

# Old Republic To Sell Its Run-off Mortgage Insurance Business To Arch Capital

*IAP Served As Exclusive Financial Advisor To Old Republic International Corp. ("ORI")*



**Announces The Sale Of**



**To**



*The undersigned acted as exclusive financial advisor to Old Republic*



*Insurance, Insurance Services and Insurtech Experts*

Announced November 13, 2023

## Transaction Overview

- **ORI has agreed to sell its run-off mortgage insurance business to Arch Capital Group Ltd.**
  - Comprised of RMIC Companies, Inc. & its subsidiaries ("RMIC")
  - Arch U.S. MI Holdings ("Arch MI") will be the acquiring entity
- **ORI expects to receive approximately \$140 million in cash as consideration**
  - ORI also expects to receive a final fourth quarter dividend of \$25 million
- **The transaction is expected to close in the first half of 2024**
  - Subject to customary closing conditions and regulatory approval
- **RMIC Overview**
  - RMIC was incorporated in 1972 and has been owned by ORI since 1980
  - Prior to being placed in run-off, RMIC wrote mortgage guaranty insurance across the U.S.
- **Arch MI Overview**
  - Founded in 2013, Arch MI is a leading global provider of mortgage insurance & reinsurance
  - Arch MI is a subsidiary of Arch Capital Group, a global insurance and reinsurance provider

## Insurance Advisory Partners' Role

- **IAP was retained as exclusive financial advisor to ORI in connection with the sale of RMIC**
- **Prepared detailed marketing materials and carefully identified potential acquirers**
- **Leveraged unique, close industry relationships throughout process**
- **Ran competitive process among acquirers and sourced several attractive proposals**
- **Provided ORI and RMIC with insights around key transaction terms and negotiations**
- **Offered objective, thoughtful advice throughout the process**



*Insurance and Insurtech Experts*