

**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): **February 6, 2024**

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 February 6, 2024, Enact Holdings, Inc. (the "Company") issued (1) a press release announcing its financial results for the quarter and year ended December 31, 2023, 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 December 31, 2023, a copy of which is attached hereto as Exhibit 99.2 and is incorporated herein by reference.

The information contained in Item 2.02 of this Current Report on Form 8-K (including Exhibits 99.1 and 99.2) 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 Item 2.02 of 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 | |
|----------------------|---|
| 99.1 | Press Release dated February 6, 2024 - Financial results |
| 99.2 | Financial Supplement for the quarter ended December 31, 2023 |
| 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: February 6, 2024

ENACT REPORTS FOURTH QUARTER AND FULL YEAR 2023 RESULTS

Fourth quarter GAAP Net Income of \$157 million, or \$0.98 per diluted share
Full year GAAP Net Income of \$666 million, or \$4.11 per diluted share
Fourth quarter Adjusted Operating Income of \$158 million, or \$0.98 per diluted share
Full year Adjusted Operating Income of \$676 million, or \$4.18 per diluted share
Fourth quarter Return on Equity of 13.8% and Adjusted Operating Return on Equity of 13.9%
Full year Return on Equity of 15.2% and Adjusted Operating Return on Equity of 15.5%
Record Primary insurance in-force of \$263 billion, a 6% increase from fourth quarter 2022
PMIERS Sufficiency of 161% or \$1,887 million
Returned over \$300 million of capital to shareholders in 2023
Book Value Per Share of \$29.07 and Book Value Per Share excluding AOCI of \$30.52

Raleigh, NC, February 6, 2024 – Enact Holdings, Inc. (Nasdaq: ACT) today announced financial results for the fourth quarter of 2023.

“Our fourth quarter performance completed a very strong year for Enact,” said Rohit Gupta, President and CEO of Enact. “We ended 2023 with record insurance in-force as we continued to grow our core business, extend our platform, strengthen our balance sheet, and drive expense discipline. Further, we delivered on our commitment to return \$300 million to shareholders in 2023. Looking ahead, we enter 2024 well positioned to continue to deliver responsible insurance in-force growth, invest in our platform, support our policyholders, and continue generating value for our shareholders.”

Key Financial Highlights

| <i>(In millions, except per share data or otherwise noted)</i> | 4Q23 | 3Q23 | 4Q22 | 2023 | 2022 |
|--|-------------|-------------|-------------|-------------|-------------|
| Net Income (loss) | \$157 | \$164 | \$144 | \$666 | \$704 |
| <i>Diluted Net Income (loss) per share</i> | \$0.98 | \$1.02 | \$0.88 | \$4.11 | \$4.31 |
| Adjusted Operating Income (loss) | \$158 | \$164 | \$147 | \$676 | \$708 |
| <i>Adj. Diluted Operating Income (loss) per share</i> | \$0.98 | \$1.02 | \$0.90 | \$4.18 | \$4.34 |
| NIW (\$B) | \$10 | \$14 | \$15 | \$53 | \$66 |
| Primary IIF (\$B) | \$263 | \$262 | \$248 | | |
| Primary Persistency Rate | 86% | 84% | 86% | 85 % | 80 % |
| Net Premiums Earned | \$240 | \$243 | \$233 | \$957 | \$939 |
| Losses Incurred | \$24 | \$18 | \$18 | \$27 | \$(94) |
| <i>Loss Ratio</i> | 10% | 7% | 8% | 3 % | (10)% |
| Operating Expenses | \$59 | \$55 | \$63 | \$223 | \$239 |
| <i>Expense Ratio</i> | 25% | 23% | 27% | 23 % | 25 % |
| Net Investment Income | \$56 | \$55 | \$45 | \$207 | \$155 |
| Net Investment gains (losses) | \$(1) | \$0 | \$(1) | \$(14) | \$(2) |
| Return on Equity | 13.8% | 14.9% | 14.0% | 15.2 % | 17.2 % |
| Adjusted Operating Return on Equity | 13.9% | 14.9% | 14.4% | 15.5 % | 17.3 % |
| PMIERS Sufficiency (\$) | \$1,887 | \$2,017 | \$2,050 | | |
| PMIERS Sufficiency (%) | 161% | 162% | 165% | | |

Fourth Quarter 2023 Financial and Operating Highlights

- Net income was \$157 million, or \$0.98 per diluted share, compared with \$164 million, or \$1.02 per diluted share, for the third quarter of 2023 and \$144 million, or \$0.88 per diluted share, for the fourth quarter of 2022. Adjusted operating income was \$158 million, or \$0.98 per diluted share, compared with \$164 million, or \$1.02 per diluted share, for the third quarter of 2023 and \$147 million, or \$0.90 per diluted share, for the fourth quarter of 2022.
- New insurance written (NIW) was \$10 billion, down 27% from \$14 billion in the third quarter of 2023 and down 31% from the prior year primarily driven by a smaller estimated private mortgage insurance market. NIW for the current quarter was comprised of 98% monthly premium policies and 97% purchase originations.
- Primary insurance in-force was a record \$263 billion, up from \$262 billion in the third quarter of 2023 and up 6% from \$248 billion in the fourth quarter of 2022.
- Persistency was 86%, up from 84% in the third quarter of 2023 and flat as compared to the fourth quarter of 2022. Persistency has remained elevated, driven by high mortgage rates. Approximately 4% of the mortgages in our portfolio had rates at least 50 basis points above the prevailing market rate.
- Net premiums earned were \$240 million, down 1% from \$243 million in the third quarter of 2023 and up 3% from \$233 million in the fourth quarter of 2022. Net premiums decreased sequentially primarily as a result of an increase in ceded premiums. The year-over-year increase was driven by insurance in-force growth, partially offset by higher ceded premiums and the lapse of older, higher priced policies. Losses incurred for the fourth quarter of 2023 were \$24 million and the loss ratio was 10%, compared to \$18 million and 7%, respectively, in the third quarter of 2023 and \$18 million and 8%, respectively, in the fourth quarter of 2022. The sequential and year over year increases in losses and loss ratio were driven by higher current period delinquencies, primarily driven by sequential seasonal trends and the normal loss development of new, large books. Additionally, favorable cure performance from 2022 and earlier delinquencies remained above our expectations, which resulted in a \$53 million reserve release in the quarter as compared to reserve releases of \$55 million and \$42 million in the third quarter of 2023 and fourth quarter of 2022, respectively.
- The delinquency rate at quarter end was 2.10%, compared to 1.97% as of September 30, 2023, and 2.08% as of December 31, 2022.
- Operating expenses in the current quarter were \$59 million and the expense ratio was 25%, compared to \$55 million and 23%, respectively, in the third quarter of 2023 and \$63 million and 27%, respectively in the fourth quarter of 2022. The sequential increase was driven by timing of premium tax expense recognition and incentive-based compensation while the year-over-year decrease was driven in part by the impact of our cost reduction initiatives, including the impact from our previously announced renegotiated shared services agreement with Genworth and our voluntary separation program executed in the fourth quarter of 2022.
- Net investment income was \$56 million, up from \$55 million in the third quarter of 2023 and \$45 million in the fourth quarter of 2022, driven by rising interest rates year-over-year and higher average invested assets sequentially and year-over-year.
- Net investment loss was up approximately \$1 million from the third quarter of 2023 and flat versus the same period in the prior year.
- Annualized return on equity for the fourth quarter of 2023 was 13.8% and annualized adjusted operating return on equity was 13.9%. This compares to third quarter 2023 results of 14.9% and 14.9%, respectively, and to fourth quarter 2022 results of 14.0% and 14.4%, respectively.

Capital and Liquidity

- We returned over \$300 million to shareholders in 2023 inclusive of quarterly dividends, the fourth quarter special cash dividend of \$113 million and share repurchases in 2023.
- During the quarter, EMICO contributed \$250 million to Enact Re, which will support an increase to the previously announced affiliate quota share, as well as new insurance written and new business opportunities primarily consisting of GSE credit risk transfer.

- Enact Re continues to write high-quality and attractive GSE risk share business, and we have participated in all 7 of the GSE deals that have come to market since its launch.
- We secured \$248 million of fully collateralized excess of loss reinsurance coverage through the issuance of an insurance-linked note (“ILN”) transaction with Triangle Re 2023-1 Ltd. (“Triangle Re 2023-1”). This ILN transaction provides coverage on a portfolio of existing seasoned mortgage insurance policies written from July 1, 2022 through June 30, 2023.
- During the fourth quarter of 2023, we increased our ceding percentage of our previously announced quota share on the 2023 book year by three percentage points with a new highly rated reinsurance partner, we now cede approximately 16% of a portion of NIW written from January 1, 2023, through December 31, 2023.
- EMICO completed a distribution of approximately \$185 million that will primarily be used to support our ability to return capital and bolster financial flexibility.
- PMIERS sufficiency was 161% and \$1,887 million above the PMIERS requirements, compared to 162% and \$2,017 million above the PMIERS requirements in the third quarter of 2023.
- Enact Holdings, Inc. held \$152 million of cash and \$304 million of invested assets as of December 31, 2023. Combined cash and invested assets increased \$43 million from the prior quarter, primarily due to EMICO’s distribution to EHI that will be used to support our ability to return capital to shareholders and bolster financial flexibility partially offset by common and special dividends in the fourth quarter.

Recent Events

- Share repurchases totaled \$18 million in the quarter and \$88 million in 2023. Additionally, we made \$4 million in repurchases in January under our share repurchase program, \$82 million remains on the previously announced \$100 million program.
- In January, Enact Re executed its first international reinsurance deal with a leading mortgage insurance provider in Australia.
- In January, we announced a quota share reinsurance transaction with a panel of reinsurers that will cede approximately 21% of expected new insurance written for the 2024 book year which provides approximately \$2.7 billion of ceded RIF. Enact will receive a ceding commission equal to 20% of ceded premiums, as well as a profit commission of up to 55% of ceded premiums, reduced by any losses ceded under the agreement.
- In January, S&P Global Ratings (“S&P”) upgraded the Insurer Financial Strength rating for EMICO to A- from BBB+. S&P also upgraded the Issuer Credit Rating for EHI to BBB- from BB+. The outlook for both ratings is stable.
- In February, we executed an excess of loss reinsurance transaction with a panel of highly rated reinsurers, which provides up to \$255 million of reinsurance coverage on a portion of current and expected new insurance written for the 2024 book year, effective January 1, 2024.
- In February, we increased our previously announced Enact Re affiliate quota share from 7.5% to 12.5% of a portion of our in-force business from EMICO.

Conference Call and Financial Supplement Information

This press release, the fourth quarter 2023 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 fourth quarter financial results in a conference call tomorrow, Wednesday, February 7, 2024, at 8:00 a.m. (Eastern). Participants interested in joining the call’s live question and answer session are required to pre-register by clicking [here](#) to obtain your dial-in number and unique PIN. It is recommended to join at least 15 minutes in advance, although you may register ahead of the call and dial in at any time during the call. If you wish to join the call but do not plan to ask questions, a live webcast of the event will be available on our website, <https://ir.enactmi.com/news-and-events/events>.

The webcast also will be archived on the Company's website for one year.

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; increases in interest rates; 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; future adverse rating agency actions, including with respect to rating downgrades or potential downgrades or being put on review for potential downgrade, all of which could have adverse implications; 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 and other forms of returning capital to shareholders, including share repurchases, 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 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 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 the Company's common stockholders or net income (loss) available to the 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 the Company's common stockholders to adjusted operating income (loss) assume a 21% tax rate.

The tables at the end of this press release provide a reconciliation of net income (loss) to adjusted operating income (loss) and U.S. GAAP return on equity to adjusted operating return on equity for the three months and twelve months ending December 31, 2023 and 2022, as well as for the three months ended September 30, 2023.

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

| | 4Q23 | 3Q23 | 4Q22 | 2023 | 2022 |
|--|------------------|------------------|------------------|------------------|------------------|
| REVENUES: | | | | | |
| Premiums | \$240,101 | \$243,346 | \$232,737 | \$957,075 | \$939,462 |
| Net investment income | 56,161 | 54,952 | 44,896 | 207,369 | 155,311 |
| Net investment gains (losses) | (876) | (23) | (1,274) | (14,022) | (2,036) |
| Other income | 804 | 760 | 483 | 3,264 | 2,309 |
| Total revenues | 296,190 | 299,035 | 276,842 | 1,153,686 | 1,095,046 |
| LOSSES AND EXPENSES: | | | | | |
| Losses incurred | 24,372 | 17,847 | 18,097 | 27,165 | (94,221) |
| Acquisition and operating expenses, net of deferrals | 56,560 | 52,339 | 59,955 | 212,491 | 226,941 |
| Amortization of deferred acquisition costs and intangibles | 2,566 | 2,803 | 2,747 | 10,654 | 12,405 |
| Interest expense | 12,948 | 12,941 | 13,258 | 51,867 | 51,699 |
| Total losses and expenses | 96,446 | 85,930 | 94,057 | 302,177 | 196,824 |
| INCOME BEFORE INCOME TAXES | 199,744 | 213,105 | 182,785 | 851,509 | 898,222 |
| Provision for income taxes ⁽¹⁾ | 42,436 | 48,910 | 38,979 | 185,998 | 194,065 |
| NET INCOME | \$157,308 | \$164,195 | \$143,806 | \$665,511 | \$704,157 |
| Net investment (gains) losses | 876 | 23 | 1,274 | 14,022 | 2,036 |
| Costs associated with reorganization | 408 | 3 | 3,291 | (131) | 3,461 |
| Taxes on adjustments | (270) | (5) | (959) | (2,917) | (1,155) |
| Adjusted Operating Income | \$158,322 | \$164,216 | \$147,412 | \$676,485 | \$708,499 |
| Loss ratio ⁽²⁾ | 10 % | 7 % | 8 % | 3 % | (10)% |
| Expense ratio ⁽³⁾ | 25 % | 23 % | 27 % | 23 % | 25 % |
| Earnings Per Share Data: | | | | | |
| Net Income per share | | | | | |
| Basic | \$0.99 | \$1.03 | \$0.88 | \$4.14 | \$4.32 |
| Diluted | \$0.98 | \$1.02 | \$0.88 | \$4.11 | \$4.31 |
| Adj operating income per share | | | | | |
| Basic | \$0.99 | \$1.03 | \$0.91 | \$4.21 | \$4.35 |
| Diluted | \$0.98 | \$1.02 | \$0.90 | \$4.18 | \$4.34 |
| Weighted-average common shares outstanding | | | | | |
| Basic | 159,655 | 160,066 | 162,824 | 160,870 | 162,838 |
| Diluted | 160,895 | 161,146 | 163,520 | 161,847 | 163,294 |

⁽¹⁾ Provision for income taxes for the three-month period ended September 30, 2023, included adjustments of \$2.6 million related to a valuation allowance on deferred tax assets associated with realized losses on sales of investment securities during 2023. The \$2.6 million valuation allowance was reversed in the three-month period ending December 31, 2023.

⁽²⁾ The ratio of losses incurred to net earned premiums.

⁽³⁾ 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 did not impact the expense ratio for the three-month periods ended December 31, 2023 and September 30, 2023, and increased the expense ratio by one percentage point in for the three-month period ended December 31, 2022. Expenses associated with strategic transaction preparations and restructuring costs did not impact the expense ratio for the years ended December 31, 2023 and 2022.

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

| Assets | 4Q23 | 3Q23 | 4Q22 |
|---|--------------------|--------------------|--------------------|
| Investments: | | | |
| Fixed maturity securities available-for-sale, at fair value | \$5,266,141 | \$4,990,692 | \$4,884,760 |
| Short term investments | 20,219 | 18,173 | 3,047 |
| Total investments | 5,286,360 | 5,008,865 | 4,887,807 |
| Cash and cash equivalents | 615,683 | 677,990 | 513,775 |
| Accrued investment income | 41,559 | 42,051 | 35,844 |
| Deferred acquisition costs | 25,006 | 25,572 | 26,121 |
| Premiums receivable | 45,070 | 44,310 | 41,738 |
| Other assets | 88,306 | 82,196 | 76,391 |
| Deferred tax asset | 88,489 | 119,704 | 127,473 |
| Total assets | \$6,190,473 | \$6,000,688 | \$5,709,149 |
| Liabilities and Shareholders' Equity | | | |
| Liabilities: | | | |
| Loss reserves | \$518,191 | \$501,093 | \$519,008 |
| Unearned premiums | 149,330 | 161,580 | 202,717 |
| Other liabilities | 145,189 | 136,057 | 143,686 |
| Long-term borrowings | 745,416 | 744,752 | 742,830 |
| Total liabilities | 1,558,126 | 1,543,482 | 1,608,241 |
| Equity: | | | |
| Common stock | 1,593 | 1,600 | 1,628 |
| Additional paid-in capital | 2,310,891 | 2,322,622 | 2,382,068 |
| Accumulated other comprehensive income | (230,400) | (400,349) | (382,744) |
| Retained earnings | 2,550,263 | 2,533,333 | 2,099,956 |
| Total equity | 4,632,347 | 4,457,206 | 4,100,908 |
| Total liabilities and equity | \$6,190,473 | \$6,000,688 | \$5,709,149 |
| Book value per share | \$29.07 | \$27.86 | \$25.19 |
| Book value per share excluding AOCI | \$30.52 | \$30.36 | \$27.54 |
| U.S. GAAP ROE ⁽¹⁾ | 13.8 % | 14.9 % | 14.0 % |
| Net investment (gains) losses | 0.1 % | 0.0 % | 0.1 % |
| Costs associated with reorganization | 0.0 % | 0.0 % | 0.3 % |
| Taxes on adjustments | 0.0 % | 0.0 % | (0.1) % |
| Adjusted Operating ROE⁽²⁾ | 13.9 % | 14.9 % | 14.4 % |
| Debt to Capital Ratio | 14 % | 14 % | 15 % |

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

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

Fourth Quarter 2023
Financial Supplement

The Enact logo features a white plus sign to the left of the word "Enact" in a white, sans-serif font, all set against a green background.

Enact®

GAAP/Non-GAAP Disclosure Discussion

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)

| | 2023 | | | | 2022 | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | 4Q | 3Q | 2Q | 1Q | Total | 4Q | 3Q | 2Q | 1Q | Total |
| REVENUES: | | | | | | | | | | |
| Premiums | \$240,101 | \$243,346 | \$238,520 | \$235,108 | \$957,075 | \$232,737 | \$235,060 | \$237,386 | \$234,279 | \$939,462 |
| Net investment income | 56,161 | 54,952 | 50,915 | 45,341 | 207,369 | 44,896 | 39,493 | 35,776 | 35,146 | 155,311 |
| Net investment gains (losses) | (876) | (23) | (13,001) | (122) | (14,022) | (1,274) | (42) | (381) | (339) | (2,036) |
| Other income | 804 | 760 | 1,088 | 612 | 3,264 | 483 | 564 | 760 | 502 | 2,309 |
| Total revenues | 296,190 | 299,035 | 277,522 | 280,939 | 1,153,686 | 276,842 | 275,075 | 273,541 | 269,588 | 1,095,046 |
| LOSSES AND EXPENSES: | | | | | | | | | | |
| Losses incurred | 24,372 | 17,847 | (4,070) | (10,984) | 27,165 | 18,097 | (40,309) | (61,563) | (10,446) | (94,221) |
| Acquisition and operating expenses, net of deferrals | 56,560 | 52,339 | 51,887 | 51,705 | 212,491 | 59,955 | 54,523 | 59,201 | 54,262 | 228,941 |
| Amortization of deferred acquisition costs and intangibles | 2,566 | 2,803 | 2,645 | 2,640 | 10,654 | 2,747 | 3,338 | 3,230 | 3,090 | 12,405 |
| Interest expense | 12,948 | 12,941 | 12,913 | 13,065 | 51,867 | 13,258 | 12,879 | 12,786 | 12,776 | 51,699 |
| Total losses and expenses | 96,446 | 85,930 | 63,375 | 56,426 | 302,177 | 94,057 | 30,431 | 12,654 | 59,682 | 196,824 |
| INCOME BEFORE INCOME TAXES | 199,744 | 213,105 | 214,147 | 224,513 | 851,509 | 182,785 | 244,644 | 260,887 | 209,906 | 898,222 |
| Provision for income taxes | 42,436 | 48,910 | 46,127 | 48,525 | 185,998 | 38,979 | 53,658 | 56,152 | 45,276 | 194,065 |
| NET INCOME | \$157,308 | \$164,195 | \$168,020 | \$175,988 | \$665,511 | \$143,806 | \$190,986 | \$204,735 | \$164,630 | \$704,157 |
| Net investment (gains) losses | \$876 | \$23 | \$13,001 | \$122 | \$14,022 | \$1,274 | \$42 | \$381 | \$339 | \$2,036 |
| Costs associated with reorganization | 408 | 3 | 41 | (583) | (131) | 3,291 | (156) | 104 | 222 | 3,461 |
| Taxes on adjustments | (270) | (5) | (2,739) | 97 | (2,917) | (959) | 24 | (102) | (118) | (1,155) |
| Adjusted Operating Income | \$158,322 | \$164,216 | \$178,323 | \$175,624 | \$676,485 | \$147,412 | \$190,896 | \$205,118 | \$165,073 | \$708,499 |
| Loss ratio ⁽¹⁾ | 10 % | 7 % | (2)% | (5)% | 3 % | 8 % | (17)% | (26)% | (4)% | (10)% |
| Expense ratio ⁽²⁾ | 25 % | 23 % | 23 % | 23 % | 23 % | 27 % | 25 % | 26 % | 24 % | 25 % |
| Earnings per share data: | | | | | | | | | | |
| Net income per share | | | | | | | | | | |
| Basic | \$0.99 | \$1.03 | \$1.04 | \$1.08 | \$4.14 | \$0.88 | \$1.17 | \$1.26 | \$1.01 | \$4.32 |
| Diluted | \$0.98 | \$1.02 | \$1.04 | \$1.08 | \$4.11 | \$0.88 | \$1.17 | \$1.25 | \$1.01 | \$4.31 |
| Adjusted operating income per share | | | | | | | | | | |
| Basic | \$0.99 | \$1.03 | \$1.11 | \$1.08 | \$4.21 | \$0.91 | \$1.17 | \$1.26 | \$1.01 | \$4.35 |
| Diluted | \$0.98 | \$1.02 | \$1.10 | \$1.08 | \$4.18 | \$0.90 | \$1.17 | \$1.26 | \$1.01 | \$4.34 |
| Weighted-average common shares outstanding | | | | | | | | | | |
| Basic | 159,655 | 160,066 | 161,318 | 162,442 | 160,870 | 162,824 | 162,843 | 162,842 | 162,841 | 162,838 |
| Diluted | 160,895 | 161,146 | 162,171 | 163,179 | 161,847 | 163,520 | 163,376 | 163,225 | 163,054 | 163,294 |

⁽¹⁾The ratio of losses incurred to net earned premiums.

⁽²⁾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, 2023, September 30, 2023, June 30, 2023 and March 31, 2023, one percentage point for the three months ended December 31, 2022, and zero percentage points for the three months ended September 30, 2022, June 30, 2022, and March 31, 2022.

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

| | December 31, 2023 | September 30, 2023 | June 30, 2023 | March 31, 2023 | December 31, 2022 | September 30, 2022 | June 30, 2022 | March 31, 2022 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Assets | | | | | | | | |
| Investments: | | | | | | | | |
| Fixed maturity securities available-for-sale, at fair value | \$5,266,141 | \$4,990,692 | \$4,915,039 | \$4,929,627 | \$4,884,760 | \$4,877,902 | \$4,909,362 | \$5,093,084 |
| Short term investments | 20,219 | 18,173 | 10,849 | 2,185 | 3,047 | 2,434 | 0 | 0 |
| Total investments | 5,286,360 | 5,008,865 | 4,925,888 | 4,931,812 | 4,887,807 | 4,880,336 | 4,909,362 | 5,093,084 |
| Cash and cash equivalents | 615,683 | 677,990 | 691,416 | 621,921 | 513,775 | 535,775 | 553,947 | 440,160 |
| Accrued investment income | 41,559 | 42,051 | 37,726 | 35,945 | 35,844 | 35,896 | 33,103 | 32,565 |
| Deferred acquisition costs | 25,006 | 25,572 | 25,843 | 25,954 | 26,121 | 26,310 | 26,689 | 27,000 |
| Premiums receivable | 45,070 | 44,310 | 43,525 | 42,005 | 41,738 | 40,351 | 41,036 | 40,381 |
| Other assets | 88,306 | 82,196 | 80,363 | 77,028 | 76,391 | 69,040 | 67,601 | 103,157 |
| Deferred tax asset | 88,489 | 119,704 | 119,089 | 107,865 | 127,473 | 135,152 | 98,695 | 56,060 |
| Total assets | \$6,190,473 | \$6,090,688 | \$5,923,869 | \$5,842,231 | \$5,709,149 | \$5,722,840 | \$5,760,433 | \$5,792,497 |
| Liabilities and Shareholder's Interest | | | | | | | | |
| Liabilities: | | | | | | | | |
| Loss reserves | \$518,191 | \$501,093 | \$490,203 | \$501,427 | \$519,008 | \$510,237 | \$558,894 | \$625,279 |
| Unearned premiums | 149,330 | 161,580 | 174,561 | 188,680 | 202,717 | 212,987 | 224,781 | 236,410 |
| Other liabilities | 145,189 | 136,057 | 139,100 | 112,043 | 143,686 | 140,413 | 154,656 | 141,125 |
| Long-term borrowings | 745,416 | 744,752 | 744,100 | 743,460 | 742,830 | 742,211 | 741,602 | 741,004 |
| Total liabilities | 1,558,126 | 1,543,482 | 1,547,964 | 1,545,610 | 1,608,241 | 1,605,848 | 1,679,933 | 1,743,818 |
| Equity: | | | | | | | | |
| Common stock | 1,593 | 1,600 | 1,602 | 1,619 | 1,628 | 1,628 | 1,628 | 1,628 |
| Additional paid-in capital | 2,310,891 | 2,322,622 | 2,324,527 | 2,302,281 | 2,382,068 | 2,379,576 | 2,377,042 | 2,374,568 |
| Accumulated other comprehensive income | (230,400) | (400,349) | (345,243) | (320,242) | (382,744) | (427,085) | (293,027) | (140,690) |
| Retained earnings | 2,550,263 | 2,533,333 | 2,395,010 | 2,252,963 | 2,099,956 | 2,162,873 | 1,994,857 | 1,813,083 |
| Total equity | \$4,632,347 | \$4,457,206 | \$4,375,898 | \$4,296,621 | \$4,100,908 | \$4,116,992 | \$4,080,500 | \$4,048,589 |
| Total liabilities and equity | \$6,190,473 | \$6,090,688 | \$5,923,869 | \$5,842,231 | \$5,709,149 | \$5,722,840 | \$5,760,433 | \$5,792,497 |
| Book value per share | \$29.07 | \$27.86 | \$27.31 | \$26.53 | \$25.19 | \$25.28 | \$25.06 | \$24.86 |
| Book value per share excluding accumulated other comprehensive income | \$30.52 | \$30.36 | \$29.46 | \$28.51 | \$27.54 | \$27.90 | \$26.86 | \$25.73 |
| U.S. GAAP ROE⁽¹⁾ | 13.8 % | 14.9 % | 15.5 % | 16.8 % | 14.0 % | 18.6 % | 20.1 % | 16.2 % |
| Net investment (gains) losses | 0.1 % | 0.0 % | 1.2 % | 0.0 % | 0.1 % | 0.0 % | 0.0 % | 0.0 % |
| Costs associated with reorganization | 0.0 % | 0.0 % | 0.0 % | (0.1)% | 0.3 % | 0.0 % | 0.0 % | 0.0 % |
| Taxes on adjustments | 0.0 % | 0.0 % | (0.3)% | 0.0 % | (0.1)% | 0.0 % | 0.0 % | 0.0 % |
| Adjusted Operating ROE⁽²⁾ | 13.9 % | 14.9 % | 16.4 % | 16.7 % | 14.4 % | 18.6 % | 20.2 % | 16.2 % |
| Debt to capital ratio | 14 % | 14 % | 15 % | 15 % | 15 % | 15 % | 15 % | 15 % |

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

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

Direct New Insurance Written Metrics
(amounts in millions)

| | 2023 | | | | | | | | | | | | 2022 | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|----------------------------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|-----------------|-------------|
| | 4Q | | | 3Q | | | 2Q | | | 1Q | | | Total | | | 4Q | | | 3Q | | | 2Q | | | 1Q | | | Total | | | | | | | | | | | | |
| | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | NW | % of NW | | | | | | | | | | | |
| Total Direct Product | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| Primary | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | | |
| Pool | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | | |
| Total | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| Origination | \$10,169 | 97% | \$14,073 | 98% | \$14,720 | 98% | \$12,761 | 97% | \$51,723 | 97% | \$14,744 | 97% | \$14,634 | 97% | \$16,802 | 96% | \$17,326 | 92% | \$63,506 | 96% | \$10,169 | 97% | \$14,073 | 98% | \$14,720 | 98% | \$12,761 | 97% | \$51,723 | 97% | \$14,744 | 97% | \$14,634 | 97% | \$16,802 | 96% | \$17,326 | 92% | \$63,506 | 96% |
| Purchase | 284 | 3% | 219 | 2% | 383 | 2% | 393 | 3% | 1,328 | 3% | 461 | 3% | 635 | 3% | 646 | 4% | 1,497 | 8% | 2,879 | 4% | 284 | 3% | 219 | 2% | 383 | 2% | 393 | 3% | 1,328 | 3% | 461 | 3% | 635 | 3% | 646 | 4% | 1,497 | 8% | 2,879 | 4% |
| Refinance | 20 | - | 23 | - | 28 | - | 27 | - | 88 | - | 32 | - | 41 | - | 61 | - | 82 | - | 186 | - | 20 | - | 23 | - | 28 | - | 27 | - | 88 | - | 32 | - | 41 | - | 61 | - | 82 | - | 186 | - |
| Total Primary | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| Payment Type | \$10,187 | 98% | \$14,099 | 98% | \$14,774 | 98% | \$12,809 | 97% | \$51,869 | 98% | \$13,745 | 91% | \$14,138 | 94% | \$16,169 | 93% | \$17,071 | 91% | \$61,123 | 92% | \$10,187 | 98% | \$14,099 | 98% | \$14,774 | 98% | \$12,809 | 97% | \$51,869 | 98% | \$13,745 | 91% | \$14,138 | 94% | \$16,169 | 93% | \$17,071 | 91% | \$61,123 | 92% |
| Monthly | 246 | 2% | 289 | 2% | 281 | 2% | 316 | 3% | 1,114 | 2% | 1,368 | 8% | 890 | 6% | 1,216 | 7% | 1,690 | 9% | 5,166 | 8% | 246 | 2% | 289 | 2% | 281 | 2% | 316 | 3% | 1,114 | 2% | 1,368 | 8% | 890 | 6% | 1,216 | 7% | 1,690 | 9% | 5,166 | 8% |
| Single | 20 | - | 23 | - | 28 | - | 27 | - | 88 | - | 32 | - | 41 | - | 61 | - | 82 | - | 186 | - | 20 | - | 23 | - | 28 | - | 27 | - | 88 | - | 32 | - | 41 | - | 61 | - | 82 | - | 186 | - |
| Other ⁽¹⁾ | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | 0 | - | | |
| Total Primary | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| FICO Scores | \$5,288 | 49% | \$6,879 | 46% | \$6,911 | 46% | \$6,034 | 46% | \$24,080 | 46% | \$6,861 | 48% | \$6,848 | 46% | \$7,881 | 45% | \$8,359 | 45% | \$33,239 | 45% | \$5,288 | 49% | \$6,879 | 46% | \$6,911 | 46% | \$6,034 | 46% | \$24,080 | 46% | \$6,861 | 48% | \$6,848 | 46% | \$7,881 | 45% | \$8,359 | 45% | \$33,239 | 45% |
| Over 700 | 1,690 | 16% | 2,438 | 17% | 2,608 | 17% | 2,268 | 17% | 8,994 | 17% | 2,709 | 18% | 2,554 | 17% | 2,916 | 17% | 3,085 | 16% | 11,264 | 17% | 1,690 | 16% | 2,438 | 17% | 2,608 | 17% | 2,268 | 17% | 8,994 | 17% | 2,709 | 18% | 2,554 | 17% | 2,916 | 17% | 3,085 | 16% | 11,264 | 17% |
| 700 - 759 | 1,378 | 13% | 1,928 | 13% | 2,097 | 14% | 1,817 | 14% | 7,220 | 14% | 2,226 | 15% | 2,108 | 14% | 2,530 | 15% | 2,615 | 13% | 9,377 | 14% | 1,378 | 13% | 1,928 | 13% | 2,097 | 14% | 1,817 | 14% | 7,220 | 14% | 2,226 | 15% | 2,108 | 14% | 2,530 | 15% | 2,615 | 13% | 9,377 | 14% |
| 700 - 719 | 597 | 6% | 827 | 6% | 850 | 6% | 730 | 6% | 2,824 | 5% | 869 | 6% | 831 | 6% | 987 | 6% | 1,017 | 5% | 3,895 | 6% | 597 | 6% | 827 | 6% | 850 | 6% | 730 | 6% | 2,824 | 5% | 869 | 6% | 831 | 6% | 987 | 6% | 1,017 | 5% | 3,895 | 6% |
| 680 - 699 | 664 | 6% | 974 | 7% | 1,050 | 7% | 954 | 7% | 3,652 | 7% | 1,035 | 7% | 1,085 | 7% | 1,069 | 6% | 1,316 | 7% | 4,535 | 7% | 664 | 6% | 974 | 7% | 1,050 | 7% | 954 | 7% | 3,652 | 7% | 1,035 | 7% | 1,085 | 7% | 1,069 | 6% | 1,316 | 7% | 4,535 | 7% |
| 660 - 679 ⁽²⁾ | 409 | 4% | 592 | 4% | 588 | 4% | 517 | 4% | 2,086 | 4% | 479 | 3% | 527 | 3% | 596 | 3% | 551 | 3% | 2,534 | 4% | 409 | 4% | 592 | 4% | 588 | 4% | 517 | 4% | 2,086 | 4% | 479 | 3% | 527 | 3% | 596 | 3% | 551 | 3% | 2,534 | 4% |
| 640 - 659 | 181 | 2% | 282 | 2% | 280 | 2% | 229 | 2% | 952 | 2% | 189 | 1% | 234 | 2% | 286 | 3% | 206 | 2% | 1,206 | 2% | 181 | 2% | 282 | 2% | 280 | 2% | 229 | 2% | 952 | 2% | 189 | 1% | 234 | 2% | 286 | 3% | 206 | 2% | 1,206 | 2% |
| 620 - 639 | 63 | - | 74 | 1% | 76 | - | 65 | - | 288 | - | 66 | - | 79 | 1% | 106 | 1% | 173 | 1% | 424 | 1% | 63 | - | 74 | 1% | 76 | - | 65 | - | 288 | - | 66 | - | 79 | 1% | 106 | 1% | 173 | 1% | 424 | 1% |
| 600 | 5 | - | 2 | - | 4 | - | 4 | - | 15 | - | 2 | - | 5 | - | 4 | - | 6 | - | 17 | - | 5 | - | 2 | - | 4 | - | 4 | - | 15 | - | 2 | - | 5 | - | 4 | - | 6 | - | 17 | - |
| Total Primary | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| Weighted Avg FICO | 751 | | 749 | | 749 | | 748 | | 749 | | 750 | | 749 | | 748 | | 746 | | 748 | | 751 | | 749 | | 749 | | 748 | | 749 | | 750 | | 749 | | 748 | | 746 | | 748 | |
| Loan-To-Value Ratio | \$1,820 | 18% | \$2,677 | 18% | \$2,692 | 18% | \$2,106 | 16% | \$9,295 | 18% | \$2,423 | 16% | \$1,741 | 11% | \$2,777 | 12% | \$3,146 | 17% | \$9,487 | 14% | \$1,820 | 18% | \$2,677 | 18% | \$2,692 | 18% | \$2,106 | 16% | \$9,295 | 18% | \$2,423 | 16% | \$1,741 | 11% | \$2,777 | 12% | \$3,146 | 17% | \$9,487 | 14% |
| 95.01% and above | 3,759 | 36% | 5,431 | 38% | 5,743 | 38% | 4,928 | 38% | 19,861 | 37% | 5,684 | 37% | 6,184 | 41% | 7,458 | 43% | 6,682 | 35% | 26,008 | 39% | 3,759 | 36% | 5,431 | 38% | 5,743 | 38% | 4,928 | 38% | 19,861 | 37% | 5,684 | 37% | 6,184 | 41% | 7,458 | 43% | 6,682 | 35% | 26,008 | 39% |
| 85.01% to 95.00% | 3,489 | 33% | 4,568 | 32% | 4,793 | 31% | 4,390 | 33% | 17,200 | 32% | 4,971 | 33% | 5,094 | 34% | 5,207 | 30% | 5,620 | 30% | 20,892 | 32% | 3,489 | 33% | 4,568 | 32% | 4,793 | 31% | 4,390 | 33% | 17,200 | 32% | 4,971 | 33% | 5,094 | 34% | 5,207 | 30% | 5,620 | 30% | 20,892 | 32% |
| 85.00% and below | 1,385 | 13% | 1,715 | 12% | 1,865 | 13% | 1,730 | 13% | 6,725 | 13% | 2,067 | 14% | 2,050 | 14% | 2,466 | 15% | 3,375 | 18% | 10,068 | 15% | 1,385 | 13% | 1,715 | 12% | 1,865 | 13% | 1,730 | 13% | 6,725 | 13% | 2,067 | 14% | 2,050 | 14% | 2,466 | 15% | 3,375 | 18% | 10,068 | 15% |
| Total Primary | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% | \$10,453 | 100% | \$14,391 | 100% | \$15,083 | 100% | \$13,154 | 100% | \$53,081 | 100% | \$15,145 | 100% | \$15,089 | 100% | \$17,448 | 100% | \$18,823 | 100% | \$66,485 | 100% |
| Weighted Avg DTI | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | 40% | | | |
| Avg loan size (thousands) | \$353 | | \$357 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

Direct Insurance In-Force (IIF) Metrics
 Excludes run-off business, which is immaterial to our results
 (amounts in millions)

| | 2023 | | | | | | | | 2022 | | | | | | | |
|---------------------------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|
| | 4Q | | 3Q | | 2Q | | 1Q | | 4Q | | 3Q | | 2Q | | 1Q | |
| | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF |
| Total Direct Product | | | | | | | | | | | | | | | | |
| Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % |
| Pool | 436 | - % | 451 | - % | 469 | - % | 486 | - % | 505 | - % | 531 | - % | 564 | - % | 600 | - % |
| Total | \$263,373 | 100 % | \$262,465 | 100 % | \$258,285 | 100 % | \$253,002 | 100 % | \$248,767 | 100 % | \$242,344 | 100 % | \$238,127 | 100 % | \$232,453 | 100 % |
| Primary Only Origination | | | | | | | | | | | | | | | | |
| Purchase | \$231,526 | 88 % | \$228,431 | 87 % | \$221,942 | 86 % | \$214,339 | 85 % | \$207,827 | 84 % | \$199,322 | 82 % | \$192,499 | 81 % | \$184,080 | 79 % |
| Refinance | 31,411 | 12 % | 33,583 | 13 % | 35,874 | 14 % | 38,177 | 15 % | 40,435 | 16 % | 42,491 | 18 % | 45,064 | 19 % | 47,773 | 21 % |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % |
| Payment Type | | | | | | | | | | | | | | | | |
| Monthly | \$233,651 | 89 % | \$232,150 | 88 % | \$227,312 | 88 % | \$221,482 | 88 % | \$216,831 | 87 % | \$211,062 | 87 % | \$206,361 | 87 % | \$200,304 | 86 % |
| Single | 27,353 | 10 % | 27,853 | 11 % | 28,439 | 11 % | 28,918 | 11 % | 29,275 | 12 % | 28,550 | 12 % | 28,945 | 12 % | 29,198 | 13 % |
| Other ⁽¹⁾ | 1,933 | 1 % | 2,011 | 1 % | 2,065 | 1 % | 2,116 | 1 % | 2,156 | 1 % | 2,201 | 1 % | 2,257 | 1 % | 2,351 | 1 % |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % |
| Book Year | | | | | | | | | | | | | | | | |
| 2008 and prior | \$5,621 | 2 % | \$5,859 | 2 % | \$6,135 | 2 % | \$6,377 | 3 % | \$6,596 | 3 % | \$6,849 | 3 % | \$7,246 | 3 % | \$7,723 | 3 % |
| 2009-2015 | 3,383 | 1 % | 3,819 | 1 % | 4,296 | 2 % | 4,659 | 2 % | 5,025 | 2 % | 5,426 | 2 % | 6,103 | 2 % | 6,906 | 3 % |
| 2016 | 4,659 | 2 % | 4,948 | 2 % | 5,289 | 2 % | 5,744 | 2 % | 6,296 | 2 % | 6,772 | 3 % | 7,377 | 3 % | 8,076 | 4 % |
| 2017 | 5,321 | 2 % | 5,582 | 2 % | 5,878 | 2 % | 6,201 | 2 % | 6,495 | 3 % | 6,818 | 3 % | 7,328 | 3 % | 8,023 | 4 % |
| 2018 | 5,750 | 2 % | 5,993 | 2 % | 6,270 | 2 % | 6,570 | 3 % | 6,839 | 3 % | 7,133 | 3 % | 7,613 | 3 % | 8,368 | 4 % |
| 2019 | 13,773 | 5 % | 14,372 | 6 % | 15,026 | 6 % | 15,691 | 6 % | 16,352 | 7 % | 17,070 | 7 % | 18,141 | 8 % | 19,609 | 8 % |
| 2020 | 44,486 | 17 % | 46,881 | 18 % | 49,522 | 19 % | 52,389 | 21 % | 55,358 | 22 % | 58,497 | 24 % | 62,154 | 26 % | 65,807 | 28 % |
| 2021 | 70,045 | 27 % | 73,141 | 28 % | 76,381 | 30 % | 79,377 | 31 % | 81,724 | 33 % | 83,740 | 35 % | 86,175 | 37 % | 88,757 | 38 % |
| 2022 | 59,267 | 23 % | 60,258 | 23 % | 61,390 | 24 % | 62,481 | 25 % | 63,577 | 25 % | 49,508 | 20 % | 35,426 | 15 % | 18,646 | 8 % |
| 2023 | 50,632 | 19 % | 41,161 | 16 % | 27,629 | 11 % | 13,027 | 5 % | 0 | - % | 0 | - % | 0 | - % | 0 | - % |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % |

⁽¹⁾Includes loans with annual and split payment types.

Direct Insurance In-Force (IIF) Metrics
 Excludes run-off business, which is immaterial to our results
 (amounts in millions)

| | 2023 | | | | | | | | 2022 | | | | | | | | |
|----------------------------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|------------------|--------------|--|
| | 4Q | | 3Q | | 2Q | | 1Q | | 4Q | | 3Q | | 2Q | | 1Q | | |
| | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | IIF | % of IIF | |
| FICO Scores | | | | | | | | | | | | | | | | | |
| Over 760 | \$110,635 | 42 % | \$109,701 | 42 % | \$107,427 | 42 % | \$104,635 | 42 % | \$102,467 | 41 % | \$99,177 | 41 % | \$96,625 | 40 % | \$93,222 | 40 % | |
| 740 - 759 | 43,053 | 17 % | 42,899 | 16 % | 42,074 | 16 % | 40,983 | 16 % | 40,097 | 16 % | 38,731 | 16 % | 37,853 | 16 % | 36,621 | 16 % | |
| 720 - 739 | 37,020 | 14 % | 36,889 | 14 % | 36,324 | 14 % | 35,564 | 14 % | 34,916 | 14 % | 33,874 | 14 % | 33,263 | 14 % | 32,363 | 14 % | |
| 700 - 719 | 29,766 | 11 % | 29,818 | 12 % | 29,514 | 12 % | 29,160 | 12 % | 28,867 | 12 % | 28,384 | 12 % | 28,136 | 12 % | 27,620 | 12 % | |
| 680 - 699 | 21,835 | 8 % | 21,993 | 9 % | 21,908 | 9 % | 21,717 | 9 % | 21,554 | 9 % | 21,294 | 9 % | 21,221 | 9 % | 21,259 | 9 % | |
| 660 - 679 ⁽¹⁾ | 11,357 | 4 % | 11,351 | 4 % | 11,188 | 4 % | 11,057 | 4 % | 10,926 | 4 % | 10,842 | 4 % | 10,822 | 5 % | 10,805 | 5 % | |
| 640 - 659 | 6,137 | 3 % | 6,166 | 2 % | 6,133 | 2 % | 6,114 | 2 % | 6,095 | 3 % | 6,115 | 3 % | 6,154 | 3 % | 6,188 | 3 % | |
| 620 - 639 | 2,504 | 1 % | 2,548 | 1 % | 2,576 | 1 % | 2,604 | 1 % | 2,630 | 1 % | 2,663 | 1 % | 2,725 | 1 % | 2,774 | 1 % | |
| <620 | 630 | - % | 649 | - % | 672 | - % | 692 | - % | 710 | - % | 733 | - % | 764 | - % | 801 | - % | |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % | |
| Weighted Avg FICO | 744 | | 744 | | 744 | | 744 | | 743 | | 743 | | 743 | | 742 | | |
| Loan-To-Value Ratio | | | | | | | | | | | | | | | | | |
| 95.01% and above | \$44,955 | 17 % | \$44,071 | 17 % | \$42,459 | 16 % | \$40,776 | 16 % | \$39,509 | 16 % | \$38,099 | 16 % | \$37,636 | 16 % | \$36,867 | 16 % | |
| 90.01% to 95.00% | 109,227 | 41 % | 109,019 | 42 % | 107,448 | 42 % | 103,336 | 42 % | 103,618 | 42 % | 101,164 | 42 % | 99,303 | 41 % | 96,419 | 42 % | |
| 85.01% to 90.00% | 77,887 | 30 % | 77,121 | 29 % | 75,521 | 29 % | 73,756 | 29 % | 72,132 | 29 % | 69,803 | 29 % | 67,866 | 29 % | 66,226 | 28 % | |
| 85.00% and below | 30,868 | 12 % | 31,803 | 12 % | 32,388 | 13 % | 32,648 | 13 % | 33,003 | 13 % | 32,747 | 13 % | 32,758 | 14 % | 32,341 | 14 % | |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % | |
| Weighted Avg LTV | 93 % | | 93 % | | 93 % | | 93 % | | 93 % | | 93 % | | 93 % | | 93 % | | |
| Debt-To-Income Ratio | | | | | | | | | | | | | | | | | |
| 45.01% and above | \$53,440 | 20 % | \$51,810 | 20 % | \$48,990 | 19 % | \$46,049 | 18 % | \$43,831 | 18 % | \$40,846 | 17 % | \$38,763 | 16 % | \$36,428 | 16 % | |
| 38.01% to 45.00% | 93,871 | 36 % | 93,228 | 35 % | 91,671 | 36 % | 89,768 | 36 % | 87,816 | 35 % | 85,226 | 35 % | 83,194 | 35 % | 80,741 | 35 % | |
| 38.00% and below | 115,626 | 44 % | 116,976 | 45 % | 117,155 | 45 % | 116,699 | 46 % | 116,815 | 47 % | 115,741 | 48 % | 115,606 | 49 % | 114,684 | 49 % | |
| Total Primary | \$262,937 | 100 % | \$262,014 | 100 % | \$257,816 | 100 % | \$252,516 | 100 % | \$248,262 | 100 % | \$241,813 | 100 % | \$237,563 | 100 % | \$231,853 | 100 % | |
| Weighted Avg DTI | 38 % | | 38 % | | 38 % | | 38 % | | 37 % | | 37 % | | 37 % | | 37 % | | |
| Primary persistency rate | 86 % | | 84 % | | 84 % | | 85 % | | 86 % | | 82 % | | 80 % | | 76 % | | |
| Avg loan size (thousands) | \$270 | | \$268 | | \$265 | | \$262 | | \$259 | | \$255 | | \$251 | | \$246 | | |

⁽¹⁾Loans with unknown FICO scores are included in the 660-679 category.

Direct Risk In-Force (RIF) Metrics
 Excludes run-off business, which is immaterial to our results
 (amounts in millions)

| | 2023 | | | | | | | | 2022 | | | | | | | |
|-----------------------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|
| | 4Q | | 3Q | | 2Q | | 1Q | | 4Q | | 3Q | | 2Q | | 1Q | |
| | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF |
| Total Direct Product | | | | | | | | | | | | | | | | |
| Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |
| Pool | 69 | - % | 70 | - % | 73 | - % | 76 | - % | 79 | - % | 84 | - % | 89 | - % | 97 | - % |
| Total | \$67,598 | 100 % | \$67,126 | 100 % | \$65,787 | 100 % | \$64,182 | 100 % | \$62,870 | 100 % | \$61,208 | 100 % | \$60,000 | 100 % | \$58,392 | 100 % |
| Primary Only | | | | | | | | | | | | | | | | |
| Origination | | | | | | | | | | | | | | | | |
| Purchase | \$60,497 | 90 % | \$59,640 | 89 % | \$57,891 | 88 % | \$55,870 | 87 % | \$54,165 | 86 % | \$52,134 | 85 % | \$50,449 | 84 % | \$48,326 | 83 % |
| Refinance | 7,032 | 10 % | 7,416 | 11 % | 7,823 | 12 % | 8,236 | 13 % | 8,626 | 14 % | 8,990 | 15 % | 9,462 | 16 % | 9,969 | 17 % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |
| Payment Type | | | | | | | | | | | | | | | | |
| Monthly | \$61,083 | 90 % | \$60,498 | 90 % | \$59,018 | 90 % | \$57,289 | 89 % | \$55,879 | 89 % | \$54,247 | 89 % | \$52,896 | 88 % | \$51,153 | 88 % |
| Single | 5,957 | 9 % | 6,050 | 9 % | 6,175 | 9 % | 6,284 | 10 % | 6,370 | 10 % | 6,324 | 10 % | 6,449 | 11 % | 6,561 | 11 % |
| Other ⁽¹⁾ | 489 | 1 % | 508 | 1 % | 521 | 1 % | 533 | 1 % | 542 | 1 % | 553 | 1 % | 566 | 1 % | 581 | 1 % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |
| Book Year | | | | | | | | | | | | | | | | |
| 2008 and prior | \$1,449 | 2 % | \$1,510 | 2 % | \$1,581 | 2 % | \$1,643 | 3 % | \$1,699 | 3 % | \$1,764 | 3 % | \$1,867 | 3 % | \$1,991 | 3 % |
| 2009-2015 | 881 | 1 % | 1,004 | 2 % | 1,138 | 2 % | 1,238 | 2 % | 1,341 | 2 % | 1,449 | 2 % | 1,630 | 3 % | 1,848 | 3 % |
| 2016 | 1,248 | 2 % | 1,327 | 2 % | 1,418 | 2 % | 1,538 | 2 % | 1,681 | 3 % | 1,805 | 3 % | 1,964 | 3 % | 2,147 | 4 % |
| 2017 | 1,403 | 2 % | 1,471 | 2 % | 1,549 | 2 % | 1,632 | 3 % | 1,708 | 3 % | 1,792 | 3 % | 1,922 | 3 % | 2,084 | 4 % |
| 2018 | 1,476 | 2 % | 1,535 | 2 % | 1,601 | 3 % | 1,672 | 3 % | 1,736 | 3 % | 1,806 | 3 % | 1,922 | 3 % | 2,092 | 4 % |
| 2019 | 3,544 | 5 % | 3,678 | 5 % | 3,831 | 6 % | 3,989 | 6 % | 4,143 | 7 % | 4,313 | 7 % | 4,575 | 8 % | 4,935 | 8 % |
| 2020 | 11,687 | 17 % | 12,228 | 18 % | 12,827 | 20 % | 13,484 | 21 % | 14,158 | 22 % | 14,891 | 25 % | 15,763 | 26 % | 16,506 | 28 % |
| 2021 | 17,846 | 27 % | 18,524 | 28 % | 19,245 | 29 % | 19,917 | 31 % | 20,418 | 32 % | 20,848 | 34 % | 21,384 | 36 % | 21,959 | 38 % |
| 2022 | 14,907 | 22 % | 15,129 | 23 % | 15,392 | 23 % | 15,647 | 24 % | 15,907 | 25 % | 12,456 | 20 % | 8,884 | 15 % | 4,625 | 8 % |
| 2023 | 13,078 | 20 % | 10,652 | 16 % | 7,132 | 11 % | 3,346 | 5 % | 0 | - % | 0 | - % | 0 | - % | 0 | - % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |

⁽¹⁾Includes loans with annual and split payment types.

Direct Risk In-Force (RIF) Metrics
 Excludes run-off business, which is immaterial to our results
 (amounts in millions)

| | 2023 | | | | | | | | 2022 | | | | | | | |
|-----------------------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|-----------------|--------------|
| | 4Q | | 3Q | | 2Q | | 1Q | | 4Q | | 3Q | | 2Q | | 1Q | |
| | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF | RIF | % of RIF |
| FICO Scores | | | | | | | | | | | | | | | | |
| Over 760 | \$28,363 | 42 % | \$28,014 | 42 % | \$27,305 | 42 % | \$26,480 | 41 % | \$25,807 | 41 % | \$24,965 | 41 % | \$24,252 | 40 % | \$23,326 | 40 % |
| 740 - 759 | 11,096 | 17 % | 11,009 | 17 % | 10,749 | 16 % | 10,418 | 16 % | 10,154 | 16 % | 9,806 | 16 % | 9,559 | 16 % | 9,267 | 16 % |
| 720 - 739 | 9,621 | 14 % | 9,553 | 14 % | 9,368 | 14 % | 9,126 | 14 % | 8,931 | 14 % | 8,656 | 14 % | 8,464 | 14 % | 8,224 | 14 % |
| 700 - 719 | 7,623 | 11 % | 7,615 | 12 % | 7,516 | 12 % | 7,406 | 12 % | 7,317 | 12 % | 7,200 | 12 % | 7,129 | 12 % | 6,974 | 12 % |
| 680 - 699 | 5,557 | 8 % | 5,582 | 8 % | 5,543 | 9 % | 5,481 | 9 % | 5,428 | 9 % | 5,356 | 9 % | 5,329 | 9 % | 5,334 | 9 % |
| 660 - 679 ⁽¹⁾ | 2,908 | 4 % | 2,901 | 4 % | 2,850 | 4 % | 2,809 | 4 % | 2,767 | 5 % | 2,739 | 4 % | 2,728 | 5 % | 2,715 | 5 % |
| 640 - 659 | 1,565 | 3 % | 1,569 | 2 % | 1,558 | 2 % | 1,549 | 3 % | 1,540 | 2 % | 1,541 | 3 % | 1,547 | 3 % | 1,550 | 3 % |
| 620 - 639 | 635 | 1 % | 647 | 1 % | 653 | 1 % | 660 | 1 % | 665 | 1 % | 672 | 1 % | 687 | 1 % | 699 | 1 % |
| <620 | 161 | - % | 166 | - % | 172 | - % | 177 | - % | 182 | - % | 187 | - % | 196 | - % | 206 | - % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |
| Loan-To-Value Ratio | | | | | | | | | | | | | | | | |
| 95.01% and above | \$12,878 | 19 % | \$12,595 | 19 % | \$12,086 | 18 % | \$11,545 | 18 % | \$11,136 | 18 % | \$10,809 | 18 % | \$10,647 | 18 % | \$10,379 | 18 % |
| 90.01% to 95.00% | 31,781 | 47 % | 31,696 | 47 % | 31,220 | 48 % | 30,589 | 48 % | 30,079 | 48 % | 29,379 | 48 % | 28,838 | 48 % | 27,987 | 48 % |
| 85.01% to 90.00% | 19,163 | 28 % | 18,945 | 28 % | 18,518 | 28 % | 18,054 | 28 % | 17,621 | 28 % | 17,019 | 28 % | 16,517 | 27 % | 16,062 | 27 % |
| 85.00% and below | 3,707 | 6 % | 3,820 | 6 % | 3,890 | 6 % | 3,918 | 6 % | 3,955 | 6 % | 3,917 | 6 % | 3,909 | 7 % | 3,947 | 7 % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |
| Debt-To-Income Ratio | | | | | | | | | | | | | | | | |
| 45.01% and above | \$13,830 | 20 % | \$13,369 | 20 % | \$12,589 | 19 % | \$11,782 | 18 % | \$11,176 | 18 % | \$10,393 | 17 % | \$9,843 | 16 % | \$9,227 | 16 % |
| 38.01% to 45.00% | 24,072 | 36 % | 23,846 | 36 % | 23,378 | 36 % | 22,830 | 36 % | 22,268 | 35 % | 21,603 | 35 % | 21,058 | 35 % | 20,392 | 35 % |
| 38.00% and below | 29,627 | 44 % | 29,841 | 44 % | 29,747 | 45 % | 29,494 | 46 % | 29,347 | 47 % | 29,126 | 48 % | 29,010 | 49 % | 28,676 | 49 % |
| Total Primary | \$67,529 | 100 % | \$67,056 | 100 % | \$65,714 | 100 % | \$64,106 | 100 % | \$62,791 | 100 % | \$61,124 | 100 % | \$59,911 | 100 % | \$58,295 | 100 % |

⁽¹⁾Includes loans with annual and split payment types.

Delinquency Metrics
Primary metrics exclude run-off business, which is immaterial to our results
(dollar amounts in thousands)

| | 2023 | | | | 2022 | | | |
|--|------------------|------------------|------------------|-------------------|------------------|-------------------|-------------------|-------------------|
| | 4Q | 3Q | 2Q | 1Q | 4Q | 3Q | 2Q | 1Q |
| Average Paid Claim⁽¹⁾ | \$42.9 | \$46.8 | \$46.6 | \$46.9 | \$48.7 | \$42.2 | \$50.1 | \$51.6 |
| Reserves: | | | | | | | | |
| Direct primary case ⁽²⁾ | \$476,709 | \$459,916 | \$451,506 | \$462,287 | \$479,343 | \$476,063 | \$525,948 | \$590,508 |
| All other ⁽²⁾ | 41,482 | 41,177 | 38,697 | 39,140 | 39,665 | 34,174 | 32,946 | 34,771 |
| Total Reserves | \$518,191 | \$501,093 | \$490,203 | \$501,427 | \$519,008 | \$510,237 | \$558,894 | \$625,279 |
| Beginning Number of Primary Delinquencies | 19,241 | 18,065 | 18,633 | 19,943 | 18,856 | 19,513 | 22,571 | 24,820 |
| New delinquencies | 11,706 | 11,107 | 9,205 | 9,599 | 10,304 | 9,121 | 7,847 | 8,724 |
| Delinquency cures | (10,317) | (9,778) | (9,609) | (10,771) | (9,024) | (9,588) | (10,806) | (10,860) |
| Paid claims | (186) | (147) | (156) | (126) | (190) | (187) | (90) | (107) |
| Rescissions and claim denials | (12) | (6) | (9) | (12) | (3) | (3) | (9) | (6) |
| Ending Number of Primary Delinquencies | 20,432 | 19,241 | 18,065 | 18,633 | 19,943 | 18,856 | 19,513 | 22,571 |
| Primary delinquency rate | 2.10 % | 1.97 % | 1.86 % | 1.93 % | 2.08 % | 1.99 % | 2.06 % | 2.40 % |
| Average Reserve Per Primary Delinquency⁽³⁾ | \$23.3 | \$23.9 | \$25.0 | \$24.8 | \$24.0 | \$25.2 | \$27.0 | \$26.2 |
| Beginning Direct Primary Case Reserves | \$459,916 | \$451,506 | \$462,287 | \$479,343 | \$476,063 | \$525,948 | \$590,508 | \$606,102 |
| Paid claims | (6,919) | (5,691) | (5,832) | (4,915) | (7,566) | (6,130) | (3,274) | (4,221) |
| Change in reserves | 23,712 | 14,101 | (4,949) | (12,141) | 10,846 | (43,755) | (61,286) | (11,373) |
| Ending Direct Primary Case Reserves | \$476,709 | \$459,916 | \$451,506 | \$462,287 | \$479,343 | \$476,063 | \$525,948 | \$590,508 |
| Incurred Losses⁽⁴⁾ | | | | | | | | |
| Current quarter delinquencies ⁽⁵⁾ | \$76,859 | \$71,524 | \$58,414 | \$57,963 | \$58,717 | \$38,696 | \$34,654 | \$39,220 |
| Development of current quarter delinquencies ⁽⁶⁾ | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Prior period development and other ⁽⁷⁾ | (52,487) | (53,677) | (62,484) | (68,947) | (40,620) | (79,005) | (96,217) | (49,666) |
| Total Incurred Losses | \$24,372 | \$17,847 | (\$4,070) | (\$10,984) | \$18,097 | (\$40,309) | (\$61,563) | (\$10,446) |
| Primary Policies in Force (count) | 974,516 | 977,832 | 973,280 | 965,544 | 960,306 | 949,052 | 946,891 | 941,689 |

⁽¹⁾ Average paid claims in the fourth quarter of 2023 and the fourth and third quarters of 2022 include payments in relation to agreements on non-performing loans.

⁽²⁾ Direct primary case excludes loss adjustment expenses (LAE), pool, incurred but not reported (IBNR) and reinsurance reserves. Other includes LAE, IBNR, pool, reinsurance and run-off reserves.

⁽³⁾ Direct primary case reserves divided by primary delinquency count.

⁽⁴⁾ 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.

⁽⁵⁾ Defaulted loans with most recent delinquency notice in the quarter indicated.

⁽⁶⁾ 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.

⁽⁷⁾ Includes LAE, IBNR, pool, reinsurance and run-off reserves.

Missed Payment Status Tables - Direct Primary
Excludes run-off business, which is immaterial to our results
(dollar amounts in millions)

| December 31, 2023 | | | | |
|--|----------------------|----------------------|----------------------|-----------------------------|
| <u>Percentage Reserved by Payment Status</u> | <u>Delinquencies</u> | <u>Case Reserves</u> | <u>Risk In-Force</u> | <u>Reserves as % of RIF</u> |
| 3 payments or less in default | 10,166 | \$88 | \$629 | 14 % |
| 4 - 11 payments in default | 6,934 | 205 | 469 | 44 % |
| 12 payments or more in default | 3,332 | 184 | 200 | 92 % |
| Total | 20,432 | \$477 | \$1,298 | 37 % |

| December 31, 2022 | | | | |
|--|----------------------|----------------------|----------------------|-----------------------------|
| <u>Percentage Reserved by Payment Status</u> | <u>Delinquencies</u> | <u>Case Reserves</u> | <u>Risk In-Force</u> | <u>Reserves as % of RIF</u> |
| 3 payments or less in default | 8,920 | \$69 | \$509 | 14 % |
| 4 - 11 payments in default | 6,466 | 166 | 390 | 43 % |
| 12 payments or more in default | 4,557 | 244 | 248 | 98 % |
| Total | 19,943 | \$479 | \$1,147 | 42 % |

Delinquency Performance - Direct Primary
Excludes run-off business, which is immaterial to our results

| December 31, 2023 | | | | | | | | | | | | |
|---------------------------------|-------------|--------------------------------|--------------|----------------------------------|-------------|--------------------------------|--------------|------------------------|-------------|--------------------------------|--------------|------------------------------|
| Top 10 States | | | | Top 10 MSAs / Metro Divisions | | | | Book Year RIF & Losses | | | | |
| | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | Cum Delq Rate ⁽²⁾ |
| California | 13% | 12% | 2.22% | Phoenix, AZ MSA | 3% | 2% | 2.01% | 2008 and prior | 2% | 18% | 8.61% | 5.56% |
| Texas | 8% | 8% | 2.22% | Chicago-Naperville, IL MD | 3% | 4% | 2.88% | 2009-2015 | 1% | 4% | 4.55% | 0.63% |
| Florida ⁽³⁾ | 8% | 9% | 2.39% | Atlanta, GA MSA | 3% | 3% | 2.40% | 2016 | 2% | 4% | 3.20% | 0.67% |
| New York ⁽⁴⁾ | 5% | 12% | 3.05% | New York, NY MD | 2% | 7% | 3.60% | 2017 | 2% | 5% | 3.59% | 0.87% |
| Illinois ⁽³⁾ | 4% | 6% | 2.61% | Washington-Arlington, DC MD | 2% | 2% | 2.01% | 2018 | 2% | 6% | 4.42% | 1.02% |
| Arizona | 4% | 3% | 1.93% | Houston, TX MSA | 2% | 3% | 2.67% | 2019 | 5% | 8% | 2.77% | 0.85% |
| Michigan | 4% | 3% | 1.94% | Los Angeles-Long Beach, CA MD | 2% | 2% | 2.39% | 2020 | 17% | 15% | 1.70% | 0.90% |
| Georgia | 3% | 3% | 2.23% | Dallas, TX MD | 2% | 2% | 1.92% | 2021 | 27% | 21% | 1.65% | 1.29% |
| North Carolina | 3% | 2% | 1.56% | Riverside-San Bernardino, CA MSA | 2% | 3% | 2.83% | 2022 | 22% | 16% | 1.57% | 1.46% |
| Washington | 3% | 2% | 1.77% | Denver-Aurora-Lakewood, CO MSA | 2% | 1% | 1.12% | 2023 | 20% | 3% | 0.47% | 0.46% |
| All Other States ⁽⁴⁾ | 45% | 40% | 1.92% | All Other MSAs/MDs | 77% | 71% | 2.01% | Total | 100% | 100% | 2.10% | 4.19% |
| Total | 100% | 100% | 2.10% | Total | 100% | 100% | 2.10% | | | | | |

| December 31, 2022 | | | | | | | | | | | | |
|---------------------------------|-------------|--------------------------------|--------------|---|-------------|--------------------------------|--------------|------------------------|-------------|--------------------------------|--------------|------------------------------|
| Top 10 States | | | | Top 10 MSAs / Metro Divisions | | | | Book Year RIF & Losses | | | | |
| | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | | % RIF | % Case Reserves ⁽¹⁾ | Delq Rate | Cum Delq Rate ⁽²⁾ |
| California | 12% | 10% | 2.09% | Chicago-Naperville, IL Metro Division | 3% | 5% | 2.84% | 2008 and prior | 3% | 26% | 9.61% | 5.57% |
| Texas | 8% | 7% | 2.12% | Phoenix, AZ MSA | 3% | 2% | 1.83% | 2009-2014 | 1% | 4% | 5.01% | 0.69% |
| Florida ⁽³⁾ | 8% | 8% | 2.54% | New York, NY Metro Division | 3% | 8% | 3.75% | 2015 | 1% | 3% | 3.61% | 0.71% |
| New York ⁽⁴⁾ | 5% | 13% | 2.95% | Atlanta, GA MSA | 2% | 3% | 2.42% | 2016 | 3% | 6% | 3.17% | 0.81% |
| Illinois ⁽³⁾ | 5% | 6% | 2.54% | Washington-Arlington, DC Metro Division | 2% | 2% | 1.85% | 2017 | 3% | 7% | 3.78% | 1.01% |
| Arizona | 4% | 2% | 1.78% | Houston, TX MSA | 2% | 3% | 2.60% | 2018 | 3% | 8% | 4.63% | 1.18% |
| Michigan | 4% | 3% | 1.79% | Riverside-San Bernardino, CA MSA | 2% | 2% | 2.89% | 2019 | 7% | 11% | 2.71% | 0.83% |
| North Carolina | 3% | 3% | 1.59% | Los Angeles-Long Beach, CA Metro Division | 2% | 2% | 2.18% | 2020 | 22% | 17% | 1.47% | 0.92% |
| Georgia | 3% | 3% | 2.23% | Dallas, TX Metro Division | 2% | 1% | 1.86% | 2021 | 32% | 14% | 1.20% | 1.06% |
| Washington | 3% | 3% | 1.92% | Denver-Aurora-Lakewood, CO MSA | 2% | 1% | 1.12% | 2022 | 26% | 3% | 0.54% | 0.52% |
| All Other States ⁽⁴⁾ | 45% | 42% | 1.94% | All Other MSAs | 77% | 71% | 2.00% | Total | 100% | 100% | 2.08% | 4.26% |
| Total | 100% | 100% | 2.08% | Total | 100% | 100% | 2.08% | | | | | |

⁽¹⁾ Direct primary case reserves exclude pool, loss adjustment expenses, incurred but not reported and reinsurance reserves.
⁽²⁾ 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.
⁽³⁾ Jurisdiction predominantly uses a judicial foreclosure process, which generally increases the amount of time it takes for a foreclosure to be completed.
⁽⁴⁾ Includes the District of Columbia.

Composition of Consolidated Investments at Fair Value
(amounts in thousands)

| | December 31, 2023 | | September 30, 2023 | | June 30, 2023 | | March 31, 2023 | | December 31, 2022 | | September 30, 2022 | | June 30, 2022 | | March 31, 2022 | |
|---|--------------------|-------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|--------------------|-------------|
| | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total | Carrying Amount | % of Total |
| Fixed Maturity Securities: | | | | | | | | | | | | | | | | |
| U.S. treasuries | \$195,129 | 4% | \$147,108 | 3% | \$110,538 | 2% | \$42,709 | 1% | \$44,769 | 1% | \$44,654 | 1% | \$49,668 | 1% | \$56,751 | 1% |
| Municipals | 438,214 | 8% | 407,538 | 8% | 426,528 | 9% | 431,778 | 9% | 419,856 | 9% | 432,229 | 9% | 469,509 | 10% | 508,391 | 10% |
| Non-U.S. government | 11,467 | -% | 11,123 | -% | 11,206 | -% | 9,493 | -% | 9,349 | -% | 9,252 | -% | 21,120 | -% | 21,529 | -% |
| U.S. corporate | 2,723,730 | 52% | 2,557,480 | 52% | 2,509,479 | 51% | 2,679,485 | 54% | 2,646,963 | 54% | 2,639,164 | 54% | 2,742,523 | 56% | 2,882,497 | 57% |
| Non-U.S. corporate | 689,663 | 13% | 655,284 | 13% | 640,050 | 13% | 630,502 | 13% | 652,844 | 13% | 647,063 | 14% | 618,710 | 13% | 629,795 | 12% |
| Residential MBS | 10,755 | -% | 10,233 | -% | 9,474 | -% | 10,344 | -% | 11,043 | -% | 11,743 | -% | 0 | -% | 0 | -% |
| Other asset-backed | 1,197,183 | 23% | 1,201,926 | 24% | 1,207,764 | 25% | 1,125,316 | 23% | 1,100,036 | 23% | 1,093,777 | 22% | 1,007,832 | 20% | 994,121 | 20% |
| Total available-for-sale fixed maturity securities | \$5,266,141 | 100% | \$4,990,692 | 100% | \$4,915,039 | 100% | \$4,929,627 | 100% | \$4,884,760 | 100% | \$4,877,902 | 100% | \$4,909,362 | 100% | \$5,093,084 | 100% |
| Fixed Maturity Securities - Credit Quality | | | | | | | | | | | | | | | | |
| NRSRO⁽¹⁾ Designation | | | | | | | | | | | | | | | | |
| AAA | \$546,251 | 10% | \$526,053 | 11% | \$625,921 | 13% | \$513,462 | 10% | \$492,318 | 10% | \$503,574 | 10% | \$441,105 | 9% | \$432,633 | 9% |
| AA | 1,047,379 | 20% | 970,649 | 19% | 821,456 | 17% | 779,674 | 16% | 761,883 | 16% | 771,698 | 16% | 798,828 | 16% | 839,185 | 16% |
| A | 1,721,779 | 33% | 1,645,093 | 33% | 1,633,133 | 33% | 1,684,218 | 34% | 1,666,409 | 34% | 1,699,803 | 35% | 1,686,644 | 34% | 1,736,936 | 34% |
| BBB | 1,851,592 | 35% | 1,742,018 | 35% | 1,741,647 | 35% | 1,856,810 | 38% | 1,862,534 | 38% | 1,790,168 | 37% | 1,855,964 | 38% | 1,936,838 | 38% |
| BB & Lower | 89,140 | 2% | 105,979 | 2% | 92,882 | 2% | 85,483 | 2% | 101,516 | 2% | 112,659 | 2% | 129,801 | 3% | 147,492 | 3% |
| Total fixed maturity securities | \$5,266,141 | 100% | \$4,990,692 | 100% | \$4,915,039 | 100% | \$4,929,627 | 100% | \$4,884,760 | 100% | \$4,877,902 | 100% | \$4,909,362 | 100% | \$5,093,084 | 100% |
| Average duration | 3.5 | | 3.5 | | 3.7 | | 3.6 | | 3.6 | | 3.7 | | 3.8 | | 3.8 | |
| Average book yield | 3.6% | | 3.5% | | 3.4% | | 3.2% | | 3.1% | | 3.0% | | 2.8% | | 2.7% | |

⁽¹⁾Nationally Recognized Statistical Rating Organizations.

Third Party Ceded Reinsurance Transaction Summary
(amounts in millions)

| | Insurance Linked Notes | | | | Reinsurance - Excess of Loss ⁽¹⁾ | | | | | | | | Reinsurance - Quota Share ⁽²⁾ | |
|---|-----------------------------------|--------------------------|-------------------------|-------------------------|---|-------------------------------|---------------------------------|---------------------------------|--------------------------|--------------------------|-------------------------|---------------------------------|--|--|
| | 2021-1 ILN 1/14-12/18, 4/19 | 2021-2 ILN 9/20-12/20 | 2021-3 ILN 1/21-6/21 | 2023-1 ILN 7/22-6/23 | 2020 XOL Full Year 2020 | 2021 XOL Full Year 2021 | 2022-1 XOL Full Year 2022 | 2022-2 XOL Full Year 2022 | 2022-3 XOL 7/21-12/21 | 2022-4 XOL 7/21-12/21 | 2022-5 XOL 1/22-6/22 | 2023-1 XOL Full Year 2023 | 2023-1 QSR Full Year 2023 | |
| At Closing | | | | | | | | | | | | | | |
| Initial Risk In-Force | \$14,142 | \$8,384 | \$12,141 | \$7,288 | \$23,047 | \$22,373 | \$15,400 | \$15,400 | \$10,550 | \$10,550 | \$8,547 | \$11,991 | \$11,991 | |
| Initial Reinsurance Amount / Ceded RIF ⁽³⁾ | \$495 | \$303 | \$372 | \$248 | \$168 | \$206 | \$196 | \$25 | \$289 | \$36 | \$201 | \$180 | \$1,934 | |
| Initial First Loss Retention Layer | \$212 | \$189 | \$304 | \$244 | \$691 | \$671 | \$462 | \$365 | \$317 | \$264 | \$256 | \$360 | na | |
| Initial Attachment % ⁽⁴⁾ | 1.50% | 2.25% | 2.50% | 3.35% | 3.00% | 3.00% | 3.00% | 2.50% | 3.00% | 2.50% | 3.00% | 3.00% | na | |
| Initial Detachment % ⁽⁵⁾ | 5.00% | 7.00% | 6.75% | 6.75% | 7.00% | 7.00% | 6.99% | 3.00% | 7.00% | 3.00% | 7.00% | 6.25% | na | |
| % Of Covered Loss Tier Reinsured | 100.00% | 76.00% | 72.00% | 100.00% | 18.25% | 23.00% | 31.92% | 31.92% | 68.45% | 68.45% | 58.80% | 46.19% | 16.13% | |
| Commencement Date | 03/02/21 | 04/16/21 | 09/02/21 | 11/15/23 | 01/01/20 | 01/01/21 | 01/01/22 | 01/01/22 | 03/01/22 | 03/01/22 | 09/01/22 | 01/01/23 | 04/01/23 | |
| Termination Date | 08/25/33 | 10/25/33 | 02/25/34 | 11/25/33 | 12/31/30 | 12/31/31 | 12/31/32 | 12/31/32 | 12/31/31 | 12/31/31 | 12/31/32 | 12/31/33 | 04/01/34 | |
| Optional Call Date | 02/25/26 | 04/25/28 | 08/25/28 | 11/27/28 | 06/30/27 | 06/30/28 | 12/31/29 | 12/31/29 | 12/31/28 | 12/31/28 | 01/01/30 | 12/31/30 | 12/31/36 | |
| 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% | na | |
| As of December 31, 2023 | | | | | | | | | | | | | | |
| Current Risk In-Force ⁽⁶⁾ | \$4,187 | \$5,038 | \$8,517 | \$7,179 | \$11,619 | \$17,888 | \$14,438 | \$14,438 | \$8,885 | \$8,885 | \$7,767 | \$11,991 | \$11,991 | |
| Current Reinsured Amount / Ceded RIF ⁽³⁾ | \$66 | \$178 | \$257 | \$248 | \$20 | \$136 | \$196 | \$25 | \$223 | \$36 | \$193 | \$164 | \$1,934 | |
| PMIERS Required Asset Credit ⁽⁷⁾ | \$62 | \$123 | \$210 | \$234 | \$19 | \$130 | \$188 | \$24 | \$215 | \$35 | \$186 | \$168 | \$130 | |
| Current Attachment % ⁽⁴⁾ | 5.94% | 3.73% | 3.55% | 3.40% | 5.93% | 3.79% | 3.19% | 2.66% | 3.56% | 2.96% | 3.29% | 3.00% | na | |
| Current Detachment % ⁽⁵⁾ | 6.63% | 8.38% | 7.75% | 6.85% | 6.87% | 7.12% | 7.44% | 3.19% | 7.23% | 3.56% | 7.52% | 6.25% | na | |
| Enact Claims Paid | \$1 | \$0 | \$1 | \$0 | \$2 | \$2 | \$1 | \$1 | \$1 | \$1 | \$1 | \$0 | \$0 | |
| Incurred Losses Ever To Date ⁽⁸⁾ | \$24 | \$30 | \$45 | \$11 | \$72 | \$103 | \$78 | \$78 | \$53 | \$53 | \$46 | \$12 | \$12 | |
| Remaining First Loss Retention Layer | \$211 | \$189 | \$303 | \$244 | \$699 | \$670 | \$461 | \$364 | \$316 | \$263 | \$256 | \$360 | na | |
| Reinsurer Claims Paid | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | |

⁽¹⁾ Excess of loss (XOL) and quota share (QSR) transactions are with panels of U.S. and global reinsurers.
⁽²⁾ The initial reinsurance amount for insurance linked notes and excess of loss reinsurance reflects the total loss coverage; Ceded RIF reflects the RIF associated with quota share reinsurance which is subject to annual and life loss ratio limits.
⁽³⁾ 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.
⁽⁴⁾ The total primary risk in force is \$67.5B and the total current risk in force covered by a CRT is \$60.7B.
⁽⁵⁾ Current PMIERS required asset credit considers the counterparty credit haircut.
⁽⁶⁾ Incurred losses ever to date shown does not include IBNR or loss adjustment expenses.
 Definitions: CRT = Credit Risk Transfer; RIF = Risk In Force; XOL = Excess Of Loss; ILN = Insurance Linked Note

Capital & PMIERs
(dollar amounts in millions)

| | 2023 | | | | 2022 | | | |
|---|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | 4Q | 3Q | 2Q | 1Q | 4Q | 3Q | 2Q | 1Q |
| COMBINED STAT: | | | | | | | | |
| Statutory policyholders' surplus | \$1,085 | \$1,134 | \$1,088 | \$1,193 | \$1,136 | \$1,348 | \$1,277 | \$1,442 |
| Contingency reserves | 3,960 | 3,923 | 3,800 | 3,679 | 3,551 | 3,424 | 3,297 | 3,168 |
| Combined statutory capital | \$5,045 | \$5,057 | \$4,888 | \$4,872 | \$4,687 | \$4,772 | \$4,574 | \$4,610 |
| Adjusted RIF ⁽¹⁾ | \$58,277 | \$58,622 | \$57,671 | \$61,546 | \$60,061 | \$58,542 | \$57,407 | \$55,512 |
| Combined risk-to-capital ratio ("RTC") | 11.6 | 11.6 | 11.8 | 12.6 | 12.8 | 12.3 | 12.6 | 12.0 |
| EMICO⁽²⁾ STAT: | | | | | | | | |
| Statutory policyholders' surplus | \$1,026 | \$1,076 | \$1,030 | \$1,141 | \$1,084 | \$1,296 | \$1,226 | \$1,390 |
| Contingency reserves | 3,953 | 3,917 | 3,795 | 3,675 | 3,548 | 3,422 | 3,294 | 3,167 |
| EMICO statutory capital | \$4,979 | \$4,993 | \$4,825 | \$4,816 | \$4,632 | \$4,718 | \$4,520 | \$4,557 |
| Adjusted RIF ⁽¹⁾ | \$57,788 | \$58,150 | \$57,222 | \$61,123 | \$59,663 | \$58,233 | \$57,169 | \$55,321 |
| EMICO risk-to-capital ratio | 11.6 | 11.6 | 11.9 | 12.7 | 12.9 | 12.3 | 12.6 | 12.1 |
| PMIERs Available Assets⁽³⁾ | \$5,006 | \$5,268 | \$5,093 | \$5,357 | \$5,206 | \$5,292 | \$5,147 | \$5,222 |
| PMIERs Minimum Required Assets | (\$3,119) | (\$3,251) | (\$3,135) | (\$3,259) | (\$3,156) | (\$3,043) | (\$3,100) | (\$2,961) |
| Available Assets Above PMIERs Requirements⁽³⁾ | \$1,887 | \$2,017 | \$1,958 | \$2,098 | \$2,050 | \$2,249 | \$2,047 | \$2,261 |
| PMIERs Sufficiency Ratio⁽³⁾ | 161 % | 162 % | 162 % | 164 % | 165 % | 174 % | 166 % | 176 % |

⁽¹⁾ Adjusted RIF for purposes of calculating 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.

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

⁽³⁾ 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. The PMIERs sufficiency ratios for the four quarters of 2022 do not take into consideration the impact of restrictions previously imposed by the government-sponsored enterprises on EMICO.

