

NMI Holdings, Inc.

Non-GAAP reconciliation

	First Quarter 3/31/2022	Second Quarter 6/30/2022	Third Quarter 9/30/2022	Fourth Quarter 12/31/2022	First Quarter 3/31/2023	Second Quarter 6/30/2023	Third Quarter 9/30/2023	Fourth Quarter 12/31/2023	First Quarter 3/31/2024	Second Quarter 6/30/2024
<i>(\$ in thousands, except per share values)</i>										
As Reported:										
Revenues										
Net premiums earned	\$ 116,495	\$ 120,870	\$ 118,317	\$ 119,584	\$ 121,754	\$ 125,985	\$ 130,089	\$ 132,940	\$ 136,657	\$ 141,168
Net Investment Income	10,199	10,921	11,945	13,341	14,894	16,518	17,853	18,247	19,436	20,688
Other revenues	339	376	301	176	164	182	217	193	160	266
Total revenues	\$ 127,441	\$ 132,220	\$ 130,577	\$ 133,107	\$ 136,779	\$ 142,685	\$ 148,159	\$ 151,380	\$ 156,253	\$ 162,122
Expenses										
Insurance claims and claim expenses	\$ (619)	\$ (3,036)	\$ (3,389)	\$ 3,450	\$ 6,701	\$ 2,873	\$ 4,812	\$ 8,232	\$ 3,694	\$ 276
Underwriting and operating expenses	32,935	30,700	27,144	26,711	25,786	27,448	27,749	29,716	29,815	28,330
Service expenses	430	336	197	131	80	267	239	185	137	194
Interest expense	8,041	8,051	8,036	8,035	8,039	8,048	8,059	8,066	8,040	14,678
Total expenses	\$ 40,694	\$ 35,031	\$ 31,988	\$ 38,327	\$ 40,606	\$ 38,636	\$ 40,859	\$ 46,199	\$ 41,686	\$ 43,478
Income before income taxes	\$ 86,747	\$ 97,189	\$ 98,589	\$ 94,780	\$ 96,173	\$ 104,049	\$ 107,300	\$ 105,181	\$ 114,567	\$ 118,644
Income tax expense	19,067	21,745	21,751	21,840	21,715	23,765	23,345	21,768	25,517	26,565
Net income	\$ 67,680	\$ 75,444	\$ 76,838	\$ 72,940	\$ 74,458	\$ 80,284	\$ 83,955	\$ 83,413	\$ 89,050	\$ 92,079
Adjustments:										
Capital markets transaction costs	260	(55)	-	-	-	-	-	-	-	6,966
Adjusted Income before income taxes	\$ 86,506	\$ 96,061	\$ 98,575	\$ 94,774	\$ 96,206	\$ 104,049	\$ 107,300	\$ 105,181	\$ 114,567	\$ 125,610
Income tax expense on adjustments	\$ (31)	\$ (23)	\$ (3)	\$ (1)	7	-	-	-	-	1,463
Adjusted Net income	\$ 67,470	\$ 74,339	\$ 76,827	\$ 72,935	\$ 74,484	\$ 80,284	\$ 83,955	\$ 83,413	\$ 89,050	\$ 97,582
Weighted average diluted shares outstanding	87,310	86,577	85,485	84,809	84,840	84,190	83,670	82,685	82,099	81,300
Dilutive effect of non-vested shares and warrants	-	-	-	-	-	-	-	-	-	-
Weighted average diluted shares outstanding – Adjusted	87,310	86,577	85,485	84,809	84,840	84,190	83,670	82,685	82,099	81,300
Diluted EPS – Reported	\$ 0.77	\$ 0.86	\$ 0.90	\$ 0.86	\$ 0.88	\$ 0.95	\$ 1.00	\$ 1.01	\$ 1.08	\$ 1.13
Diluted EPS – Adjusted	\$ 0.77	\$ 0.86	\$ 0.90	\$ 0.86	\$ 0.88	\$ 0.95	\$ 1.00	\$ 1.01	\$ 1.08	\$ 1.20
Shareholders' equity	\$ 1,535,042	\$ 1,525,092	\$ 1,525,866	\$ 1,613,727	\$ 1,706,711	\$ 1,748,955	\$ 1,790,961	\$ 1,926,004	\$ 1,978,381	\$ 2,045,610
Return on equity – Reported	17.5%	19.7%	20.1%	18.6%	17.9%	18.6%	19.0%	18.0%	18.2%	18.3%
Return on equity – Adjusted	17.4%	19.4%	20.1%	18.6%	17.9%	18.6%	19.0%	18.0%	18.2%	19.4%
Expense ratio - Reported	28.3%	25.4%	22.9%	22.3%	21.2%	21.8%	21.3%	22.4%	21.8%	20.1%
Expense ratio - Adjusted	28.0%	25.4%	22.9%	22.3%	21.2%	21.8%	21.3%	22.4%	21.8%	20.1%
Loss ratio - Reported and Adjusted	(0.5%)	(2.5%)	(2.9%)	2.9%	5.5%	2.3%	3.7%	6.2%	2.7%	0.2%
Combined ratio - Reported	27.7%	22.9%	20.1%	25.2%	26.7%	24.1%	25.0%	28.5%	24.5%	20.3%
Combined ratio - Adjusted	27.5%	22.9%	20.1%	25.2%	26.7%	24.1%	25.0%	28.5%	24.5%	20.3%
Book value per share	\$ 17.84	\$ 18.01	\$ 18.21	\$ 19.31	\$ 20.49	\$ 21.25	\$ 21.94	\$ 23.81	\$ 24.56	\$ 25.65
Book value per share (excluding net unrealized gains and losses)	\$ 18.97	\$ 19.91	\$ 20.85	\$ 21.76	\$ 22.56	\$ 23.53	\$ 24.56	\$ 25.54	\$ 26.42	\$ 27.54