Genworth MI Canada Inc.

First Quarter 2014

April 30, 2014

Forward-looking and non-IFRS statements

This presentation relating to Genworth MI Canada Inc. (the "Company", "Genworth Canada" or "MIC") includes certain forward-looking statements. These forward-looking statements include, but are not limited to, statements with respect to the Company's future operating and financial results, expectations regarding premiums written, losses on claims and investment income, the Canadian housing market, and other statements that are not historical facts. These forward-looking statements may be identified by their use of words such as "may", "would", "could", "will," "intend", "plan", "anticipate", "believe", "seek", "propose", "estimate", "expect", and similar expressions. These statements are based on the Company's current assumptions, including assumptions regarding economic, global, political, business, competitive, market and regulatory matters. These forward-looking statements are inherently subject to significant risks, uncertainties and changes in circumstances, many of which are beyond the control of the Company. The Company's actual results may differ materially from those expressed or implied by such forward-looking statements, including as a result of changes in the facts underlying the Company's assumptions, and the other risks described in the Company's Annual Information Form dated March 17, 2014, its Short Form Base Shelf Prospectus dated May 31, 2012, the Prospectus Supplements thereto and all documents incorporated by reference in such documents. Other than as required by applicable laws, the Company undertakes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future developments or otherwise.

To supplement its financial statements, the Company uses select non-IFRS financial measures. Non-IFRS measures used by the Company to analyze performance include underwriting ratios such as loss ratio, expense ratio and combined ratio, as well as other performance measures such as adjusted net operating income and adjusted return on equity. The Company believes that these non-IFRS financial measures provide meaningful supplemental information regarding its performance and may be useful to investors because they allow for greater transparency with respect to key metrics used by management in its financial and operational decision making. Non-IFRS measures do not have standardized meanings and are unlikely to be comparable to any similar measures presented by other companies. These measures are defined in the Company's glossary, which is posted on the Company's website at http://investor.genworthmicanada.ca. A reconciliation from non-IFRS financial measures to the most readily comparable measures calculated in accordance with IFRS, where applicable can be found in the Company's most recent management's discussion and analysis, which is posted on the Company's website and is also available at www.sedar.com.

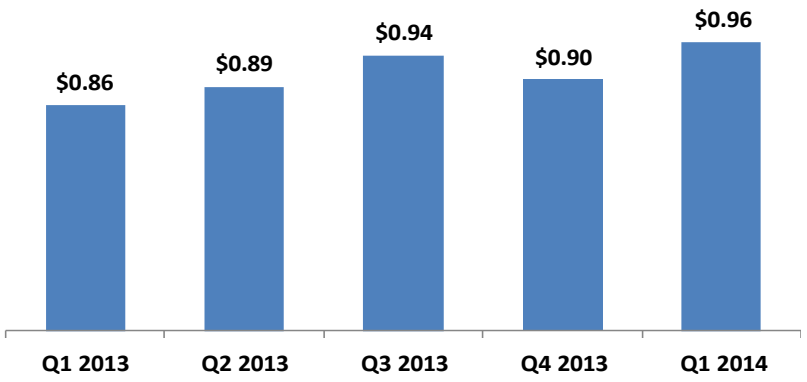
Financial highlights

	Q1 2014	Q/Q
Net Operating Income	$91 million	+7%
Operating ROE	12%	flat
Operating EPS (diluted)	$0.96	+7%
MCT	229%	+6 pts

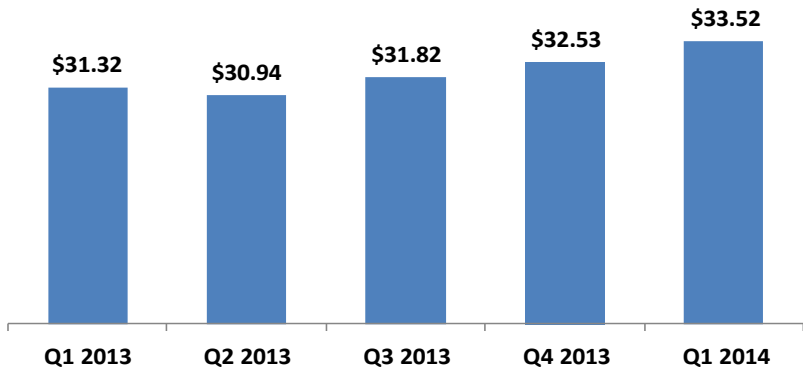
Key messages:

- Solid earnings performance with QoQ EPS growth of 7%
- Ongoing generation of capital
- $160 mm debt raise to repay existing debt May 1, 2014
- Announced a 15% average premium rate increase effective May 1, 2014

Operating EPS (diluted)



Book Value Per Share (diluted, including AOCI)



Recent development – OSFI B-21 Guideline

- *On April 14, 2014 OSFI released for comment draft guideline B-21 entitled "Residential Mortgage Insurance Underwriting Practices and Procedures", based on six principles:*

Principles	
1	Maintain a comprehensive underwriting plan
2	Maintain standards for lender qualification
3	Establish prudent underwriting criteria
4	Conduct periodic assessments of lender underwriting
5	Periodic validation of internal systems, models & processes
6	Establish effective portfolio risk management/risk mitigation

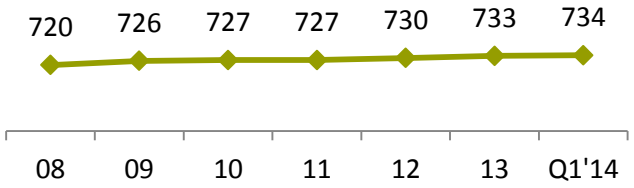
Our current practices are generally aligned

Market overview

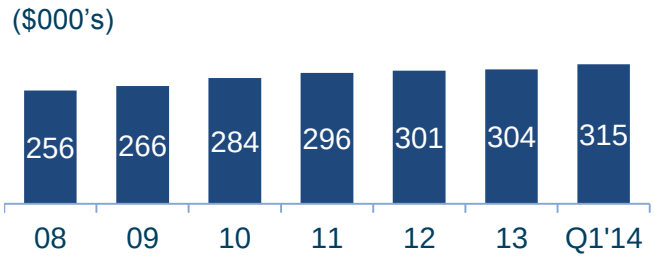
Influencer		Impact to business
Stable macro economic environment	→	Continued strong loss performance this year
Low interest rate environment continues	→	Modest mortgage origination market growth – with stable debt ratios
Improving first time home buyer confidence	→	Core high loan-to-value premium growth
Lender sentiment positive on private MI's	→	Opportunity to improve market share position

Strong insurance portfolio quality

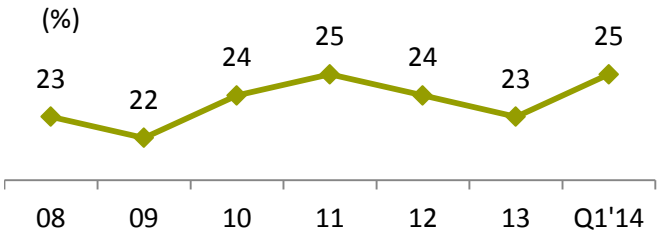
Average Credit Score



Average Home Price



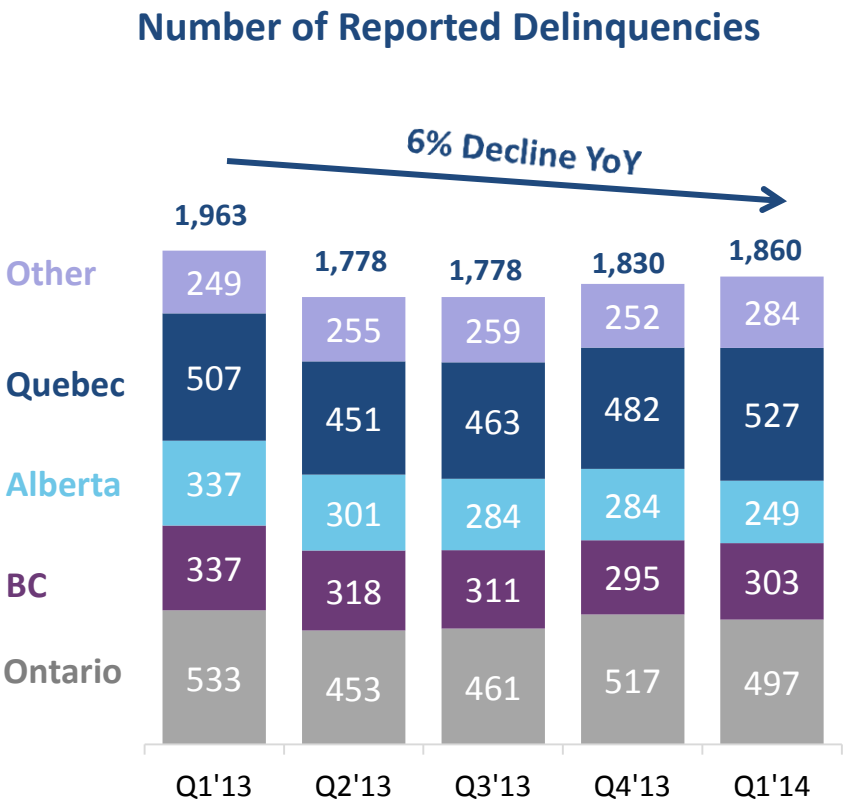
Average Gross Debt Service Ratio



Key messages:

- Credit score up 14 pts since 2008
- New business mix drove average home price up 4% in Q1
- Gross debt ratios stable, strong preference for 5 year fixed rate mortgages

Delinquency trends



Key messages:

- Modest increase in Q1 due to typical seasonality
- Downward trend YoY driven by improving employment and stable housing markets
- Declining trend in most regions led by Alberta, BC and Ontario

Financial overview – Q1 2014

$MM except EPS and BVPS	Q1'14	Q4'13	Q1'13
Net premiums written	$84	$129	$84
Net premiums earned	141	142	144
Losses on claims	28	31	44
Expenses	27	33	26
Underwriting income	86	78	74
Investment income (excl. realized gains / losses)	44	44	45
Net operating Income	**$91**	**$85**	**$85**
Diluted operating EPS	**$0.96**	**$0.90**	**$0.86**
Book value per share (diluted, incl. AOCI)	**$33.52**	**$32.53**	**$31.32**

Key messages:

- Premiums written reflect typical seasonality
- Premiums earned flat
- Loss ratio of 20% reflects favourable economic conditions and strong portfolio quality
- Investment income consistent QoQ

Strong profitability ... 7% QoQ and 12% YoY growth in EPS

Impact from premium increase

Premiums Written

15% premium rate increase effective May 1

Standard Product	Current	New
90.01 – 95% LTV	2.75%	3.15%
85.01 – 90% LTV	2.00%	2.40%
80.01 – 85% LTV	1.75%	1.80%

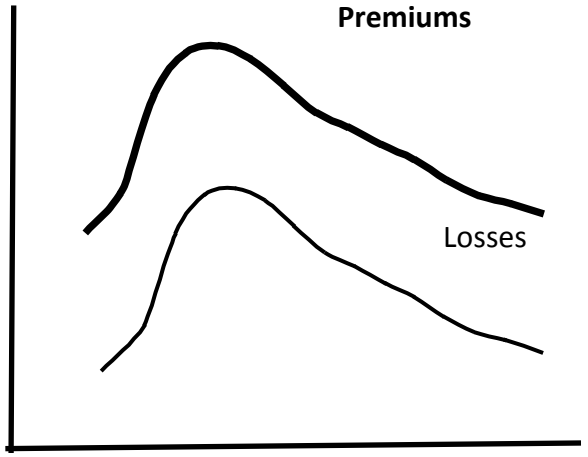
Premiums Written Impact[1]

- 2014E ~$35 MM
- Full Year ~$70 MM

1. Estimates based on 2013 actual high loan-to-value new insurance written

Premiums Earned

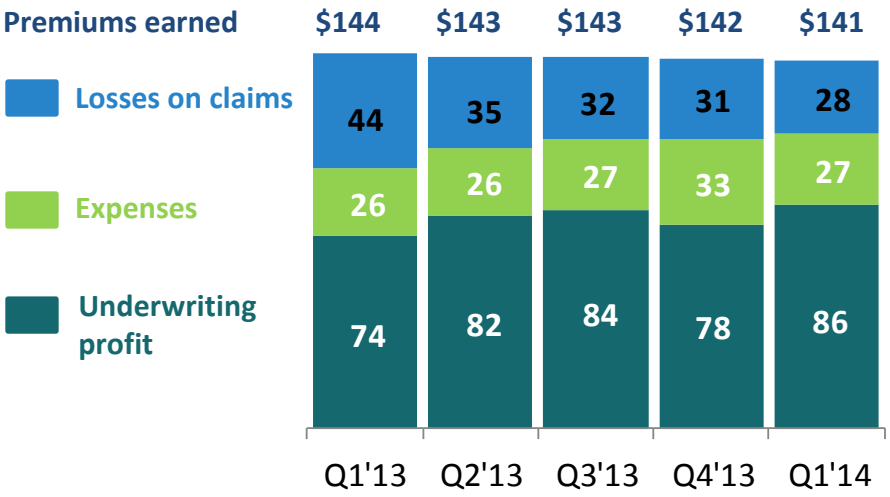
Limited impact from price increase on premiums earned in 2014 / 15 due to earnings curve



Enhances long term ROE

Profitability driven by low losses

Underwriting profitability
($millions)



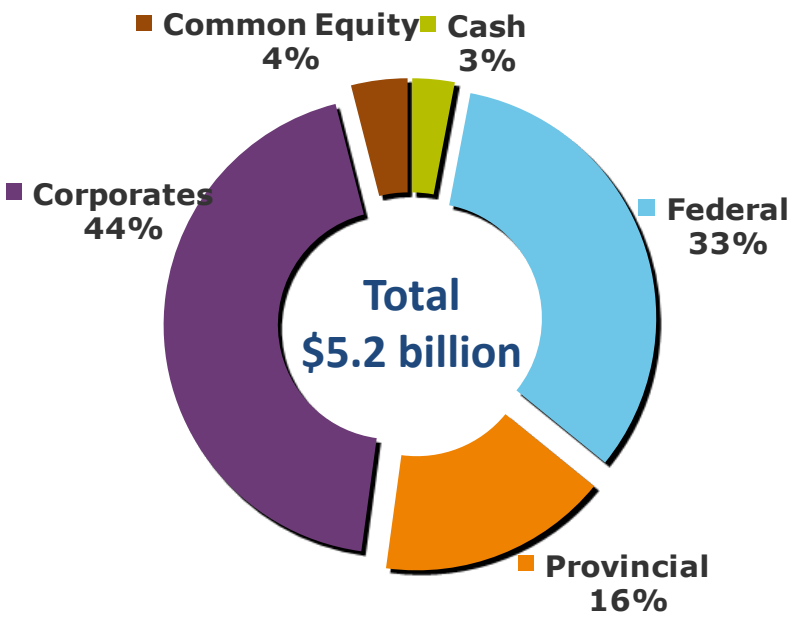
Loss ratio	31%	25%	22%	22%	20%
Expense ratio	18%	18%	19%	23%	19%
Combined ratio	**49%**	**43%**	**41%**	**45%**	**39%**

Key messages:

- Q1 loss ratio of 20% below expected range
- Expense ratio of 19% in line with management's expectation

Favourable economic conditions & strong business execution

Investments contribute steady income



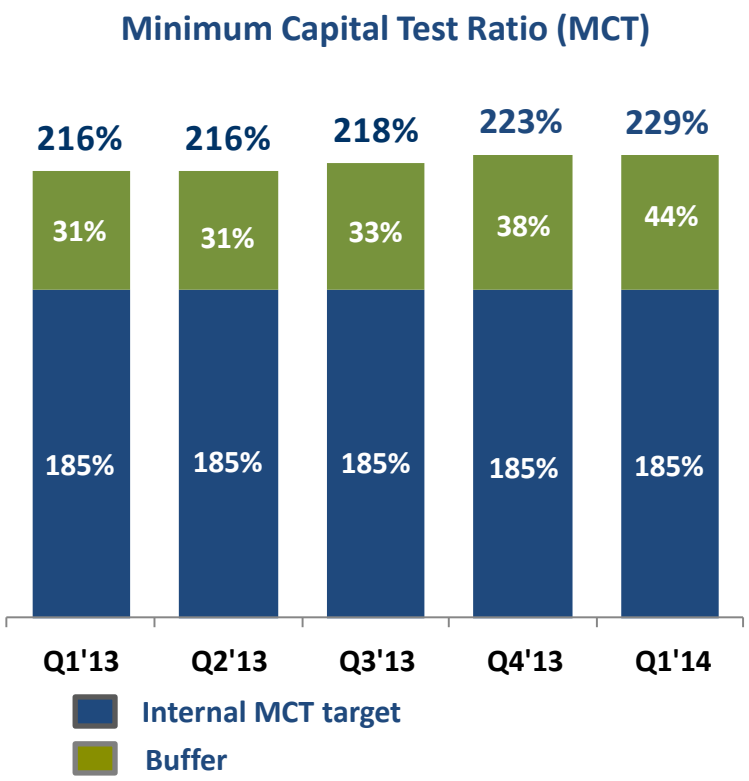
Key messages:

- Focus on high investment quality
- Diversified portfolio with over 50% government and cash
- Relatively short duration

	Portfolio
Assets (market value)	**$5.2 billion**
Pre-tax yield[1]	**3.7 %**
Duration	**3.7 years**

1. Pre-tax equivalent book yield after dividend gross-up of general portfolio (as at March 31, 2014)

Strong capital position



Key messages:

- Continuing to balance capital strength, flexibility and efficiency
- Subsequent to quarter end, successfully extended debt maturity profile
  - Issued $160 MM 10 year unsecured debt @ 4.24% to fund $150 MM retirement
- Customized MCT will be in place for 2015 with no material impact expected
- New Normal Course Issuer Bid takes effect May 5, 2014

Strong capital position ... Including $94 MM holding co. cash

Question and Answer

Contact:

SAMANTHA CHEUNG
VP INVESTOR RELATIONS
905 287 5482
samantha.cheung@genworth.com

www.genworth.ca