



Third Quarter 2015 Results

October 30th, 2015



Forward-Looking and Non-IFRS Statements

Public communications, including oral or written communications such as this document, relating to Genworth MI Canada Inc. (the “Company”, “Genworth Canada” or “MIC”) often contain certain forward-looking statements. These forward-looking statements include, but are not limited to, statements with respect to the Company’s future operating and financial results, expectations regarding premiums written, losses on claims and investment income, the Canadian housing market, and other statements that are not historical facts. These forward-looking statements may be identified by their use of words such as “may”, “would”, “could”, “will,” “intend”, “plan”, “anticipate”, “believe”, “seek”, “propose”, “estimate”, “expect”, and similar expressions. These statements are based on the Company’s current assumptions, including assumptions regarding economic, global, political, business, competitive, market and regulatory matters. These forward-looking statements are inherently subject to significant risks, uncertainties and changes in circumstances, many of which are beyond the control of the Company. The Company’s actual results may differ materially from those expressed or implied by such forward-looking statements, including as a result of changes in the facts underlying the Company’s assumptions, and the other risks described in the Company’s Annual Information Form dated March 23, 2015, its Short Form Base Shelf Prospectus dated June 18, 2014, the Prospectus Supplements thereto, its most recently issued Management’s Discussion and Analysis and all documents incorporated by reference in such documents. Management’s current views regarding the Company’s financial outlook are stated as of the date hereof and may not be appropriate for other purposes. Other than as required by applicable laws, the Company undertakes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future developments or otherwise.

To supplement its financial statements, the Company uses select non-IFRS financial measures. Non-IFRS financial measures include net operating income, interest and dividend income (net of investment expenses), operating earnings per common share (basic), operating earnings per common share (diluted), shareholders’ equity excluding accumulated other comprehensive income (“AOCI”), operating return on equity and underwriting ratios such as loss ratio, expense ratio and combined ratio. The Company believes that these non-IFRS financial measures provide meaningful supplemental information regarding its performance and may be useful to investors because they allow for greater transparency with respect to key metrics used by management in its financial and operational decision making. Non-IFRS measures do not have standardized meanings and are unlikely to be comparable to any similar measures presented by other companies. These measures are defined in the Company’s glossary, which is posted on the Company’s website at <http://investor.genworthmicanada.ca>. A reconciliation from non-IFRS financial measures to the most readily comparable measures calculated in accordance with IFRS, where applicable can be found in the Company’s most recent management’s discussion and analysis, which is posted on the Company’s website and is also available at www.sedar.com.

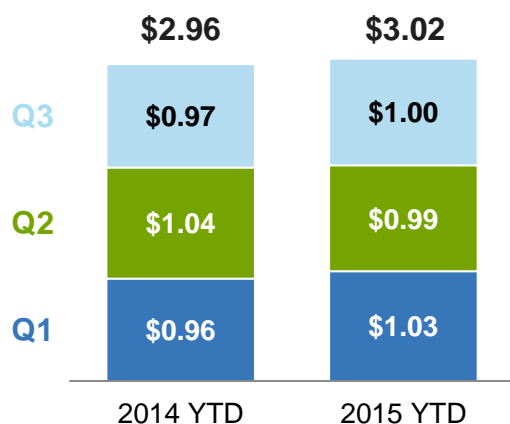
Q3 2015 financial results

\$MM except ROE, EPS and MCT	Q3 2015	Q2 2015	Q3 2014	Q/Q	Y/Y
Premiums written	\$260	\$205	\$217	+27%	+20%
Loss ratio	21%	17%	21%	+4 pts	Flat
Net Operating Income	\$92	\$92	\$93	Flat	Flat
Operating ROE	12%	12%	12%	Flat	Flat
Operating EPS (diluted)	\$1.00	\$0.99	\$0.97	+1%	+3%
MCT ¹	227%	231%	224%	-4 pts	+3 pts

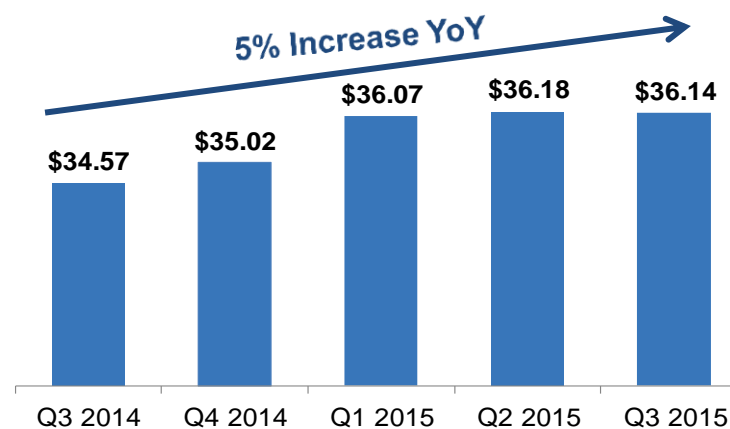
Highlights

- Strong top line growth of +20% Y/Y
- Loss ratio of 21%
- Operating income flat Q/Q
- Consistent ROE performance
- Ongoing capital strength
- Q4 dividend increase of 8% to \$0.42 per share

Operating EPS (diluted)



Book Value Per Share (diluted, including AOCI)

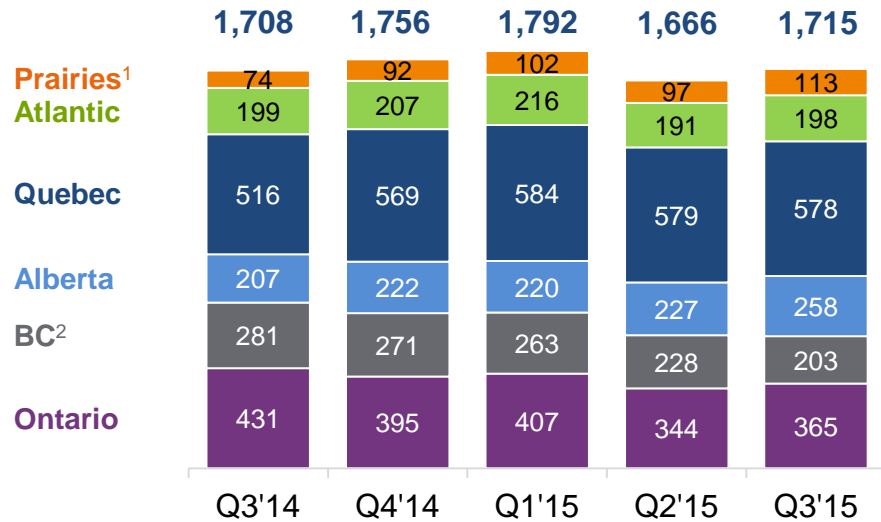


¹ 3Q15 based on company estimate.

Stable delinquency trend

Outstanding Delinquencies

Relatively flat YoY →



Highlights

- Delinquencies up 3% Q/Q, primarily reflecting seasonality
- Modest increase in Alberta and Ontario delinquencies
- Delinquency rates relatively flat over the past year

Based on reported outstanding balances

Delinquency Rates ³	Q4'14	Q1'15	Q2'15	Q3'15 ⁴
Transactional	0.30%	0.31%	0.29%	n.a.
Portfolio	0.09%	0.08%	0.07%	n.a.
Total	0.22%	0.22%	0.20%	n.a.

¹ Prairies include MB and SK. ² BC includes the Territories. ³ Delinquency rates are based on outstanding insured mortgages as at the end of the quarter and exclude delinquencies that have been incurred but not reported. ⁴ Outstanding mortgage insured balances are reported on a one quarter lag.

Q3 2015 Genworth's served market

City	Average Home Price			Average Income	Average Gross Debt Servicing	Average Credit Score
	Genworth	Market	% Variance	Genworth	Genworth	Genworth
Vancouver	\$519K	\$881K	-41%	\$125K	28%	754
Toronto	\$472K	\$626K	-25%	\$107K	29%	750
Calgary	\$425K	\$454K	-6%	\$109K	27%	749
Montreal	\$280K	\$340K	-18%	\$86K	25%	750
Rest of Canada	\$297K	\$376K	-21%	\$95K	23%	742
Canada	\$328K	\$442K	-26%	\$97K	24%	744

Note: Q3'15 data; Genworth averages for purchase deals only, market averages from CREA; market "Rest of Canada" calculated by using weighted averages of CREA cities

**GENWORTH'S AVERAGE HOME PRICE ~26% LOWER THAN MARKET AVERAGE...
STRONG CREDIT PROFILE WITH AVERAGE CREDIT SCORE OF 744**

Solid financial performance

(\$MM except EPS and BVPS)	Q3'15	Q2'15	Q3'14
Transactional premiums written	\$236	\$183	\$191
Portfolio premiums written	24	22	25
Premiums written	\$260	\$205	\$217
Premiums earned	148	144	140
Losses on claims	(31)	(25)	(30)
Expenses	(28)	(29)	(24)
Underwriting income	\$89	\$90	\$87
Investment income (excl. realized gains / losses)	42	42	43
Net operating Income	\$92	\$92	\$93
Diluted operating EPS	\$1.00	\$0.99	\$0.97
Book value per share (diluted, incl. AOCI)	\$36.14	\$36.18	\$34.57

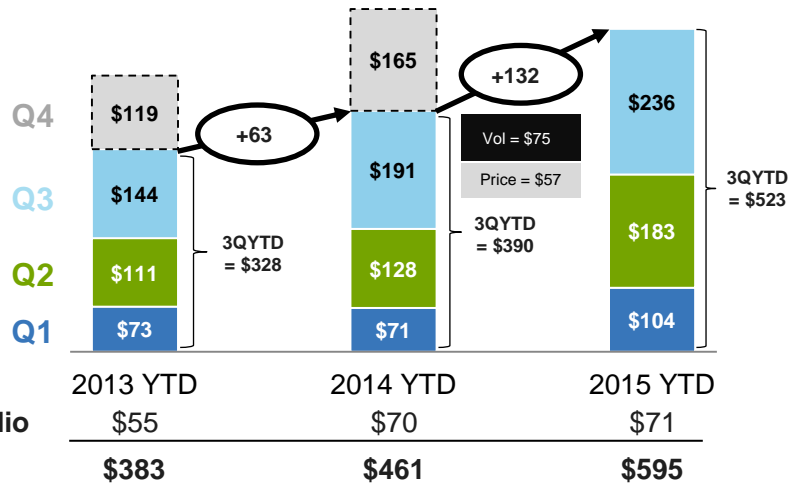
Highlights

- Premiums Written higher by 20% Y/Y primarily due to market penetration and 2014 & 2015 premium rate increases
- Premiums Earned increased by 3% Q/Q and 5% Y/Y as a result of the larger recent books
- Loss ratio of 21%, up 4 pts Q/Q consistent with typical seasonality
- Consistent investment income Q/Q
- Core operating income flat Q/Q
- Book value per share up 5% Y/Y

Strong premiums written growth

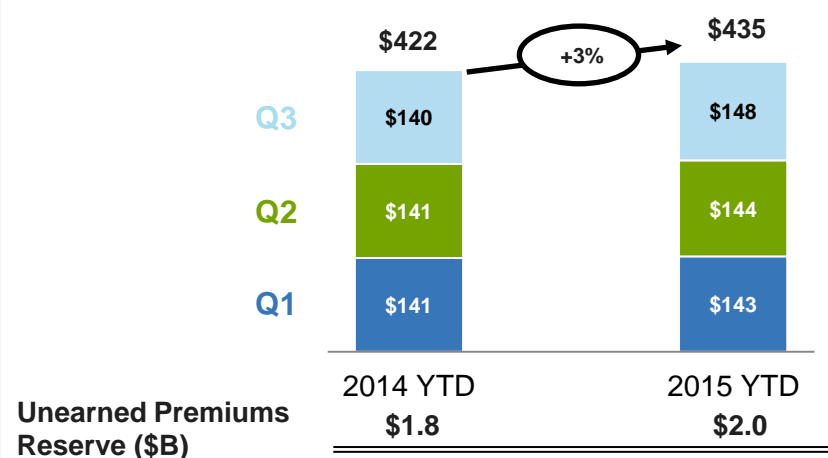
Transactional Premiums Written

(\$ millions)



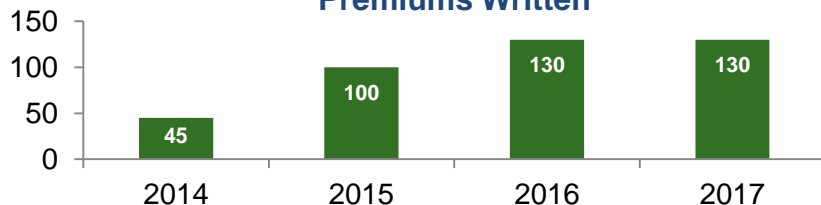
Premiums Earned

(\$ millions)

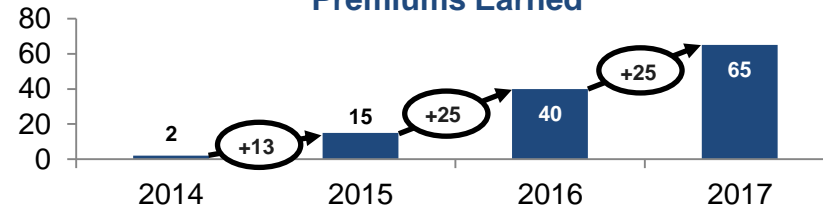


Cumulative Impact of 2014 & 2015 Price Increases¹ - (\$ millions)

Premiums Written



Premiums Earned

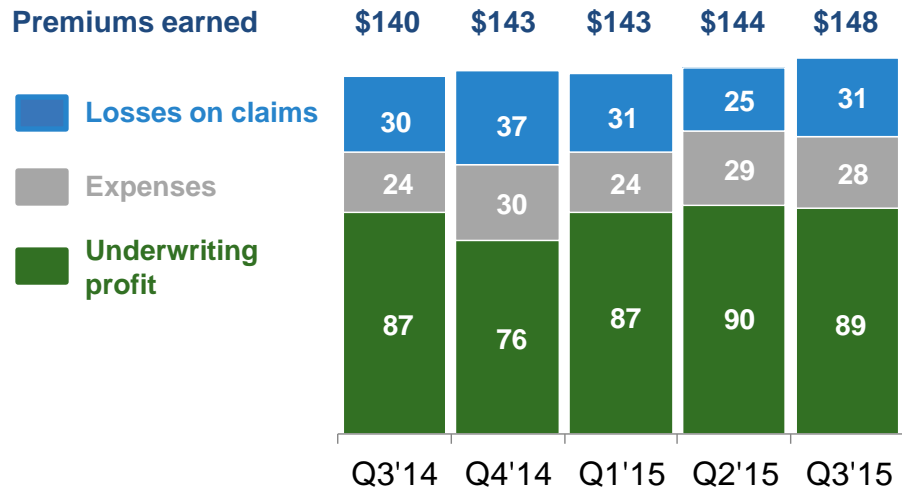


¹ Based on 2014 & 2015 price increases, assuming \$22 billion of Transactional NIW, consistent with 2014 actual results.

PREMIUMS WRITTEN INCREASE PROVIDES TAILWIND FOR PREMIUMS EARNED

Solid underwriting profitability

Underwriting Profitability (\$millions)



Loss ratio	21%	26%	22%	17%	21%
Expense ratio	17%	21%	17%	20%	19%
Combined ratio	38%	47%	39%	37%	40%
New delinquencies net of cures	412	489	432	319	440

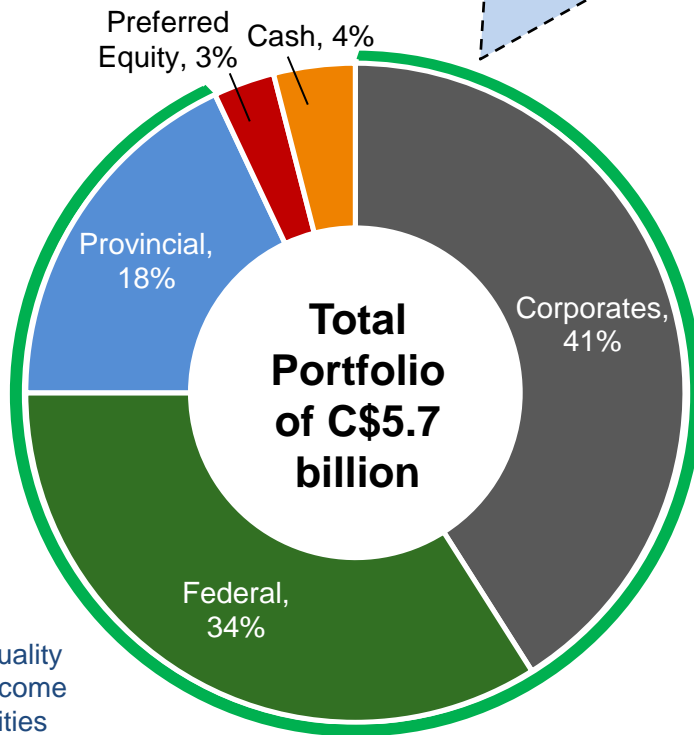
Highlights

- Consistently strong underwriting performance
- YTD loss ratio of 20% at bottom of full year loss ratio target range of 20 to 30%
- New delinquencies net of cures normalized in Q3 from seasonal low in Q2
 - Modest increase in the number of new delinquencies in Alberta
- Expense ratio of 19% in line with target

Investments contribute steady income

Total Invested Assets

Fixed income rating distribution:
 AAA = 43%
 AA = 20%
 A = 27%
 BBB = 10%



Highlights

- Focus on high quality investments
 - 93%¹ of the portfolio is fixed income, 100% of which is Investment Grade
- Low rate environment continues to pressure investment yield

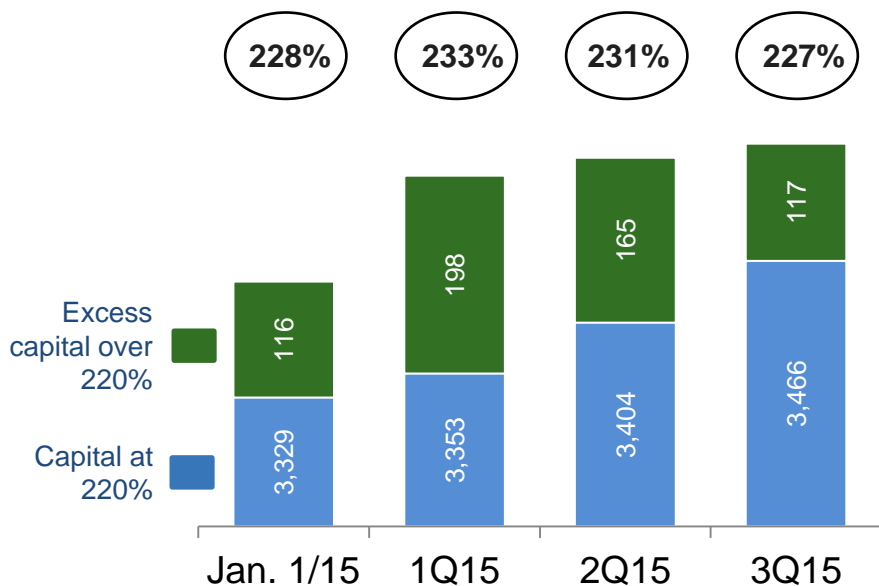
	Portfolio
Invested assets and cash (market value)	\$5.7 billion
Pre-tax yield ²	3.3%
Duration	3.8 years

¹ Market value, includes CLOs. ² Pre-tax equivalent book yield after dividend gross-up of general portfolio (as at September 30, 2015).

Strong capital position

Minimum Capital Test Ratio (MCT)

(amounts in C\$, MCT in %) ^{1,2}



Holdco cash ³	Jan. 1/15	1Q15	2Q15	3Q15
	\$143M	\$158M	\$105M	\$120M

Highlights

- Increased dividend in Q3'15 by 8% to \$0.42 per share
- Holding company cash and liquid securities of \$120 million
- Intend to operate moderately above the 220% MCT holding target
- Focused on deploying capital to support organic growth opportunities

¹ MCT denotes ratio for operating insurance company.

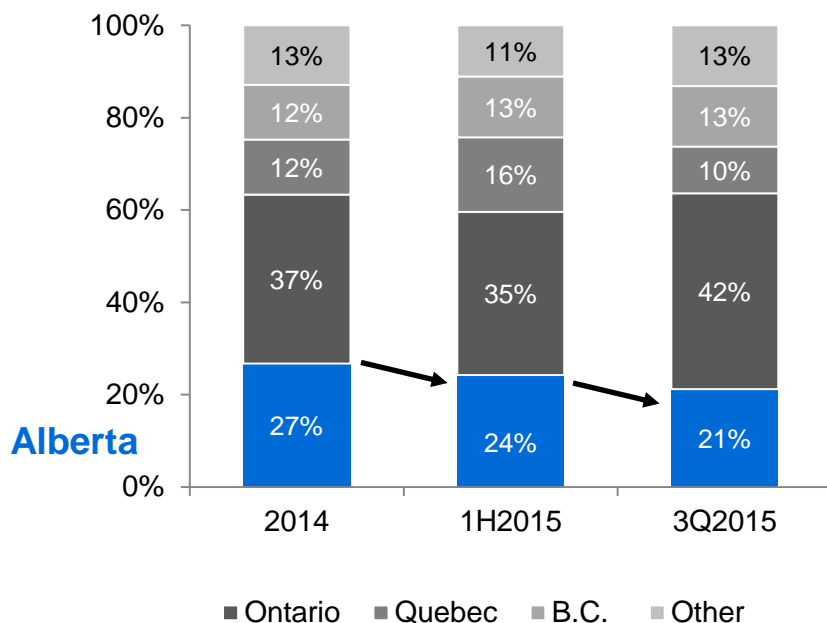
² 3Q15 MCT based on company estimate.

³ Represents capital in addition to capital in operating insurance company.

BALANCING CAPITAL STRENGTH, FLEXIBILITY AND EFFICIENCY

Alberta: Proactive risk management

Regional NIW Dispersion (Transactional)¹



Highlights

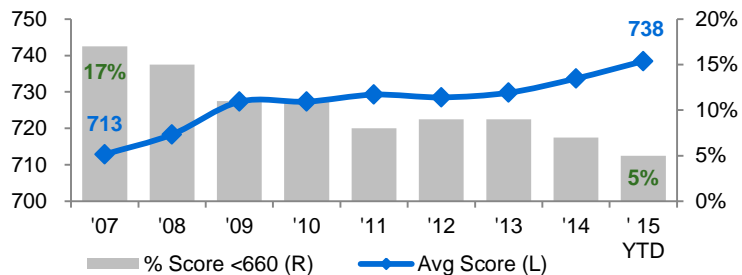
- Underwriting actions resulting in smaller but better quality Alberta portfolio in 2015
- Reduced exposure to areas in Alberta that are more dependent on oil and gas sector
- Slower housing markets in Calgary and Edmonton however prices remain flat year-to-date

¹ BC includes the Territories.

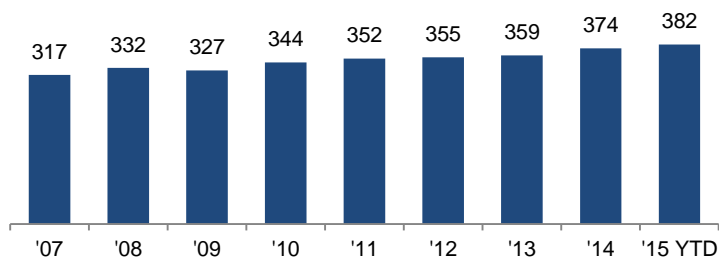
GEOGRAPHICALLY DIVERSIFIED ... ALBERTA EXPOSURE REDUCED TO 21%

Alberta: Portfolio quality

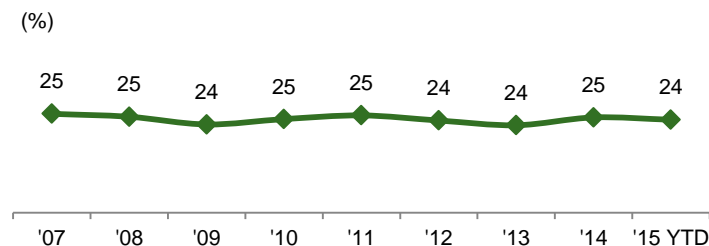
Average Credit Score



Average Home Price



Average Gross Debt Service Ratio



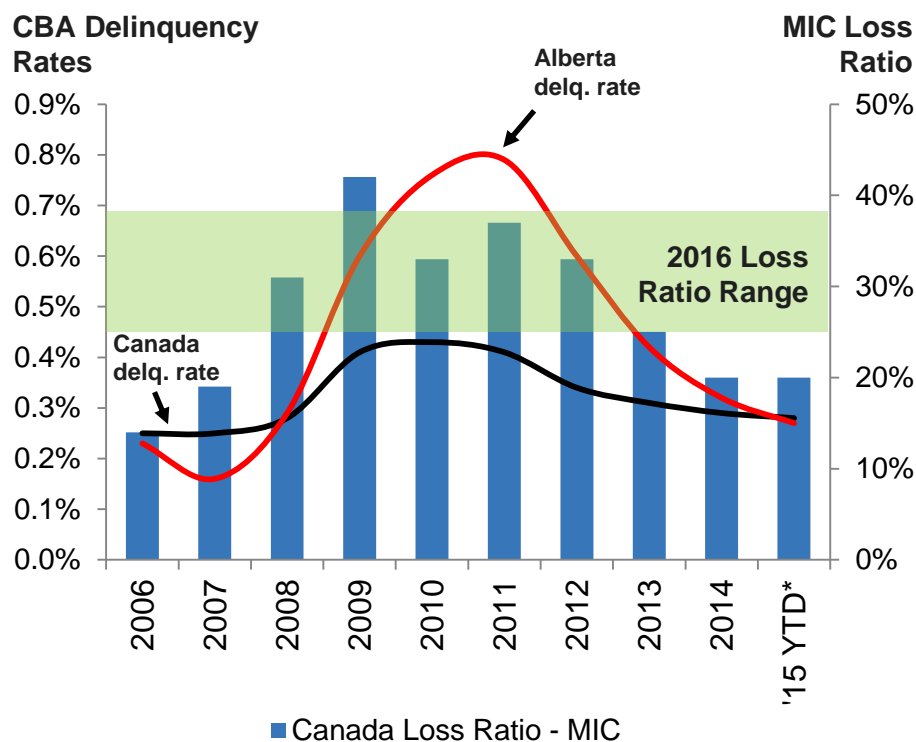
Highlights

- Steady credit score improvement year-over-year
- Less exposure to higher risk products and borrowers for > 80% LTV
 - No > 95% LTVs
 - No re-finances
 - No > 25 year amortization mortgages
 - No investment properties
- Modest home price increases
- Stable debt servicing ratios

ALBERTA PORTFOLIO QUALITY SIGNIFICANTLY IMPROVED COMPARED TO '07/08

2016 loss ratio expectations

MIC Loss Ratio & CBA¹ Delinquency Rates²



¹ Canadian Bankers Association.

² 2009 excludes the impact of the change to the premium recognition curve in the first quarter of 2009.

* CBA delinquency rates as of Q2 2015.

Highlights

- Annual loss ratio peaked in 2009 at 42% as house price over-valuation in Alberta and high risk products contributed to elevated loss ratios between 2009-11
- Impact of lower oil prices should be less severe on MIC's loss ratio this cycle
 - Conservative product suite
 - Better credit quality
 - Less overvaluation risk
- Canada delinquency rate should benefit from stronger economic conditions in non-oil producing regions

PRELIMINARY LOSS RATIO RANGE: MID-20% TO MID-TO-HIGH 30%

Underwriting performance scorecard

	2015 Objective	2015 YTD	Observations
New Insurance Written			
Transactional Volume	Moderate Growth	19%	Realizing market share gains in a larger origination market while maintaining strong portfolio quality
Average Credit Score	> 725	742	
Gross Debt Servicing	< 26%	24%	
Losses on Claims			
Loss Ratio	20 to 30%	20%	Reflects stable unemployment and modest house price appreciation combined with proactive risk management
Workout Penetration	> 50%	57%	

EXECUTING WELL ON 2015 OBJECTIVES

Key takeaways



- Solid results this quarter with strong profitability and top line growth
- Prudent market share expansion with keen focus on portfolio quality & diversification
- Proven business model
- Well-positioned for solid operating performance

Question & Answer Session

Investor Relations



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