



TiptreeInc.

CFA Society of New York Insurance Conference

November 2021

LIMITATIONS ON THE USE OF INFORMATION

This presentation has been prepared by Tiptree Inc. and its consolidated subsidiaries ("Tiptree", "the Company" or "we") solely for informational purposes, and not for the purpose of updating any information or forecast with respect to Tiptree, its subsidiaries or any of its affiliates or any other purpose. Tiptree reports a non-controlling interest in certain operating subsidiaries that are not wholly owned. Unless otherwise noted, all information is of Tiptree on a consolidated basis before non-controlling interest. Neither Tiptree nor any of its affiliates makes any representation or warranty, express or implied, as to the accuracy or completeness of the information contained herein and no such party shall have any liability for such information. These materials and any related oral statements are not all-inclusive and shall not be construed as legal, tax, investment or any other advice. You should consult your own counsel, accountant or business advisors. Performance information is historical and is not indicative of, nor does it guarantee future results. There can be no assurance that similar performance may be experienced in the future. All information is as of September 30, 2021 unless otherwise noted.

SPECIAL NOTE REGARDING FORWARD-LOOKING STATEMENTS AND PROJECTIONS

This document contains "forward-looking statements" which involve risks, uncertainties and contingencies, many of which are beyond Tiptree's control, which may cause actual results, performance, or achievements to differ materially from anticipated results, performance, or achievements. All statements contained herein that are not clearly historical in nature are forward-looking, and the words "anticipate," "believe," "estimate," "expect," "intend," "may," "might," "plan," "project," "should," "target," "will," "view," "confident," or similar expressions are intended to identify forward-looking statements. Such forward-looking statements include, but are not limited to, statements about Tiptree's plans, objectives, expectations and intentions. The forward-looking statements are not guarantees of future performance and are subject to risks, uncertainties and other factors, many of which are beyond the company's control, are difficult to predict and could cause actual results to differ materially from those expressed or forecast in the forward-looking statements. Actual results could differ materially from those anticipated in these forward-looking statements as a result of various factors, including, but not limited to those described in the section entitled "Risk Factors" in Tiptree's Annual Report on Form 10-K, and as described in the Tiptree's other filings with the SEC. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as to the date of this release. The factors described therein are not necessarily all of the important factors that could cause actual results or developments to differ materially from those expressed in any of the forward-looking statements. Other unknown or unpredictable factors also could affect the forward-looking statements provided. Consequently, actual performance could be materially different from the results described or anticipated by the forward-looking statements. Given these uncertainties, one should not place undue reliance on these forward-looking statements. Except as required by the federal securities laws, Tiptree Inc. undertakes no obligation to update any forward-looking statements.

In light of the risks and uncertainties inherent in all projections, the inclusion of forward-looking statements and projections in this presentation should not be considered as a representation by us or any other person that our objectives or plans will be achieved. Numerous factors, including those described in Tiptree's Annual Report on Form 10-K or in Tiptree's other filings with the SEC, could cause our actual results to differ materially from those expressed or implied in forward-looking statements.

MARKET AND INDUSTRY DATA

Certain market data and industry data used in this presentation were obtained from reports of governmental agencies and industry publications and surveys. Tiptree Inc. believes the data from third-party sources to be reliable based upon management's knowledge of the industry, but have not independently verified such data and as such, make no guarantees as to its accuracy, completeness or timeliness.

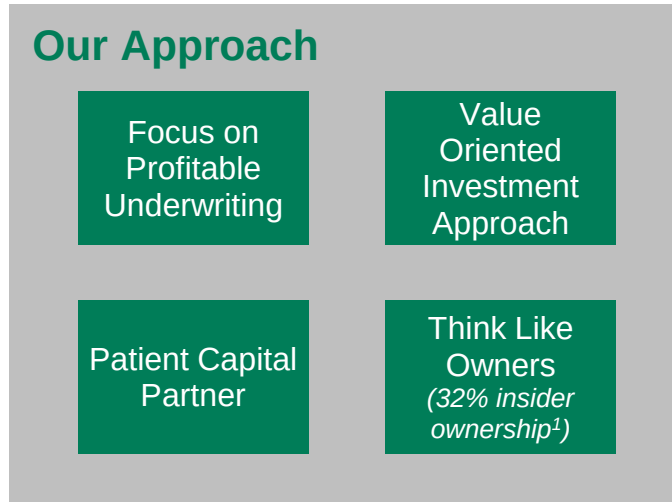
NOT AN OFFER OR A SOLICITATION

This document does not constitute an offer or invitation for the sale or purchase of securities or to engage in any other transaction with Tiptree, its subsidiaries or its affiliates. The information in this document is not targeted at the residents of any particular country or jurisdiction and is not intended for distribution to, or use by, any person in any jurisdiction or country where such distribution or use would be contrary to local law or regulation.

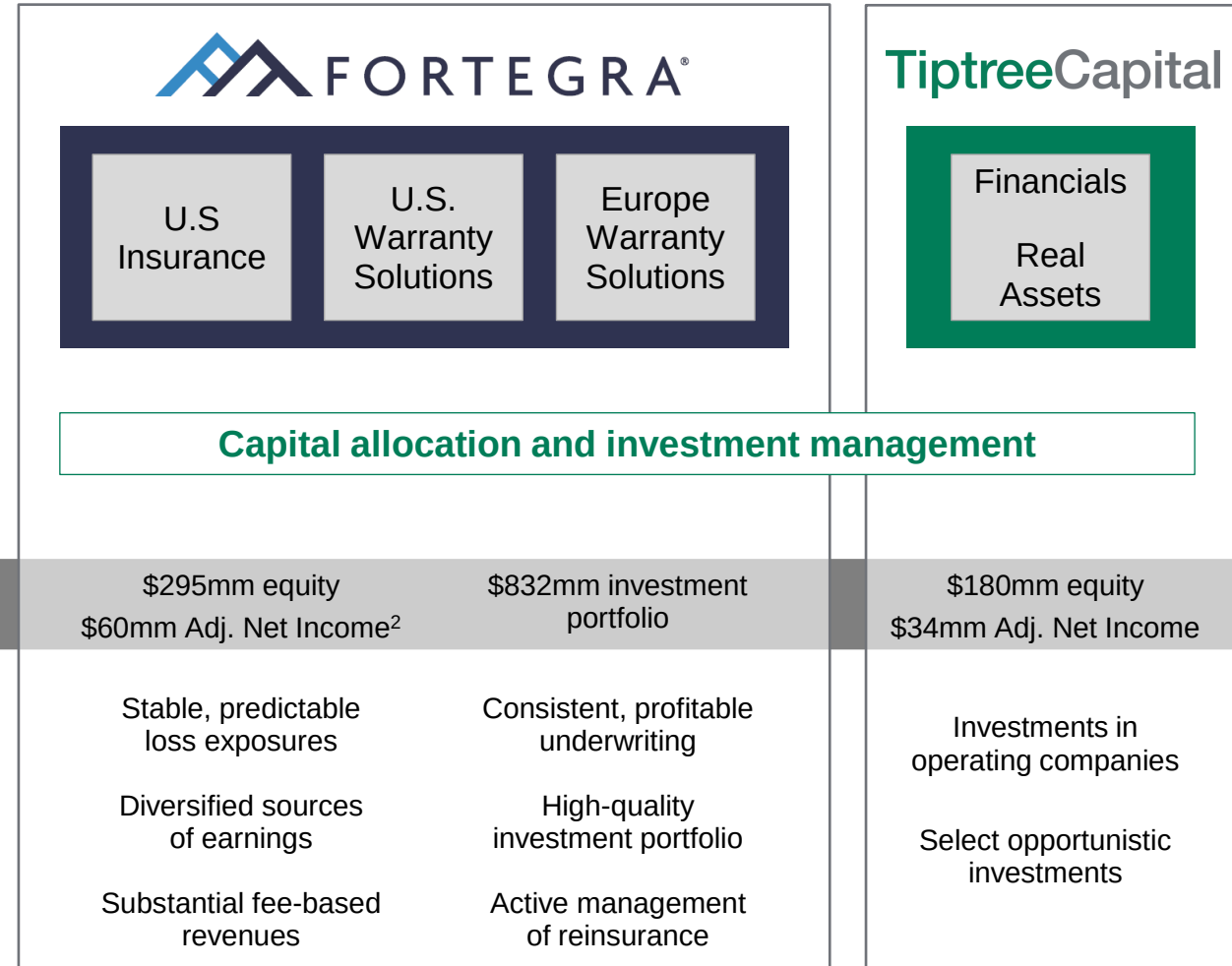
NON-GAAP MEASURES

In this document, financial measures derived from consolidated financial data are sometimes used but not presented in the financial statements prepared in accordance with U.S. generally accepted accounting principles (GAAP). Certain of these data are considered "non-GAAP financial measures" under the SEC rules. These non-GAAP financial measures supplement GAAP disclosures and should not be considered an alternative to the GAAP measure. Management's reasons for using these non-GAAP financial measures and the reconciliations to their most directly comparable GAAP financial measures are posted in the Appendix.

(\$ in millions)

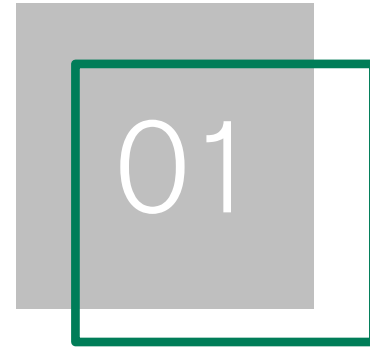


- 1 Long-term focus on total shareholder return while generating consistent earnings
- 2 Strong track record of returning capital to shareholders
- 3 Diversified capital allocation strategy with Fortegra as our largest operating business



Combines specialty insurance with investment management to drive attractive risk-adjusted returns

¹ As of September 30, 2021.
² Operating metrics represent Q3'21 last twelve months (LTM). See appendix for reconciliation of non-GAAP measures.



Insurance Company Overview

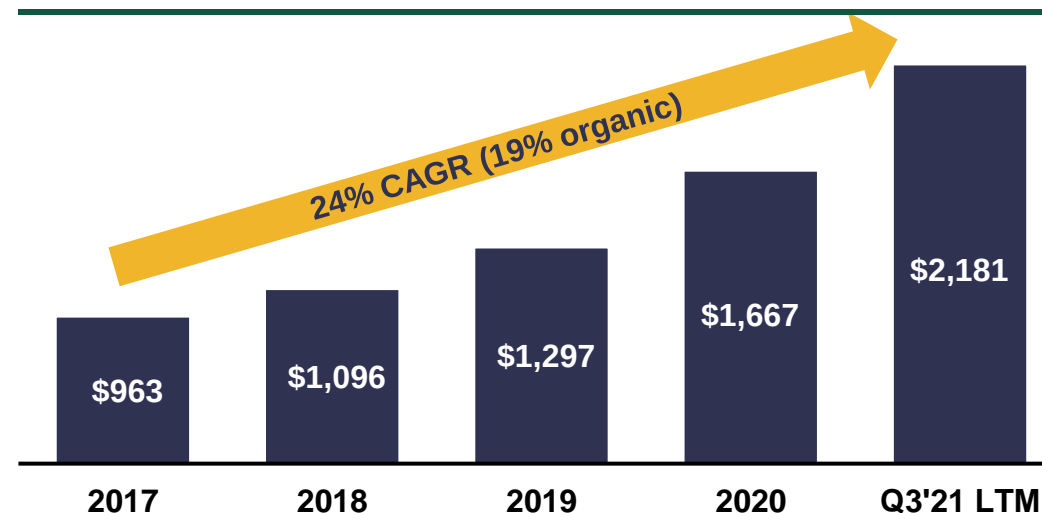
Fortegra Overview

(\$ in millions)

- ✓ **Established, growing, vertically integrated specialty insurer** focusing on admitted and excess & surplus insurance programs, and warranty solutions
- ✓ Unique & diverse combination of **underwriting and fee revenues** (premium & premium equivalents)
- ✓ Targeting programs with **minimal catastrophic exposure, avoiding aggregation of risk**
- ✓ Agent-driven business with a **“one-to-many”** distribution model and **long-standing, economically aligned partnerships**
- ✓ **Scalable technology & deep industry expertise** lay the path ahead to be a **global market leader in specialty insurance**

91% 5-year Average Combined Ratio	21% Q3'21 LTM Adjusted ROAE	\$295mm Q3'21 GAAP Equity
A- A.M. Best & KBRA Ratings	95% 5-year Agent Persistency Rate	25 years Average Mgmt. Experience

Growth in GWPPE¹



Differentiated approach has led to robust growth, consistent profitability & high cash flows

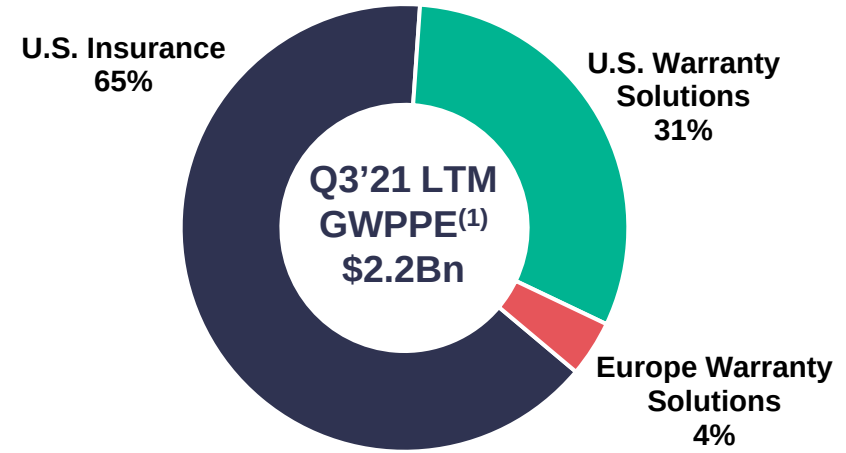
¹ Gross written premium & premium equivalents.

Insurance & Fee Revenue Mix Supports Consistent & Sustainable Growth

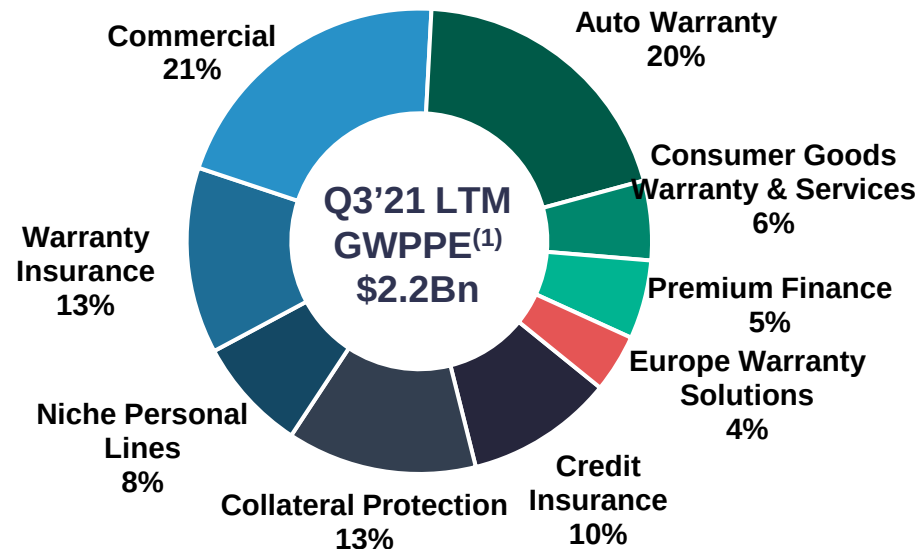
Key Highlights

- ✓ Diversified product mix with emphasis on small premium-per-risk ecosystems & minimal catastrophic exposure
- ✓ Products & services distributed through independent & retail agents with each party's interest economically aligned
- ✓ Complementary mix of underwriting and fee revenue leads to more stable earnings

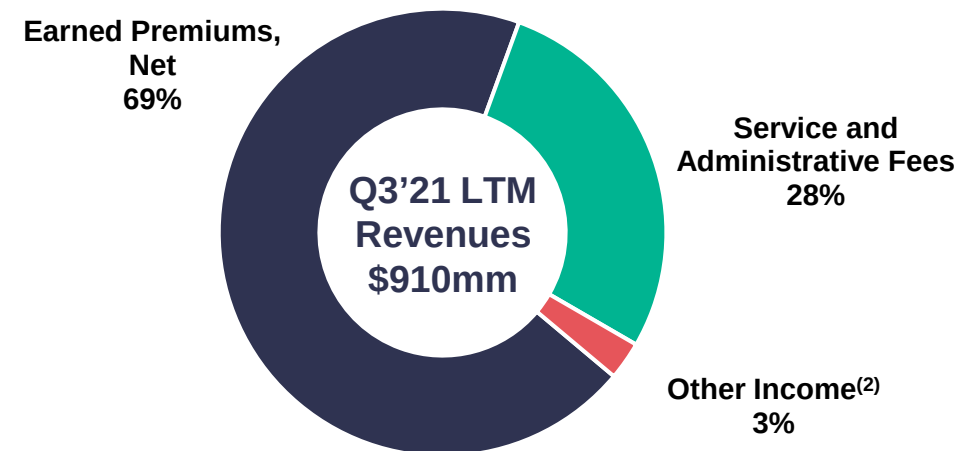
Line of Business



Product Mix



Revenue Mix



¹ Gross written premiums & premium equivalents.

² Includes ceding commissions, net investment income & other revenue, excluding net realized & unrealized gains (losses).

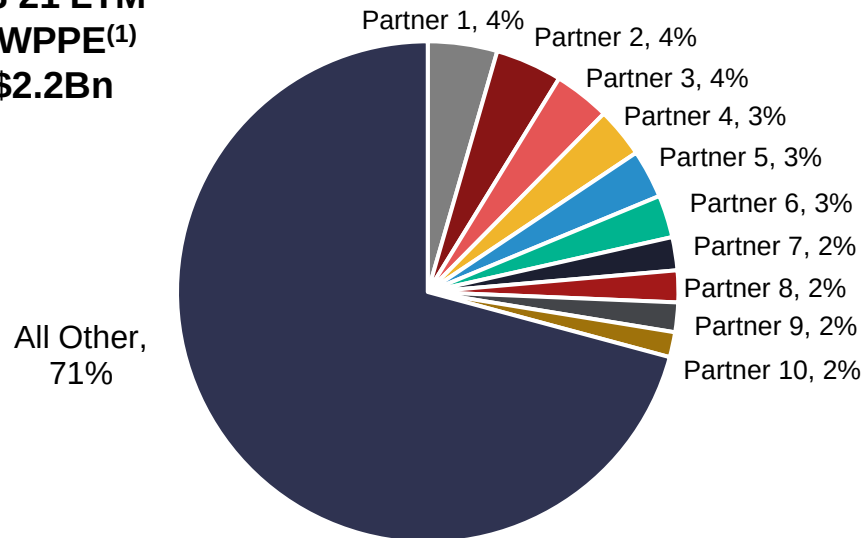
Distribution Strategy

Distribution Channels

INSURANCE	WARRANTY
Agents/Brokers	Agents
MGUs	Retailers & Dealerships
Retail Agents	Third-party Administrators

Product Mix

Q3'21 LTM
GWPPE⁽¹⁾
\$2.2Bn



¹ Gross written premiums & premium equivalents

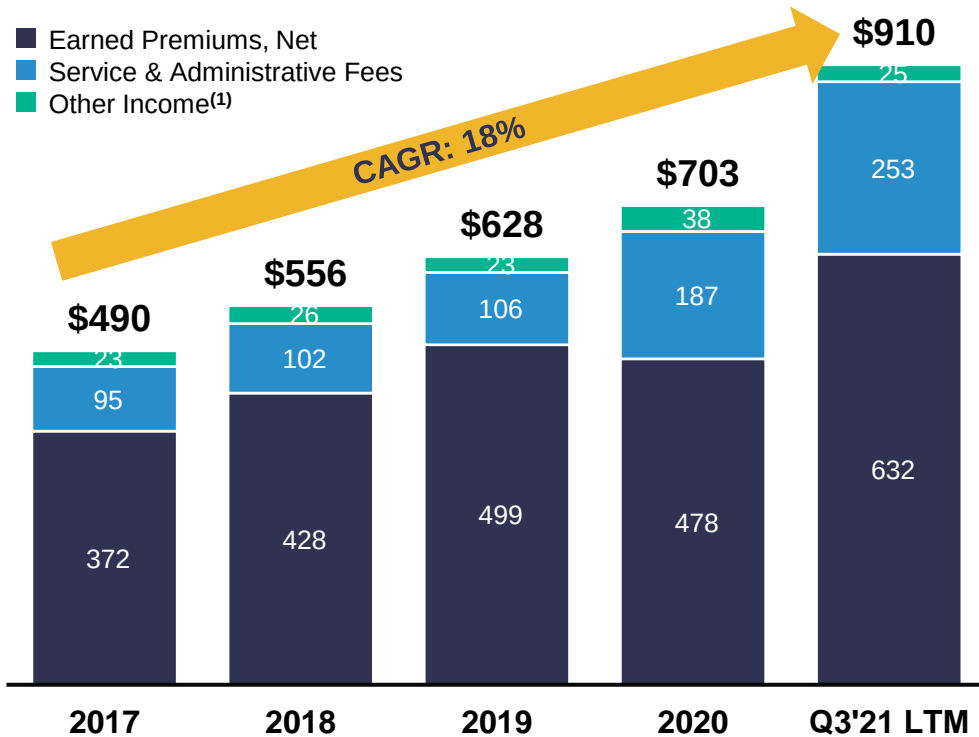
Our Approach

- ✓ We value a **diverse set of agents & program partners**
- ✓ Actively **avoid concentration risk**
- ✓ We **cross-sell multiple products** to our customers through the breadth of our offering
- ✓ We **require agent participation in risk** which aligns interests & contributes to consistent performance
- ✓ Our approach results in **high agent retention** – persistency rate of ~95% over the past five years

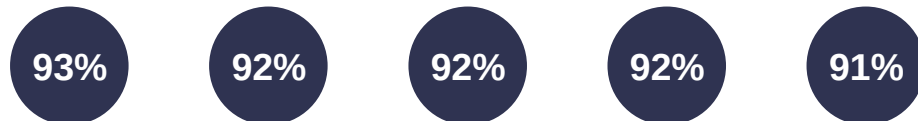
Fortegra Financial Snapshot

(\$ in millions)

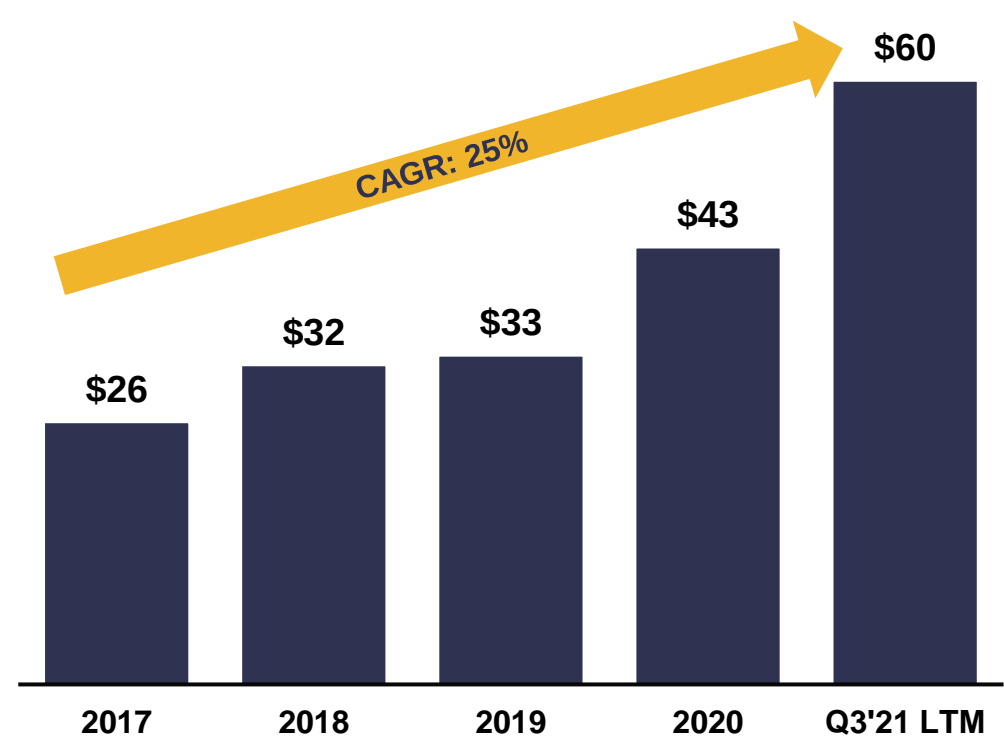
Total Revenues by Revenue Stream



Combined Ratio



Adjusted Net Income²



Adjusted ROAE

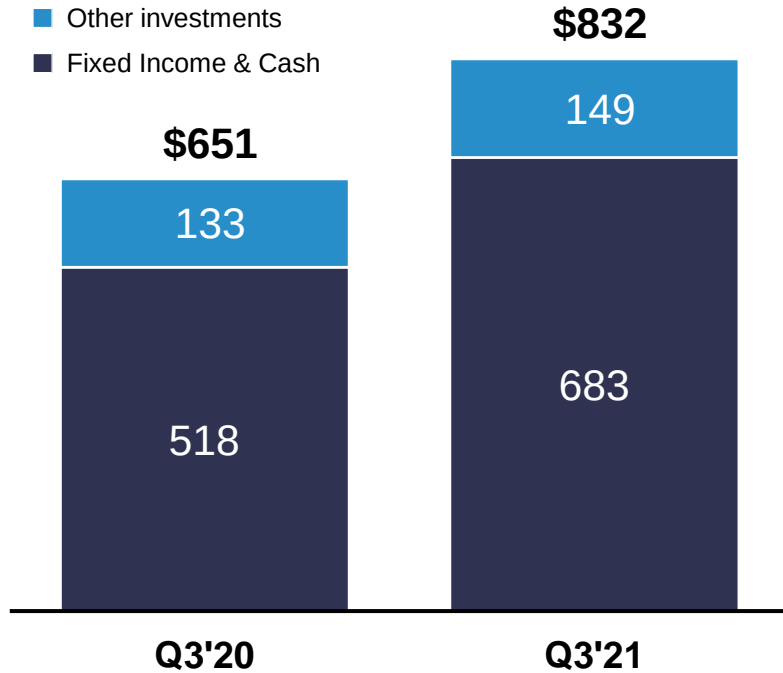


Robust top line growth while maintaining disciplined underwriting standards results in consistent, best-in-class profitability

¹ Includes ceding commissions, net investment income, & other revenues, excludes net realized & unrealized gains (losses).
² See appendix for a reconciliation of Adjusted Net Income.

Insurance Investment Portfolio

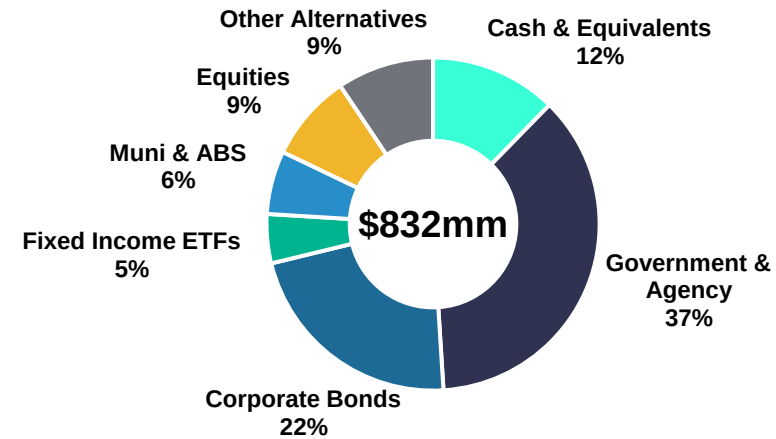
(\$ in millions)



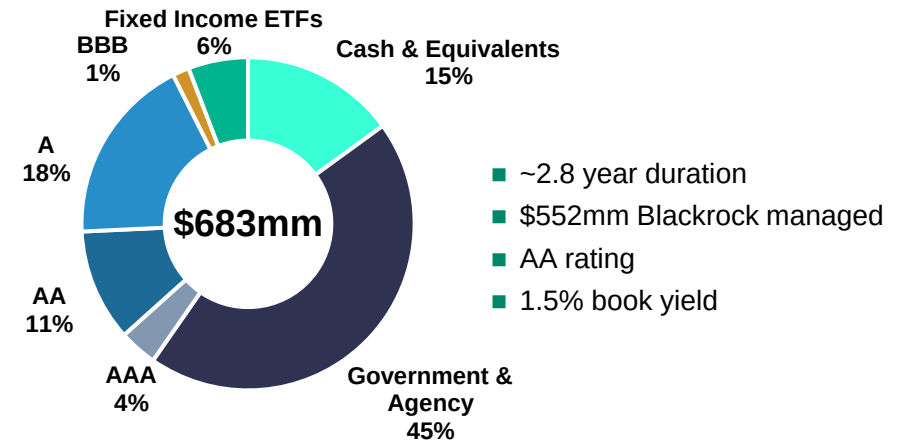
Income Statement Metrics

	Q3'20	Q3'21	Q3'20 YTD	Q3'21 YTD
Net investment income	\$3.0	\$3.3	\$8.8	\$9.3
Net realized and unrealized gains (losses)	\$0.7	\$(7.5)	\$(27.3)	\$5.0

Q3'21 Investment Mix



Liquid and Highly-Rated Fixed Income Portfolio



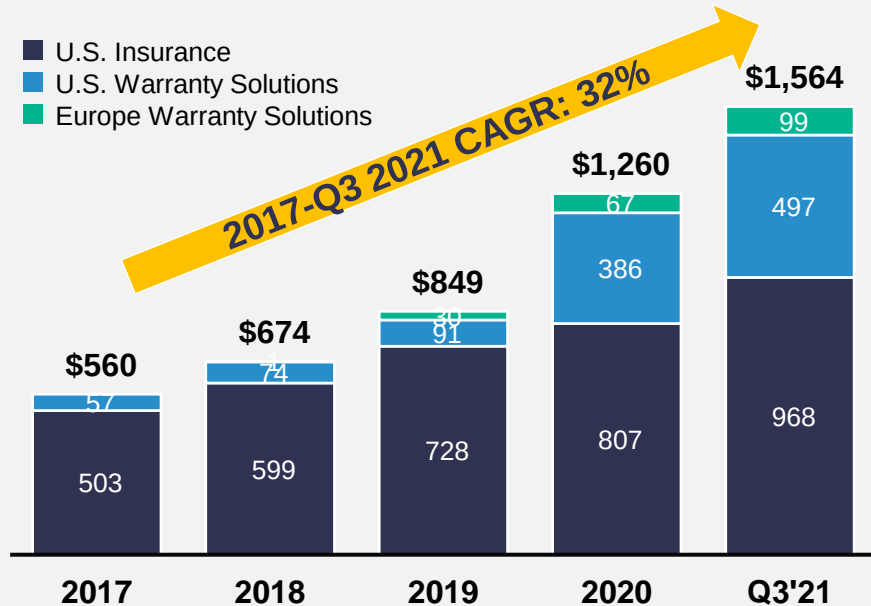
Compelling Growth Story

A Maintain & Expand Existing Programs

- \$1.6Bn UEP & Deferred Revenue
- ~95% persistency with insurance agents

Unearned Premiums & Deferred Revenues

- U.S. Insurance
- U.S. Warranty Solutions
- Europe Warranty Solutions



B New & Renewal Programs

- **Excess & Surplus Insurance**
 - Fortegra Specialty formed Q4'20
- **Admitted Insurance**
 - Growth in new & renewal programs
- **Warranty Solutions**
 - Capital-light business model

Addressable Market

Fortegra LTM GWPPE

\$56bn¹

\$84mm

\$627bn²

\$1,334mm

\$53bn³

\$675mm

C Continued Geographic Expansion

- Entered Europe in 2018
- Central & Western Europe

\$31bn³

\$88mm

Fortegra is well-positioned to capitalize on a substantial opportunity in the insurance industry.

1) NAIC, 2020.

2) NAIC, 2019.

3) Allied Market Research, 2019 Extended Warranty Report, North America.

The Fortegra Difference

Fortegra is a specialty program insurer.



CONSISTENT Growth

We **win new business** because of the breadth of our underwriting, administrative & financial offering.



CONSISTENT Profitability

We marry underwriting & fee revenue to create **consistent profitability & enhanced returns**.



CONSISTENT Risk Management

We **maintain the business we win** by expanding our agents' ecosystem & maintaining a reasonable cost structure.

Consistency has been key to growth in GWPPE¹ to \$2.2Bn as of Q3'21 LTM.

1) Gross written premium & premium equivalents.

TiptreeCapital

02

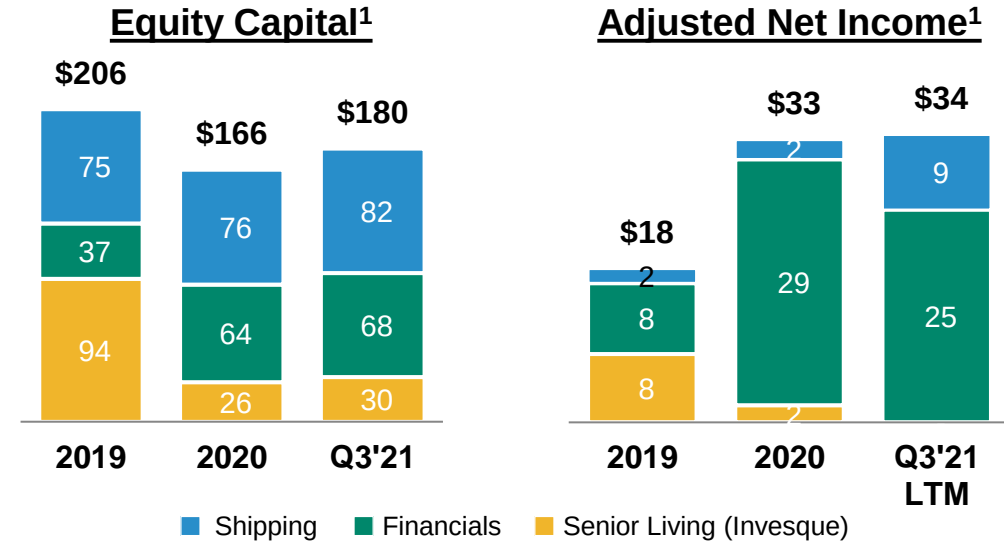
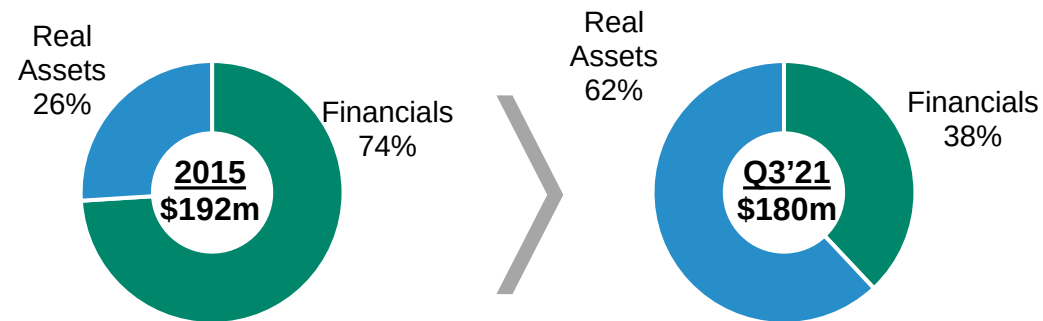
Tiptree Capital Overview

(\$ in millions)

Strategy

- Acquire or invest in diverse companies outside the insurance industry with our balance sheet capital
- Invest in businesses that meet the following criteria:
 - ✓ Strong and experienced management teams
 - ✓ Attractive and stable cash returns
 - ✓ Scalable business models with upside potential

Equity Allocation



Financials: Scalable mortgage business – Q3'21 LTM origination volumes of \$1.7B, with growing servicing portfolio

Shipping: \$74 million capital deployed into dry-bulk & tanker vessels over '18-'19, expect favorable economic fundamentals over long-term

Senior living – Invesque (IVQ.U): 17.0m shares of Invesque, a seniors housing focused investment platform

Benefiting from a track record of diverse investments with realized gross IRRs in excess of 20%

IRR presented gross before corporate taxes and corporate expenses. IRR represents the internal rate of return on invested capital based on the realized proceeds of cash or marketable securities and including the timing of contributions and distributions. Our IRR calculation reflects the impact of asset specific leverage and may differ from those used by others. Past performance is not indicative of future results. Realized Investment represents total realized proceeds including cash distributions and cash or marketable securities received upon realization event.
 1 See appendix for a reconciliation of Invested Capital and Operating EBITDA.

TiptreeInc.

03

Financials & Looking Ahead

(\$ in millions)

Adjusted Net Income¹



Shares outstanding	33.6	33.9
Adj ROAE%	11.9%	16.5%

Tiptree Sum of the Parts



<u>PF SOTP Value</u>	<u>Value/TIPT share</u>
\$644 million ² (Transaction multiple)	\$19.00
\$175 million (Book value ex. NCI)	\$5.16
\$68 million ² (Book value)	\$2.00
\$887 million	\$26.16

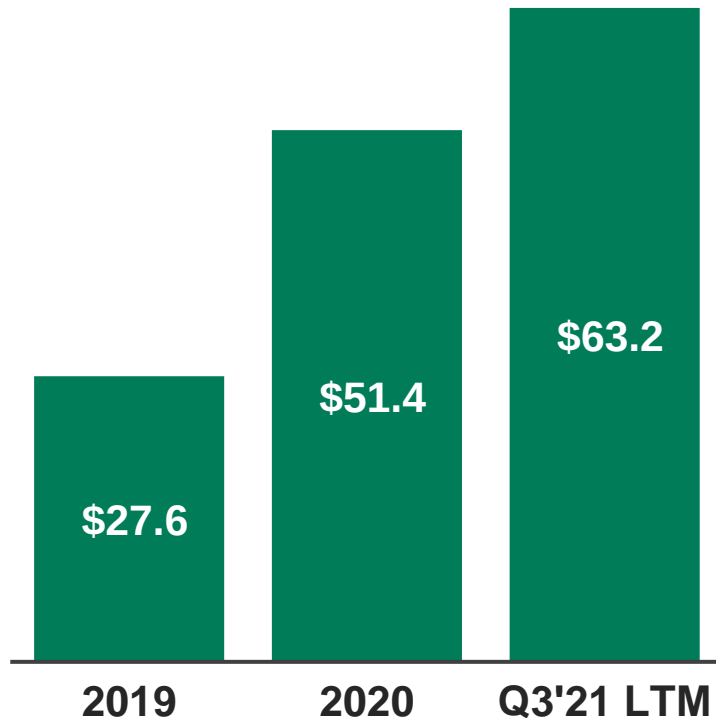
1) See the appendix for a reconciliation of Non-GAAP measures including Operating EBITDA

2) Estimated Based on Warburg Pincus valuation multiple of 13.5x Adj. Net Income, multiplied LTM Adjusted Net Income of \$60.0 million, multiplied by Tiptree's 79.5% ownership pro-forma as of closing date.

3) Pro-forma Q3'21 Tiptree holdco book equity of \$(72) million plus \$140 million of transaction proceeds that will be used to extinguish \$110 million of Fortress debt, assumed from Tiptree, and \$30 million to repay notes to Tiptree, used for general corporate purposes.

(\$ in millions, except per share information)

Adjusted Net Income¹



- ☑ **Strategic partnership with Warburg Pincus is the first step toward our goal of demonstrating Fortegra’s intrinsic value**
 - ✓ Expect continued growth and consistent profitability

- ☑ **Continue to focus on long-term shareholder value creation**
 - ✓ Seek new acquisition opportunities
 - ✓ Invest in existing subsidiaries
 - ✓ Opportunistic share repurchases
 - ✓ Maintain consistent dividends

¹ See the appendix for a reconciliation of Adjusted net income and Book value per share to GAAP financials.

Appendix

04

Non-GAAP Reconciliations

- Insurance underwriting and fee revenue
- Insurance underwriting and fee margin
- Book value per share
- Adjusted net income

Adjusted Net Income

We define adjusted net income as income before taxes, less provision (benefit) for income taxes, and excluding the after-tax impact of various expenses that we consider to be unique and non-recurring in nature, including merger and acquisition related expenses, stock-based compensation, net realized and unrealized gains (losses) and intangibles amortization associated with purchase accounting. We use adjusted net income as an internal operating performance measure in the management of business as part of our capital allocation process. We believe adjusted net income provides useful supplemental information to investors as it is frequently used by the financial community to analyze financial performance between periods and for comparison among companies. Adjusted net income should not be viewed as a substitute for income before taxes calculated in accordance with GAAP, and other companies may define adjusted net income differently.

We present adjustments for amortization associated with acquired intangible assets. The intangible assets were recorded as part of purchase accounting in connection with Tiptree's acquisition of FFC in 2014, Defend in 2019, and Smart AutoCare and Sky Auto in 2020. The intangible assets acquired contribute to overall revenue generation, and the respective purchase accounting adjustments will continue to occur in future periods until such intangible assets are fully amortized in accordance with the respective amortization periods required by GAAP.

We define adjusted return on average equity as adjusted net income expressed on an annualized basis as a percentage of average beginning and ending stockholder's equity during the period. We use adjusted return on average equity as an internal performance measure in the management of our operations because we believe it gives our management and other users of our financial information useful insight into our results of operations and our underlying business performance. Adjusted return on average equity should not be viewed as a substitute for return on average equity calculated in accordance with GAAP, and other companies may define adjusted return on average equity differently.

Book value per share

Management believes the use of book value per share provides supplemental information useful to investors as it is frequently used by the financial community to analyze company growth on a relative per share basis.

Insurance – Underwriting and Fee Revenues

We generally manage our exposure to the underwriting risk we assume using both reinsurance (e.g., quota share and excess of loss) and retrospective commission agreements with our partners (e.g., commissions paid are adjusted based on the actual underlying losses incurred), which mitigate our risk. Period-over-period comparisons of revenues and expenses are often impacted by the PORCs and distribution partners' choice as to whether to retain risk, specifically service and administration fees and ceding commissions, both components of revenue, and policy and contract benefits and commissions paid to our partners and reinsurers. Generally, when losses are incurred, the risk which is retained by our partners and reinsurers is reflected in a reduction in commissions paid. In order to better explain to investors the underwriting performance of the Company's programs and the respective retentions between the Company and its agents and reinsurance partners, we use the non-GAAP metrics underwriting and fee revenues and underwriting and fee margin.

We define underwriting and fee revenues as total revenues from our Insurance segment excluding net investment income, net realized and unrealized gains (losses). Underwriting and fee revenues represents revenues generated by our underwriting and fee-based operations and allows us to evaluate our underwriting performance without regard to investment income. We use this metric as we believe it gives our management and other users of our financial information useful insight into our underlying business performance. Underwriting and fee revenues should not be viewed as a substitute for total revenues calculated in accordance with GAAP, and other companies may define underwriting and fee revenues differently.

Insurance - Underwriting and Fee Margin

We define underwriting and fee margin as income before taxes from our Insurance segment, excluding net investment income, net realized and unrealized gains (losses), employee compensation and benefits, other expenses, interest expense and depreciation and amortization. Underwriting and fee margin represents the underwriting performance of our underwriting and fee-based programs. As such, underwriting and fee margin excludes general administrative expenses, interest expense, depreciation and amortization and other corporate expenses as those expenses support the vertically integrated business model and not any individual component of our business mix. We use this metric as we believe it gives our management and other users of our financial information useful insight into the specific performance of our underlying underwriting and fee program. Underwriting and fee income should not be viewed as a substitute for income before taxes calculated in accordance with GAAP, and other companies may define underwriting and fee margin differently.

Non-GAAP Reconciliations – Underwriting & Fee Revenues & Margin **TiptreeInc.**

(\$ in thousands)

	For the Year Ended December 31,			
	Q3'21 LTM	2020	2019	2018
Total revenues	\$ 930,286	\$ 691,061	\$ 635,085	\$ 544,586
Less: Net investment income	(10,444)	(9,916)	(8,667)	(13,876)
Less: Net realized and unrealized gains (losses)	(20,370)	11,944	(6,896)	11,664
Underwriting and fee revenues	\$ 899,472	\$ 693,089	\$ 619,522	\$ 542,374

	For the Year Ended December 31,			
	Q3'21 LTM	2020	2019	2018
Income (loss) before income taxes	\$ 76,099	\$ 26,948	\$ 37,030	\$ 14,172
Less: Net investment income	(10,444)	(9,916)	(8,667)	(13,876)
Less: Net realized and unrealized gains (losses)	(20,370)	11,944	(6,896)	11,664
Plus: Depreciation and amortization	16,511	10,835	9,105	10,779
Plus: Interest expense	17,366	15,487	14,766	18,202
Plus: Employee compensation and benefits	74,169	65,089	49,789	45,536
Plus: Other expenses	74,188	55,594	50,657	41,342
Underwriting and fee margin	\$ 227,519	\$ 175,981	\$ 145,784	\$ 127,819

	As of December 31,			
	Q3'21	2020	2019	2018
Total stockholders' equity	\$ 402,142	\$ 373,538	\$ 411,415	\$ 399,259
Less: Non-controlling interests	16,930	17,394	13,353	12,158
Total stockholders' equity, net of non-controlling interests	\$ 385,212	\$ 356,144	\$ 398,062	\$ 387,101
Total common shares outstanding	33,889	32,682	34,563	35,870
Book value per share	\$ 11.37	\$ 10.90	\$ 11.52	\$ 10.79

We define underwriting and fee revenues as total revenues from our Insurance segment excluding net investment income, net realized and unrealized gains (losses). Underwriting and fee revenues represents revenues generated by our underwriting and fee-based operations and allows us to evaluate our underwriting performance without regard to investment income. We use this metric as we believe it gives our management and other users of our financial information useful insight into our underlying business performance. Underwriting and fee revenues should not be viewed as a substitute for total revenues calculated in accordance with GAAP, and other companies may define underwriting and fee revenues differently.

We define underwriting and fee margin as income before taxes from our Insurance segment, excluding net investment income, net realized and unrealized gains (losses), employee compensation and benefits, other expenses, interest expense and depreciation and amortization. Underwriting and fee margin represents the underwriting performance of our underwriting and fee-based programs. As such, underwriting and fee margin excludes general administrative expenses, interest expense, depreciation and amortization and other corporate expenses as those expenses support the vertically integrated business model and not any individual component of our business mix. We use this metric as we believe it gives our management and other users of our financial information useful insight into the specific performance of our underlying underwriting and fee program. Underwriting and fee income should not be viewed as a substitute for income before taxes calculated in accordance with GAAP, and other companies may define underwriting and fee margin differently.

Management uses Book value per share, which is a non-GAAP financial measure. Management believes the use of this financial measure provides supplemental information useful to investors as it is frequently used by the financial community to analyze company growth on a relative per share basis. Tiptree's book value per share was \$11.37 as of September 30, 2021 compared with \$10.36 as of September 30, 2020. Total stockholders' equity, net of other non-controlling interests for the Company was \$385.2 million as of September 30, 2021, which comprised total stockholders' equity of \$402.1 million adjusted for \$16.9 million attributable to non-controlling interest at certain operating subsidiaries that are not wholly owned by the Company, such as Luxury and management interests in subsidiaries. Total stockholders' equity, net of other non-controlling interests for the Company was \$347.7 million as of September 30, 2020, which comprised total stockholders' equity of \$361.7 million adjusted for \$14.0 million attributable to non-controlling interest at subsidiaries that are not wholly owned by the Company.

Non-GAAP Reconciliations – Adj. Net Income and Adj. ROAE

(\$ in thousands)

	Trailing Twelve Months Ended September 30, 2021					Year Ended December 31, 2020					Year Ended December 31, 2019				
	Tiptree Capital					Tiptree Capital					Tiptree Capital				
	Insurance	Mortgage	Other	Corporate	Total	Insurance	Mortgage	Other	Corporate	Total	Insurance	Mortgage	Other	Corporate	Total
Income (loss) before taxes	\$ 76,099	\$ 35,453	\$ 11,079	\$ (43,612)	\$ 79,019	\$ 26,948	\$ 31,102	\$ (61,242)	\$ (35,660)	\$ (38,852)	\$ 37,030	\$ 2,959	\$ 23,391	\$ (34,241)	\$ 29,139
Less: Income tax (benefit) expense	(17,593)	(7,453)	(2,468)	7,695	(19,819)	(3,725)	(7,066)	13,624	10,794	13,627	(8,455)	(640)	(4,457)	4,535	(9,017)
Less: Net realized and unrealized gains (losses) ^{(1) (3)}	(18,510)	(3,810)	(1,826)	–	(24,146)	13,804	4,018	67,668	–	85,490	(6,896)	2,056	(6,148)	–	(10,988)
Plus: Intangibles amortization ⁽²⁾	13,754	–	–	–	13,754	9,213	–	–	–	9,213	7,510	–	–	–	7,510
Plus: Stock-based compensation	2,256	693	228	2,499	5,676	2,287	2,482	174	3,172	8,115	2,891	170	–	3,299	6,360
Plus: Non-recurring expenses	3,309	–	1,013	2,576	6,898	3,418	–	624	758	4,800	1,975	–	202	2,079	4,256
Plus: Non-cash fair value adjustments	–	–	(1,347)	–	(1,347)	–	–	(2,141)	–	(2,141)	–	–	(153)	–	(153)
Less: Tax on adjustments	673	(308)	2,406	395	3,166	(8,522)	(1,958)	(14,210)	(4,131)	(28,821)	(1,249)	(616)	1,248	1,108	491
Adjusted net income	\$ 59,988	\$ 24,575	\$ 9,085	\$ (30,447)	\$ 63,201	\$ 43,423	\$ 28,578	\$ 4,497	\$ (25,067)	\$ 51,431	\$ 32,806	\$ 3,929	\$ 14,083	\$ (23,220)	\$ 27,598
Adjusted net income	\$ 59,988	\$ 24,575	\$ 9,085	\$ (30,447)	\$ 63,201	\$ 43,423	\$ 28,578	\$ 4,497	\$ (25,067)	\$ 51,431	\$ 32,806	\$ 3,929	\$ 14,083	\$ (23,220)	\$ 27,598
Average stockholders' equity	290,262	57,893	94,765	(61,003)	381,917	285,760	47,202	138,606	(79,092)	392,476	266,397	32,785	161,133	(54,978)	405,337
Adjusted return on average equity	20.7%	42.4%	9.6%	NM%	16.5%	15.2%	60.5%	3.2%	NM%	13.1%	12.3%	12.0%	8.7%	NM%	6.8%

(\$ in thousands)

	Year Ended December 31, 2018					Year Ended December 31, 2017				
	Tiptree Capital					Tiptree Capital				
	Insurance	Mortgage	Other	Corporate	Total	Insurance	Mortgage	Other	Corporate	Total
Income (loss) before taxes from continuing operations	\$ 14,172	\$ 335	\$ (4,059)	\$ (30,244)	\$ (19,796)	\$ 697	\$ 2,222	\$ 23,243	\$ (29,492)	\$ (3,331)
Income (loss) before taxes from discontinued operations ⁽⁴⁾	–	–	57,484	–	57,484	–	–	(6,222)	–	(6,222)
Less: Income tax (benefit) expense	(4,054)	118	(13,241)	9,372	(7,805)	17,817	(678)	(10,169)	7,815	14,786
Less: Net realized and unrealized gains (losses) ^{(1) (3)}	11,664	(528)	18,771	–	29,907	16,503	220	(264)	–	16,460
Plus: Intangibles amortization ⁽²⁾	9,077	–	–	–	9,077	11,115	–	–	–	11,115
Plus: Stock-based compensation	3,458	152	–	3,049	6,659	3,513	453	–	2,593	6,560
Plus: Non-recurring expenses	2,559	–	1,179	(1,380)	2,358	1,657	–	1,837	(392)	3,102
Plus: Non-cash fair value adjustments	–	–	(56,293)	–	(56,293)	–	–	–	–	–
Less: Tax on adjustments	(5,605)	(130)	8,227	(1,800)	692	(25,452)	(23)	4,999	(583)	(21,058)
Adjusted net income	\$ 31,271	\$ (53)	\$ 12,068	\$ (21,003)	\$ 22,283	\$ 25,851	\$ 2,195	\$ 13,425	\$ (20,059)	\$ 21,411
Adjusted net income	\$ 31,271	\$ (53)	\$ 12,068	\$ (21,003)	\$ 22,283	\$ 25,851	\$ 2,195	\$ 13,425	\$ (20,059)	\$ 21,411
Average stockholders' equity	253,244	31,483	114,529	(1,238)	398,018	240,119	28,353	121,650	3,336	393,459
Adjusted return on average equity	12.3%	(0.2)%	10.5%	NM%	5.6%	10.8%	7.7%	11.0%	NM%	5.4%

- (1) For the twelve months ended September 30, 2021, included \$1,860 of incentive fees paid with respect to specific unrealized and realized gains that are added-back to Adjusted net income.
- (2) Specifically associated with acquisition purchase accounting. See Note (3) Acquisitions.
- (3) For the year ended December 31, 2019, includes \$7,598 gain on sale of our CLO management business.
- (4) Includes discontinued operations related to Care. For more information, see Note (4) Dispositions, Assets and Liabilities Held for Sale and Discontinued Operations.

Tiptree Capital – Realized Investment IRR%

(\$ in millions)

<u>Category</u>	<u>Investments</u>	<u>Invested Capital¹</u>	<u>Realized Investment</u>	<u>MOIC</u>	<u>IRR %</u>
Financials	Realized: MFCA, Telos, PFG, Siena, CLO sub-notes, hedges	\$ 305.0	\$ 598.0	2.0x	25.6%
	Unrealized: Reliance, Luxury, credit investment	68.5	-	-	-
Real Assets	Realized: Star Asia, Care	179.9	288.2	1.6x	21.5%
	Unrealized: Invesque, Marine	111.4	-	-	-
Tiptree Capital	Realized	\$ 484.9	\$ 886.2	1.8x	24.5%
	Unrealized	\$ 179.8	-	-	-

All Figures above presented before corporate taxes and corporate expenses.

Invested Capital: Represents initial purchase consideration plus subsequent contributions (if applicable).

Realized Investment: Represents total realized proceeds including cash distributions and cash or marketable securities received upon realization event.

MOIC: Represents multiple on Invested Capital which is the ratio of Realized Investment to Invested Capital.

IRR %: Represents the internal rate of return on invested capital based on the realized proceeds of cash or marketable securities and including the timing of contributions and distributions. Our IRR calculation may differ from those used by others. Past performance is not indicative of future results.

TiptreeInc.

ir@tiptreeinc.com