8%	28.7%	60.0%	12.0%	32.6%	44.3%	43.5%	22.0%	21.2%
2007	\$ 0.92	\$ 0.55	59.8%	53.85%	20.6%	29.1%	68.2%	4.2%	30.7%	49.7%	33.7%	13.3%	19.6%

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 ⁽¹⁾ Doc	% CA	% FL
2004 and Prior	\$ 6.34	\$ 0.24	3.8%	24.13%	47.9%	14.0%	49.8%	0.0%	17.0%	33.3%	29.8%	11.4%	6.2%
2005	\$ 0.70	\$ 0.33	47.0%	41.38%	95.2%	0.8%	51.2%	98.7%	0.7%	0.3%	69.5%	32.1%	23.8%
2006	\$ 2.19	\$ 1.11	50.6%	44.31%	77.2%	14.4%	30.1%	30.4%	2.8%	6.0%	64.0%	22.5%	19.8%
2007	\$ 1.10	\$ 0.79	72.2%	25.91%	2.5%	79.1%	11.1%	0.0%	1.8%	4.1%	21.5%	15.4%	10.8%
2008	\$ 0.18	\$ 0.13	69.4%	10.58%	0.1%	83.2%	1.4%	0.0%	0.0%	4.3%	0.6%	1.0%	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

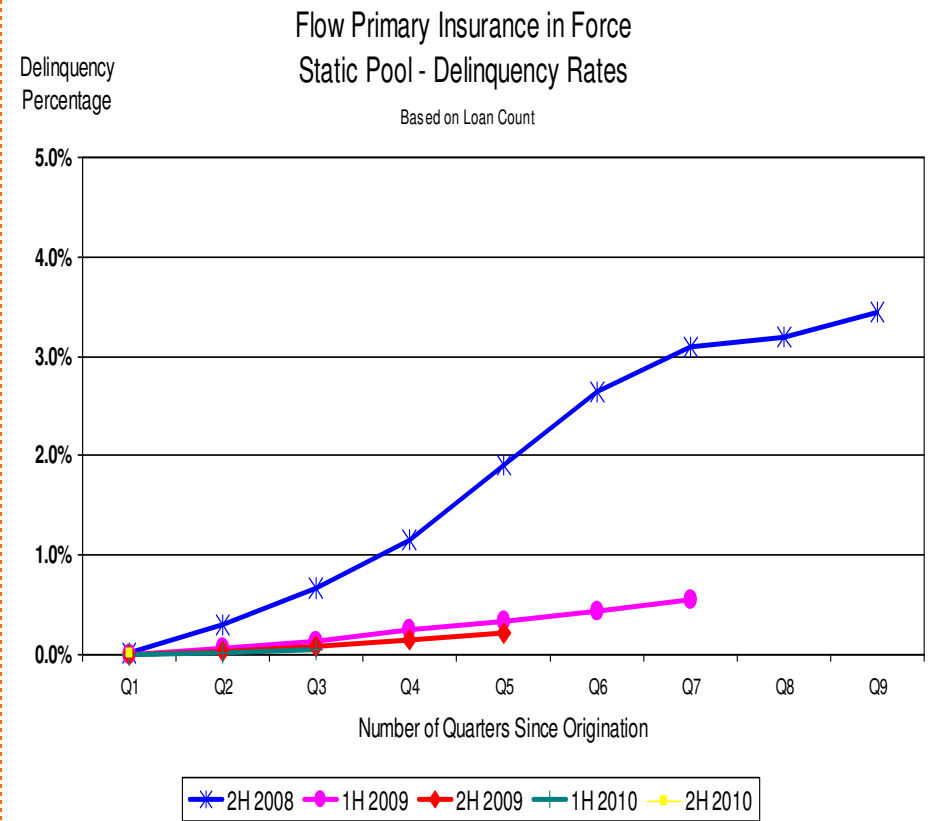
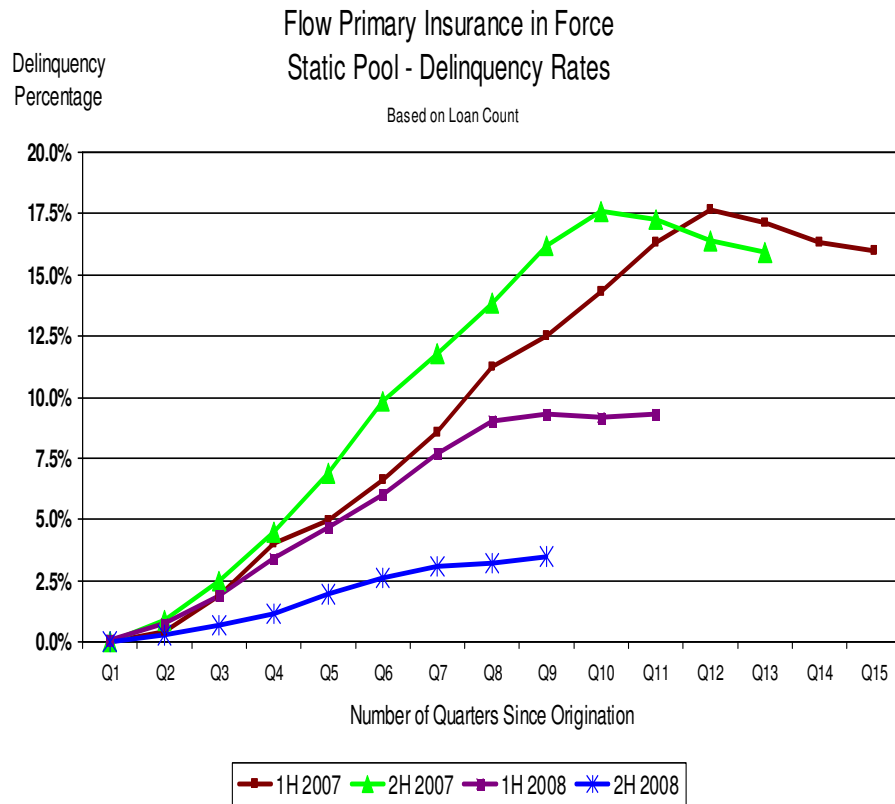
September 30, 2010

	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	18,836	10.95%	3,427	25.68%	911	31.86%	1,212	22.16%	493	5.15%	24,879	12.24%	N.M.
2004	9,067	12.44%	1,472	26.37%	332	39.76%	1,298	26.59%	238	21.81%	12,407	14.54%	\$ 445.7
2005	13,371	13.80%	1,875	28.20%	394	46.41%	3,136	38.85%	574	22.81%	19,350	16.83%	\$ 565.4
2006	18,806	16.59%	3,844	35.01%	1,023	50.59%	5,035	44.36%	745	29.63%	29,453	21.00%	\$ 691.9
2007	46,179	19.63%	10,698	42.18%	1,058	49.58%	7,526	41.07%	783	31.27%	66,244	23.36%	\$ 883.4
2008	14,514	8.88%	1,167	35.78%	18	24.32%	724	30.25%	75	18.66%	16,498	9.73%	\$ 103.2
2009	415	0.48%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	415	0.48%	\$ 0.7
2010	13	0.04%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	13	0.04%	\$ -
Total	121,201	12.41%	22,483	34.49%	3,736	42.59%	18,931	37.49%	2,908	15.56%	169,259	15.11%	

(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 September 30, 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

September 30, 2010

(Count Based)

	Claim Recd	ETD Rescission	ETD Resolution
Bulk	2009 Q1	33.6%	99.9%
	2009 Q2	34.7%	99.9%
	2009 Q3	34.5%	99.8%
	2009 Q4	31.5%	98.2%
	2010 Q1	25.9%	90.3%
Flow	2009 Q1	25.8%	99.9%
	2009 Q2	24.9%	99.8%
	2009 Q3	24.0%	99.2%
	2009 Q4	20.1%	97.1%
	2010 Q1	15.4%	90.4%
Total	2009 Q1	28.6%	99.9%
	2009 Q2	28.2%	99.8%
	2009 Q3	27.4%	99.4%
	2009 Q4	23.2%	97.4%
	2010 Q1	17.8%	90.4%

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 2010

- 95% 700 and > credit score
 - Weighted Average FICO: 765
- 14.3% < 90% LTV
- 47.6% 90% LTV
- 37.5% 95% LTV
- 0.6% > 95 LTV
- 0.3% Adjustable Rate

**Captive Reinsurance
For Book Years 2005 - 2010
As of September 30, 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)
<u>Active Excess of Loss</u> ⁽¹⁾					
2005	62	0-50%	23		
	148	51-75%	68		
	26	76-99%	16		
	1,154	Attached	510	33.3	4.4
	<u>1,390</u>		<u>617</u>		
2006	27	0-50%	13		
	75	51-75%	39		
	50	76-99%	21		
	971	Attached	535	66.0	3.1
	<u>1,123</u>		<u>608</u>		
2007	22	0-50%	14		
	65	51-75%	37		
	71	76-99%	46		
	1,524	Attached	1,052	94.8	5.0
	<u>1,682</u>		<u>1,149</u>		
2008	274	0-50%	194		
	349	51-75%	246		
	47	76-99%	38		
	541	Attached	415	15.5	2.7
	<u>1,211</u>		<u>893</u>		
<u>Active Quota Share</u> ⁽¹⁾					
2005	<u>475</u>	Attached	<u>228</u>	28.0	3.7
2006	<u>460</u>	Attached	<u>251</u>	36.1	5.3
2007	<u>1,000</u>	Attached	<u>692</u>	84.8	13.6
2008	<u>202</u>	Attached	<u>162</u>	12.8	2.9
2009	<u>160</u>	Attached	<u>143</u>	0.1	0.1
2010	<u>71</u>	Attached	<u>69</u>	0.0	0.0
Total of Active XOL and QS	<u>7,774</u>		<u>4,812</u>	<u>371.4</u>	<u>40.8</u>
2005 and Later Terminated Agreements					<u>(0.6)</u>
Total of Active and Terminated					<u>40.2</u>

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