



Genworth MI Canada Inc.

Housing Market View

August 9th, 2010

Forward-Looking Statements

This presentation includes 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, capital expenditure plans, dividend policy and the ability to execute on its future operating, investing and financial strategies, 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", "expects", "anticipates", "contemplates", "intends", "plans", "believes", "seeks", "estimates", or words of similar meaning. 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 Short Form Base Shelf Prospectus dated May 7, 2010, the Prospectus Supplement thereto and all documents incorporated by reference in such documents. 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.

Non-GAAP Measures

To supplement its financial statements, the Company uses select non-GAAP financial measures. Non-GAAP measures used by the Company to analyze performance include underwriting ratios such as loss ratio, expense ratio and combined ratio, as well as other performance measures such as net operating income and return on net operating income. The Company believes that these non-GAAP 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-GAAP 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>. To access the glossary, click on the "Glossary of Terms" link under "Investor Resources" subsection on the left navigation bar.

Second Quarter 2010 Results

- **Fourth Sequential Quarterly Increase In Net Income**
- **\$5.5 Billion Assets and \$2.8 Billion Shareholders' Equity**

Solid Operating Results

■ Net Operating Income	\$86 MM
■ Operating EPS (diluted)	\$0.73
■ ROE (operating)	13%

Key Business Objectives

- **Return to Mid-teen ROE**
- **Income Growth**
- **Efficient Capital Utilization**

Agenda

- **Our View Of The Current Market**
- **How We Measure The Housing Market**
- **A Regional Focus**
- **Drivers Of Loss**
- **Buffers In The MIC Portfolio**
- **Questions and Answers**

Solid Housing Fundamentals

- **Improving Employment Levels**
- **Strong Consumer Confidence**
- **Low Mortgage Interest Rates**
- **Moderating Home Prices**

Stable Household Formation ... First Time Homebuyers

Our View Of The Current Housing Market

- **House Prices Up ~4% Year To Date ...Estimate ~2.5% For 2010**
- **Markets Returning To More Balanced State**
- **Regional Focus Areas ... Vancouver**
- **Expect Flat Market In 2011, 2 – 3% Growth Thereafter**

Canadian Housing Market Normalizing Again

How We Measure The Housing Market

What

Price Change

- ✓ Canadian Real Estate Association (CREA)
- ✓ Teranet House Price Index

Supply vs Demand

- ✓ Sales To New Listings Ratio (CREA)

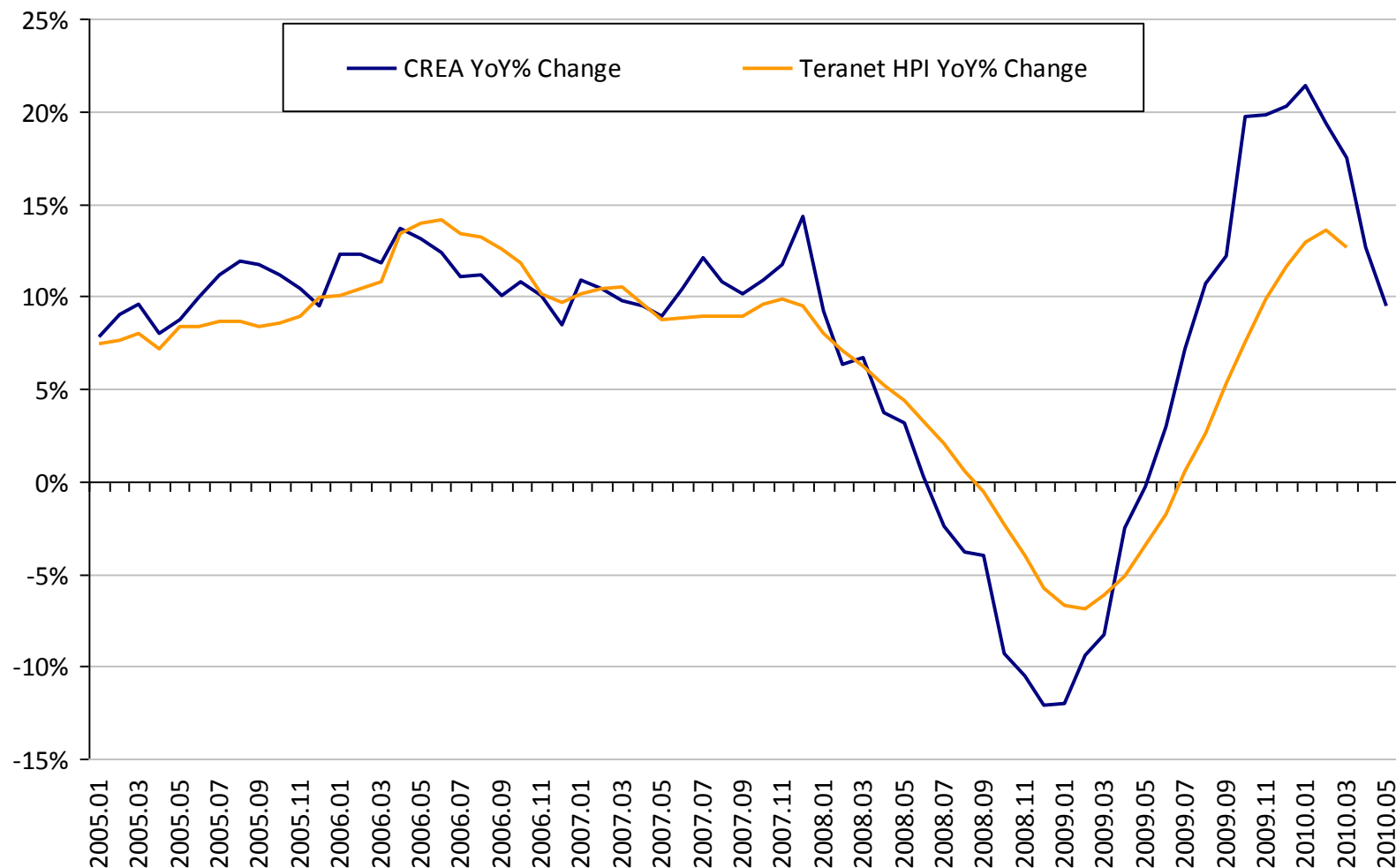
Affordability

- ✓ Price To Income Multiple (MIC & Market)
- ✓ Price To Rent Multiple
- ✓ Debt To Income Ratio
- ✓ Mortgage Rates

How

Trigger Points Influence Underwriting Policy Review

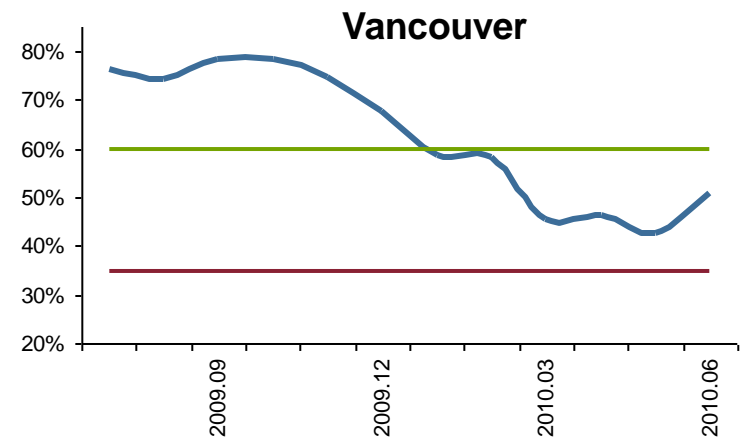
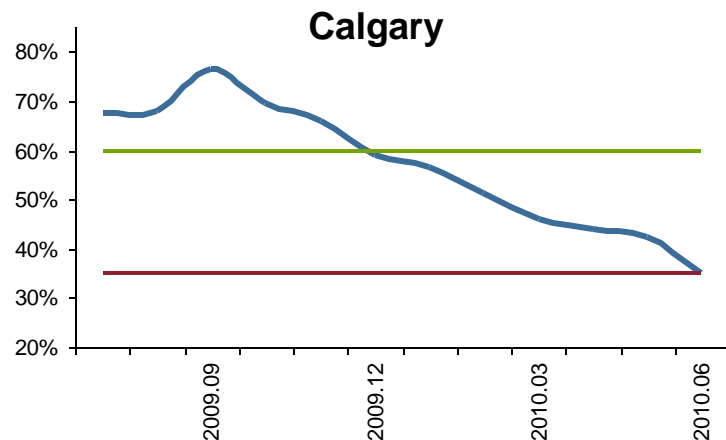
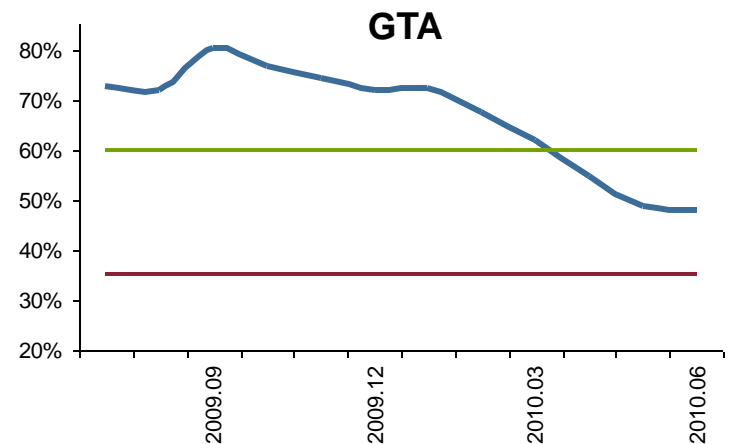
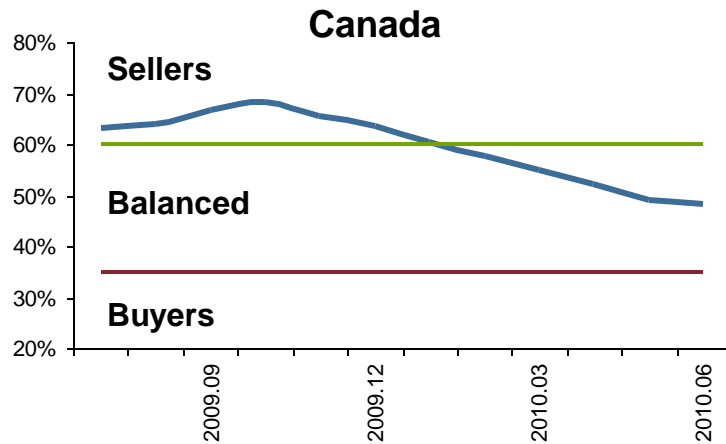
Measuring Price Change



Price Changes Returning To Sustainable Levels

Measuring Supply vs Demand

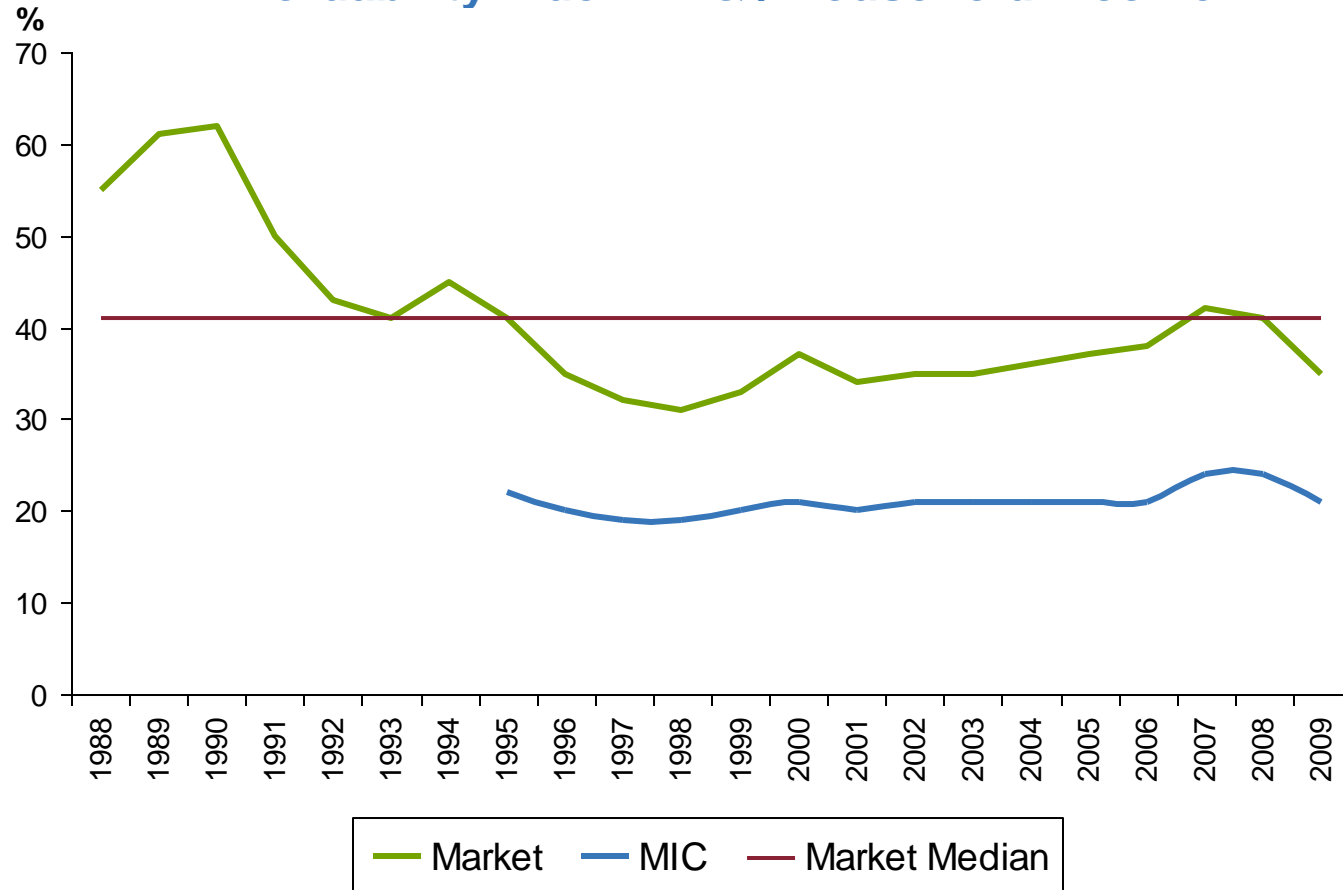
Sales To Listings Ratio



Housing Markets Back In Balanced Territory

Measuring Affordability

Affordability Index – P&I/ Household Income



Affordability Reasonable – MIC More Conservative

Strong Regional Profiles

National	Genworth	Market Averages
Average Property Price	\$287,100	\$340,400
Average Household Income	\$83,800	\$71,400

GTA	Genworth	Market Averages
Average Property Price	\$376,400	\$435,227
Average Household Income	\$84,000	\$87,400

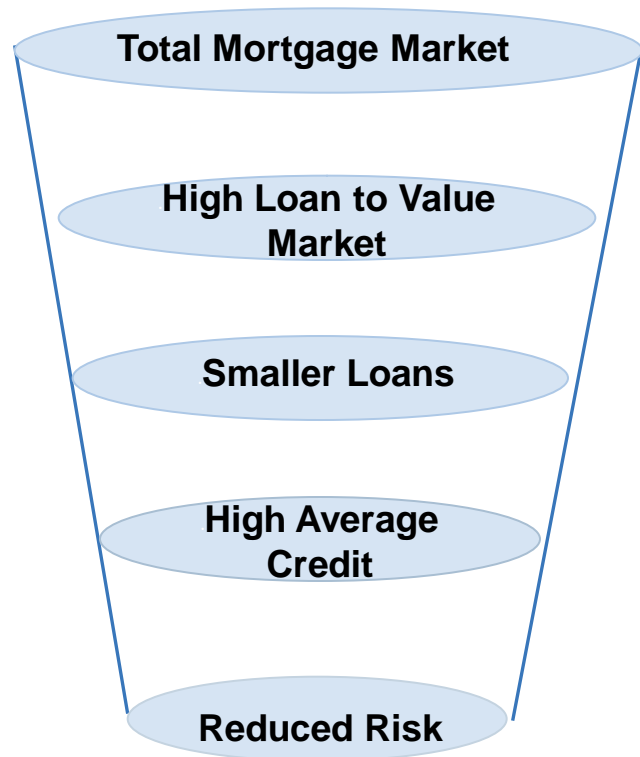
Calgary	Genworth	Market Averages
Average Property Price	\$370,700	\$399,332
Average Household Income	\$83,800	\$89,700

Vancouver	Genworth	Market Averages
Average Property Price	\$459,400	\$653,499
Average Household Income	\$85,100	\$77,100

Note: Genworth Averages Based on 2010 Data; Market Averages for Property Price From CREA & Income from StatsCan "Avg. Total Income Table "(Forecasted).

A Closer View Of Our Vancouver Portfolio

MIC's Served Market



Our Loan Characteristics

- ✓ 99% Regular Owner Occupied
- ✓ 1% Secondary Property
- ✓ One Third Lower Loan Average
- ✓ Lower Average LTV
- ✓ Higher Credit Scores

High Quality Portfolio

Drivers of Loss In Our Business

Job Losses ...70%

Frequency of Default

- Loss of Income
- Bankruptcy

House Prices ...25%

Severity of Default

- Drop in Value Erodes Equity in Home
- Slower Market ... Interest Expense

Interest Rates ...5%

Marginal Impact - Frequency & Severity

- Majority Fixed Rate Mortgages
- Loans Underwritten with Rate Buffer

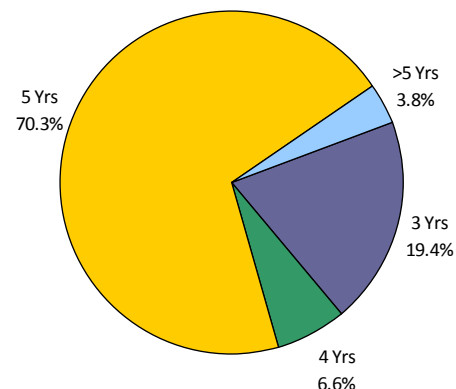
Buffers In Our Portfolio

Insurance In Force

(\$B)		Original LTV	Effective LTV
	\$234		
2010	\$11	91%	91%
2009	\$17	91%	85%
2008	\$25	92%	86%
2007	\$32	91%	76%
2006	\$23	89%	65%
2005	\$18	89%	58%
2004	\$19	90%	48%
2003	\$12	90%	47%
2002 & Prior	\$29	90%	46%
Low Loan To Value	\$48	66%	46%

As of June 30, 2010

75% Fixed Rate Portfolio



Average Debt Service Ratios (TDS)

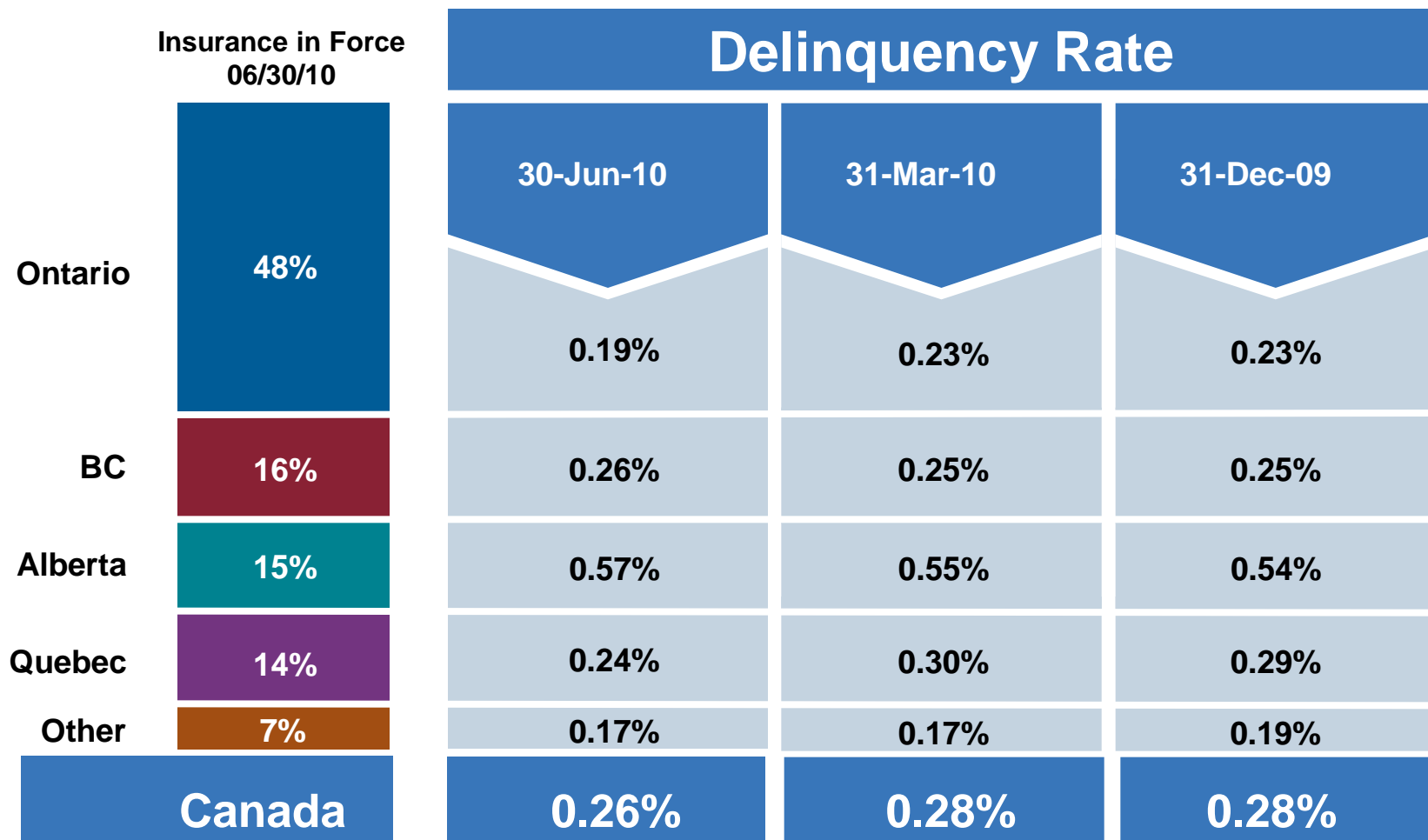
2007	2008	Q1'09	Q2'09	Q3'09	Q4'09	Q1'10	Q2'10
32.8%	33.0%	32.8%	31.7%	31.9%	32.8%	33.1%	33.3%

LTV Decreases With Amortization And Home Price Appreciation

Vintages Enter Peak Loss Periods Typically 2-5 Years After Origination

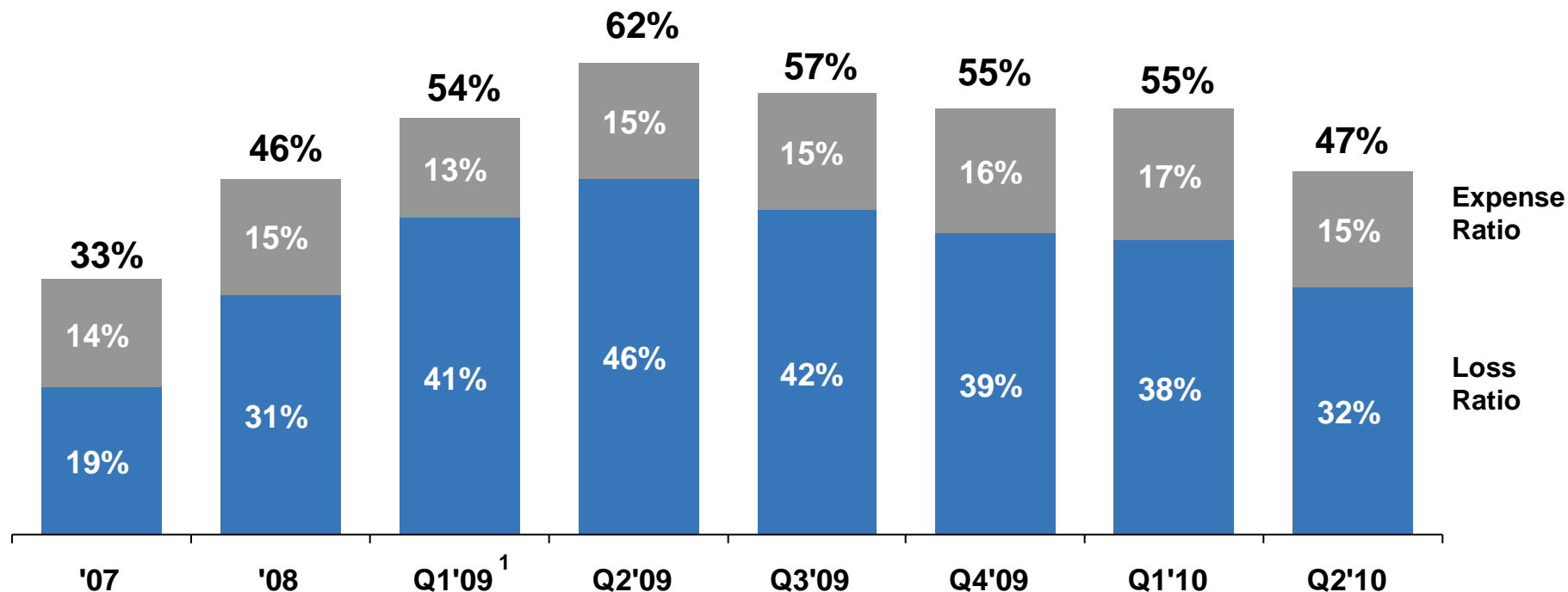
Low Average Debt Service Ratios – High Proportion Fixed Rate Loans

Mortgage Portfolio Performance



Delinquencies Trending Lower

Improving Combined Ratio



¹ Including impact of changes to the premiums recognition curve, loss ratio and expense ratio would have been 24% and 10% respectively

Lower Claim Frequency & Severity

Questions?

Genworth MI Canada Inc.
2009 Annual Report

