

NMI Holdings, Inc.

Non-GAAP reconciliation

	First Quarter 3/31/2025	Second Quarter 6/30/2025	Third Quarter 9/30/2025	Fourth Quarter 12/31/2025	First Quarter 3/31/2026
<i>(\$ in thousands, except per share values)</i>					
<u>As Reported:</u>					
Revenues					
Net premiums earned	\$ 149,366	\$ 149,066	\$ 151,323	\$ 152,457	\$ 154,806
Net Investment Income	23,686	24,949	26,773	27,529	28,604
Net realized investment gains (losses)	24	(400)	321	487	(147)
Other revenues	170	164	262	263	212
Total revenues	\$ 173,246	\$ 173,779	\$ 178,679	\$ 180,736	\$ 183,475
Expenses					
Insurance claims and claim expenses	4,478	13,445	18,554	21,172	20,661
Underwriting and operating expenses	30,175	29,508	29,156	31,069	30,623
Service expenses	116	110	162	213	139
Interest expense	7,106	7,115	7,124	7,133	7,109
Total expenses	\$ 41,875	\$ 50,178	\$ 54,996	\$ 59,587	\$ 58,532
Income before income taxes	\$ 131,371	\$ 123,601	\$ 123,683	\$ 121,149	\$ 124,943
Income tax expense	28,812	27,450	27,684	26,932	25,613
Net income	\$ 102,559	\$ 96,151	\$ 95,999	\$ 94,217	\$ 99,330
<u>Adjustments:</u>					
Gain from change in fair value of warrant liability	-	-	-	-	-
Capital markets transaction costs	-	-	-	-	-
Net realized investment (gains) losses	(24)	400	(321)	(487)	147
Other Infrequent, unusual or non-operating items	-	-	-	-	-
Adjusted Income before income taxes	\$ 131,347	\$ 124,001	\$ 123,362	\$ 120,662	\$ 125,090
Income tax expense (benefit) on adjustments	(5)	84	(67)	(102)	31
Deferred tax (expense) benefit adjustments	-	-	-	-	-
Adjusted Net income	\$ 102,540	\$ 96,467	\$ 95,745	\$ 93,832	\$ 99,446
Weighted average diluted shares outstanding	79,858	79,256	78,830	78,208	77,435
Dilutive effect of non-vested shares and warrants	-	-	-	-	-
Weighted average diluted shares outstanding – Adjusted	79,858	79,256	78,830	78,208	77,435
Diluted EPS – Reported	\$ 1.28	\$ 1.21	\$ 1.22	\$ 1.20	\$ 1.28
Diluted EPS – Adjusted	\$ 1.28	\$ 1.22	\$ 1.21	\$ 1.20	\$ 1.28
Shareholders' equity	\$ 2,321,571	\$ 2,420,107	\$ 2,514,871	\$ 2,591,986	\$ 2,632,432
Return on equity – Reported	18.1%	16.2%	15.6%	14.8%	15.2%
Return on equity – Adjusted	18.1%	16.3%	15.5%	14.7%	15.2%
Expense ratio - Reported	20.2%	19.8%	19.3%	20.4%	19.8%
Expense ratio - Adjusted	20.2%	19.8%	19.3%	20.4%	19.8%
Loss ratio - Reported and Adjusted	3.0%	9.0%	12.3%	13.9%	13.3%
Combined ratio - Reported	23.2%	28.8%	31.5%	34.3%	33.1%
Combined ratio - Adjusted	23.2%	28.8%	31.5%	34.3%	33.1%
Book value per share	\$ 29.65	\$ 31.14	\$ 32.62	\$ 33.98	\$ 34.57
Book value per share (excluding net unrealized gains and losses)	\$ 30.85	\$ 32.08	\$ 33.32	\$ 34.58	\$ 35.46