STONEGATE™ MORTGAGE

First Quarter 2015 Investor Presentation

May 7, 2015

Forward Looking Statements

FORWARD-LOOKING STATEMENTS:

Our presentation contains certain forward-looking statements. These forward-looking statements may be identified by a reference to a future period or by the use of forward-looking terminology. They involve risks and uncertainties that could cause the company's actual results to differ materially from the results discussed in the forward-looking statements. Important factors that could cause actual results to differ include, but are not limited to, our future production, revenues, income, capital spending, related general economic and market conditions, delinquency rates, trends for home prices, uncertainties related to acquisitions, including our ability to integrate the systems, procedures and personnel from other companies, as well as other risks discussed in the "Risk Factors" section within our Annual Report on Form 10-K, which was filed with the U.S. Securities and Exchange Commission on March 6, 2015, and any revisions to those Risk Factors in subsequent filings. These forward-looking statements speak only as of the date they are made and except for our ongoing obligations under the U.S. federal securities laws, we undertake no obligation to update or revise forward-looking statements whether as a result of new information, future events or otherwise.

NON-GAAP MEASURES:

Our presentation contains non-GAAP performance measures, such as our references to "adjusted net income", "adjusted pre-tax net income", "adjusted EPS", "adjusted net income per diluted share", "adjusted segment revenue", and "adjusted segment pre-tax income". We believe these non-GAAP performance measures provide additional meaningful comparisons between current results and results in prior periods. Non-GAAP performance measures should be viewed in addition to, and not as an alternative for, the Company's reported results under accounting principles generally accepted in the United States. In addition, our calculations of non-GAAP performance measures may be different from the calculations used by other companies and, therefore, comparability may be limited. Please refer to the Appendix of this presentation for a reconciliation of these non-GAAP performance measures to the most comparable GAAP measure.

SEGMENT REPORTING PRIOR PERIOD RECLASSIFICATIONS:

Certain prior period amounts have been reclassified to conform to the current period presentation.

Stonegate Highlights

- Stonegate Mortgage (NYSE:SGM) operates as an intermediary focused on providing yield opportunities through **originating**, **financing** and **servicing** U.S. residential mortgage loans

STONEGATE™ MORTGAGE

Origination

- ROE Potential: 20%+
- Leverage: 20:1
- Risk: Moderate/High

Financing (NattyMac)

- ROE Potential: 20%+
- Leverage: 15:1
- Risk: Low/Moderate

Servicing

- ROE Potential: 8-10%
- Leverage: 2:1
- Risk: Moderate/High

Capital Deployment for Higher Returns

- We are focused on freeing up equity currently invested in servicing segment to reinvest in origination and financing, our highest-return segments

$ in thousands	Originations & Financing		Servicing	
	3/31/2014	3/31/2015	3/31/2014	3/31/2015
Total Assets [(1)]	$943,499	$1,356,378	$216,200	$229,062
Total Liabilities [(2)]	($832,755)	($1,222,659)	($26,427)	($93,003)
Total Equity	**$110,744**	**$133,719**	**$189,773**	**$136,059**
% of SGM Equity	*37%*	*50%*	*63%*	*50%*
	LTM 3/31/2015		LTM 3/31/2015	
Average equity	$122,231		$162,916	
LTM adjusted Pre-tax income [(3)]	$50,038		($545)	
Adjusted Pre-tax ROAE [(3)]	**41%**		**(0%)**	

(1) Cash and cash equivalents, property and equipment, net, and other assets split 50/50 between servicing segment and originations & financing segments.
(2) Accounts payable and accrued expenses, deferred income tax liabilities, net, and other liabilities split 50/50 between servicing segment and originations & financing segments.

(3) Adjusted segment pre-tax income and adjusted pre-tax ROAE for LTM period excludes the ramp-up and other non-recurring expenses for the originations segment and excludes the change in mortgage servicing rights value for the servicing segment. See the Appendix for GAAP to non-GAAP reconciliation.

Integrated Business Model Performing As Expected

- Interest rates continued to decline during the quarter while the yield curve flattened
  - The 10-year treasury yield declined 23 bps from 12/31/14 to 3/31/15 and the 2/10 year spread declined 12 bps
- Our businesses performed as expected during the quarter, given the interest rate environment
  - **Originations:** higher lock volume and gain on sale margins
  - **Financing:** lower spread, increased funded units
  - **Servicing:** negative fair market value adjustment to MSR asset, increased runoff of servicing portfolio

	Origination	Financing	Servicing
Yield curve shifts upward	↓	↔	↑
Yield curve shifts downward	↑	↔	↓
Yield curve steepens	↓	↑	↑
Yield curve flattens	↑	↓	↓

1Q15 Stonegate Highlights

STONEGATE™ MORTGAGE

Consolidated

- Adjusted net income of $4.3 million or $0.17 per diluted share [(1)]
- GAAP net loss of $11.1 million or $0.43 per diluted share
- GAAP revenue of $44.3 million increased 67% from prior period

Originations

- Originations were $2.8 billion, down 16% from 4Q14 and up 17% from prior year quarter
  - Retail origination volume of $593 million up $28 million or 5% from 4Q14
  - Wholesale origination volume of $807 million down $11 million or 1% from 4Q14
- Interest Rate Locks of $4.9 billion, up 22% from 4Q14 and up 41% from prior year quarter
  - Retail lock volume of $1.2 billion (or 25% of total) up 60% from 4Q14
  - Wholesale lock volume of $1.1 billion (or 23% of total) up 17% from 4Q14

Servicing

- Servicing UPB down 7% from 4Q14 to $17.0 billion
  - Executed $2.7 billion MSR sale
  - Have monetized over $70 million of invested capital over the past three quarters

Financing

- NattyMac commitments as of March 31, 2015 increased 10% from 4Q14 to $404 million
- Funded volume of $638.1 million up 35% from 4Q14

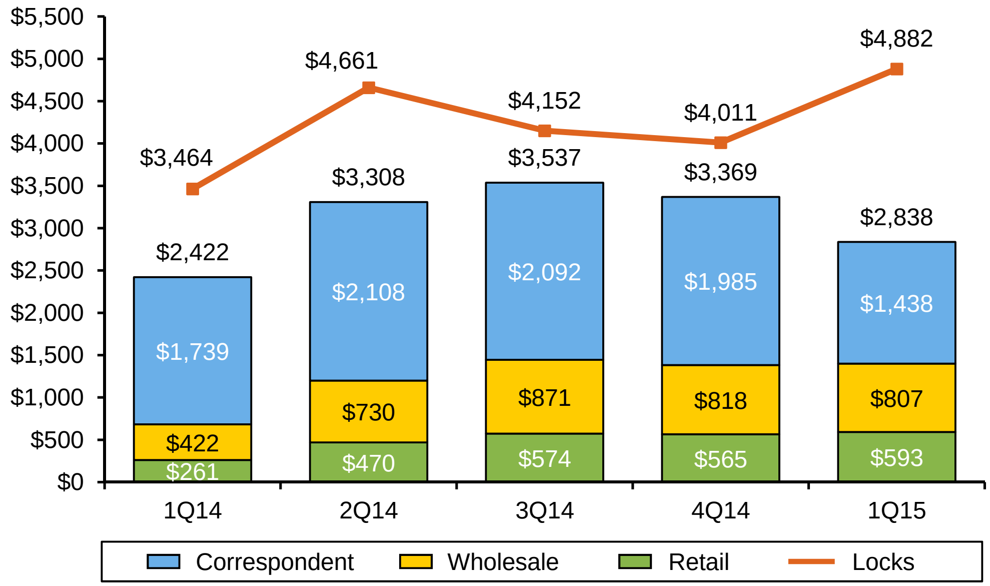
(1) Adjusted Net Income (Loss) and adjusted EPS are key performance metrics used by management in evaluating the performance of our business. See the Appendix for GAAP to non-GAAP reconciliation.

Diversified Mortgage Origination Business

- 1Q15 interest rate locks were $4.9 billion, up 22% over 4Q14 and up 41% over 1Q14
  - Retail comprised 25% of locks compared to 12% in 1Q14
  - Wholesale comprised 23% of locks compared to 20% in 1Q14
- 1Q15 originations were $2.8 billion, down 16% over 4Q14 and up 17% over 1Q14
  - Retail comprised 21% of originations compared to 11% in 1Q14
  - Wholesale comprised 28% of originations compared to 17% in 1Q14

Origination Volume

($ in millions)



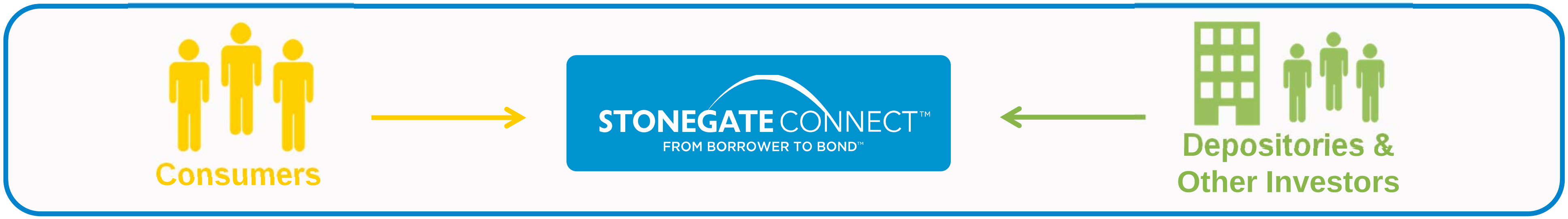
Key Opportunities

Consumer Direct Marketing

Expand Non-Agency Investors in SGM Connect

Purchase Market and Expanding Pool of Eligible Households

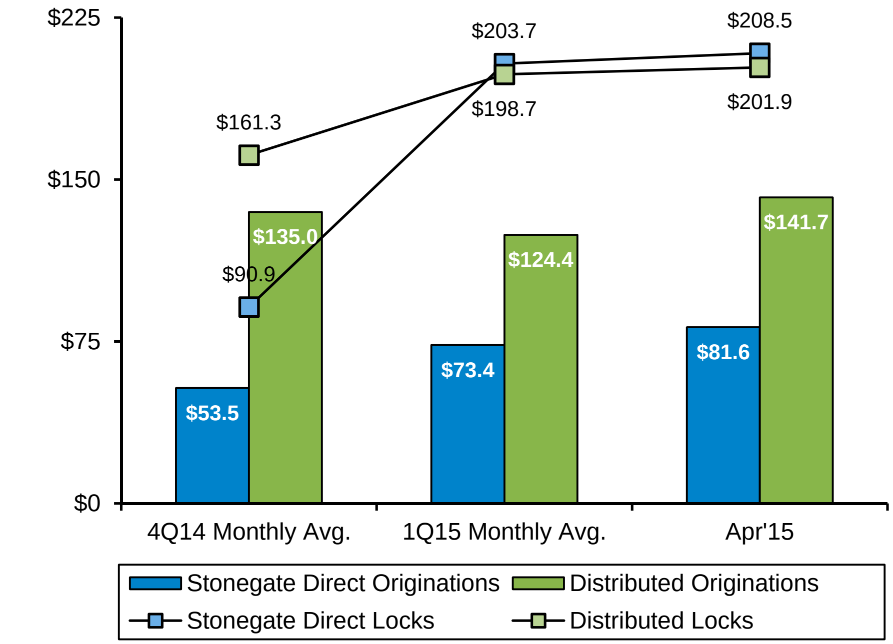
Mortgage Origination: Retail



- Retail channel represented 25% of lock volume in 1Q15, compared to only 12% in 1Q14
  - Stonegate Direct benefiting from drop in interest rates and change in FHA MIP premium
  - Distributed channel lock volume was 54% purchase in 1Q15
- Productivity increasing as acquisitions of Crossline and Nationstar's retail assets pay off
  - Average loans per 120+ day employee was 5.0 loans per mortgage advisor in March 2015, compared to 3.0 in March 2014

Retail Channel Volume

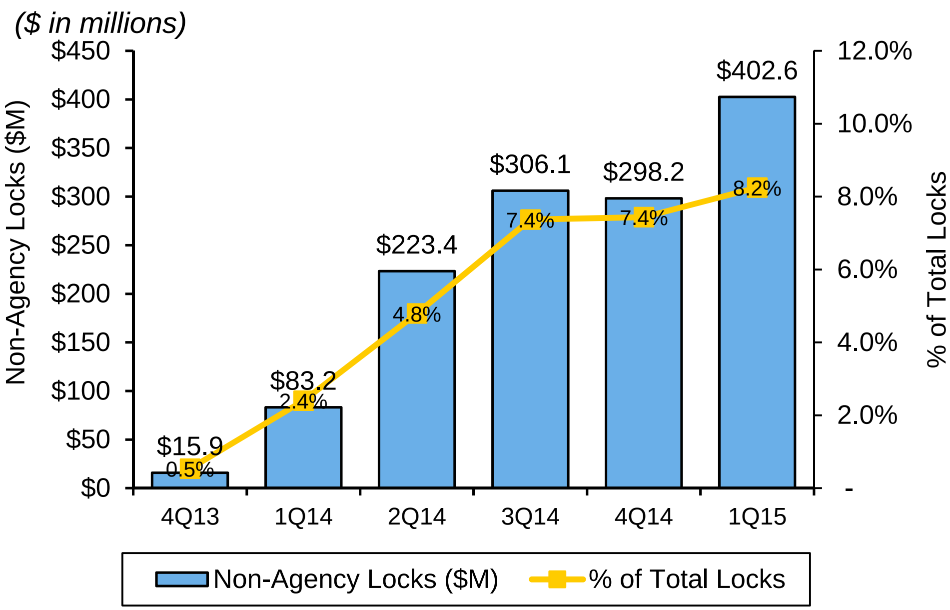
($ in millions)



Non-Agency Positioning: Focused on the Emerging Market

- Expanded and diversified investor base provides more pricing and product options
  - Total of 15 investors as of April 2015
- Non-agency locks declined to $88.4 million or 5.7% of total in April 2015, compared to monthly average of $134.2 million or 8.2% of total in 1Q15
- Rating Agency Platform Reviews completed with three agencies; facilitates both whole loan sales as well as potential future securitizations

Non-Agency Locks



Key Opportunities

Product expansion

Additional investors

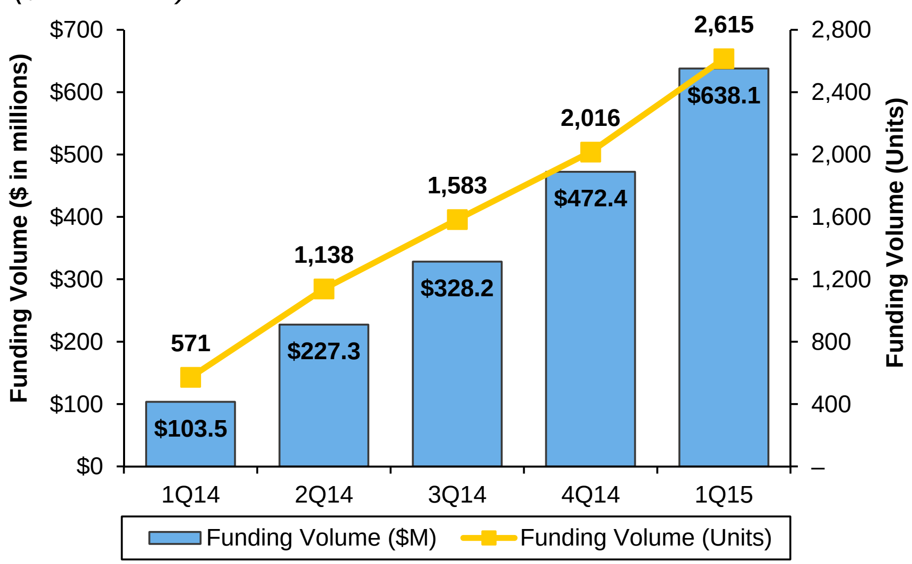
Launch investor portal

Mortgage Financing (NattyMac)

- Funded volume increased to $638.1 million in 1Q15, a 35% growth from prior period
- Increasing correspondent utilization, driving additional fee and net interest income
  - Loans funded through NattyMac represented 44% of total Stonegate correspondent origination volume in 1Q15, up from 24% in 4Q14

Funding Volume [(1)]

($ in millions)



Key Opportunities

Add additional participants to SGM Connect

Increase fee and net interest income

Increase “wallet share” with 800+ approved correspondent accounts

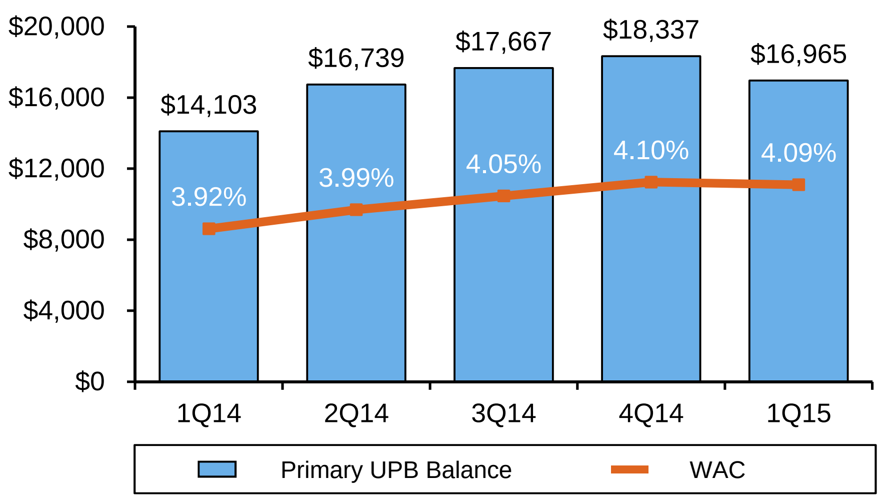
(1) Excludes Crossline from all periods. Prior to the integration, Crossline Capital was considered a NattyMac account. Beginning on October 1, 2014, Crossline’s volume was no longer funded through NattyMac.

Mortgage Servicing

- Drop in interest rates creates retention / recapture opportunity for origination segment
- Access to MSR secondary market through strategic buyers
  - Completed another $2.7 billion sale of MSRs to a third-party financial institution during 1Q15
  - Have monetized a total of $6.5 billion in UPB over the past three quarters ($70 million in capital)
- Looking to establish flow agreements with retention of sub-servicing

Servicing UPB and WAC

($ in millions)



Key Opportunities

Portfolio Retention

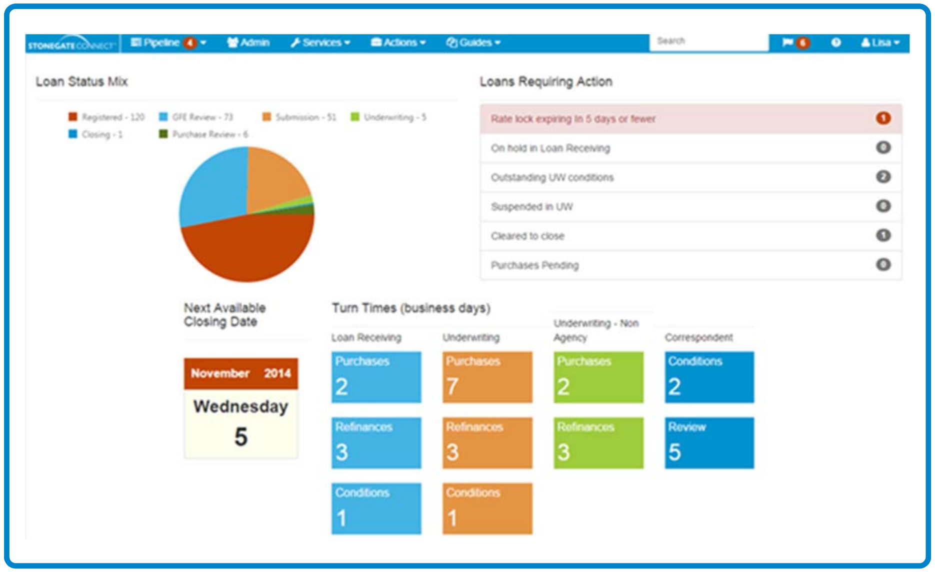
MSR Bulk Sales

MSR Flow Agreements

Stonegate Connect: Beginning to Take Form

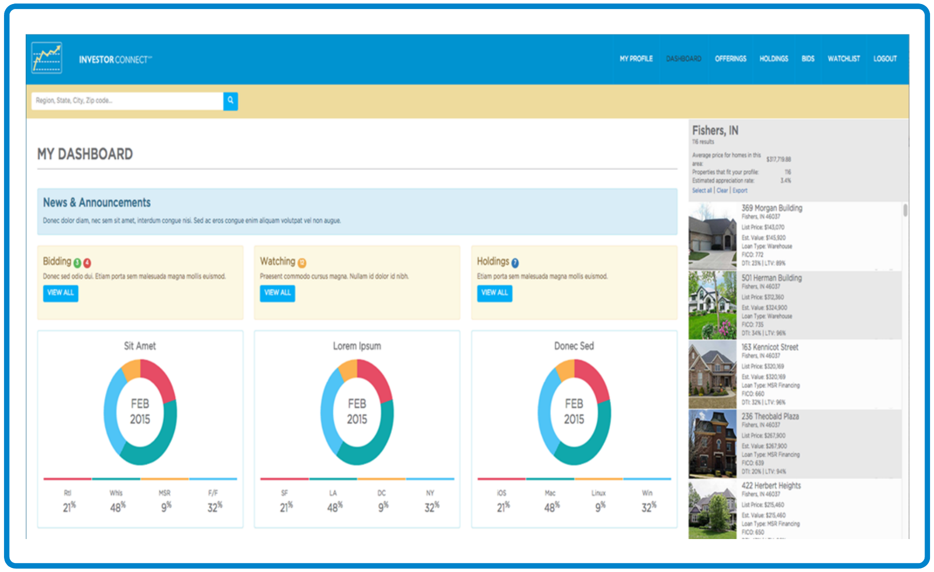
TPO Portal

- New interface and functionality for all TPO clients
  - Submit loans
  - Track pipeline of loans (status, conditions)
  - Deliver loans



Investor Portal

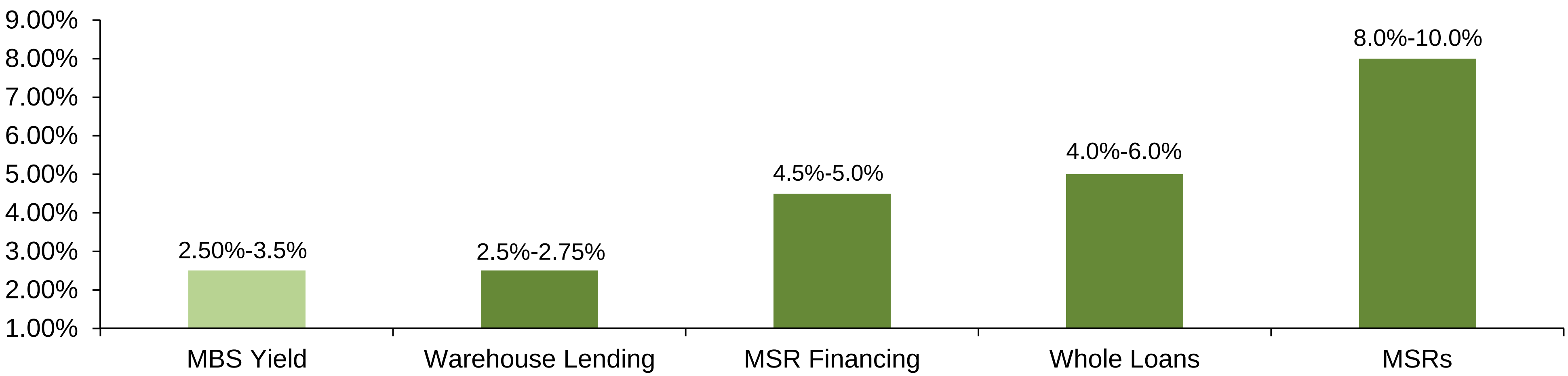
- Access asset-level data for various asset classes
  - Establish investment criteria
  - Search, sort and bid on assets
  - Track portfolio of assets



Stonegate Connect: Mortgage Asset Yield Opportunities

- Investors can participate in one or more asset classes based on their risk/return criteria
  - Asset classes can be expanded as the market evolves (i.e. non-agency securities)
- Assets can be sourced based on investor-specific guidelines (geographic, transaction type, yield, credit, etc.)
- Provides diversified funding and capital efficiency for Stonegate

Mortgage Asset Opportunities (Illustrative yields)

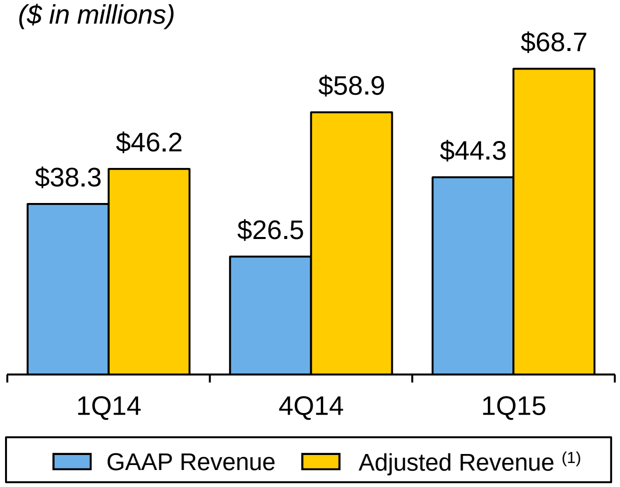


Warehouse Lending	MSR Financing	Whole Loans	MSRs
Funded $638M for NattyMac clients and $2.8B for SGM in 1Q15	**2 Facilities Funded balance of $71 million as of 1Q15**	**Sold $162 million of Non-Agency whole loans to multiple investors in 1Q15**	**Completed $2.7B MSR sale in 1Q15, our third sale in 3 consecutive quarters ($6.5B total)**

1Q15 Revenue

- Adjusted revenue of $68.7 million was up 17% from the previous quarter and up 49% compared to 1Q14 (1)
  - Gain on sale revenue increased 40% to $52.8 million
  - Payoffs and principal amortization of MSRs increased to $13.8 million in the quarter
- GAAP revenue of $44.3 million was up 67% from the previous quarter and up 16% compared to 1Q14
  - Includes a $24.4 million negative adjustment of Mortgage Servicing Rights (MSR) valuation, due to lower interest rates and other input assumption changes

Revenue



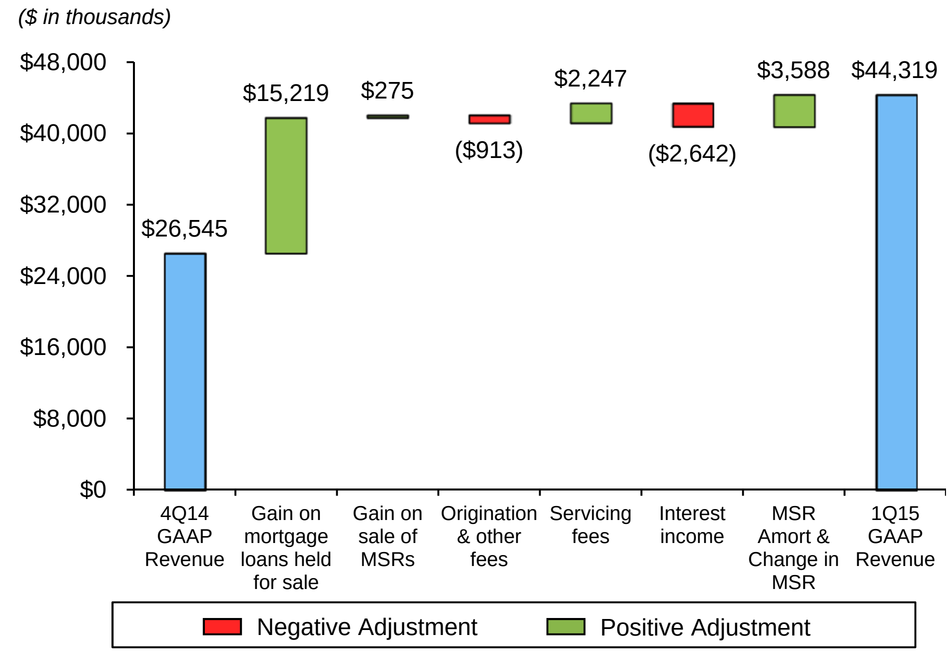
($ in thousands)	Three Months Ended		
Revenues	**3/31/2014**	**12/31/2014**	**3/31/2015**
Gain on mortgage loans held for sale, net	$ 28,631	$ 37,622	$ 52,841
Gain on sales of mortgage servicing rights	-	(76)	199
Changes in mortgage servicing rights valuation	(7,931)	(32,327)	(24,389)
Payoffs and principal amortization of MSR portfolio	(2,727)	(9,416)	(13,766)
Loan origination and other loan fees	5,077	7,257	6,344
Loan servicing fees	9,174	12,092	14,339
Interest and other income	6,077	11,393	8,751
Total revenues	**$ 38,301**	**$ 26,545**	**$ 44,319**

(1) Adjusted revenue excludes the change in mortgage servicing rights value for each period. See the Appendix for GAAP to non-GAAP reconciliation.

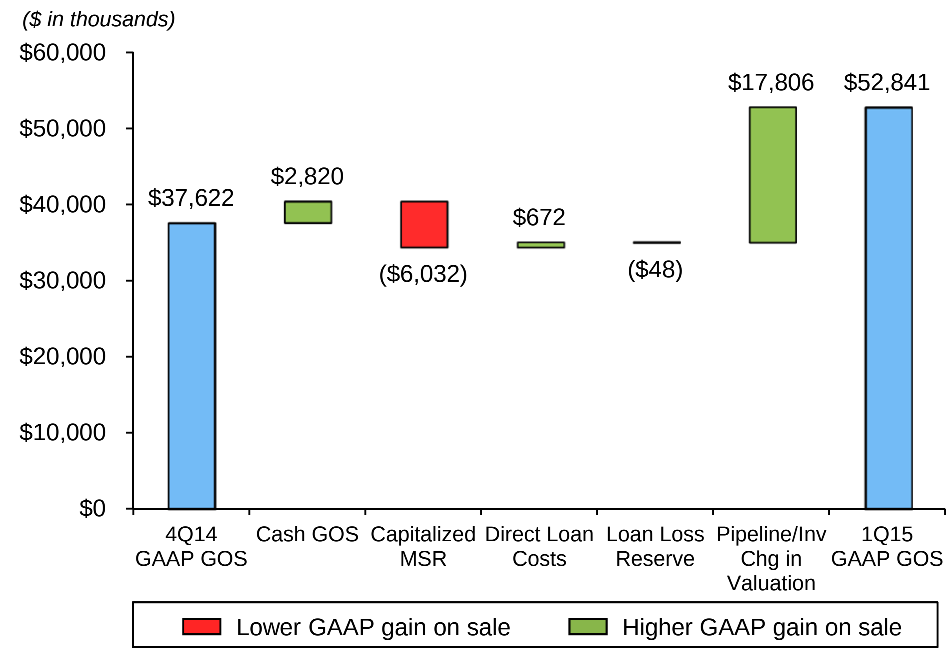
1Q15 Revenue Reconciliation

- Gain on mortgage loans held for sale increased by 40% to $52.8 million
  - Overall gain on sale margin of 186 bps[(1)] was up 74 bps compared to 4Q14 due to higher interest rate locks and higher cash gain on sale (due to growing retail mix), partially offset by lower MSR capitalization rates
  - The change in the value of the pipeline increased due to higher lock volume during the quarter as well has higher margins in those locks
- Servicing fees increased by $2.2 million from prior quarter
- Interest income declined by $2.6 million primarily due to lower origination volume

GAAP Revenue Bridge



Gain on Sale Bridge



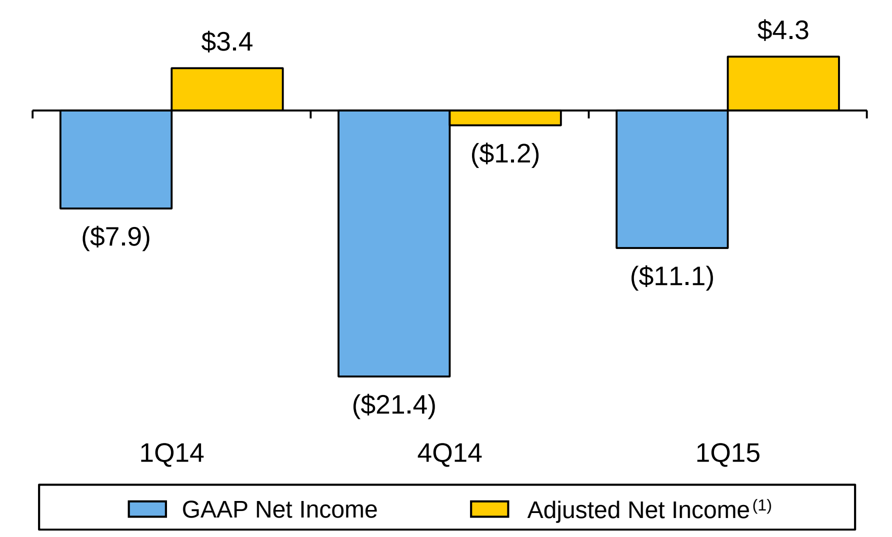
(1) Gain on mortgage loans held for sale as a percentage of origination volume.

1Q15 Net Income

- GAAP net loss of $11.1 million or $0.43 per diluted share
- Adjusted net income of $4.3 million or $0.17 per diluted share (1)
  - 1Q15 adjusted net income (1) represents a $5.5 million increase from the previous quarter and a $0.9 million increase as compared to the prior year quarter
  - Adjustments include the Fair Market Value changes in Mortgage Servicing Rights and stock-based compensation

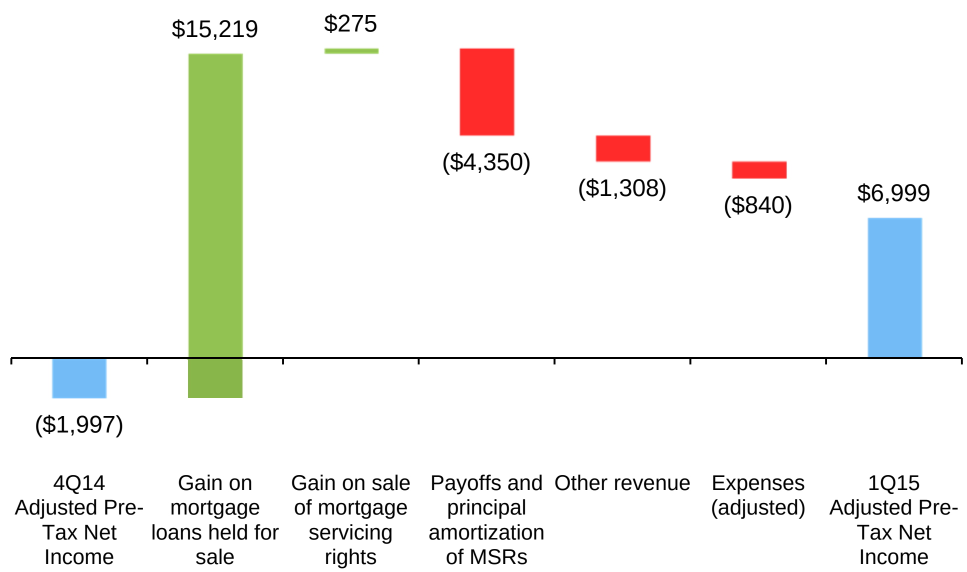
GAAP Net Income and Adjusted Net Income(1)

($ in millions)



Adjusted Pre-Tax Income Bridge(2)

($ in millions)



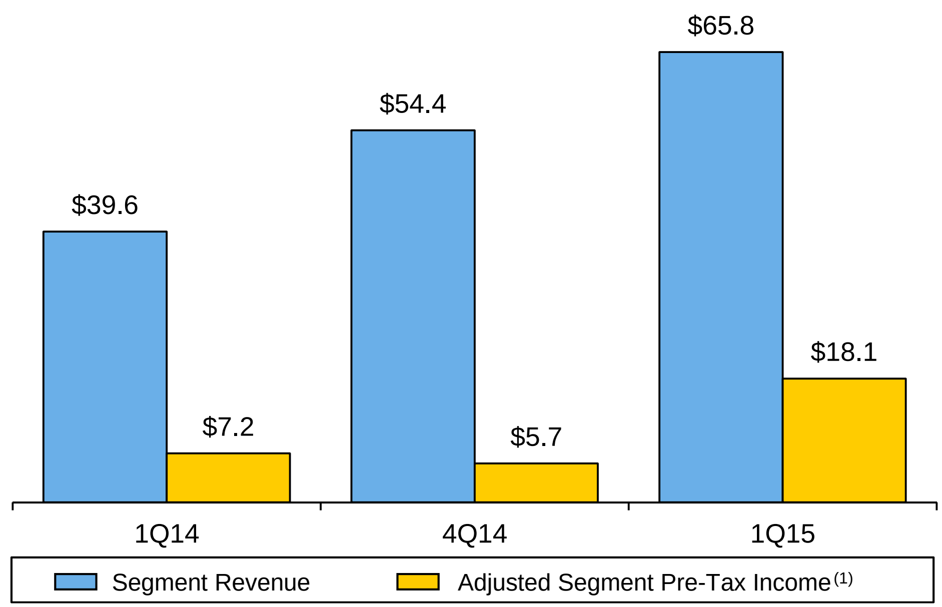
(1) Adjusted Net Income and adjusted EPS are key performance metrics used by management in evaluating the performance of our business. See the Appendix for GAAP to non-GAAP reconciliation.
(2) See the Appendix for GAAP to non-GAAP reconciliation.

Originations Segment Financial Results

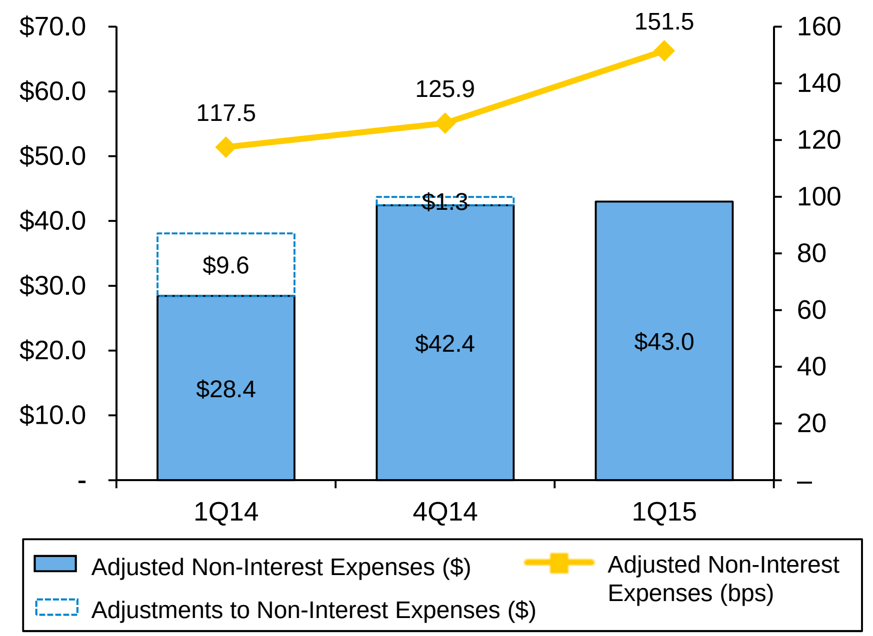
- Segment revenue of $65.8 million was up 21% over 4Q14 and up 66% over 1Q14
- Adjusted segment pre-tax income of $18.1 million was up 218% over 4Q14 and up 151% compared to 1Q14 [(1)]
- Segment expenses excluding interest expense were relatively flat in total dollars and up 20% in bps over 4Q14 [(1)]
  - Retail and wholesale, which carry a higher expense base, comprised 49% of total originations in 1Q15, up from 41% in 4Q14

Segment Results

($ in millions)



Adjusted Non-Interest Expenses [(1)]



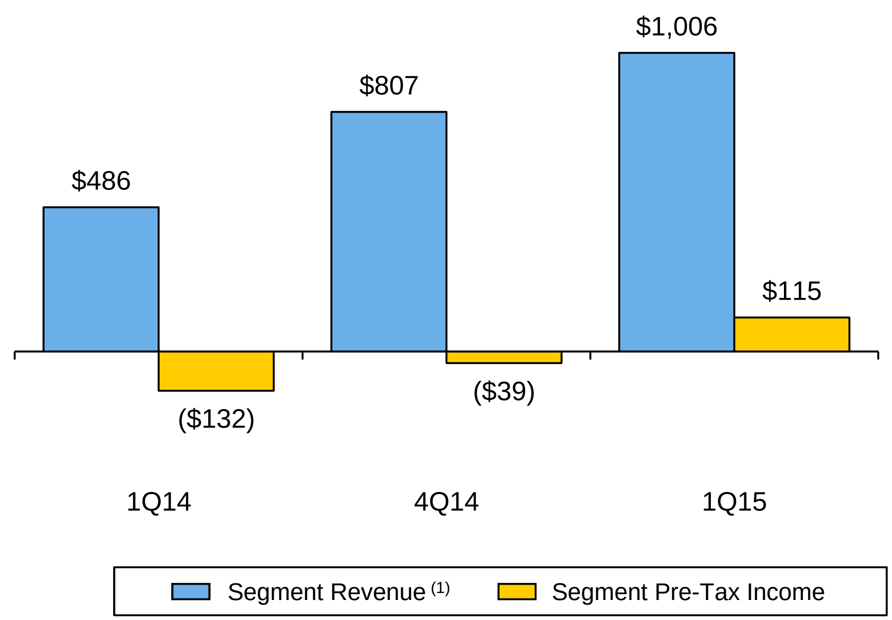
(1) Adjusted segment pre-tax income and total non-interest expenses exclude the ramp-up and other non-recurring expenses for each period. See the Appendix for GAAP to non-GAAP reconciliation.

Financing Segment Financial Results

- Segment revenue net of interest expenses increased to $1.0 million in 1Q15, up 25% over 4Q14
- Segment pre-tax income increased to $115 thousand in 1Q15, compared to ($39) thousand in 4Q14
- Funding fees were up from $152 thousand in 4Q14 to $274 thousand in 1Q15 due to higher funded volume
  - Funding fees were up 80% over 4Q14, while funded units were up 30%

Segment Results

($ in thousands)



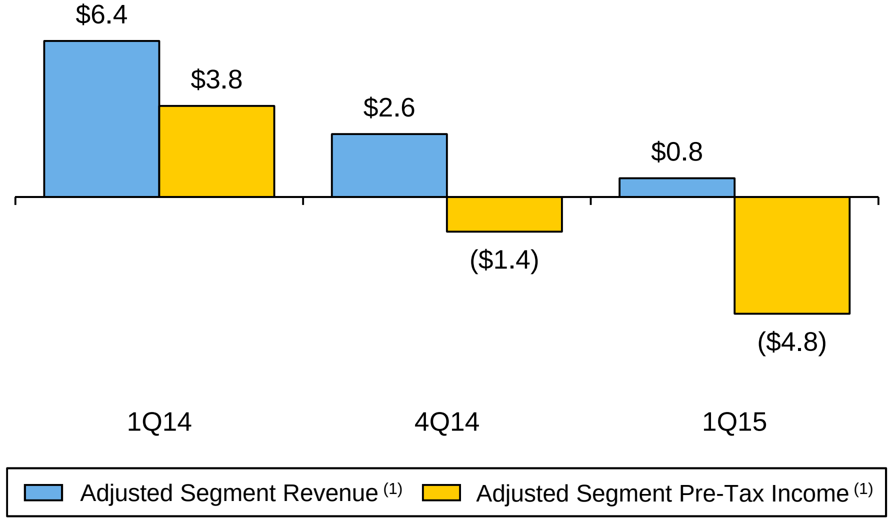
(1) Net of interest expenses

Servicing Segment Financial Results

- Adjusted segment revenue [(1)] decreased to $0.8 million in 1Q15, down 70% from 4Q14 and 88% from 1Q14
  - Payoffs and principal amortization of mortgage servicing rights increased to $13.8 million in 1Q15, up from $9.4 million in 4Q14
  - Loan servicing fees were $14.3 million in 1Q15, up 19% from 4Q14 and up 56% from 1Q14
- Adjusted segment pre-tax income [(1)] decreased to ($4.8) million in 1Q15, down from ($1.4) million in 4Q14
  - Attributable to the increased payoffs and principal amortization of MSR

Segment Results

($ in millions)

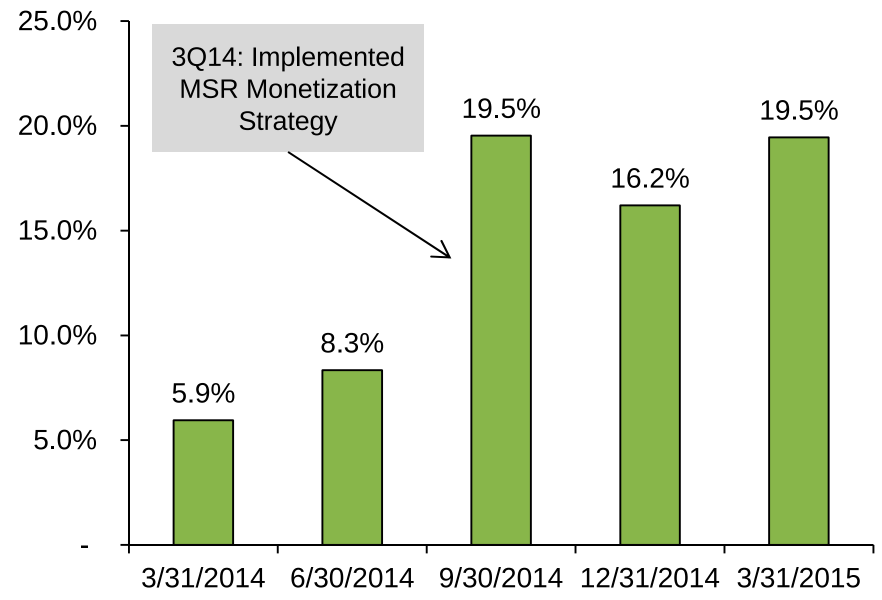


(1) Adjusted segment revenue and adjusted segment pre-tax income exclude the change in mortgage servicing rights value for each period. See the Appendix for GAAP to non-GAAP reconciliation.

Liquidity Status

- Maintained strong liquidity position in 1Q15
- Freeing up capital from servicing assets to reinvest in origination, which has a higher return potential
  - Continue to sell MSRs at favorable terms, demonstrating ability to generate liquidity
- MSR financing as a percentage of total MSR assets was 42% as of March 31, 2015

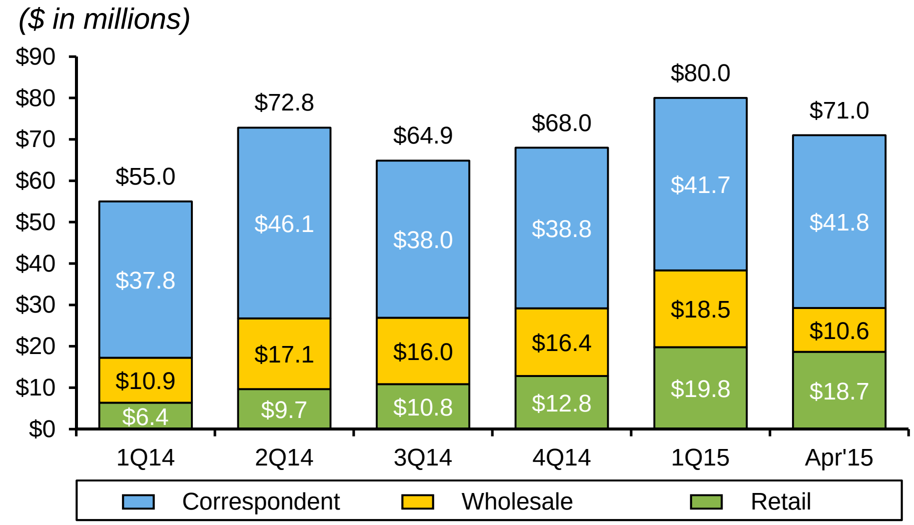
Cash & Equivalents as a % of Total Equity



April 2015 Snapshot

- Lock volume declined but remains strong
  - Average mortgage loans locked per business day in April 2015 decreased 11% to $71.0 million, compared with average locks per business day of $80.0 million during 1Q15
- Retail lock mix continues to grow
  - Retail locks per declined 6% in April 2015 to $18.7 million to represent 26% of total lock volume, compared to 25% of total lock volume during 1Q15
  - Distributed Retail's focus on purchase business continues with 70% purchase locks in April
  - Stonegate Direct – focus on recapture of servicing runoff and GNMA/FHA refinance opportunity (due to 50 bps drop in MIP premiums)
- The 10-year treasury yield increased by 11 bps to 2.05% at the end of April
  - Continuing to see elevated levels of prepayments, though speeds have slowed from 1Q15
- Completed sale of GNMA MSR portfolio with UPB of nearly $2 billion on April 30, 2015

Locks per Day Trend



April Interest Rate Environment

	Origination	Financing	Servicing
Yield curve shifts upward	↓	↔	↑
Yield curve shifts downward	↑	↔	↓
Yield curve steepens	↓	↑	↑
Yield curve flattens	↑	↓	↓

Conclusion

- As expected, lower interest rates and the flatter yield curve resulted in headwinds in our servicing business during the quarter, which were offset by significant tailwinds in our originations business
  - Increased locks and higher retail mix resulted in higher gain on sale revenue
  - Expenses were relatively flat while retail represented a larger % of overall production
  - Changes in mortgage servicing rights valuation negatively impacted GAAP earnings, while increased payoffs and principal amortization negatively impacted both GAAP and core earnings
- Focused on increasing Stonegate Connect participants
  - Creates more liquidity for assets (whole loans, MSR financing and MSR sales)
  - Origination franchise is attractive to investors who want access to the asset class
- Remain focused operationally on TRID (TILA-RESPA Integrated Disclosure) rule implementation
- Our focus is on building a long-term, sustainable business to be successful in any market environment

Appendix

Statement of Operations

($ in thousands, except per share data)	Three Months Ended 3/31/2015	Three Months Ended 12/31/2014	Three Months Ended 3/31/2014
Revenues			
Gain on mortgage loans held for sale, net	$ 52,841	$ 37,622	$ 28,631
Gain on sales of mortgage servicing rights	199	(76)	-
Changes in mortgage servicing rights valuation	(24,389)	(32,327)	(7,931)
Payoffs and principal amortization of mortgage servicing rights	(13,766)	(9,416)	(2,727)
Loan origination and other loan fees	6,344	7,257	5,077
Loan servicing fees	14,339	12,092	9,174
Interest and other income	8,751	11,393	6,077
Total revenues	$ 44,319	$ 26,545	$ 38,301
Expenses			
Salaries, commissions and benefits	$ 37,948	$ 36,419	$ 33,420
General and administrative expense	8,440	10,194	8,209
Interest expense	8,409	9,072	3,813
Occupancy, equipment and communication	5,861	5,222	4,141
Provision for mortgage repurchases and indemnifications	86	(884)	395
Depreciation and amortization expense	1,781	1,530	1,083
Loss on disposal and impairment of long lived assets	6	1,305	91
Total expenses	$ 62,531	$ 62,858	$ 51,152
Loss before income tax benefit	**(18,212)**	**(36,313)**	**(12,851)**
Income tax benefit	(7,093)	(14,929)	(4,967)
Net loss attributable to common stockholders	**$ (11,119)**	**$ (21,384)**	**$ (7,884)**
Loss per share			
Basic	$ (0.43)	$ (0.83)	$ (0.31)
Diluted	$ (0.43)	$ (0.83)	$ (0.31)

Balance Sheet

($ in thousands, except per share data)	3/31/2015	12/31/2014
Assets		
Cash and cash equivalents	$ 52,491	$ 45,382
Restricted cash	3,046	4,482
Mortgage loans held for sale, at fair value	957,922	1,048,347
Servicing advances	10,331	11,193
Derivative asset	29,478	12,560
Mortgage servicing rights, at fair value	170,580	204,216
Property and equipment, net	18,624	17,047
Loans eligible for repurchase from GNMA	116,051	109,397
Warehouse lending receivables	164,462	85,431
Other Assets	62,454	58,496
Total assets	$ 1,585,439	$ 1,596,551
Liabilities and stockholders' equity		
Secured borrowings/warehouse lines of credit	$ 1,060,767	$ 1,066,217
Secured borrowings - mortgage service rights	71,058	75,970
Operating lines of credit	5,000	2,000
Accounts payable and accrued expenses	32,353	28,350
Derivative liabilities	11,864	9,044
Reserve for mortgage repurchases and indemnification	4,877	4,967
Liability for loans eligible for repurchase from GNMA	116,051	109,397
Deferred income tax liabilities, net	4,735	11,831
Other liabilities	8,956	8,700
Total liabilities	1,315,661	1,316,476
Stockholders' equity		
Common stock	264	264
Additional paid-in-capital	267,905	267,083
Retained earnings	1,609	12,728
Total stockholders' equity	269,778	280,075
Total liabilities and stockholders' equity	$ 1,585,439	$ 1,596,551

Segment Results – 1Q15

	Three Months Ended March 31, 2015				
	Originations	Servicing	Financing	Other / Eliminations [1]	Consolidated
Revenues					
Gains on mortgage loans held for sale, net	$ 52,841	$ -	$ -	$ -	$ 52,841
Gain on sale of mortgage servicing rights	–	199	–	–	199
Change in mortgage servicing rights valuation	–	(24,389)	–	–	(24,389)
Payoffs and principal amortization of MSRs	–	(13,766)	–	–	(13,766)
Loan origination and other loan fees	6,070	–	274	–	6,344
Loan servicing fees	–	14,339	–	–	14,339
Interest and other income	6,928	–	1,734	89	8,751
Total Revenue	**65,839**	**(23,617)**	**2,008**	**89**	**44,319**
Expenses					
Salaries, commissions and benefits	28,101	2,116	519	7,212	37,948
General and administrative	3,758	441	135	4,106	8,440
Interest expense	4,747	1,524	1,002	1,136	8,409
Occupancy, equipment and communication	3,348	482	58	1,973	5,861
Provision for mortgage repurchases and indemnifications	86	–	–	–	86
Depreciation and amortization	356	35	101	1,289	1,781
Loss on disposal of property and equipment	–	–	–	6	6
Corporate Allocations	7,346	1,003	78	(8,427)	–
Total Expenses	**47,742**	**5,601**	**1,893**	**7,295**	**62,531**
Income (loss) before taxes	**$ 18,097**	**$ (29,218)**	**$ 115**	**$ (7,206)**	**$ (18,212)**

(1) Includes intersegment eliminations and certain corporate income and expenses not allocated to the three reportable segments, such as those related to our accounting, executive administration, finance, internal audit, investor relations, legal and treasury departments.

Segment Results – 4Q14

	Three Months Ended December 31, 2014				
	Originations	Servicing	Financing	Other / Eliminations [1]	Consolidated
Revenues					
Gains on mortgage loans held for sale, net	$ 37,622	$ -	$ -	$ -	$ 37,622
Gain on sale of mortgage servicing rights	–	(77)	–	–	(77)
Change in mortgage servicing rights valuation	–	(32,326)	–	–	(32,326)
Payoffs and principal amortization of MSRs	–	(9,416)	–	–	(9,416)
Loan origination and other loan fees	7,104	–	152	–	7,256
Loan servicing fees	–	12,092	–	–	12,092
Interest and other income	9,682	–	1,705	6	11,393
Total revenues	**54,408**	**(29,727)**	**1,857**	**6**	**26,544**
Expenses					
Salaries, commissions and benefits	28,415	1,707	472	5,824	36,418
General and administrative	4,544	352	144	5,154	10,194
Interest expense	6,287	598	1,050	1,137	9,072
Occupancy, equipment and communication	2,979	461	82	1,700	5,222
Provision for mortgage repurchases and indemnifications	(884)	–	–	–	(884)
Depreciation and amortization	1,747	41	103	928	2,819
Loss on disposal and impairment of long lived assets	–	–	–	15	15
Corporate allocations	6,919	877	45	(7,841)	–
Total expenses	**50,007**	**4,036**	**1,896**	**6,917**	**62,856**
Income (loss) before taxes	**$ 4,401**	**$ (33,763)**	**$ (39)**	**$ (6,911)**	**$ (36,312)**

(1) Includes intersegment eliminations and certain corporate income and expenses not allocated to the three reportable segments, such as those related to our accounting, executive administration, finance, internal audit, investor relations, legal and treasury departments.

Segment Results – 1Q14

	Three Months Ended March 31, 2014				
	Originations	Servicing	Financing	Other / Eliminations [1]	Consolidated
Revenues					
Gains on mortgage loans held for sale, net	$ 28,631	$ -	$ -	$ -	$ 28,631
Change in mortgage servicing rights valuation	–	(7,931)	–	–	(7,931)
Payoffs and principal amortization of MSRs	–	(2,727)	–	–	(2,727)
Loan origination and other loan fees	5,035	–	62	(20)	5,077
Loan servicing fees	–	9,174	–	–	9,174
Interest and other income	5,922	–	424	(269)	6,077
Total Revenue	**39,588**	**(1,484)**	**486**	**(289)**	**38,301**
Expenses					
Salaries, commissions and benefits	26,303	1,213	376	5,528	33,420
General and administrative	3,521	336	119	4,233	8,209
Interest expense	3,983	88	–	(258)	3,813
Occupancy, equipment and communication	2,277	385	11	1,468	4,141
Provision for mortgage repurchases and indemnifications	395	–	–	–	395
Depreciation and amortization	186	–	90	807	1,083
Loss on disposal of property and equipment	–	–	–	91	91
Corporate allocations	5,409	666	22	(6,097)	–
Total Expenses	**42,074**	**2,688**	**618**	**5,772**	**51,152**
Income (loss) before taxes	**$ (2,486)**	**$ (4,172)**	**$ (132)**	**$ (6,061)**	**$ (12,851)**

(1) Includes intersegment eliminations and certain corporate income and expenses not allocated to the three reportable segments, such as those related to our accounting, executive administration, finance, internal audit, investor relations, legal and treasury departments.

Note: Certain prior period amounts have been reclassified to conform to the current period presentation.

Non-GAAP Financial Reconciliation: Adjusted Net Income

($ in thousands, except per share data)	Three Months Ended 3/31/2015	12/31/2014	3/31/2014
Net loss:	$ (11,119)	$ (21,384)	$ (7,884)
Adjust for:			
Changes in valuation inputs and assumptions on MSRs	24,389	32,327	7,931
Stock-based compensation expense	822	699	899
Ramp-up and other non-routine expenses	-	1,290	9,593
Acquisition related costs	-	-	49
Tax effect of adjustments	(9,819)	(14,108)	(7,149)
Adjusted net income (1)	**$ 4,273**	**$ (1,176)**	**$ 3,439**
Adjusted diluted earnings (loss) per share	**$ 0.17**	**$ (0.05)**	**$ 0.13**

(1) Adjusted net income is a key performance metric used by management in evaluating the performance of our business.

Non-GAAP Financial Reconciliation: Adjusted Revenue

($ in thousands, except per share data)	Three Months Ended 3/31/2015	12/31/2014	3/31/2014
GAAP Revenue	$ 44,319	$ 26,545	$ 38,301
Changes in valuation inputs and assumptions on MSRs	24,389	32,327	7,931
Adjusted Revenue	**$ 68,708**	**$ 58,872**	**$ 46,232**

Non-GAAP Financial Reconciliation: Adjusted Pre-Tax Net Income

($ in thousands, except per share data)	Three Months Ended 3/31/2015	Three Months Ended 12/31/2014	Three Months Ended 3/31/2014
Loss before income tax expense	$ (18,212)	$ (36,313)	$ (12,851)
Adjust for:			
Changes in valuation inputs and assumptions on MSRs	24,389	32,327	7,931
Stock-based compensation expense	822	699	899
Ramp-up and other non-routine expenses	-	1,290	9,593
Acquisition related costs	-	-	49
Adjusted pre-tax net income	**$ 6,999**	**$ (1,997)**	**$ 5,621**

Non-GAAP Financial Reconciliation: LTM Segment Income

($ in thousands)	LTM 3/31/2015 Originations	LTM 3/31/2015 Financing	LTM 3/31/2015 Total	LTM 3/31/2015 Servicing
Total Segment Pre-Tax Income	$ 48,919	$ (171)	48,748	$ (73,927)
Adjust for:				
Ramp-up and other non-routine expenses	1,290	-	1,290	-
Changes in valuation inputs and assumptions on MSRs	-	-	-	73,382
Adjusted Segment Pre-Tax Income	**$ 50,209**	**$ (171)**	**$ 50,038**	**$ (545)**

Note: Certain prior period amounts have been reclassified to conform to the current period presentation.

Non-GAAP Financial Reconciliation: Servicing Segment

STONEGATE MORTGAGE

($ in thousands)	Three Months Ended 3/31/2015	Three Months Ended 12/31/2014	Three Months Ended 3/31/2014
Total Servicing Segment Revenue	$ (23,617)	$ (29,727)	$ (1,484)
Adjust for:			
Changes in valuation inputs and assumptions on MSRs	24,389	32,327	7,931
Adjusted Segment Revenue	**$ 772**	**$ 2,600**	**$ 6,447**
Total Servicing Segment Pre-Tax Income	$ (29,218)	$ (33,763)	$ (4,172)
Adjust for:			
Changes in valuation inputs and assumptions on MSRs	24,389	32,327	7,931
Adjusted Segment Pre-Tax Income	**$ (4,829)**	**$ (1,436)**	**$ 3,759**

Non-GAAP Financial Reconciliation: Originations Segment

	Three Months Ended		
($ in thousands)	3/31/2015	12/31/2014	3/31/2014
Total Originations Segment Pre-Tax Income	$ 18,097	$ 4,401	$ (2,486)
Adjust for:			
Ramp-up and other non-routine expenses	-	1,290	9,593
Acquisition costs	-	-	49
Adjusted Segment Pre-Tax Income	**$ 18,097**	**$ 5,691**	**$ 7,156**

Gain on Sale Economics

- Gain on sale consists of cash and non-cash items:
  - Cash gain on sale
  - Direct Loan Expenses
  - Loan loss reserve
  - Capitalized MSR asset
  - Pipeline/Inventory fair value

Gain on Sale Economics

	Three Months Ended		
$ in thousands	3/31/2015	12/31/2014	3/31/2014
Cash GOS	$ 8,021	$ 5,201	$ (2,540)
Capitalized MSR	34,512	40,543	31,148
Direct Loan Costs	(4,512)	(5,184)	(4,550)
Loan Loss Reserve	(764)	(716)	(493)
Pipeline/Inventory Chg in Valuation	15,584	(2,222)	5,066
Total GOS - Consolidated	$ 52,841	$ 37,622	$ 28,631

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