

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, DC 20549

**FORM 8-K**

**CURRENT REPORT**  
Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of report (Date of earliest event reported): **May 3, 2022**

**Enact Holdings, Inc.**

(Exact name of registrant as specified in its charter)

**Delaware**  
(State or other Jurisdiction of  
Incorporation)

**001-40399**  
(Commission  
File Number)

**46-1579166**  
(IRS Employer  
Identification No.)

**8325 Six Forks Road**  
**Raleigh, North Carolina 27615**  
**(919) 846-4100**  
(Address, including zip code, and telephone number, including area code, of registrant's principal executive offices)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common stock, par value \$0.01 per share	ACT	The Nasdaq Stock Market

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

**Item 2.02 Results of Operations and Financial Condition.**

On May 3, 2022, Enact Holdings, Inc. (the "Company") issued (1) a press release announcing its financial results for the quarter ended March 31, 2022, a copy of which is attached hereto as Exhibit 99.1 and is incorporated herein by reference, and (2) a financial supplement for the quarter ended March 31, 2022, a copy of which is attached hereto as Exhibit 99.2 and is incorporated herein by reference.

The information contained in this Current Report on Form 8-K (including the exhibits) is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act") or otherwise subject to the liabilities under that Section and shall not be deemed to be incorporated by reference into any filing of the company under the Securities Act of 1933, as amended or the Exchange Act, except as shall be expressly set forth by specific reference in such filing. The information contained in this Current Report on Form 8-K shall not be incorporated by reference into any registration statement or other document pursuant to the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in any such filing.

**Item 9.01 Financial Statements and Exhibits.**

The following materials are furnished as exhibits to this Current Report on Form 8-K:

Exhibit Number	
<a href="#">99.1</a>	Press Release dated May 3, 2022
<a href="#">99.2</a>	Financial Supplement for the quarter ended March 31, 2022
104	Cover Page Interactive Data File (the Cover Page Interactive Data File is embedded within the Inline XBRL document)

**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Enact Holdings, Inc.

By: /s/ Hardin Dean Mitchell

Name: Hardin Dean Mitchell

Title: Executive Vice President, Chief Financial Officer and Treasurer

Dated: May 3, 2022

## ENACT REPORTS FIRST QUARTER 2022 RESULTS

**First quarter GAAP Net Income of \$165 million, or \$1.01 per diluted share**  
**First quarter Adjusted Net Operating Income of \$165 million, or \$1.01 per diluted share**  
**First quarter return on equity of 16.2% and adjusted operating return on equity of 16.2%**  
**Record Insurance-in-Force of \$232 billion, a 10% increase from first quarter 2021**  
**PMIERS Sufficiency of 176% or \$2,261 million**  
**Book value per share of \$24.86**

Raleigh, NC, May 3, 2022 – Enact Holdings, Inc. (Nasdaq: ACT) today announced financial results for the first quarter of 2022.

"We had an excellent first quarter and a very strong start to our first full year as a public company," said Rohit Gupta, President and CEO of Enact. "Through execution of our growth and risk management strategy and benefits of our differentiated competitive position, we delivered strong financial results, including record insurance in force and favorable loss performance. Importantly, we maintained a very strong balance sheet and delivered against our capital allocation priorities with the initiation of a dividend program under which we will pay an initial dividend of \$0.14 per share in the second quarter of 2022. Going forward, we are well positioned to navigate current market dynamics, enabling continued growth and value creation for all of our shareholders."

## Key Financial Highlights

<i>(In millions, except per share data or otherwise noted)</i>	1Q22	4Q21	1Q21
Net Income (loss)	\$165	\$154	\$125
<i>Diluted Net Income (loss) per share</i>	\$1.01	\$0.94	\$0.77
Adjusted Operating Income (loss)	\$165	\$154	\$126
<i>Adj. Diluted Operating Income (loss) per share</i>	\$1.01	\$0.94	\$0.77
NIW (\$B)	\$19	\$21	\$25
Primary IIF (\$B)	\$232	\$227	\$210
Persistency	76 %	69 %	56 %
Net Premiums Earned	\$234	\$237	\$253
Losses Incurred	\$(10)	\$6	\$55
<i>Loss Ratio</i>	(4)%	3 %	22 %
Operating Expenses	\$57	\$59	\$61
<i>Expense Ratio</i>	24 %	25 %	24 %
Net Investment Income	\$35	\$35	\$35
Return on Equity	16.2 %	14.8 %	12.8 %
Adjusted Operating Return on Equity	16.2 %	14.8 %	12.9 %
PMIERS Sufficiency (\$)	\$2,261	\$2,003	\$1,764
PMIERS Sufficiency (%)	176 %	165 %	159 %

**First Quarter 2022 Financial and Operating Highlights**

- Net income for the first quarter of 2022 was \$165 million, or \$1.01 per diluted share, compared with \$125 million, or \$0.77 per diluted share, for the first quarter of 2021 and \$154 million, or \$0.94 per diluted share, for the fourth quarter of 2021. The sequential improvement in net income was primarily driven by lower losses from favorable reserve development, partially offset by lower premiums. The increase in net income from the first quarter of 2021 was primarily driven by lower losses from favorable reserve development in the current quarter, lower new delinquencies in the current quarter and unfavorable reserve development in the first quarter of 2021, offset partially by lower premiums in the current quarter.
- Adjusted net operating income for the first quarter of 2022 was \$165 million, or \$1.01 per diluted share, compared with \$126 million, or \$0.77 per diluted share, for the first quarter of 2021 and \$154 million, or \$0.94 per diluted share, for the fourth quarter of 2021.
- New insurance written (NIW) was \$19 billion, down 25% compared to \$25 billion in the first quarter of 2021, driven by lower estimated originations and down 12% compared to \$21 billion in the fourth quarter of 2021 driven by seasonally lower purchase originations. Our new insurance written for the first quarter was comprised of 91% monthly premium policies and 92% purchase originations.
- Primary Insurance-In-Force was \$232 billion, up 10% compared to \$210 billion in the first quarter of 2021 and up 2% compared to \$227 billion in the fourth quarter of 2021.
- Persistency for the first quarter of 2022 was 76%, up from 56% in the first quarter of 2021 and 69% in the fourth quarter of 2021. The continued increase in persistency towards historical norms was primarily driven by an increase in mortgage rates and an ongoing decline in the percentage of our in-force policies with mortgage rates above current rates.
- Net premiums earned were \$234 million, down 7% compared to \$253 million in the first quarter of 2021 and down 1% compared to \$237 million in the fourth quarter of 2021. Net earned premium yield was down from the first quarter of 2021 and the fourth quarter of 2021, driven by the lapse of older, higher-priced policies as compared to our new insurance written and lower single premium cancellations. The decrease in net earned premium yield versus the first quarter of 2021 was also driven by higher ceded premiums in the current quarter.
- Losses incurred for the first quarter of 2022 were \$(10) million and the loss ratio was (4)%, compared to \$55 million and 22%, respectively, in the first quarter of 2021, driven by favorable reserve development in the current quarter of \$50 million and lower new delinquencies. Current quarter losses incurred and the loss ratio also compared favorably to results of the fourth quarter 2021 of \$6 million and 3%, respectively, driven by favorable reserve development of \$50 million partially offset by higher new delinquencies from recent large books that are aging and going through their normal loss development pattern.
- Percentage of loans in default at quarter end was 2.40%, compared to 4.48% as of March 31, 2021, and 2.65% as of December 31, 2021, as cures continued to outpace new delinquencies.
- Operating expenses in the current quarter were \$57 million and the expense ratio was 24%, compared to \$61 million and 24%, respectively, in the first quarter of 2021, driven by lower allocations from our Parent partially offset by incremental expenses associated with standing-up certain public company activities. Operating expenses and the expense ratio were \$59 million and 25%, respectively, in the fourth quarter of 2021. Operating expenses in the fourth quarter of 2021 included \$1 million of strategic transaction preparation costs and restructuring costs.
- Net investment income for the first quarter of 2022 was \$35 million, flat sequentially and as compared to first quarter of 2021.
- Annualized return on equity for the first quarter of 2022 was 16.2%, and annualized adjusted operating return on equity was 16.2%. Current-quarter results compare favorably to both the first quarter 2021 results of 12.8% and 12.9% and the fourth quarter 2021 results of 14.8% and 14.8%, respectively. Sequential improvements in both return on equity and adjusted operating

return on equity were driven, in part, by lower losses in the current quarter, the execution of a \$200 million special cash dividend in the fourth quarter of 2021 and the change in unrealized gains / losses in our asset portfolio.

#### **Capital and Liquidity**

- We executed two excess-of-loss reinsurance transactions with a panel of reinsurers. The first transaction provides up to \$294 million of loss coverage on a portion of current and expected new insurance written for the 2022 book year. The second provides \$325 million of loss coverage on a portfolio of existing mortgage insurance policies written from July 1, 2021 through December 31, 2021.
- PMIERS sufficiency was 176% and \$2,261 million above the published PMIERS requirements compared to 159% and \$1,764 million above the published PMIERS requirements in the first quarter of 2021. The sequential increase in PMIERS sufficiency was driven by our execution of two reinsurance transactions, business cash flows and lower delinquencies, partially offset by NIW and the amortization of existing reinsurance transactions.
- PMIERS sufficiency benefited from a 0.30 multiplier applied to the risk-based required asset factor for certain non-performing loans, which resulted in a reduction of the published PMIERS required assets by an estimated \$272 million at the end of the current quarter, compared to \$1,012 million at the end of the first quarter 2021 and \$390 million at the end of the fourth quarter 2021. These amounts are gross of incremental reinsurance benefits from the elimination of the 0.30 multiplier.
- Enact Holdings, Inc. held \$243 million of cash as of March 31, 2022, a decrease of \$21 million from the prior quarter, primarily due to the semi-annual interest payment on our 2020 debt issuance.

#### **Recent Events**

- In April, we announced that our Board of Directors has approved the initiation of a dividend program under which the Company intends to pay a quarterly cash dividend. The inaugural quarterly dividend for the second quarter of 2022 will be \$0.14 per share, payable on May 26, 2022 to common shareholders of record on May 9, 2022. Future dividend payments are subject to quarterly review and approval by our Board of Directors and our Parent and will be targeted to be paid in the third month of each subsequent quarter. Our primary mortgage insurance operating company, Enact Mortgage Insurance Corporation ("EMICO"), completed a distribution to Enact Holdings Inc. ("EHI"). We intend to use these proceeds and future EMICO distributions to fund the quarterly dividend as well as to bolster our financial flexibility at EHI and return additional capital to shareholders.

#### **Conference Call and Financial Supplement Information**

This press release, the first quarter 2022 financial supplement and earnings presentation are now posted on the Company's website, <https://ir.enactmi.com>. Investors are encouraged to review these materials.

Enact will discuss first quarter financial results in a conference call tomorrow, Wednesday, May 4, 2022, at 8:00 a.m. (Eastern). Enact's conference call can be accessed via telephone and Internet. The dial-in number is 1.833.730.3978 in the U.S. or 1.720.405.2123 for international callers; the conference ID is 6293684. To participate in the call by webcast, register at <https://ir.enactmi.com/news-and-events/events> at least 15 minutes prior to the webcast to download and install any necessary software.

A digital replay of the webcast will be available on the Enact website following the live broadcast for a period of one year at <https://ir.enactmi.com/news-and-events/events>.

In addition to the information provided in the company's earnings news release, other statistical and financial information, which is expected to be referred to during the conference call, is available on Enact's website at <https://ir.enactmi.com>.

#### **About Enact**

Enact (Nasdaq: ACT), operating principally through its wholly-owned subsidiary Enact Mortgage Insurance Corporation since 1981, is a leading U.S. private mortgage insurance provider committed to helping more people achieve the dream of homeownership. Building on a deep understanding of lenders' businesses and a legacy of financial strength, we partner with lenders to bring best-in class service, leading underwriting expertise, and extensive risk and capital management to the mortgage process, helping to put more people in homes and keep them there. By empowering customers and their borrowers, Enact seeks to positively impact the lives of those in the communities in which it serves in a sustainable way. Enact is headquartered in Raleigh, North Carolina.

#### **Safe Harbor Statement**

This communication contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act. These forward-looking statements may address, among other things, our expected financial and operational results, the related assumptions underlying our expected results, and the quotations of management. These forward-looking statements are distinguished by use of words such as "will," "may," "would," "anticipate," "expect," "believe," "designed," "plan," "predict," "project," "target," "could," "should," or "intend," the negative of these terms, and similar references to future periods. These views involve risks and uncertainties that are difficult to predict and, accordingly, our actual results may differ materially from the results discussed in our forward-looking statements. Our forward-looking statements contained herein speak only as of the date of this press release. Factors or events that we cannot predict, including uncertainty around Covid-19 and the effects of government and other measures seeking to contain its spread; supply chain constraints; inflation; risks related to an economic downturn or recession in the United States and in other countries around the world; changes in political, business, regulatory, and economic conditions; changes in or to Fannie Mae and Freddie Mac (the "GSEs"), whether through Federal legislation, restructurings or a shift in business practices; failure to continue to meet the mortgage insurer eligibility requirements of the GSEs; competition for customers; lenders or investors seeking alternatives to private mortgage insurance; an increase in the number of loans insured through Federal government mortgage insurance programs, including those offered by the Federal Housing Administration; and other factors described in the risk factors contained in our Annual Report on Form 10-K and other filings with the Securities and Exchange Commission, may cause our actual results to differ from those expressed in forward-looking statements. In addition, the potential for future dividend payments will be determined in consultation with the Board of Directors, and after considering economic and regulatory factors, current risks to the Company, and subsidiary performance. Although Enact believes the expectations reflected in such forward-looking statements are based on reasonable assumptions, the Company can give no assurance that its expectations will be achieved and it undertakes no obligation to update publicly any forward-looking statements as a result of new information, future events, or otherwise, except as required by applicable law.

#### **GAAP/Non-GAAP Disclosure Discussion**

This communication includes the non-GAAP financial measures entitled "adjusted operating income (loss)", "adjusted operating income (loss) per share", and "adjusted operating return on equity." Adjusted operating income (loss) per share is derived from adjusted operating income (loss). The chief operating decision maker evaluates performance and allocates resources on the basis of adjusted operating income (loss). The Company defines adjusted operating income (loss) as net income (loss) excluding the after-tax effects of net investment gains (losses), restructuring costs and infrequent or unusual non-operating items. The Company excludes net investment gains (losses) and infrequent or unusual non-operating items because the company does not consider them to be related to the operating performance of the company and other activities. The recognition of realized investment gains

or losses can vary significantly across periods as the activity is highly discretionary based on the timing of individual securities sales due to such factors as market opportunities or exposure management. Trends in the profitability of our fundamental operating activities can be more clearly identified without the fluctuations of these realized gains and losses. We do not view them to be indicative of our fundamental operating activities. Therefore, these items are excluded from our calculation of adjusted operating income. In addition, adjusted operating income (loss) per share is derived from adjusted operating income (loss) divided by shares outstanding. Adjusted operating return on equity is calculated as annualized adjusted operating income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity.

While some of these items may be significant components of net income (loss) in accordance with U.S. GAAP, the company believes that adjusted operating income (loss) and measures that are derived from or incorporate adjusted operating income (loss), including adjusted operating income (loss) per share on a basic and diluted basis and adjusted operating return on equity, are appropriate measures that are useful to investors because they identify the income (loss) attributable to the ongoing operations of the business. Management also uses adjusted operating income (loss) as a basis for determining awards and compensation for senior management and to evaluate performance on a basis comparable to that used by analysts. Adjusted operating income (loss) and adjusted operating income (loss) per share on a basic and diluted basis are not substitutes for net income (loss) available to Enact Holdings, Inc.'s common stockholders or net income (loss) available to Enact Holdings, Inc.'s common stockholders per share on a basic and diluted basis determined in accordance with U.S. GAAP. In addition, the company's definition of adjusted operating income (loss) may differ from the definitions used by other companies.

Adjustments to reconcile net income (loss) available to Enact Holdings, Inc.'s common stockholders to adjusted operating income (loss) assume a 21% tax rate.



Exhibit A: Consolidated Statements of Income (amounts in thousands, except per share amounts)

	1Q22	4Q21	1Q21
<b>REVENUES:</b>			
Premiums	\$234,279	\$236,864	\$252,542
Net investment income	35,146	35,246	35,259
Net investment gains (losses)	(339)	5	(956)
Other income	502	727	1,738
<b>Total revenues</b>	<b>269,588</b>	<b>272,842</b>	<b>288,583</b>
<b>LOSSES AND EXPENSES:</b>			
Losses incurred	(10,446)	5,972	55,374
Acquisition and operating expenses, net of deferrals	54,262	55,630	57,622
Amortization of deferred acquisition costs and intangibles	3,090	3,600	3,838
Interest expense	12,776	12,771	12,737
<b>Total losses and expenses</b>	<b>59,682</b>	<b>77,973</b>	<b>129,571</b>
<b>INCOME BEFORE INCOME TAXES</b>	<b>209,906</b>	<b>194,869</b>	<b>159,012</b>
Provision for income taxes	45,276	41,335	33,881
<b>NET INCOME</b>	<b>\$164,630</b>	<b>\$153,534</b>	<b>\$125,131</b>
Net investment (gains) losses	339	(5)	956
Costs associated with reorganization	222	89	—
Taxes on adjustments	(118)	(17)	(201)
<b>Adjusted Operating Income</b>	<b>\$165,073</b>	<b>\$153,601</b>	<b>\$125,886</b>
<b>Loss ratio <sup>(1)</sup></b>	<b>(4)%</b>	<b>3 %</b>	<b>22 %</b>
<b>Expense ratio <sup>(2)</sup></b>	<b>24 %</b>	<b>25 %</b>	<b>24 %</b>
<b>Earnings Per Share Data:</b>			
Net Income per share			
Basic	\$1.01	\$0.94	\$0.77
Diluted	\$1.01	\$0.94	\$0.77
Adj operating income per share			
Basic	\$1.01	\$0.94	\$0.77
Diluted	\$1.01	\$0.94	\$0.77
Weighted-average common shares outstanding			
Basic	162,841	162,840	162,840
Diluted	163,054	162,985	162,840

<sup>(1)</sup>The ratio of losses incurred to net earned premiums.

<sup>(2)</sup>The ratio of acquisition and operating expenses, net of deferrals, and amortization of deferred acquisition costs and intangibles to net earned premiums. Expenses associated with strategic transaction preparations and restructuring costs decreased the expense ratio by zero percentage point for the three months ended December 31, 2021 and one percentage point for the three months ended March 31, 2021.

**Exhibit B: Consolidated Balance Sheets (amounts in thousands, except per share amounts)**

Assets	1Q22	4Q21	1Q21
Investments:			
Fixed maturity securities available-for-sale, at fair value	\$5,093,084	\$5,266,339	\$5,106,128
Short term investments	—	—	12,500
<b>Total investments</b>	<b>5,093,084</b>	<b>5,266,339</b>	<b>5,118,628</b>
Cash and cash equivalents	440,160	425,828	431,335
Accrued investment income	32,565	31,061	28,821
Deferred acquisition costs	27,000	27,220	28,544
Premiums receivable	40,381	42,266	42,454
Deferred tax asset	56,060	—	—
Other assets	103,157	73,059	49,921
<b>Total assets</b>	<b>\$5,792,407</b>	<b>\$5,865,773</b>	<b>\$5,699,703</b>
<b>Liabilities and Shareholders' Equity</b>			
Liabilities:			
Loss reserves	\$625,279	\$641,325	\$603,528
Unearned premiums	236,410	246,319	280,742
Other liabilities	141,125	130,604	121,609
Long-term borrowings	741,004	740,416	738,711
Deferred tax liability	—	1,586	19,787
<b>Total liabilities</b>	<b>1,743,818</b>	<b>1,760,250</b>	<b>1,764,377</b>
Equity:			
Common stock	1,628	1,628	1,628
Additional paid-in capital	2,374,568	2,371,861	2,368,782
Accumulated other comprehensive income	(140,690)	83,581	136,960
Retained earnings	1,813,083	1,648,453	1,427,956
<b>Total equity</b>	<b>4,048,589</b>	<b>4,105,523</b>	<b>3,935,326</b>
<b>Total liabilities and equity</b>	<b>\$5,792,407</b>	<b>\$5,865,773</b>	<b>\$5,699,703</b>
Book value per share	\$24.86	\$25.21	\$24.17
<b>U.S. GAAP ROE <sup>(1)</sup></b>	<b>16.2 %</b>	<b>14.8 %</b>	<b>12.8 %</b>
Net investment (gains) losses	0.0 %	0.0 %	0.1 %
Costs associated with reorganization	0.0 %	0.0 %	0.0 %
Taxes on adjustments	0.0 %	0.0 %	0.0 %
<b>Adjusted Operating ROE<sup>(2)</sup></b>	<b>16.2 %</b>	<b>14.8 %</b>	<b>12.9 %</b>
<b>Debt to Capital Ratio</b>	<b>15 %</b>	<b>15 %</b>	<b>16 %</b>

<sup>(1)</sup> Calculated as annualized net income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity

<sup>(2)</sup> Calculated as annualized adjusted operating income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity

**First Quarter 2022**  
Financial Supplement

**+Enact™**

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**Use of Non-GAAP Measures**

This document includes the non-GAAP financial measures entitled "adjusted operating income (loss)," "adjusted operating income (loss) per share," and "adjusted operating return on equity." Adjusted operating income (loss) per share is derived from adjusted operating income (loss). The chief operating decision maker evaluates performance and allocates resources on the basis of adjusted operating income (loss). Enact Holdings, Inc. (the "Company") defines adjusted operating income (loss) as net income (loss) excluding the after-tax effects of net investment gains (losses), restructuring costs and infrequent or unusual non-operating items. The Company excludes net investment gains (losses) and infrequent or unusual non-operating items because the company does not consider them to be related to the operating performance of the company. The recognition of realized investment gains or losses can vary significantly across periods as the activity is highly discretionary based on the timing of individual securities sales due to such factors as market opportunities or exposure management. Trends in the profitability of our fundamental operating activities can be more clearly identified without the fluctuations of these realized gains and losses. We do not view them to be indicative of our fundamental operating activities. Therefore, these items are excluded from our calculation of adjusted operating income. In addition, adjusted operating income (loss) per share is derived from adjusted operating income (loss) divided by shares outstanding. Adjusted operating return on equity is calculated as annualized adjusted operating income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity.

While some of these items may be significant components of net income (loss) in accordance with U.S. GAAP, the Company believes that adjusted operating income (loss) and measures that are derived from or incorporate adjusted operating income (loss), including adjusted operating income (loss) per share on a basic and diluted basis and adjusted operating return on equity, are appropriate measures that are useful to investors because they identify the income (loss) attributable to the ongoing operations of the business. Management also uses adjusted operating income (loss) as a basis for determining awards and compensation for senior management and to evaluate performance on a basis comparable to that used by analysts. Adjusted operating income (loss) and adjusted operating income (loss) per share on a basic and diluted basis are not substitutes for net income (loss) available to Company's common stockholders or net income (loss) available to Company's common stockholders per share on a basic and diluted basis determined in accordance with U.S. GAAP. In addition, the Company's definition of adjusted operating income (loss) may differ from the definitions used by other companies.

Adjustments to reconcile net income (loss) available to Company's common stockholders to adjusted operating income (loss) assume a 21% tax rate.

**Consolidated Statements of Income**  
(amounts in thousands, except per share amounts)

	2022		2021				
	1Q		4Q	3Q	2Q	1Q	Total
<b>REVENUES:</b>							
Premiums	\$234,279		\$236,864	\$243,063	\$242,480	\$252,542	\$974,949
Net investment income	35,146		35,246	35,995	34,689	35,259	141,185
Net investment gains (losses)	(339)		5	580	(1,753)	(956)	(2,124)
Other income	502		727	671	705	1,738	3,841
<b>Total revenues</b>	<b>269,588</b>		<b>272,842</b>	<b>280,309</b>	<b>276,121</b>	<b>288,583</b>	<b>1,117,855</b>
<b>LOSSES AND EXPENSES:</b>							
Losses incurred	(10,446)		5,972	34,124	30,003	55,374	125,473
Acquisition and operating expenses, net of deferrals	54,262		55,630	55,151	63,050	57,622	231,453
Amortization of deferred acquisition costs and intangibles	3,090		3,600	3,669	3,597	3,838	14,704
Interest expense	12,776		12,771	12,756	12,745	12,737	51,005
<b>Total losses and expenses</b>	<b>59,662</b>		<b>77,973</b>	<b>105,700</b>	<b>109,395</b>	<b>129,571</b>	<b>422,638</b>
<b>INCOME BEFORE INCOME TAXES</b>	<b>209,906</b>		<b>194,869</b>	<b>174,609</b>	<b>166,726</b>	<b>159,012</b>	<b>695,216</b>
Provision for income taxes	45,276		41,335	37,401	35,914	33,881	148,531
<b>NET INCOME</b>	<b>\$164,630</b>		<b>\$153,534</b>	<b>\$137,208</b>	<b>\$130,812</b>	<b>\$125,131</b>	<b>\$546,685</b>
Net investment (gains) losses	\$339		\$(5)	\$(580)	\$1,753	\$956	\$2,124
Costs associated with reorganization	222		89	339	2,316	0	2,744
Taxes on adjustments	(118)		(17)	50	(854)	(201)	(1,022)
<b>Adjusted Operating Income</b>	<b>\$165,073</b>		<b>\$153,601</b>	<b>\$137,017</b>	<b>\$134,027</b>	<b>\$125,886</b>	<b>\$550,531</b>
<b>Loss ratio <sup>(1)</sup></b>	<b>(4)%</b>		<b>3%</b>	<b>14%</b>	<b>12%</b>	<b>22%</b>	<b>13%</b>
<b>Expense ratio <sup>(2)</sup></b>	<b>24%</b>		<b>25%</b>	<b>24%</b>	<b>27%</b>	<b>24%</b>	<b>25%</b>
<b>Earnings Per Share Data:</b>							
Net income per share							
Basic	\$1.01		\$0.94	\$0.84	\$0.80	\$0.77	\$3.36
Diluted	\$1.01		\$0.94	\$0.84	\$0.80	\$0.77	\$3.36
Adj operating income per share							
Basic	\$1.01		\$0.94	\$0.84	\$0.82	\$0.77	\$3.38
Diluted	\$1.01		\$0.94	\$0.84	\$0.82	\$0.77	\$3.38
Weighted-average common shares outstanding							
Basic	162,841		162,840	162,840	162,840	162,840	162,840
Diluted	163,054		162,965	162,852	162,840	162,840	162,879

<sup>(1)</sup> The ratio of losses incurred to net earned premiums.

<sup>(2)</sup> The ratio of acquisition and operating expenses, net of deferrals, and amortization of deferred acquisition costs and intangibles to net earned premiums. Expenses associated with strategic transaction preparations and restructuring costs increased the expense ratio by zero percentage points for the three months ended December 31, 2021, one percentage point for the three months ended September 30, 2021, two percentage points for the three months ended June 30, 2021 and one percentage point for the three months ended March 31, 2021.

**Consolidated Balance Sheets**  
(amounts in thousands, except per share amounts)

	March 31, 2022	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021
<b>Investments:</b>					
Fixed maturity securities available-for-sale, at fair value	\$5,093,084	\$5,266,339	\$5,376,067	\$5,256,467	\$5,106,128
Short term investments	-	-	12,500	12,499	12,500
<b>Total investments</b>	<b>5,093,084</b>	<b>5,266,339</b>	<b>3,388,567</b>	<b>5,268,966</b>	<b>5,118,628</b>
Cash and cash equivalents	440,160	425,828	451,582	435,323	431,335
Accrued investment income	32,565	31,061	31,372	30,843	28,821
Deferred acquisition costs	27,000	27,220	27,768	28,322	28,544
Premiums receivable	40,381	42,286	43,425	43,287	42,454
Deferred tax asset	56,060	-	-	-	-
Other assets	103,157	73,059	48,572	55,348	49,921
<b>Total assets</b>	<b>\$5,792,407</b>	<b>\$5,865,773</b>	<b>\$5,991,306</b>	<b>\$5,862,089</b>	<b>\$5,699,703</b>
<b>Liabilities:</b>					
Loss reserves	\$625,279	\$641,325	\$648,365	\$624,256	\$603,528
Unearned premiums	236,410	246,319	254,806	263,573	280,742
Other liabilities	141,125	130,604	129,464	119,289	121,609
Long-term borrowings	741,004	740,416	739,838	739,269	738,711
Deferred tax liability	-	1,986	17,452	25,851	19,787
<b>Total liabilities</b>	<b>1,743,818</b>	<b>1,760,650</b>	<b>1,789,925</b>	<b>1,772,238</b>	<b>1,764,377</b>
<b>Equity:</b>					
Common stock	1,628	1,628	1,628	1,628	1,628
Additional paid-in capital	2,374,568	2,371,861	2,369,822	2,369,601	2,368,782
Accumulated other comprehensive income	(140,690)	83,581	133,955	159,854	136,960
Retained earnings	1,813,383	1,648,453	1,695,976	1,558,768	1,427,856
<b>Total equity</b>	<b>\$4,048,589</b>	<b>\$4,105,523</b>	<b>\$4,291,381</b>	<b>\$4,089,851</b>	<b>\$3,935,326</b>
<b>Total liabilities and equity</b>	<b>\$5,792,407</b>	<b>\$5,865,773</b>	<b>\$5,991,306</b>	<b>\$5,862,089</b>	<b>\$5,699,703</b>
Book value per share	\$24.86	\$25.21	\$25.80	\$25.12	\$24.17
<b>U.S. GAAP ROE<sup>(1)</sup></b>	<b>16.2%</b>	<b>14.8%</b>	<b>13.2%</b>	<b>13.0%</b>	<b>12.8%</b>
Net investment (gains) losses	0.0%	0.0%	(0.1)%	0.2%	0.1%
Costs associated with reorganization	0.0%	0.0%	0.0%	0.2%	0.0%
Taxes on adjustments	0.0%	0.0%	0.0%	(0.1)%	0.0%
<b>Adjusted Operating ROE<sup>(2)</sup></b>	<b>16.2%</b>	<b>14.8%</b>	<b>13.2%</b>	<b>13.4%</b>	<b>12.9%</b>
Debt to capital ratio	15%	15%	15%	15%	16%

<sup>(1)</sup> Calculated as annualized net income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity.

<sup>(2)</sup> Calculated as annualized adjusted operating income for the period indicated divided by the average of current period and prior periods' ending total stockholders' equity.

Primary New Insurance Written Metrics  
(amounts in millions)

	2022		2021		2020		2019		Total	
	H2		H2		H2		H2		Total	
	Primary NW	% of Primary NW	Primary NW	% of Primary NW	Primary NW	% of Primary NW	Primary NW	% of Primary NW	Primary NW	% of Primary NW
<b>Product</b>										
Primary	\$18,823	100%	\$21,441	100%	\$23,972	100%	\$26,657	100%	\$24,934	100%
Pool	0	0%	0	0%	0	0%	0	0%	0	0%
<b>Total</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>Origination</b>										
Purchase	\$17,326	92%	\$19,284	90%	\$20,988	88%	\$21,143	79%	\$19,500	62%
Reference	1,497	8%	2,157	10%	2,984	12%	5,514	21%	5,434	22%
<b>Total Primary</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>Payment Type</b>										
Monthly	\$17,071	91%	\$19,395	91%	\$21,475	90%	\$24,887	93%	\$23,358	94%
Single	1,690	9%	1,991	9%	2,431	10%	1,696	7%	1,446	6%
Other <sup>(1)</sup>	52	-%	55	0%	66	-%	84	-%	130	-%
<b>Total Primary</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>FICO Scores</b>										
Over 700	\$9,359	49%	\$9,491	44%	\$10,708	45%	\$11,782	44%	\$10,520	42%
740 - 759	3,085	16%	3,406	16%	3,830	16%	3,995	15%	3,838	15%
720 - 739	2,515	13%	2,844	13%	3,177	13%	3,467	13%	3,423	14%
700 - 719	1,952	10%	2,257	11%	2,702	11%	3,131	12%	2,979	12%
680 - 699	1,316	7%	1,589	7%	1,875	8%	2,213	9%	2,480	10%
660 - 679 <sup>(2)</sup>	891	5%	1,100	5%	1,310	5%	1,690	6%	993	4%
640 - 659	486	3%	611	3%	804	3%	1,047	4%	511	2%
620 - 639	173	1%	223	1%	306	1%	374	1%	292	1%
400	6	0%	4	0%	0	0%	0	0%	4	0%
<b>Total Primary</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>Weighted Avg FICO</b>	746		745		747		746		745	
<b>Loan-To-Income Ratio</b>										
95.01% and above	\$3,146	17%	\$3,660	17%	\$3,396	14%	\$2,767	11%	\$2,241	9%
90.01% to 95.00%	6,602	35%	7,549	35%	8,338	37%	10,758	40%	9,453	38%
85.01% to 90.00%	8,620	45%	9,253	43%	10,454	43%	11,819	44%	10,362	42%
80.00% and below	3,375	18%	3,980	19%	4,264	18%	4,514	17%	4,848	19%
<b>Total Primary</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>Weighted Avg LTV</b>	92%		92%		92%		92%		92%	
<b>Debt-To-Income Ratio</b>										
43.01% and above	\$4,452	24%	\$4,977	23%	\$4,167	17%	\$3,269	12%	\$2,566	10%
38.01% to 43.00%	6,361	34%	7,047	33%	7,949	33%	9,204	35%	8,746	35%
33.00% and below	8,010	42%	9,417	44%	11,856	50%	14,184	53%	13,622	55%
<b>Total Primary</b>	<b>\$18,823</b>	<b>100%</b>	<b>\$21,441</b>	<b>100%</b>	<b>\$23,972</b>	<b>100%</b>	<b>\$26,657</b>	<b>100%</b>	<b>\$24,934</b>	<b>100%</b>
<b>Weighted Avg DTI</b>	38%		38%		37%		36%		37%	
<b>Avg loan size (thousands)</b>	\$324		\$318		\$312		\$304		\$292	

<sup>(1)</sup> Includes loans with annual and split payment types.  
<sup>(2)</sup> Loans with unknown FICO scores are included in the 660-679 category.

Insurance In-Force (IIF)<sup>(1)</sup> Metrics  
Excludes Run-off business, which is immaterial to our results  
(amounts in millions)

	2022		2021		2021		2021		2021	
	1Q		4Q		3Q		2Q		1Q	
	IIF	% of IIF	IIF	% of IIF	IIF	% of IIF	IIF	% of IIF	IIF	% of IIF
<b>Product</b>										
Primary	\$231,853	100 %	\$226,514	100%	\$222,464	100 %	\$217,477	100 %	\$210,187	100 %
Pool	600	- %	641	-%	771	- %	798	- %	841	- %
<b>Total</b>	<b>\$232,453</b>	<b>100 %</b>	<b>\$227,155</b>	<b>100%</b>	<b>\$223,235</b>	<b>100 %</b>	<b>\$218,275</b>	<b>100 %</b>	<b>\$211,028</b>	<b>100 %</b>
<b>Origination</b>										
Purchase	\$184,080	79 %	\$176,550	78%	\$169,944	76 %	\$162,832	75 %	\$156,298	74 %
Refinance	47,773	21 %	49,964	22%	52,520	24 %	54,645	25 %	53,889	26 %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>	<b>\$210,187</b>	<b>100 %</b>
<b>Payment Type</b>										
Monthly	\$200,304	86 %	\$194,826	86%	\$190,702	86 %	\$185,694	85 %	\$177,126	84 %
Single	29,198	13 %	29,205	13%	29,013	13 %	28,743	13 %	29,653	14 %
Other <sup>(2)</sup>	2,351	1 %	2,483	1%	2,749	1 %	3,040	2 %	3,408	2 %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>	<b>\$210,187</b>	<b>100 %</b>
<b>Book Year</b>										
2008 and prior	\$7,723	3 %	\$8,196	3%	\$8,963	4 %	\$9,682	4 %	\$10,500	5 %
2009-2014	2,946	1 %	3,369	2%	3,949	2 %	4,670	3 %	5,570	2 %
2015	3,960	2 %	4,488	2%	5,087	2 %	5,810	3 %	6,729	3 %
2016	8,076	4 %	8,997	4%	10,082	4 %	11,499	5 %	13,213	6 %
2017	8,023	4 %	8,962	4%	10,185	5 %	11,763	5 %	13,817	7 %
2018	8,306	4 %	9,263	4%	10,568	5 %	12,289	6 %	14,618	7 %
2019	19,609	8 %	21,730	10%	24,884	11 %	28,842	13 %	33,430	16 %
2020	65,807	28 %	69,963	31%	75,785	34 %	82,308	38 %	87,599	42 %
2021	88,757	38 %	91,546	40%	72,961	33 %	50,614	23 %	24,711	12 %
2022	18,646	8 %	0	-%	0	- %	0	- %	0	- %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>	<b>\$210,187</b>	<b>100 %</b>

<sup>(1)</sup> Primary insurance in-force represents aggregate unpaid balance for loans the company insures. Original loan balances are primarily used to determine premiums.

<sup>(2)</sup> Includes loans with annual and split payment types.



Insurance In-Force (IIF)<sup>(1)</sup> Metrics  
Excludes Run-off business, which is immaterial to our results  
(amounts in millions)

	2022		2021		2021		2021	
	IIF	% of IIF	IIF	% of IIF	IIF	% of IIF	IIF	% of IIF
<b>FICO Scores</b>								
Over 700	\$93,222	40 %	\$89,982	40%	\$87,073	39 %	\$83,602	38 %
740 - 759	36,821	16 %	35,874	16%	35,177	16 %	34,402	16 %
720 - 739	32,363	14 %	31,730	14%	31,374	14 %	30,964	14 %
700 - 719	27,820	12 %	27,359	12%	27,371	12 %	27,032	12 %
680 - 699	21,259	9 %	21,270	9%	21,458	10 %	21,469	10 %
660 - 679 <sup>(2)</sup>	10,805	5 %	10,549	5%	10,309	5 %	10,191	5 %
640 - 659	6,188	3 %	6,124	3%	6,009	3 %	6,008	3 %
620 - 639	2,774	1 %	2,783	1%	2,787	1 %	2,838	1 %
<620	801	- %	843	0%	906	- %	971	- %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>
<b>Weighted Avg FICO</b>	742		741		741		740	
<b>Loan-To-Value Ratio</b>								
95.01% and above	\$38,867	16 %	\$35,455	16%	\$34,259	15 %	\$33,657	15 %
90.01% to 95.00%	96,419	42 %	95,149	42%	94,888	43 %	94,307	44 %
85.01% to 90.00%	66,226	28 %	64,549	28%	63,349	28 %	61,234	28 %
85.00% and below	32,341	14 %	31,361	14%	29,968	14 %	28,279	13 %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>
<b>Weighted Avg LTV</b>	93%		93%		93%		93%	
<b>Debt-To-Income Ratio</b>								
45.01% and above	\$36,428	16 %	\$34,076	15%	\$31,772	14 %	\$30,794	14 %
38.01% to 45.00%	80,741	35 %	79,147	35%	78,303	35 %	76,976	35 %
38.00% and below	114,684	49 %	113,291	50%	112,390	51 %	109,706	51 %
<b>Total Primary</b>	<b>\$231,853</b>	<b>100 %</b>	<b>\$226,514</b>	<b>100%</b>	<b>\$222,464</b>	<b>100 %</b>	<b>\$217,477</b>	<b>100 %</b>
<b>Weighted Avg DTI</b>	37%		37%		37%		37%	
<b>Primary persistency</b>	78%		69%		65%		63%	
<b>Avg loan size (thousands)</b>	\$246		\$242		\$237		\$233	

<sup>(1)</sup> Primary insurance in-force represents aggregate unpaid balance for loans the company insures. Original loan balances are primarily used to determine premiums.  
<sup>(2)</sup> Loans with unknown FICO scores are included in the 660-679 category.

**Risk In-Force (RIF)<sup>(1)</sup> Metrics**  
**Excludes Run-off business, which is immaterial to our results**  
**(amounts in millions)**

	2022		2021							
	1Q		4Q		3Q		2Q		1Q	
	RIF	% of RIF	RIF	% of RIF	RIF	% of RIF	RIF	% of RIF	RIF	% of RIF
<b>Product</b>										
Primary	\$58,295	100 %	\$56,881	100%	\$55,866	100 %	\$54,643	100 %	\$52,866	100 %
Pool	97	- %	105	0%	117	- %	123	- %	134	- %
<b>Total</b>	<b>\$58,392</b>	<b>100 %</b>	<b>\$56,986</b>	<b>100%</b>	<b>\$55,983</b>	<b>100 %</b>	<b>\$54,766</b>	<b>100 %</b>	<b>\$53,000</b>	<b>100 %</b>
<b>Origination</b>										
Purchase	\$48,326	83 %	\$46,470	82%	\$44,871	80 %	\$43,121	79 %	\$41,396	78 %
Refinance	9,969	17 %	10,411	18%	10,995	20 %	11,522	21 %	11,470	22 %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>
<b>Payment Type</b>										
Monthly	\$51,153	88 %	\$49,614	87%	\$48,495	87 %	\$47,153	86 %	\$45,009	85 %
Single	6,561	11 %	6,658	12%	6,709	12 %	6,766	12 %	7,049	13 %
Other <sup>(2)</sup>	581	1 %	609	1%	662	1 %	724	1 %	808	2 %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>
<b>Book Year</b>										
2008 and prior	\$1,991	3 %	\$2,112	3%	\$2,309	4 %	\$2,494	4 %	\$2,705	5 %
2009-2014	788	1 %	904	2%	1,062	2 %	1,260	2 %	1,510	3 %
2015	1,058	2 %	1,197	2%	1,355	2 %	1,549	3 %	1,795	3 %
2016	2,147	4 %	2,388	4%	2,676	5 %	3,052	6 %	3,503	7 %
2017	2,094	4 %	2,324	4%	2,631	5 %	3,032	6 %	3,556	7 %
2018	2,092	4 %	2,330	4%	2,656	5 %	3,086	6 %	3,671	7 %
2019	4,935	8 %	5,454	10%	6,239	11 %	7,225	13 %	8,361	16 %
2020	16,606	28 %	17,574	31%	18,965	34 %	20,536	37 %	21,787	41 %
2021	21,959	38 %	22,588	40%	17,973	32 %	12,409	23 %	5,978	11 %
2022	4,625	8 %	-	- %	-	- %	-	- %	-	- %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>

<sup>(1)</sup>Primary risk in-force represents risk on current loan balances as provided by servicers, lenders and investors.

<sup>(2)</sup>Includes loans with annual and split payment types.

**Risk In-Force (RIF)<sup>(1)</sup> Metrics**  
**Excludes Run-off business, which is immaterial to our results**  
 (amounts in millions)

	2022		2021		2021		2021			
	1Q		4Q		3Q		2Q			
	RIF	% of RIF	RIF	% of RIF	RIF	% of RIF	RIF	% of RIF		
<b>FICO Scores</b>										
Over 760	\$23,326	40 %	\$22,489	40%	\$21,767	39 %	\$20,908	38 %	\$19,829	37 %
740 - 759	9,267	16 %	9,009	16%	8,824	16 %	8,628	16 %	8,442	16 %
720 - 739	8,224	14 %	8,055	14%	7,966	14 %	7,879	14 %	7,715	15 %
700 - 719	6,974	12 %	6,907	12%	6,923	12 %	6,848	13 %	6,678	13 %
680 - 699	5,334	9 %	5,334	9%	5,363	10 %	5,365	10 %	5,231	10 %
660 -679 <sup>(2)</sup>	2,715	5 %	2,638	5%	2,568	5 %	2,531	5 %	2,484	5 %
640 - 659	1,550	3 %	1,530	3%	1,497	3 %	1,494	3 %	1,485	3 %
620 - 639	699	1 %	702	1%	705	1 %	720	1 %	734	1 %
<620	206	- %	217	0%	233	- %	250	- %	268	- %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>
<b>Loan-To-Value Ratio</b>										
95.01% and above	\$10,379	18 %	\$9,907	17%	\$9,490	17 %	\$9,228	17 %	\$9,151	17 %
90.01% to 95.00%	27,987	48 %	27,608	49%	27,509	49 %	27,308	50 %	26,837	51 %
85.01% to 90.00%	16,082	27 %	15,644	27%	15,322	28 %	14,776	27 %	13,997	26 %
85.00% and below	3,647	7 %	3,722	7%	3,545	6 %	3,331	6 %	3,081	6 %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>
<b>Debt-To-Income Ratio</b>										
45.01% and above	\$9,227	16 %	\$8,631	15%	\$8,048	14 %	\$7,798	14 %	\$7,643	14 %
38.01% to 45.00%	20,362	35 %	19,974	35%	19,773	36 %	19,445	36 %	18,888	36 %
38.00% and below	28,676	49 %	28,276	50%	28,045	50 %	27,400	50 %	26,335	50 %
<b>Total Primary</b>	<b>\$58,295</b>	<b>100 %</b>	<b>\$56,881</b>	<b>100%</b>	<b>\$55,866</b>	<b>100 %</b>	<b>\$54,643</b>	<b>100 %</b>	<b>\$52,866</b>	<b>100 %</b>

<sup>(1)</sup>Primary risk in-force represents risk on current loan balances as provided by servicers, lenders and investors.

<sup>(2)</sup>Loans with unknown FICO scores are included in the 660-679 category.

**Delinquency Metrics**  
**Excludes Run-off business, which is immaterial to our results**  
**(dollar amounts in thousands)**

	2022		2021			
	1Q	\$51.6	4Q	3Q	2Q	1Q
<b>Average Paid Claim<sup>(1)</sup></b>			\$27.2	\$26.7	\$63.1	\$54.7
<b>Reserves:</b>						
Primary direct case <sup>(2)</sup>	\$590,508		\$606,102	\$612,754	\$588,683	\$564,208
All other <sup>(3)</sup>	34,771		35,223	34,909	34,838	38,704
<b>Total Reserves</b>	<b>\$625,279</b>		<b>\$641,325</b>	<b>\$647,663</b>	<b>\$623,521</b>	<b>\$602,912</b>
<b>Beginning Number of Primary Delinquencies</b>	24,820		28,904	33,568	41,332	44,904
New delinquencies	8,724		8,282	7,427	6,862	10,053
Delinquency cures	(10,860)		(11,929)	(11,746)	(14,473)	(13,478)
Paid claims	(107)		(430)	(343)	(143)	(134)
Rescissions and claim denials	(6)		(7)	(2)	(10)	(13)
<b>Ending Number of Primary Delinquencies</b>	<b>22,571</b>		<b>24,820</b>	<b>28,904</b>	<b>33,568</b>	<b>41,332</b>
Primary delinquency rate	2.40 %		2.65 %	3.08 %	3.60 %	4.48 %
<b>Average Reserve Per Primary Delinquency<sup>(3)</sup></b>	<b>\$26.2</b>		<b>\$24.4</b>	<b>\$21.2</b>	<b>\$17.5</b>	<b>\$13.7</b>
<b>Beginning Direct Primary Case Reserves</b>	\$606,102		\$612,754	\$588,683	\$564,208	\$516,883
Paid claims	(5,617)		(11,213)	(6,293)	(7,377)	(6,933)
Change in reserves	(9,977)		4,561	32,364	31,851	53,278
<b>Ending Reserves</b>	<b>\$590,508</b>		<b>\$606,102</b>	<b>\$612,754</b>	<b>\$588,683</b>	<b>\$564,208</b>
<b>Incurred Losses<sup>(4)</sup></b>						
Current quarter delinquencies <sup>(5)</sup>	\$39,220		\$37,056	\$33,047	\$30,301	\$43,839
Development of current quarter delinquencies <sup>(6)</sup>	-		-	-	-	-
Prior period development	(49,666)		(31,084)	1,077	(298)	11,535
<b>Total Incurred Losses</b>	<b>\$(10,446)</b>		<b>\$5,972</b>	<b>\$34,124</b>	<b>\$30,003</b>	<b>\$55,374</b>
<b>Policies in Force (count)</b>	<b>941,689</b>		<b>937,350</b>	<b>936,934</b>	<b>933,616</b>	<b>922,186</b>

<sup>(1)</sup> Average paid claim in the fourth and third quarters of 2021 includes payments in relation to agreements on non-performing loans.

<sup>(2)</sup> Primary direct case excludes loss adjustment expenses (LAE), pool, incurred but not reported (IBNR) and reinsurance reserves. Other includes LAE, IBNR, pool, and reinsurance reserves.

<sup>(3)</sup> Primary direct case reserves divided by primary delinquency count.

<sup>(4)</sup> Provides additional breakdown of incurred losses, which includes the impact of new delinquencies within each quarterly period reported. We believe providing loss information in this manner allows transparency and consistency for investors to understand performance.

<sup>(5)</sup> Defaulted loans with most recent delinquency notice in the quarter indicated.

<sup>(6)</sup> Development of current quarter delinquencies within the current quarter. This includes reserve impact from current period delinquencies that cure in the period and reserve development from the date of delinquency to quarter end.

Mislead Payment Status Tables  
 Excludes Run-off business, which is immaterial to our results  
 (dollar amounts in millions)

Percentage Reserved by Payment Status	March 31, 2022				December 31, 2021				March 31, 2021			
	Delinquencies	Direct Case Reserves	Risk In-Force	Reserves as % of RIF	Delinquencies	Direct Case Reserves	Risk In-Force	Reserves as % of RIF	Delinquencies	Direct Case Reserves	Risk In-Force	Reserves as % of RIF
3 payments or less in default	6,837	\$38	\$359	11 %	6,588	\$35	\$340	10 %	8,296	\$40	\$436	9 %
4 - 11 payments in default	6,875	115	392	29 %	7,360	111	426	26 %	21,011	227	1,232	18 %
12 payments or more in default	8,959	428	\$15	85 %	10,874	460	643	72 %	12,025	297	724	41 %
<b>Total</b>	<b>22,671</b>	<b>\$591</b>	<b>\$1,266</b>	<b>47 %</b>	<b>24,820</b>	<b>\$606</b>	<b>\$1,409</b>	<b>43 %</b>	<b>41,332</b>	<b>\$564</b>	<b>\$2,392</b>	<b>24 %</b>

Delinquency Performance  
Excludes Run-off business, which is immaterial to our results

March 31, 2022												
Top 10 States				Top 10 MSAs / Metro Divisions				Book Year RIF & Losses				Cum Delq Rate <sup>(1)</sup>
% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		
California	11%	11%	2.75%	Chicago-Naperville, IL Metro Division	3%	5%	3.39%	2008 and prior	3%	20%	10.41%	5.99%
Texas	8%	8%	2.51%	Phoenix, AZ MSA	3%	2%	1.82%	2009-2014	1%	5%	5.54%	0.77%
Florida <sup>(3)</sup>	8%	9%	2.51%	New York, NY Metro Division	3%	8%	4.68%	2015	2%	5%	4.08%	0.92%
New York <sup>(4)</sup>	5%	12%	3.51%	Atlanta, GA MSA	2%	3%	2.92%	2016	4%	7%	3.48%	1.02%
Illinois <sup>(5)</sup>	5%	6%	2.69%	Washington-Arlington, DC Metro Division	2%	2%	2.50%	2017	4%	10%	4.43%	1.34%
Michigan	4%	2%	1.87%	Houston, TX MSA	2%	3%	3.20%	2018	4%	12%	5.48%	1.60%
Arizona	4%	2%	1.92%	Riverside-San Bernardino CA MSA	2%	2%	3.02%	2019	8%	17%	3.44%	1.37%
North Carolina	3%	2%	1.96%	Los Angeles-Long Beach, CA Metro Division	2%	3%	3.22%	2020	28%	15%	1.49%	1.08%
Pennsylvania <sup>(6)</sup>	3%	3%	2.30%	Dallas, TX Metro Division	2%	1%	2.04%	2021	38%	4%	0.56%	0.55%
Washington	3%	4%	2.69%	Nassau County, NY	2%	4%	5.07%	2022	8%	0%	0.04%	0.04%
All Other States <sup>(7)</sup>	48%	41%	2.25%	All Other MSAs	77%	67%	2.33%	Total	100%	100%	2.40%	4.36%
Total	100%	100%	2.40%	Total	100%	100%	2.40%					

December 31, 2021

December 31, 2021												
Top 10 States				Top 10 MSAs / Metro Divisions				Book Year RIF & Losses				Cum Delq Rate <sup>(1)</sup>
% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		
California	11%	12%	3.17%	Chicago-Naperville, IL Metro Division	3%	4%	3.69%	2008 and prior	3%	24%	10.54%	5.59%
Texas	8%	8%	2.89%	Phoenix, AZ MSA	3%	2%	2.36%	2009-2013	1%	2%	5.54%	0.74%
Florida <sup>(3)</sup>	7%	9%	2.57%	New York, NY Metro Division	3%	8%	5.22%	2014	1%	3%	5.51%	0.98%
New York <sup>(4)</sup>	5%	12%	3.80%	Atlanta, GA MSA	2%	3%	3.28%	2015	2%	5%	4.24%	1.04%
Illinois <sup>(5)</sup>	5%	6%	3.09%	Washington-Arlington, DC Metro Division	2%	2%	2.96%	2016	4%	8%	3.66%	1.16%
Michigan	4%	2%	1.87%	Houston, TX MSA	2%	3%	3.61%	2017	4%	10%	4.78%	1.56%
Arizona	4%	2%	2.31%	Riverside-San Bernardino CA MSA	2%	2%	3.42%	2018	4%	12%	5.83%	1.88%
North Carolina	3%	2%	2.18%	Los Angeles-Long Beach, CA Metro Division	2%	3%	3.95%	2019	10%	19%	3.98%	1.68%
Pennsylvania <sup>(6)</sup>	3%	3%	2.38%	Dallas, TX Metro Division	2%	2%	2.31%	2020	31%	14%	1.56%	1.14%
Washington	3%	3%	2.98%	Nassau County, NY	2%	4%	5.93%	2021	40%	2%	0.37%	0.38%
All Other States <sup>(7)</sup>	47%	41%	2.46%	All Other MSAs	77%	67%	2.44%	Total	100%	100%	2.65%	4.42%
Total	100%	100%	2.65%	Total	100%	100%	2.65%					

March 31, 2021

March 31, 2021												
Top 10 States				Top 10 MSAs / Metro Divisions				Book Year RIF & Losses				Cum Delq Rate <sup>(1)</sup>
% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		% RIF	% Case Reserves <sup>(2)</sup>	Delq Rate		
California	12%	11%	5.78%	Chicago-Naperville, IL Metro Division	3%	4%	6.21%	2008 and prior	5%	29%	13.60%	5.64%
Texas	8%	8%	5.25%	Phoenix, AZ MSA	3%	2%	4.12%	2009-2013	1%	2%	6.29%	0.88%
Florida <sup>(3)</sup>	7%	10%	5.97%	New York, NY Metro Division	3%	8%	9.58%	2014	2%	3%	6.21%	1.45%
Illinois <sup>(5)</sup>	5%	6%	5.07%	Atlanta, GA MSA	2%	3%	6.10%	2015	3%	5%	5.69%	1.76%
New York <sup>(4)</sup>	5%	12%	6.36%	Washington-Arlington, DC Metro Division	2%	2%	5.84%	2016	7%	9%	5.32%	2.16%
Michigan	4%	2%	2.68%	Houston, TX MSA	2%	3%	6.89%	2017	7%	11%	6.98%	2.95%
Arizona	4%	2%	4.06%	Riverside-San Bernardino CA MSA	2%	2%	6.53%	2018	7%	13%	7.88%	3.58%
North Carolina	3%	2%	3.60%	Los Angeles-Long Beach, CA Metro Division	2%	2%	4.99%	2019	16%	19%	5.73%	3.52%
Pennsylvania <sup>(6)</sup>	3%	3%	3.83%	Dallas, TX Metro Division	2%	2%	4.59%	2020	41%	9%	1.36%	1.24%
Washington	3%	3%	3.95%	Nassau County, NY	2%	4%	10.13%	2021	11%	0%	0.03%	0.03%
All Other States <sup>(7)</sup>	49%	41%	3.95%	All Other MSAs	77%	67%	4.02%	2021	11%	0%	0.03%	0.03%
Total	100%	100%	4.48%	Total	100%	100%	4.48%	Total	100%	100%	4.48%	4.76%

<sup>(1)</sup> Direct primary case reserves exclude loss adjustment expenses, incurred but not reported and reinsurance reserves.  
<sup>(2)</sup> Calculated as the sum of the number of policies where claims were ever paid to date and number of policies for loans currently in default divided by policies ever in-force.  
<sup>(3)</sup> Jurisdiction predominantly uses a judicial foreclosure process, which generally increases the amount of time it takes for a foreclosure to be completed.  
<sup>(4)</sup> Includes the District of Columbia.

Composition of Investments at Fair Value  
(amounts in thousands)

	March 31, 2022		December 31, 2021		September 30, 2021		June 30, 2021		March 31, 2021	
	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total	Carrying Amount	% of Total
<b>Fixed Maturity Securities:</b>										
U.S. treasuries	\$56,751	1%	\$58,408	1%	\$65,117	1%	\$65,625	1%	\$70,832	1%
Municipals	508,391	10%	538,453	10%	459,783	9%	408,317	8%	300,104	6%
Non-U.S. government	21,529	-%	22,416	-%	22,758	-%	22,950	1%	30,415	1%
U.S. corporate	2,882,497	57%	2,945,303	56%	2,948,106	55%	2,881,598	55%	2,844,775	56%
Non-U.S. corporate	620,795	12%	666,994	13%	712,603	13%	692,668	13%	670,302	13%
Other asset-backed	994,121	20%	1,035,165	20%	1,167,700	22%	1,175,909	22%	1,180,700	23%
<b>Total available-for-sale fixed maturity securities</b>	<b>\$5,093,084</b>	<b>100%</b>	<b>\$5,266,339</b>	<b>100%</b>	<b>\$5,376,067</b>	<b>100%</b>	<b>\$5,256,467</b>	<b>100%</b>	<b>\$5,106,128</b>	<b>100%</b>
<b>Fixed Maturity Securities - Credit Quality</b>										
<b>NRSRO<sup>(1)</sup> Designation</b>										
AAA	\$432,633	9%	\$482,950	9%	\$485,739	9%	\$483,513	9%	\$475,369	9%
AA	839,185	16%	876,294	17%	886,158	17%	841,282	16%	777,345	15%
A	1,736,936	34%	1,791,582	34%	1,829,844	34%	1,763,010	34%	1,786,601	35%
BBB	1,936,838	38%	1,958,901	37%	2,004,994	37%	2,013,940	38%	1,921,999	38%
BB & Lower	147,492	3%	156,612	3%	157,332	3%	154,722	3%	144,814	3%
<b>Total fixed maturity securities</b>	<b>\$5,093,084</b>	<b>100%</b>	<b>\$5,266,339</b>	<b>100%</b>	<b>\$5,376,067</b>	<b>100%</b>	<b>\$5,256,467</b>	<b>100%</b>	<b>\$5,106,128</b>	<b>100%</b>
Average duration	3.8		3.9		3.7		3.6		3.6	
Average yield	2.7%		2.7%		2.7%		2.8%		2.8%	

<sup>(1)</sup>Nationally Recognized Statistical Rating Organizations.

Credit Risk Transfer Transaction Summary  
(amounts in millions)

	2021-1 ILN 1/14-12/18, 4/2/19	2019 XOL-2 Full Year 2019	2019 ILN 1/19-9/19	2020 XOL Full Year 2020	2020 ILN 1/05-8/20	2021-2 ILN 9/20-12/20	2021 XOL Full Year 2021	2021-3 ILN 1/21-6/21	2022 XOL-3 7/21-12/21	2022 XOL-4 1/21-12/21	2022 XOL-1 Full Year 2022	2022 XOL-2 Full Year 2022
<b>At Closing (\$MM)</b>												
Initial CRT Risk In Force	\$14,142	\$14,416	\$10,363	\$23,047	\$14,809	\$8,384	\$22,373	\$12,141	\$10,550	\$10,550	\$6,550	\$4,500
Initial Reinsurance Amount	\$495	\$5	\$303	\$168	\$100	\$303	\$306	\$372	\$289	\$36	\$52	\$6
Initial First Loss Retention Layer	\$272	\$361	\$238	\$891	\$522	\$189	\$671	\$304	\$317	\$64	\$137	\$14
Initial Attachment % <sup>(1)</sup>	1.50%	2.50%	2.25%	3.00%	3.00%	2.25%	3.00%	2.50%	3.00%	2.50%	3.00%	2.50%
Initial Detachment % <sup>(1)</sup>	3.00%	2.00%	8.75%	7.00%	7.00%	2.00%	7.00%	6.75%	7.00%	3.00%	2.00%	3.00%
% of Covered Loss Tier Reinsured	100.00%	7.25%	63.70%	18.25%	67.00%	76.00%	23.00%	72.00%	66.45%	66.45%	28.50%	28.50%
Commencement Date	03/02/21	07/01/19	11/20/19	01/01/20	10/22/20	04/16/21	01/01/21	08/02/21	03/01/22	03/01/22	1/1/2022	1/1/2022
Termination Date	06/25/23	12/31/28	11/06/29	12/31/30	10/25/30	10/25/33	12/31/31	02/25/34	12/31/31	12/31/31	12/31/2032	12/31/2032
Optional Call Date	02/25/26	12/31/26	11/25/26	06/30/27	10/25/27	04/25/28	06/30/28	08/25/28	12/31/28	12/31/28	12/31/2030	12/31/2030
Clean-Up Call	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%	10/0%
<b>As of March 31, 2022 (\$MM)</b>												
Current CRT Risk In Force <sup>(1)</sup>	\$6,822	\$4,883	\$3,143	\$16,489	\$9,101	\$7,002	\$21,744	\$11,036	\$10,364	\$10,364	\$4,500	\$4,500
Current Reinsured Amount	\$241	\$4	\$48	\$103	\$148	\$303	\$372	\$287	\$36	\$36	\$52	\$6
PMERs Required Asset Credit <sup>(2)</sup>	\$217	\$4	\$20	\$100	\$100	\$209	\$106	\$346	\$278	\$30	\$60	\$6
Current Attachment % <sup>(1)</sup>	3.11%	7.37%	7.50%	4.19%	5.79%	3.88%	3.09%	2.73%	3.05%	2.55%	3.00%	2.85%
Current Detachment % <sup>(1)</sup>	6.64%	6.51%	9.90%	7.83%	8.16%	8.38%	7.13%	7.43%	7.09%	3.05%	3.00%	3.00%
Enact Claims Paid	\$0	\$2	\$1	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Incur Losses Ever To Date <sup>(3)</sup>	\$22	\$102	\$72	\$90	\$43	\$15	\$21	\$12	\$3	\$3	\$3	\$0
Remaining First Loss Retention Layer	\$212	\$300	\$237	\$891	\$522	\$189	\$671	\$304	\$317	\$64	\$137	\$14
Reinsurer Claims Paid	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

Footnote: updated as of March 31, 2022.  
 1 The total current primary risk in-force is \$55.38 and the total current risk in-force covered by a CRT is \$54.08.  
 2 Attachment % and detachment % are the aggregate loss amounts as a percentage of risk in-force at which the reinsurer begins and stops paying claims under the policy.  
 3 Current PMERs required asset credit considers the counterpart's credit history.  
 4 Incurred losses ever to date shown does not include (DRB) or loss adjustment expenses.  
 Definitions: CRT = Credit Risk Transfer; DRB = Risk In-Force; XOL = Excess Of Loss; ILN = Insurance Linked Note



**Capital & PMIERs**  
(dollar amounts in millions)

	2022		2021			
	1Q		4Q	3Q	2Q	1Q
<b>COMBINED STAT:</b>						
Statutory policyholders' surplus	\$1,438		\$1,397	\$1,558	\$1,567	\$1,557
Contingency reserves	3,168		3,042	2,914	2,783	2,652
<b>Combined statutory capital</b>	<b>\$4,606</b>		<b>\$4,439</b>	<b>\$4,472</b>	<b>\$4,350</b>	<b>\$4,209</b>
Adjusted RIF <sup>(1)</sup>	\$55,512		\$54,201	\$52,752	\$51,436	\$49,347
Combined risk-to-capital ratio ("RTC")	12.1		12.2	11.8	11.8	11.7
<b>EMICO<sup>(2)</sup> STAT:</b>						
Statutory policyholders' surplus	\$1,386		\$1,346	\$1,508	\$1,487	\$1,477
Contingency reserves	\$3,167		\$3,041	\$2,913	\$2,762	\$2,652
<b>EMICO statutory capital</b>	<b>\$4,553</b>		<b>\$4,387</b>	<b>\$4,421</b>	<b>\$4,269</b>	<b>\$4,129</b>
Adjusted RIF <sup>(1)</sup>	\$55,321		\$54,033	\$52,608	\$51,312	\$49,249
EMICO risk-to-capital ratio	12.2		12.3	11.9	12.0	11.9
<b>PMIERs Available Assets<sup>(3)</sup></b>						
	<b>\$5,222</b>		<b>\$5,077</b>	<b>\$5,126</b>	<b>\$4,926</b>	<b>\$4,769</b>
PMIERs Gross Required Assets <sup>(3)</sup>	(4,855)		(4,868)	(5,006)	(5,151)	(5,302)
PMIERs Reinsurance Credit	1,622		1,404	1,597	1,406	1,285
PMIERs COVID-19 Haircut	272		390	570	760	1,012
<b>PMIERs Net Required Assets</b>	<b>\$(2,961)</b>		<b>\$(3,074)</b>	<b>\$(2,839)</b>	<b>\$(2,985)</b>	<b>\$(3,005)</b>
<b>Available Assets Above PMIERs Requirements<sup>(3)</sup></b>	<b>\$2,261</b>		<b>\$2,003</b>	<b>\$2,287</b>	<b>\$1,941</b>	<b>\$1,764</b>
<b>PMIERs Sufficiency Ratio<sup>(3)</sup></b>	<b>176 %</b>		<b>165%</b>	<b>181%</b>	<b>165%</b>	<b>159%</b>

<sup>(1)</sup> Adjusted RIF for purposes of calculating combined statutory RTC differs from RIF presented elsewhere in this financial supplement. In accordance with North Carolina Department of Insurance requirements, adjusted RIF excludes delinquent policies.

<sup>(2)</sup> Enact Mortgage Insurance Corporation (EMICO), the company's principal U.S. mortgage insurance subsidiary.

<sup>(3)</sup> The PMIERs sufficiency ratio is calculated as available assets divided by required assets as defined within PMIERs. The current period PMIERs sufficiency ratio is an estimate due to the timing of the PMIERs filing and does not take into consideration the impact of restrictions recently imposed by the government-sponsored enterprises (GSEs). The GSEs have imposed certain capital restrictions on the company which remain in effect until certain conditions are met. These restrictions required EMICO to maintain 115% of published PMIERs minimum required assets among other restrictions as of December 31, 2021. Effective January 1, 2022, these requirements increased to 120%.

