Genworth MI Canada Inc.

Fourth Quarter 2014

February 11, 2015

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 June 18, 2014, the Prospectus Supplements thereto, its most recently issued Management's Discussion and Analysis 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 financial measures include net operating income, interest and dividend income (net of investment expenses), operating earnings per common share (basic), operating earnings per common share (diluted), shareholders' equity excluding accumulated other comprehensive income ("AOCI"), operating return on equity and underwriting ratios such as loss ratio, expense ratio and combined ratio. 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.

2014 Financial Results

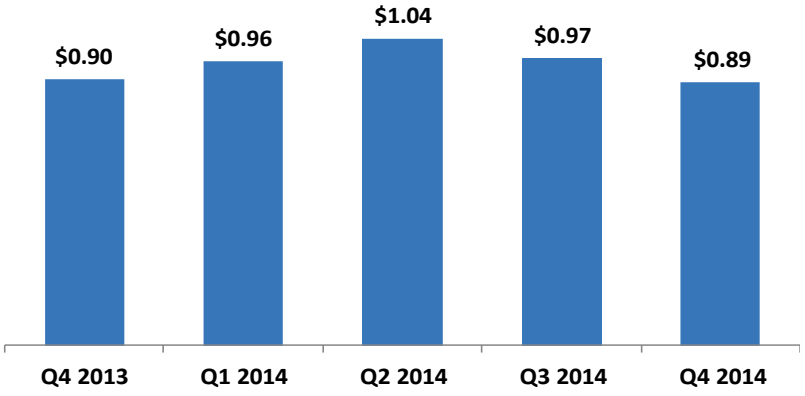
	Q4 2014	Q/Q	2014	Y/Y
Premiums written	$178 MM	-18%	$640 MM	+25%
Loss ratio	26%	+5 pts	20%	-5 pts
Net Operating Income	$84 MM	-10%	$366 MM	+5%
Operating ROE	11%	-1 pt	12%	flat
Operating EPS (dil)	$0.89	-8%	$3.86	+7%
MCT[1]	225%	+1 pt	225%	+2 pts

[1] Company estimate

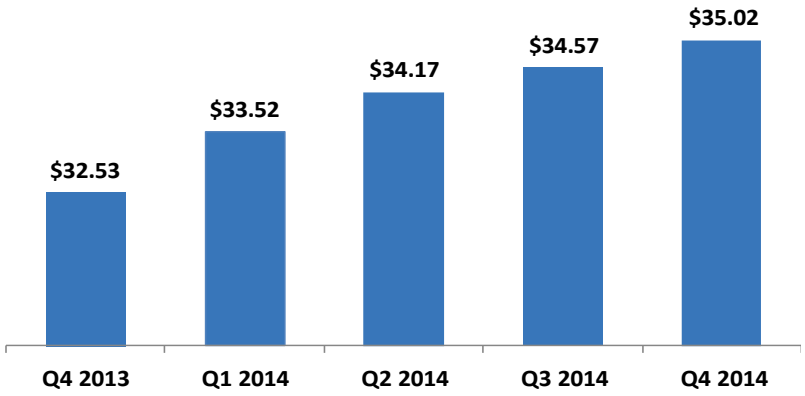
Full Year Highlights

- Strong top line growth of +25% Y/Y
- Loss ratio of 20%, 5 points lower Y/Y
- Seasonal losses driving EPS performance
- Solid earnings performance and Y/Y book value growth of 8%
- 11% increase in the dividend paid in Q4 plus $0.43/share in a special dividend

Operating EPS (diluted)

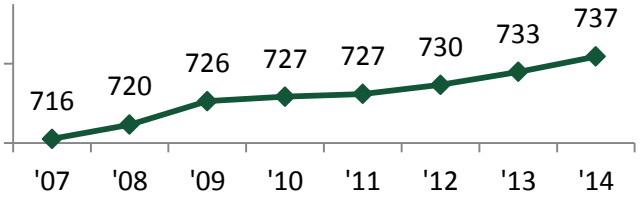


Book Value Per Share (diluted, including AOCI)

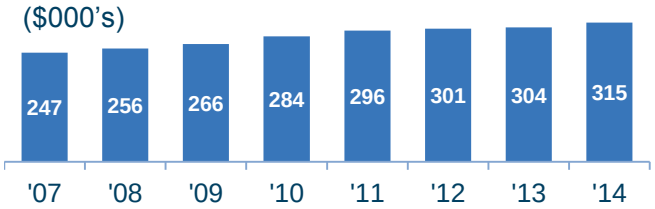


High Quality Insurance Portfolio

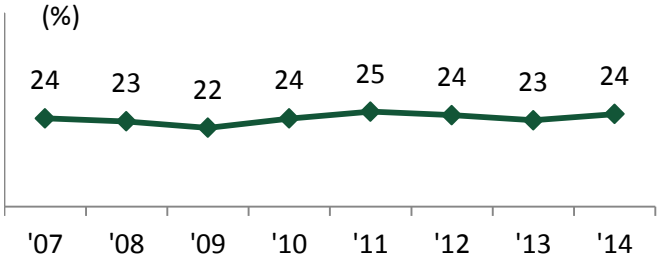
Average Credit Score



Average Home Price



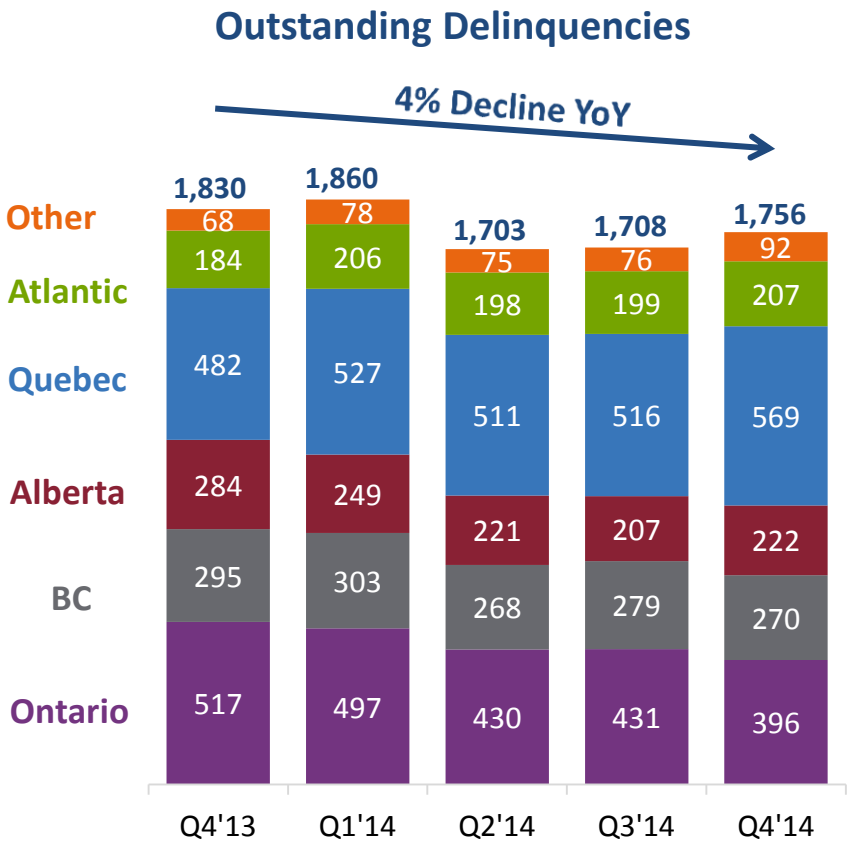
Average Gross Debt Service Ratio



Highlights

- Credit score up 21 points since 2007
- Average home price 29% below CREA national average price of $407K
- Gross debt ratios stable, strong preference for 5 year fixed-rate mortgages
- Financially disciplined first-time homebuyers

Stable Delinquency Trend



Highlights

- Y/Y delinquency improvement reflects lower delinquencies in Ontario and BC
- Improvement in delinquencies partially offset by Alberta, Quebec and the Atlantic region

Changing Economic Environment in 2015

Market Dynamics

- Oil is anticipated to be in the $50-$65 USD range for 2015
- 2015 GDP outlook of 2.1%
- Canadian dollar expected to be in the range of $0.75 to $0.85 per USD
- Interest rate cut partially offsets impact of lower oil prices

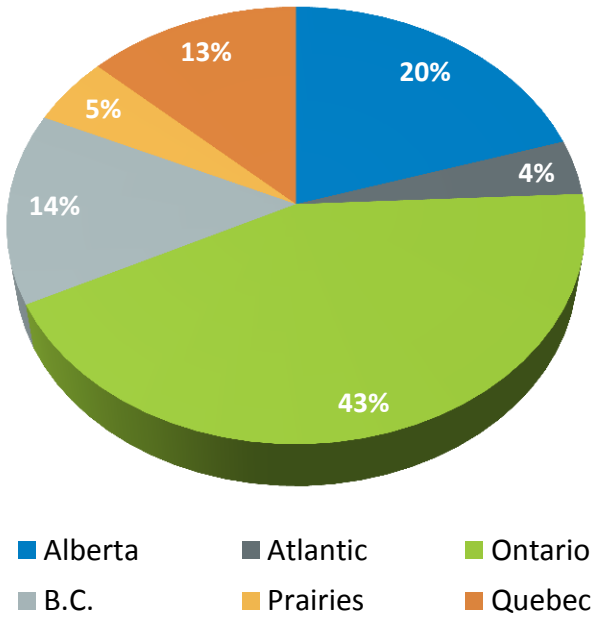
Impact to Business

- Unemployment rate likely modestly higher and home prices modestly lower in oil producing regions (Alberta, Newfoundland, Saskatchewan)
- GDP, home prices and employment in Ontario and Quebec may benefit from lower oil prices and Canadian dollar
- Continued lower interest rates supportive of housing affordability

Rebalancing of economic growth across country

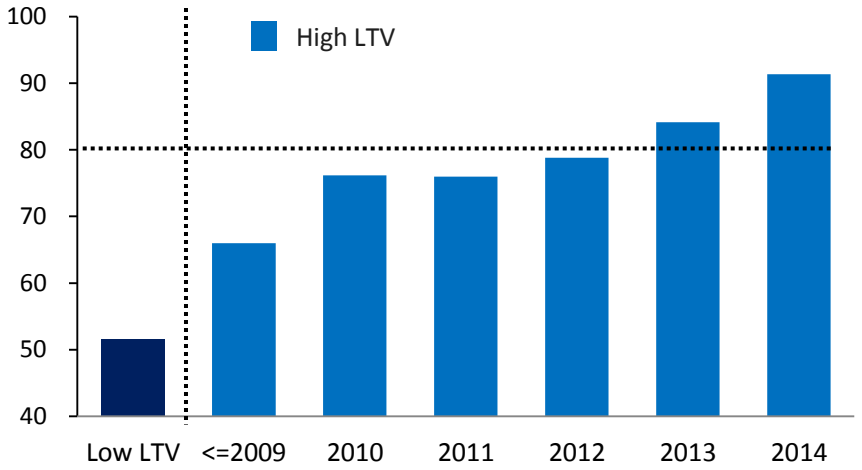
Alberta exposure manageable

Regional Dispersion



Note: % as per Company's estimate of outstanding balance of insured mortgages)

Alberta Effective Loan-to-Value by Book Year

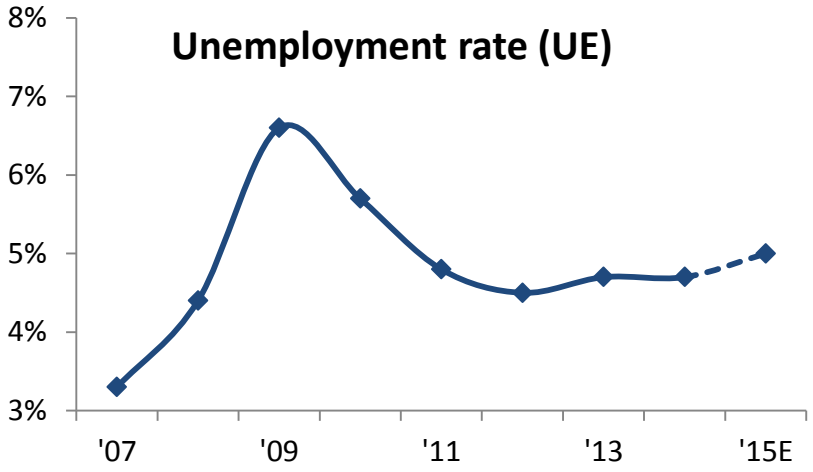


Estimated outstanding balance of insured mortgages ($B)	7.6	6.8	2.5	3.1	3.3	4.0	4.8
Avg. Credit Score	749	720	728	730	729	730	734

Diversification offsets regional pressures

Alberta Performance Drivers

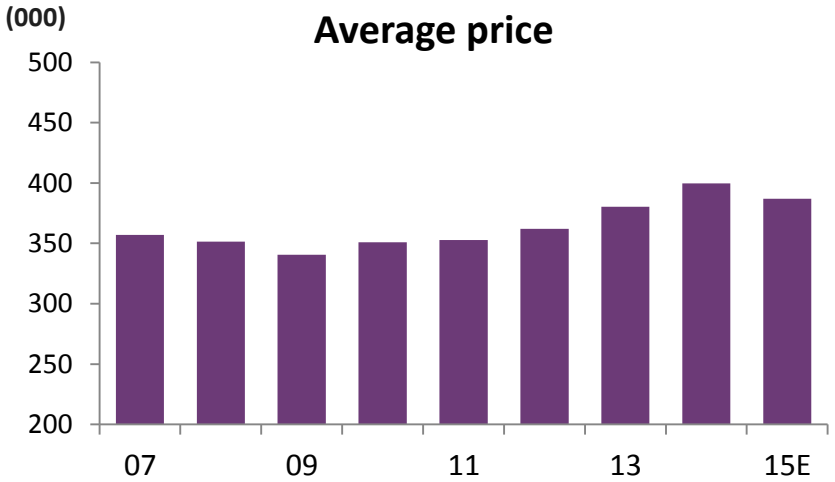
Frequency



Source: Statistics Canada; '15E company forecast; exit rates

- Modest job loss expected
- Consensus forecast for 2015 WTI price at $60 per barrel of oil

Severity



Source: CREA; yearly averages; '15E company forecast

- Housing market beginning to cool
- Home prices to decline modestly

Modest pressure expected in 2015

Improved Alberta Portfolio

Market Dynamics	2014 vs. 2007
Underwriting standards	▪ Better underwriting quality in recent years ▪ Higher risk products eliminated prior to 2011
Portfolio quality	▪ Stronger borrower profile – average credit score up 21 points in Alberta since 2007
Government policy actions 2009-14	▪ Increased oversight enhancing safety and soundness housing market (PRHMIA, B20)
Housing market	▪ Risk of a major housing correction low due to reasonable current valuations

Expected overall loss ratio range for 2015 between 20% and 30%

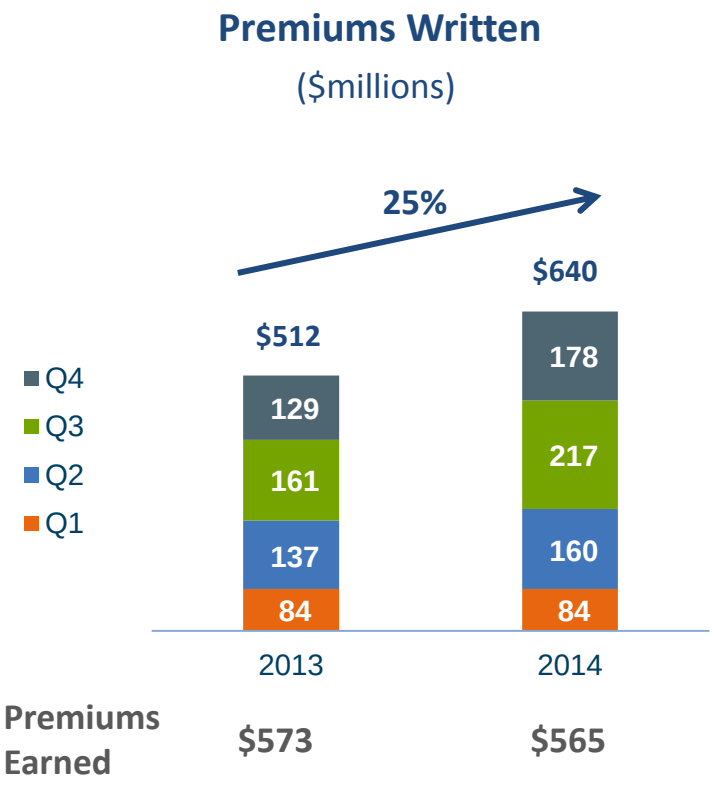
Solid Financial Performance

$MM except EPS and BVPS	Q4'14	Q3'14	Q4'13
Premiums written	$178	$217	$129
Premiums earned	143	140	142
Losses on claims	37	30	31
Expenses	30	24	33
Underwriting income	$76	$87	$78
Investment income (excl. realized gains / losses)	43	43	44
Net operating Income	**$84**	**$93**	**$85**
Diluted operating EPS	**$0.89**	**$0.97**	**$0.90**
Book value per share (diluted, incl. AOCI)	**$35.02**	**$34.57**	**$32.53**

Q4 Highlights

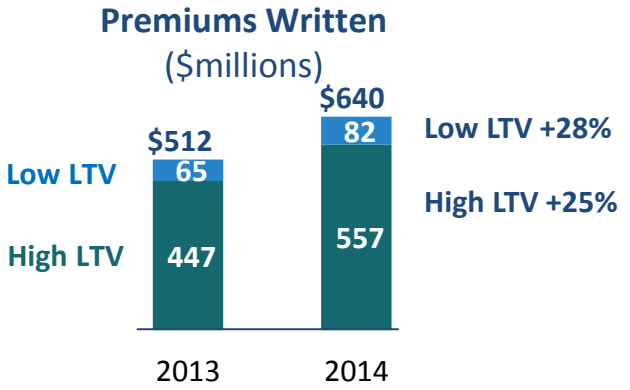
- Strong top line performance continues
- Loss ratio of 26% reflects typical winter seasonality
- Consistent investment income
- Book value increase of 8% Y/Y

Strong Premiums Written Growth



Highlights

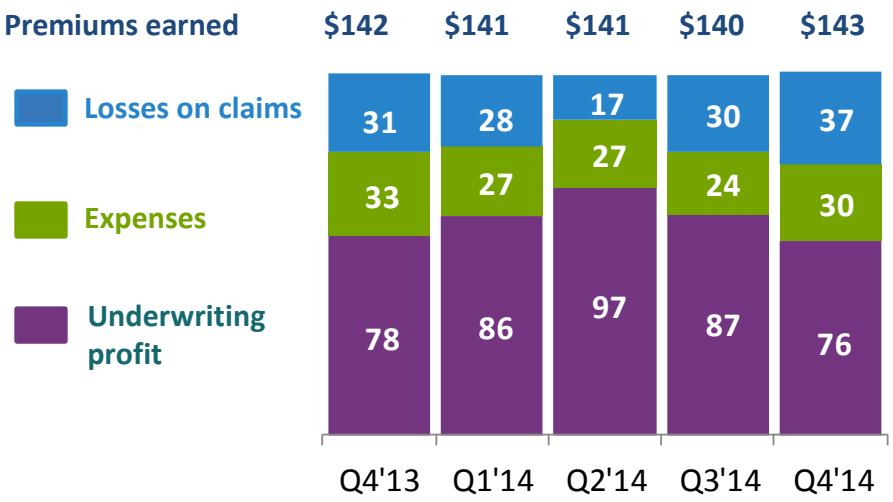
- Strong sales momentum in 2014 expected to continue into 2015



- Portfolio insurance premiums may be lower in 2015 due to government MBS changes
- Higher premiums written Y/Y is positive for earned premiums going forward

Solid Underwriting Profitability

Underwriting Profitability
($millions)

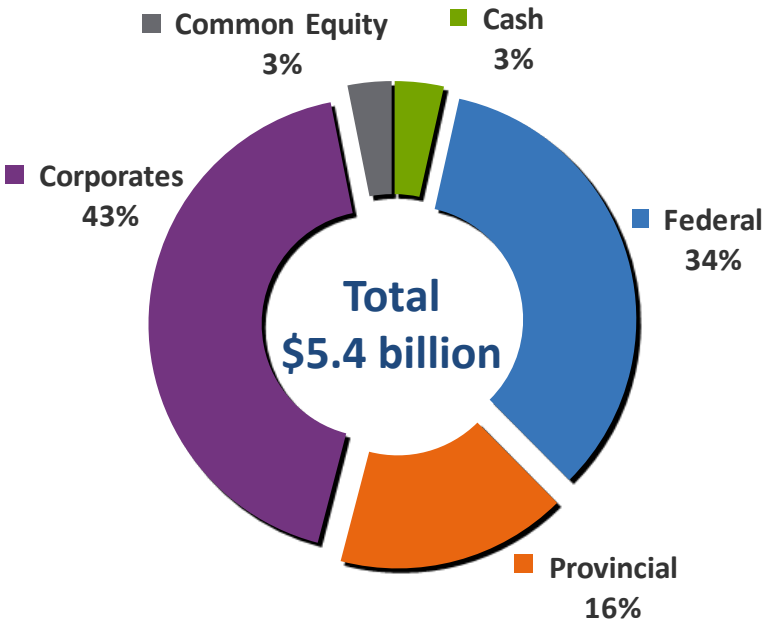


Loss ratio	22%	20%	12%	21%	26%
Expense ratio	23%	19%	19%	17%	21%
Combined ratio	**45%**	**39%**	**31%**	**38%**	**47%**

Highlights

- Full year loss ratio of 20%
- Full year expense ratio of 19% in line with target
- Full year 2015 loss ratio expected to be in the range of 20 to 30%

Investments Contribute Steady Income



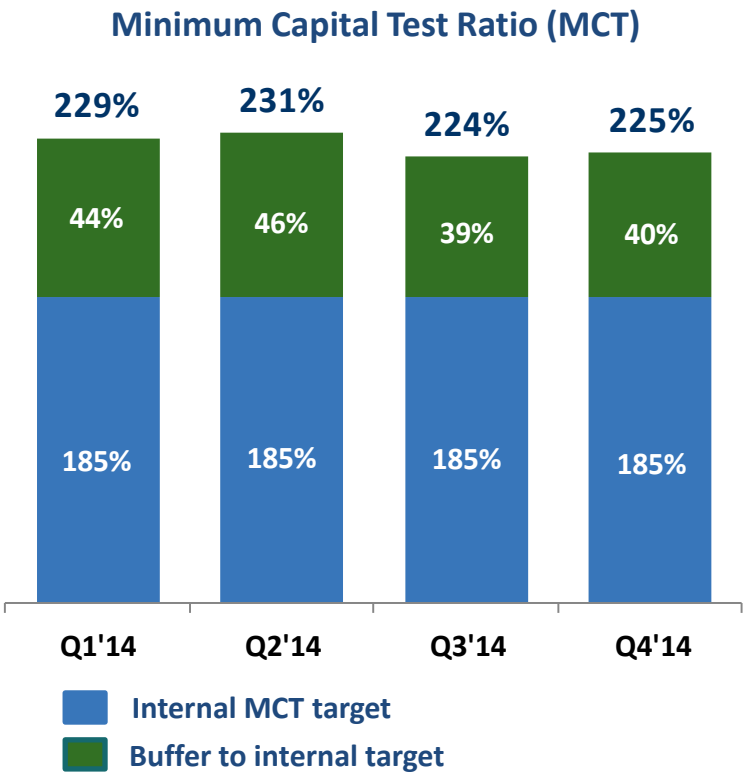
Highlights

- Focus on high investment quality
- Diversified portfolio with over 50% government securities and cash
- Adjusting portfolio mix in light of low rate environment

	Portfolio
Invested assets and cash (market value)	**$5.4 billion**
Pre-tax yield[1]	**3.5%**
Duration	**3.7 years**

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

Strong Capital Position



Highlights

- Completed $75 million share repurchase in Q4
- Holding company cash and liquid securities of $143 million
- Focused on balancing capital strength, flexibility and efficiency
- Intend to operate moderately above the 220% MCT operating holding target

Strong capital position to achieve business objectives

Building on Growth Momentum

- Prudently expand market share
- Proactive risk management and loss mitigation
- Strong government relations
- Efficient capital structure
- Adjacent opportunities
- Employ and engage top talent

Well-positioned and remain focused on strategic course

Question and Answer

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