

Genworth MI Canada Inc.

Second Quarter 2015

August 5, 2015

Forward-Looking and Non-IFRS Statements

This presentation relating to Genworth MI Canada Inc. (the “Company”, “Genworth Canada” or “MIC”) 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, 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. 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.

Q2 2015 Financial Results

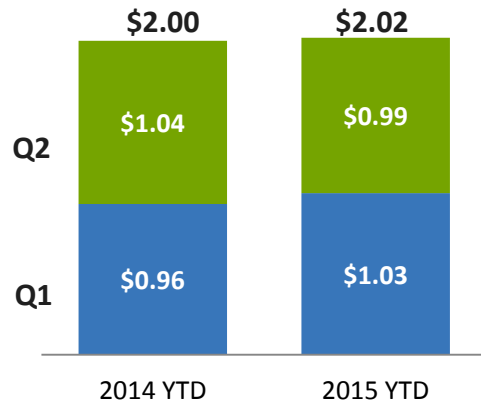
\$MM except ROE, EPS and MCT	Q2 2015	Q1 2015	Q2 2014	Q/Q	Y/Y
Premiums written	\$205	\$130	\$161	+57%	+28%
Loss ratio	17%	22%	12%	-5 pts	+5 pts
Net Operating Income	\$92	\$97	\$99	-5%	-7%
Operating ROE	12%	12%	13%	flat	-1 pt
Operating EPS (diluted)	\$0.99	\$1.03	\$1.04	-4%	-5%
MCT ¹	231%	233%	231%	-2 pts	Flat

¹Company estimate

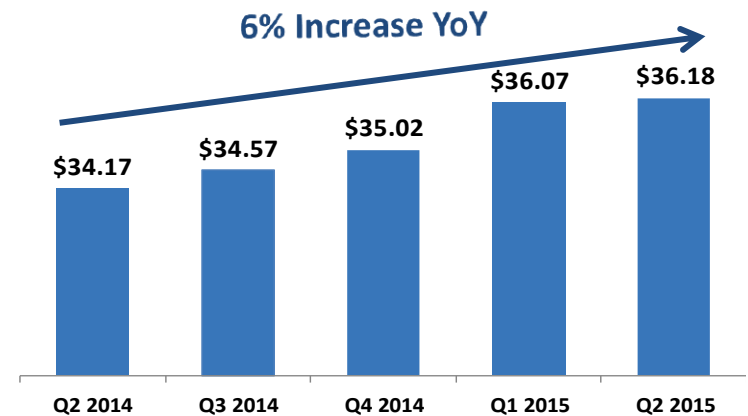
Highlights

- Strong top line growth of +28% Y/Y
- Loss ratio of 17%, 5 pt improvement Q/Q
- Core operating income flat Q/Q excluding favourable tax adjustment in Q1 2015
- Consistent ROE performance
- Strong capital position

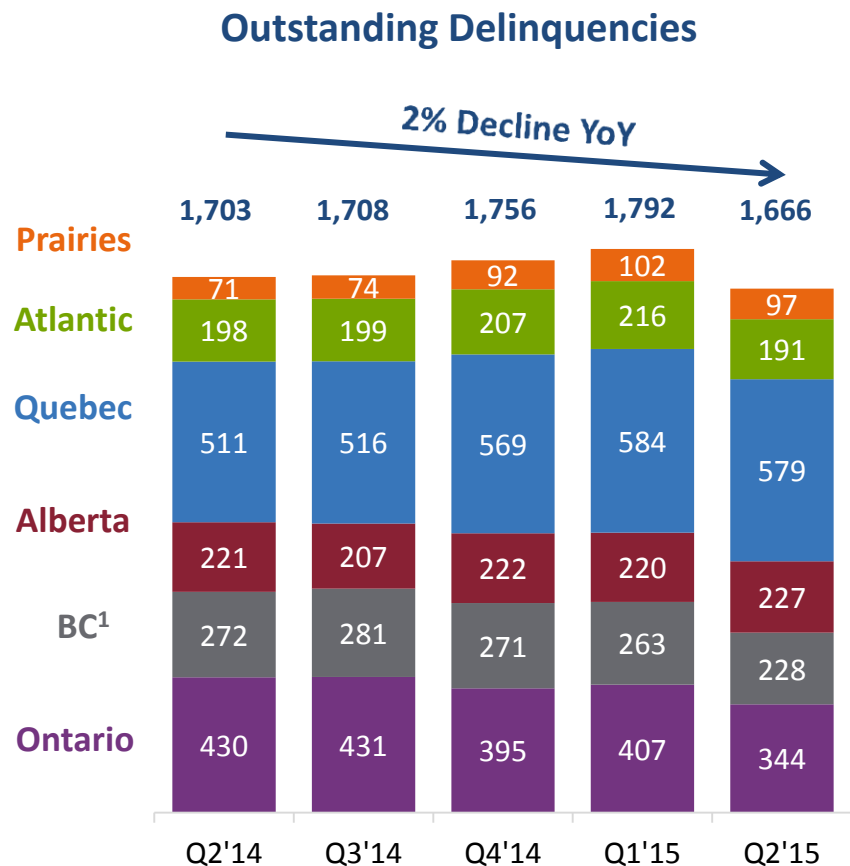
Operating EPS (diluted)



Book Value Per Share (diluted, including AOCI)



Stable Delinquency Trend



¹ BC includes the Territories

Delinquency Rates*	Q4'14	Q1'15
Transactional	0.30%	0.31%
Portfolio	0.09%	0.08%
Total	0.22%	0.22%

* 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

Highlights

- Delinquencies down Q/Q due to typical seasonality
- 2% decline in Y/Y delinquency led by Ontario and BC offset by modest increase in Quebec

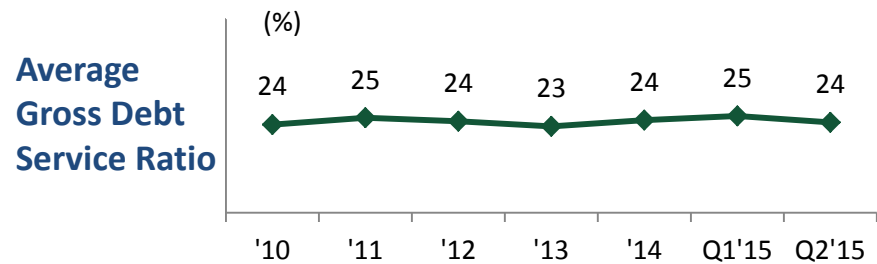
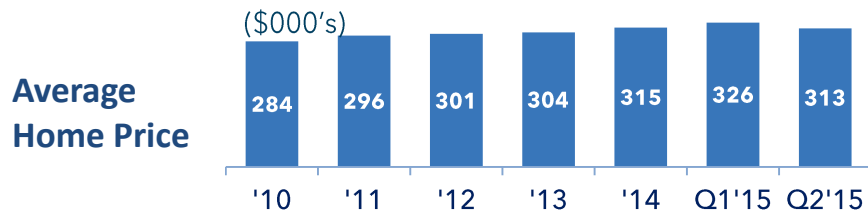
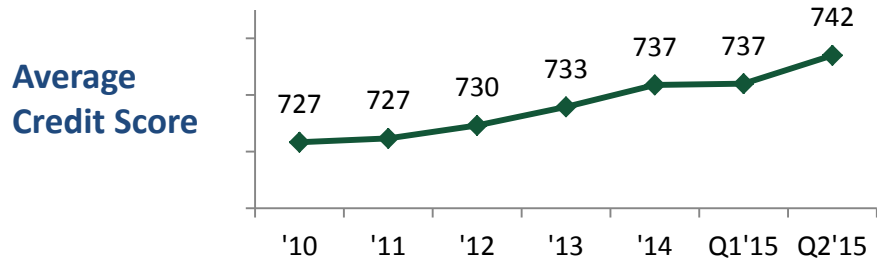
Genworth's Served Market

Region	Average Home Price			Average Income	Average Gross Debt Servicing
	Genworth	Market	% Variance	Genworth	Genworth
Vancouver	\$420K	\$902K	-53%	\$103K	27%
Toronto	\$447K	\$617K	-28%	\$105K	29%
Calgary	\$422K	\$455K	-7%	\$113K	26%
Rest of Canada	\$281K	\$327K	-14%	\$93K	23%
Canada	\$313K	\$439K	-29%	\$95K	24%

Note: Q2'15 data; Genworth average for purchase deals only, market average from CREA

GENWORTH PORTFOLIO REFLECTS FIRST-TIME HOMEBUYER PROFILE

High Quality Insurance Portfolio



Highlights

- Steady credit score improvement since 2009
- Modest growth in home prices over last five years
- Gross debt ratios stable, strong preference for 5 year fixed-rate mortgages
- Financially disciplined first-time homebuyers

Source: Company data based on new insurance written

STRONG PORTFOLIO QUALITY ... PROVEN RISK MANAGEMENT

Assessment Of Current Housing Risk

● Stable
● Monitoring

Metropolitan Area	Risk Level	2015 NIW*	Avg. Credit Score**	Issues / Trends
Vancouver	●	7%	745	Income gains, low interest rates and population growth supporting housing market, risk primarily in high-end segment
Calgary	●	7%	741	Lower oil prices impacting housing demand, potential for modest price softening
Toronto	●	17%	745	Housing risk remains slightly elevated, primarily in higher priced single family segment
Montreal	●	8%	747	Gradually improving economic conditions supporting stable housing market, risk primarily related to condominium segment
Halifax	●	1%	734	Improving economic conditions expected to support modest house price growth in 2H'15 & 2016

* New Insurance Written

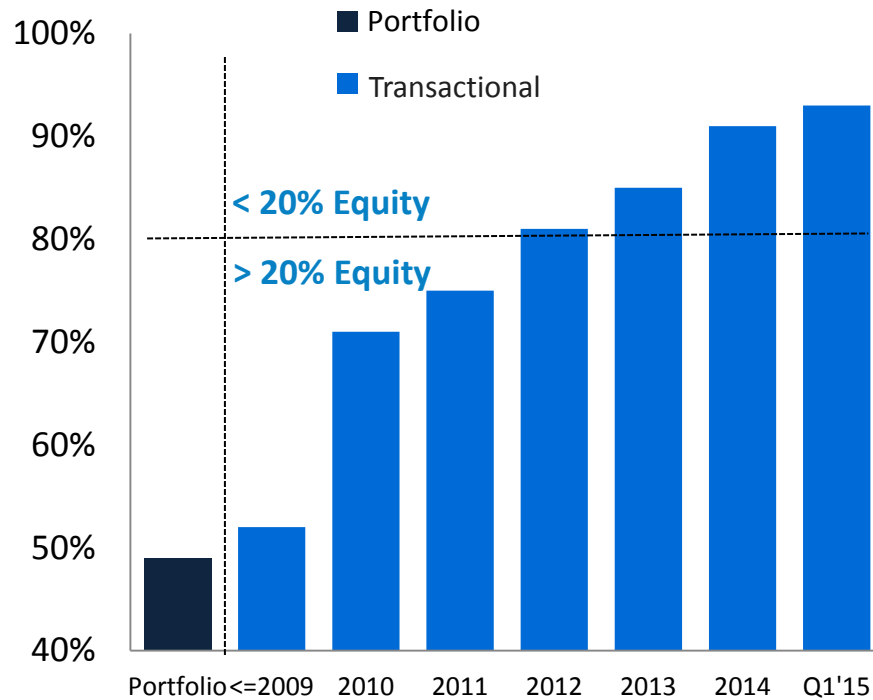
** YTD as at June 30,2015

Underwriting Performance Scorecard

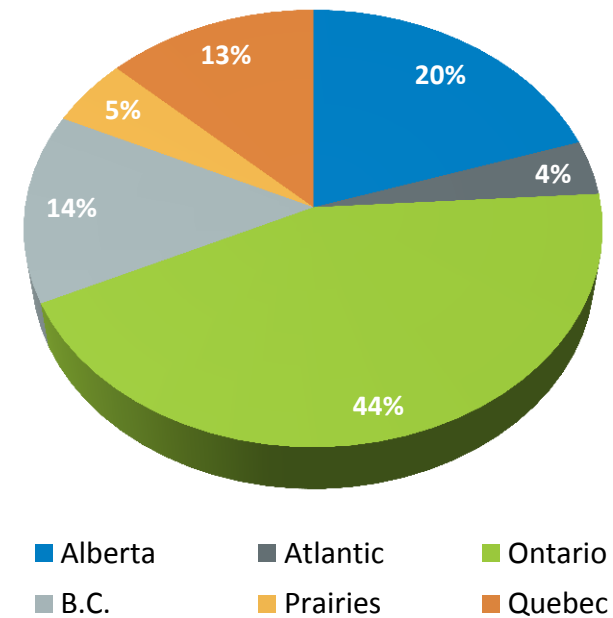
	2015 Objective	2015 YTD	Observations
New Insurance Written			
Transactional Volume	Moderate Growth	25%	Realizing market share gains and a larger origination market while maintaining strong portfolio quality
Average Credit Score	> 725	740	
GDS	< 26%	24.1%	
Losses on Claims			
Loss Ratio	20 to 30%	19%	Reflects stable unemployment and house prices combined with proactive risk management
Workout Penetration	> 50%	57%	

Portfolio Diversification

Effective Loan-to-Value by Book Year ¹
As At March 31, 2015



Regional Dispersion ¹
As At March 31, 2015



O/S Insured Mortgage Balances ¹ - \$B	Portfolio <= 2009	2010	2011	2012	2013	2014	Q1'15	
	\$63	\$27	\$12	\$15	\$16	\$17	\$20	\$3

1: Based on Company's estimate of outstanding balance of insured mortgages as at March 31, 2015 of \$173B

BOOK YEAR AND GEOGRAPHIC DIVERSIFICATION MITIGATES REGIONAL PRESSURE

Solid Financial Performance

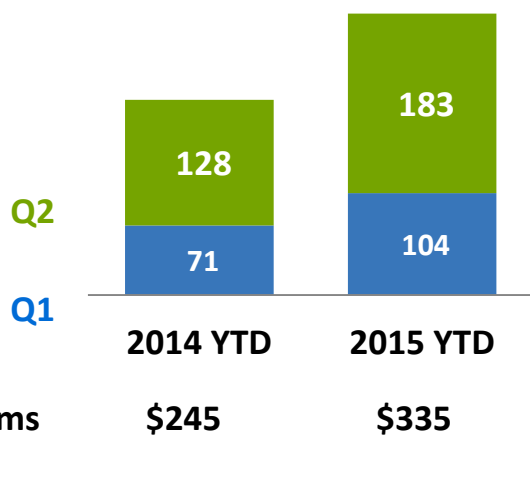
\$MM except EPS and BVPS	Q2'15	Q1'15	Q2'14
Transactional premiums written	\$183	\$104	\$128
Portfolio premiums written	22	26	32
Premiums written	\$205	\$130	\$160
Premiums earned	144	143	141
Losses on claims	(25)	(31)	(17)
Expenses	(29)	(24)	(27)
Underwriting income	\$90	\$87	\$97
Investment income (excl. realized gains / losses)	42	42	43
Net operating income	\$92	\$97	\$99
Diluted operating EPS	\$0.99	\$1.03	\$1.04
Book value per share (diluted, incl. AOCI)	\$36.18	\$36.07	\$34.17

Highlights

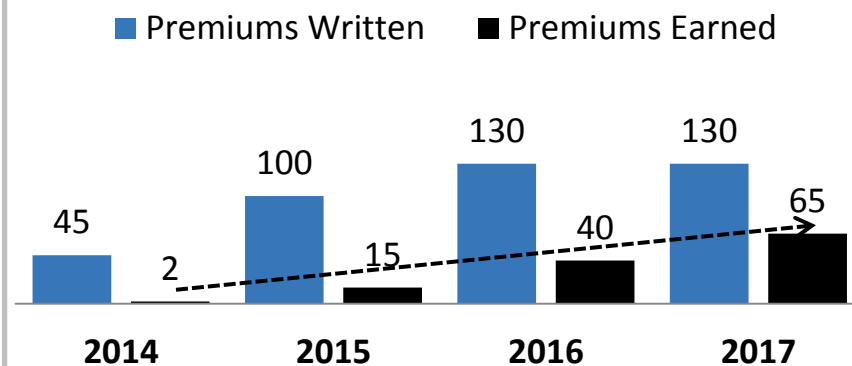
- Strong Y/Y top line primarily reflects market penetration and 2014 premium rate increase
- Loss ratio of 17% improved 5 pts Q/Q due to seasonality
- Consistent investment income
- Core operating income flat Q/Q excluding a non-recurring tax adjustment in Q1 2015
- Book value per share up 6% Y/Y

Strong Premiums Written Growth

Transactional Premiums Written
(\$ millions)



Incremental Premiums Written and Earned
2014 & 2015 Price Increases on \$22 B of
Transactional NIW Example
(\$ millions)



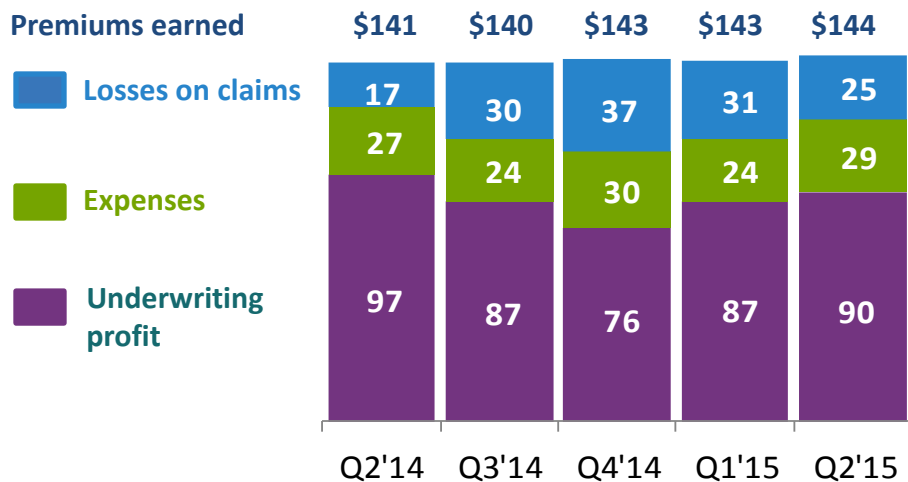
Highlights

- Y/Y increase in transactional premiums written reflects higher premium rates, market share gains, and a modestly larger origination market
- June 1 price increase should drive incremental premiums written of ~\$25 to \$30 million in 2015 and ~\$55 to \$60 million in 2016

PREMIUMS WRITTEN INCREASE PROVIDES TAILWIND FOR PREMIUMS EARNED

Solid Underwriting Profitability

Underwriting Profitability
(\$millions)

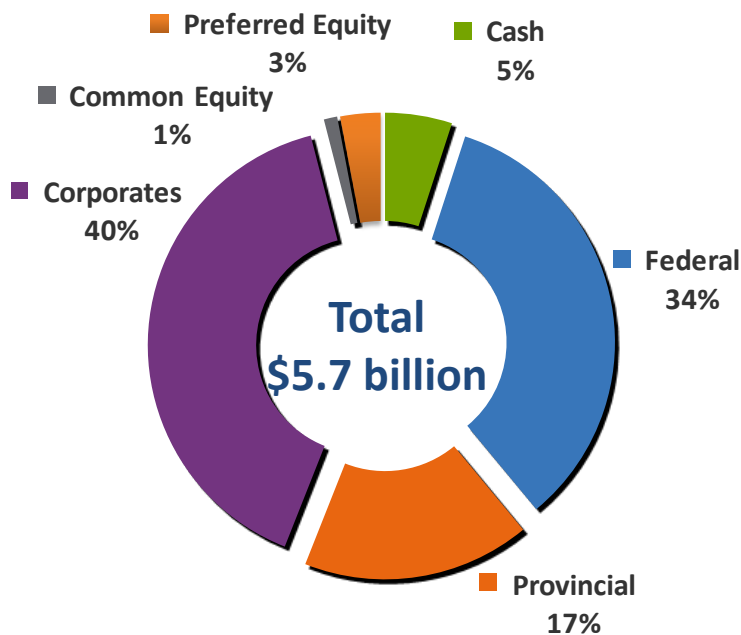


Loss ratio	12%	21%	26%	22%	17%
Expense ratio	19%	17%	21%	17%	20%
Combined ratio	31%	38%	47%	39%	37%
New delinquencies net of cures	289	412	489	432	319

Highlights

- YTD loss ratio of 19% compared to full year loss ratio range of 20 to 30%
- Favourable Q/Q loss performance driven by lower new delinquencies net of cures reflecting seasonality
- Expense ratio of 20% in line with target

Investments Contribute Steady Income



Highlights

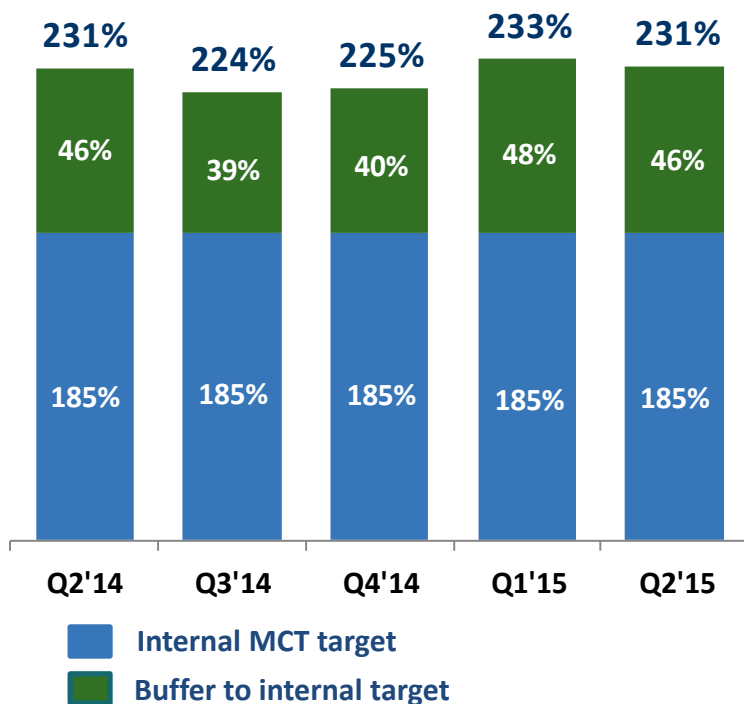
- Focus on high quality investments
- Diversified portfolio with over 50% government securities and cash
- Reduced common shares in favour of preferred shares

	Portfolio
Invested assets and cash (market value)	\$5.7 billion
Pre-tax yield ¹	3.4%
Duration	3.6 years

1. Pre-tax equivalent book yield after dividend gross-up of general portfolio (as at June 30, 2015)

Strong Capital Position

Minimum Capital Test Ratio (MCT)



Highlights

- Completed \$50 million share buyback in Q2'15
- Holding company cash and liquid securities of \$105 million
- Intend to operate moderately above the 220% MCT holding target

FOCUSED ON BALANCING CAPITAL STRENGTH, FLEXIBILITY AND EFFICIENCY

Question and Answer

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