

NMI Holdings, Inc.

Reconciliation of GAAP to Non-GAAP
For the Periods Ended June 30, 2017 and March 31, 2017

(\$ in Thousands)	<i>As Reported</i>	<i>Adjustment</i>	<i>Adjusted</i>	<i>As Reported</i>	<i>Adjustment</i>	<i>Adjusted</i>
	Qtr Ended June 30, 2017		Qtr Ended June 30, 2017	Qtr Ended March 31, 2017		Qtr Ended March 31, 2017
Net premiums earned	37,917	-	37,917	33,225	-	33,225
Net investment income	3,908	-	3,908	3,807	-	3,807
Net realized investment gains (losses)	188	-	188	(58)	-	(58)
Other revenues	185	-	185	80	-	80
Total revenues	42,198		42,198	37,054		37,054
Insurance claims and claims expenses	1,373	-	1,373	635	-	635
Underwriting and operating expenses	28,048	(3,105)	24,943	25,989	(1,600)	24,389
Total expenses	29,421	(3,105)	26,316	26,624	(1,600)	25,024
Gain (loss) from change in fair value of warrant liability	19	-	19	(196)	-	(196)
Interest expense	(3,300)	-	(3,300)	(3,494)	-	(3,494)
Income before income taxes	9,496	3,105	12,601	6,740	1,600	8,340
Income tax expense	3,484	1,139.20	4,623	1,248	296	1,248
Net income	\$ 6,012	\$ 1,966	\$ 7,978	\$ 5,492	\$ 1,304	\$ 7,092
Expense Ratio	74%		66%	78%		73%
Average Shareholders Equity (March 31, 2017 & June 30, 2017)	489,475		489,475	479,709		479,709
Return on Equity	4.9%		6.5%	4.6%		5.9%
Weighted average common shares outstanding - Diluted	63,010,362		63,010,362	62,338,856		62,338,856
Diluted Earnings per Share	\$ 0.10		\$ 0.13	\$ 0.09		\$ 0.11