



Essent Group Ltd.  
Clarendon House  
2 Church Street  
Hamilton HM 11, Bermuda

## PRESS RELEASE

For Immediate Release

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**MEDIA CONTACT:**

610-230-0556  
media@essentgroup.com

**INVESTOR RELATIONS CONTACT:**

Christopher G. Curran  
855-809-ESNT  
ir@essentgroup.com

### **Essent Group Ltd. Provides Guidance on Capital Position Under PMIERS 2.0**

**HAMILTON, BERMUDA – September 28, 2018** – Essent Group Ltd. (NYSE: ESNT), the parent company of Essent Guaranty, Inc., today provided guidance on its capital position under the revised Private Mortgage Insurer Eligibility Requirements (PMIERS 2.0) released by Fannie Mae and Freddie Mac (the GSEs), and the Federal Housing Finance Administration (FHFA) on September 27, 2018.

As previously disclosed, as of June 30, 2018, based on PMIERS 1.0, Essent Guaranty, Inc.'s Available Assets exceeded Minimum Required Assets by \$387 million. If PMIERS 2.0 had been in effect as of June 30, 2018, Essent Guaranty's excess of Available Assets over Minimum Required Assets would be substantially unchanged from the amount computed under PMIERS 1.0.

The GSEs and FHFA have indicated that the PMIERS 2.0 framework will take effect on March 31, 2019. Essent expects to remain in full compliance with the existing and revised PMIERS, as applicable, prior to and after March 31, 2019.

#### **Forward-Looking Statements**

This press release may include "forward-looking statements" which are subject to known and unknown risks and uncertainties, many of which may be beyond our control. Forward-looking statements generally can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "plan," "anticipate," "believe," "estimate," "predict," or "potential" or the negative thereof or variations thereon or similar terminology. Actual events, results and outcomes may differ materially from our expectations due to a variety of known and unknown risks, uncertainties and other factors. Although it is not possible to identify all of these risks and factors, they include, among others, the following: changes in or to Fannie Mae and Freddie Mac (the "GSEs"), whether through Federal legislation, restructurings or a shift in business practices; failure to continue to meet the mortgage insurer eligibility requirements of the GSEs; competition for customers; lenders or investors seeking alternatives to private mortgage insurance; an increase in the number of loans insured through Federal government mortgage insurance programs, including those offered by the Federal Housing Administration; decline in new insurance written and franchise value due to loss of a significant customer; decline in the volume of low down payment mortgage originations; the definition of "Qualified Mortgage" reducing the size of the mortgage origination market or creating incentives to use government mortgage insurance programs; the definition of "Qualified Residential Mortgage" reducing the number of low down payment loans or lenders and investors seeking alternatives to private mortgage insurance; the implementation of the Basel III Capital Accord discouraging the use of private mortgage insurance; a decrease in the length of time that insurance policies are in force; uncertainty of loss reserve estimates; deteriorating economic conditions; our non-U.S. operations becoming subject to U.S. Federal income taxation; becoming considered a passive foreign investment company for U.S. Federal income tax purposes; and other risks and factors described in Part I, Item 1A "Risk Factors" of our Annual Report on Form 10-K for the year ended December 31, 2017 filed with the Securities and Exchange Commission on February 20, 2018. Any forward-looking information presented herein is made only as of the date of this press release, and we do not undertake any obligation to update or revise any forward-looking information to reflect changes in assumptions, the occurrence of unanticipated events, or otherwise.

## **About the Company**

Essent Group Ltd. (NYSE: ESNT) is a Bermuda-based holding company (collectively with its subsidiaries, "Essent") which, through its wholly-owned subsidiary Essent Guaranty, Inc., offers private mortgage insurance for single-family mortgage loans in the United States. Essent provides private capital to mitigate mortgage credit risk, allowing lenders to make additional mortgage financing available to prospective homeowners. Headquartered in Radnor, Pennsylvania, Essent Guaranty, Inc. is licensed to write mortgage insurance in all 50 states and the District of Columbia, and is approved by Fannie Mae and Freddie Mac. Essent also offers mortgage-related insurance, reinsurance and advisory services through its Bermuda-based subsidiary, Essent Reinsurance Ltd. Additional information regarding Essent may be found at [www.essentgroup.com](http://www.essentgroup.com) and [www.essent.us](http://www.essent.us).

Source: Essent Group Ltd.

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