



Altisource[®]

YOUR ONE SOURCE™

First Quarter 2019 Supplementary Information

April 25, 2019

Forward-Looking Statements

This presentation contains forward-looking statements that involve a number of risks and uncertainties. These forward-looking statements include all statements that are not historical fact, including statements about management's beliefs and expectations. These statements may be identified by words such as "anticipate," "intend," "expect," "may," "could," "should," "would," "plan," "estimate," "seek," "believe," "potential" and similar expressions. Forward-looking statements are based on management's beliefs as well as assumptions made by and information currently available to management. Because such statements are based on expectations as to the future and are not statements of historical fact, actual results may differ materially from what is contemplated by the forward-looking statements. Altisource does not undertake, and expressly disclaims, any obligation to update any forward-looking statements whether as a result of new information, future events or otherwise. The risks and uncertainties to which forward-looking statements are subject include, but are not limited to, our ability to retain existing customers and attract new customers and the potential for changes in our customer relationships; various risks relating to our ability to effectively manage our regulatory and contractual obligations; the adequacy of our financial resources, including our sources of liquidity and ability to repay borrowings and comply with our Credit Agreement, including the financial and other covenants contained therein; as well as Altisource's ability to retain key executives or employees, general economic and market conditions, behavior of customers, suppliers and/or competitors, technological developments, governmental regulations, taxes and policies, and other risks and uncertainties detailed in the "Forward-Looking Statements," "Risk Factors" and other sections of Altisource's Form 10-K and other filings with the Securities and Exchange Commission.

The financial projections and scenarios contained in this presentation are expressly qualified as forward-looking statements and, as with other forward looking statements, should not be unduly relied upon.

Non-GAAP Measures

Adjusted Operating Income, Pretax Income (Loss) Attributable to Altisource, Adjusted Pretax Income Attributable to Altisource, Adjusted Net Income Attributable to Altisource, Adjusted Earnings Per Share – Diluted, Adjusted Cash Flows From Operating Activities, Cash Flows From Operating Activities Less Capital Expenditures, Adjusted Cash Flows From Operating Activities Less Capital Expenditures, Earnings Before Interest, Taxes, Depreciation and Amortization (“EBITDA”), Adjusted EBITDA, and Net Debt Less Marketable Securities, which are presented elsewhere in the presentation, are non-GAAP measures used by management, existing shareholders, potential shareholders and other users of our financial information to measure Altisource’s performance and do not purport to be alternatives to income from operations, income (loss) before income taxes and non-controlling interests, net income (loss) attributable to Altisource, cash flows from operating activities, diluted earnings (loss) per share and long-term debt, including current portion, as measures of financial performance. We believe these measures are useful to management, existing shareholders, potential shareholders and other users of our financial information in evaluating operating profitability and cash flow generation more on a basis of continuing cost and cash flows as they exclude amortization expense related to acquisitions that occurred in prior periods and non-cash share-based compensation, as well as the effect of more significant non-operational items from earnings, cash flows from operating activities and long-term debt net of cash on-hand and marketable securities. We believe these measures are useful in evaluating the effectiveness of our operations and underlying business trends in a manner that is consistent with management’s evaluation of business performance. Furthermore, we believe the exclusion of more significant non-operational items enables comparability to prior period performance and trend analysis.

It is management’s intent to provide non-GAAP financial information to enhance the understanding of Altisource’s GAAP financial information, and it should be considered by the reader in addition to, but not instead of, the financial statements prepared in accordance with GAAP. Each non-GAAP financial measure is presented along with the corresponding GAAP measure so as not to imply that more emphasis should be placed on the non-GAAP measure. The non-GAAP financial information presented may be determined or calculated differently by other companies. The non-GAAP financial information presented should not be unduly relied upon.

These non-GAAP measures are presented as supplemental information and reconciled to the appropriate GAAP measures in the Appendix.

First Quarter 2019 Highlights¹

- On March 28, 2019, entered into a definitive agreement to sell our Financial Services business, consisting of our Asset Recovery Management, Customer Relationship Management and Mortgage Charge-Off Collections businesses, for \$44.0 million, consisting of an up-front payment of \$40.0 million, subject to a working capital adjustment upon closing of the sale, and an additional \$4.0 million to be paid on the one year anniversary of the sale closing; the sale is subject to closing conditions including the receipt of regulatory consents
- Achieved several key Project Catalyst milestones, including reorganizing our business units and reporting structure and substantially reducing our costs; we incurred \$4.4 million of severance costs and professional services fees in connection with Project Catalyst and reduced compensation and benefits by \$15.7 million, or 23%, compared to the first quarter of 2018
- Grew Hubzu inventory from customers other than Ocwen, NRZ and RESI by 116% since March 31, 2018, with such inventory representing 26% of total Hubzu inventory as of March 31, 2019
- Expanded our relationship with a top 10 servicer customer to provide end-to-end asset management services and began receiving referrals
- Selected by a middle-market bank to provide end-to-end asset management services and, in April 2019, executed agreements and began receiving referrals
- Ended the first quarter 2019 with \$89.9 million of cash, cash equivalents and investment in equity securities
- Ended the first quarter 2019 with \$248.9 million of net debt less investment in equity securities², 12.9% lower than March 31, 2018

¹ Applies to first quarter 2019 unless otherwise indicated

² This is a non-GAAP measure defined and reconciled in the Appendix

First Quarter 2019 Financial Results

\$ millions (except per share data)	Q1 2019	Q1 2018	Vs. Q1 2019
Revenue	\$169.9	\$197.4	-14%
Service Revenue	165.0	188.8	-13%
Income from Operations	0.2	7.1	-98%
Adjusted Operating Income ¹	18.1	16.5	10%
Pretax Loss ²	(4.0)	(5.0)	20%
Adjusted Pretax Income Attributable to Altisource ¹	11.3	11.4	-%
Net Loss Attributable to Altisource	(3.2)	(4.1)	23%
Adjusted Net Income Attributable to Altisource ¹	8.0	8.6	-7%
Loss Per Share – Diluted	(0.20)	(0.24)	17%
Adjusted Earnings Per Share – Diluted ¹	0.48	0.48	-%

¹ This is a non-GAAP measure defined and reconciled in the Appendix

² Includes net income attributable to non-controlling interests of \$0.4 million and \$0.5 million for Q1 2019 and Q1 2018 respectively

2019 Scenarios¹

\$ millions (except EPS)	2019 Scenarios			Actual	
	Scenario A	Scenario B	Midpoint of Scenarios A and B	Q1 2019 Actual	Percentage of Midpoint
Service Revenue	\$ 652	\$ 705	\$ 679	\$ 165	24%
Related to Ocwen / NRZ	444	473	459	127	28%
Unrelated to Ocwen / NRZ	208	232	220	38	17%
Investments	33	27	30	7	22%
Pretax Income (Loss) ^{2,3}	3	7	5	(4)	N/M
Adjusted Pretax Income ^{2,3}	50	58	54	11	21%
Net Income (Loss) ²	2	4	3	(3)	N/M
Adjusted Net Income ^{2,3}	34	40	37	8	22%
Earnings (Loss) per Share - Diluted	0.12	0.22	0.17	(0.20)	N/M
Adjusted Earnings per Share - Diluted ³	2.06	2.40	2.23	0.48	22%

¹ For select assumptions relating to the 2019 Scenarios, refer to the Fourth Quarter 2018 earnings slides titled “Supplementary Information” presentation

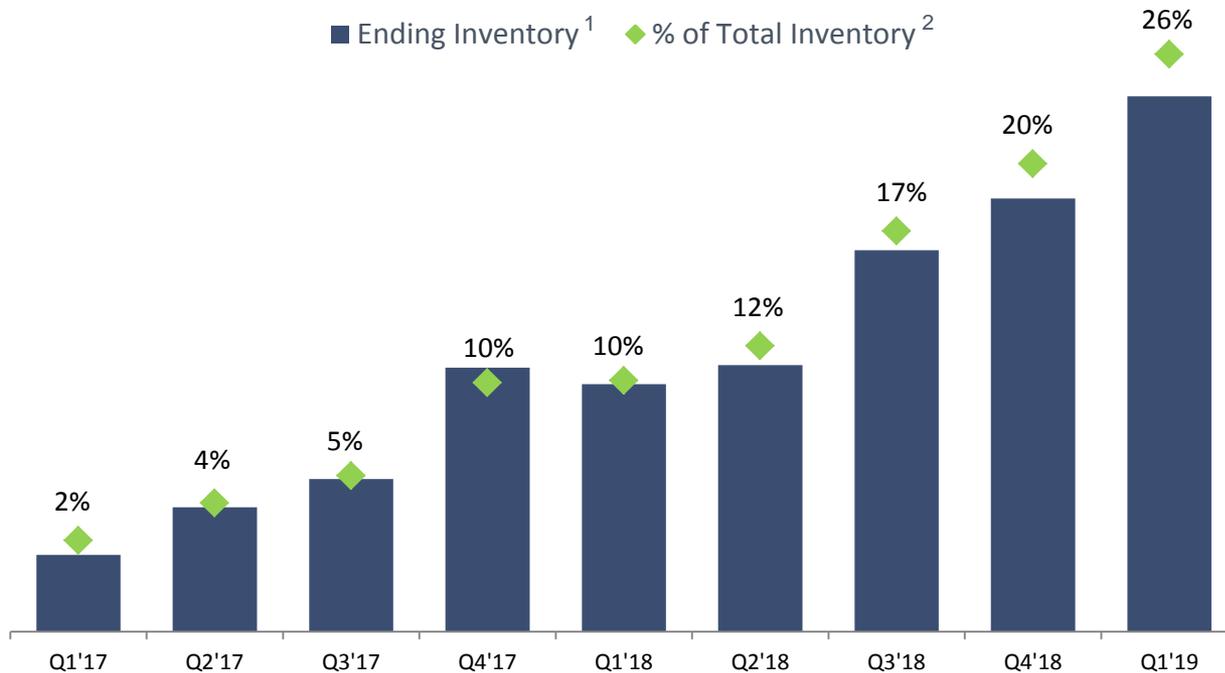
² Attributable to Altisource

³ This is a non-GAAP measure defined and reconciled in the Appendix

Notes: N/M – not meaningful
Numbers may not sum due to rounding

Hubzu Inventory

Hubzu inventory from customers other than Ocwen, NRZ and RESI has grown 116% since March 31, 2018 and represents 26% of total Hubzu inventory as of March 31, 2019



¹ Ending Inventory represents end of the quarter Hubzu inventory from customers other than Ocwen, NRZ and RESI

² Total Inventory represents all Hubzu inventory

Progress with Select Customer Wins

Notified of win	Customer description ¹	Service	Agreements executed	Agreements in negotiation	Went live in	Anticipated "Go Live" Date	Began receiving referrals in	Est. Stabilized revenue opportunity ²
2H'17	Top 5 Servicer	Field Services	√			Q3'19		Very Large
2H'17	Top 10 Servicer	REO Asset Management	√		Q1'19		Q1'19	Very Large
1Q'18	Top 25 Servicer	Hubzu Foreclosure Auctions	√		Q3'18		Q3'18	Medium
1Q'18	Servicer	Field Services	√		Q4'18		Q4'18	Large
2Q'18	Servicer	Field Services	√		Q4'18		Q4'18	Medium
2Q'18	One of the largest institutional real estate and mortgage investors in the US	Hubzu REO Auctions	√		Q3'18		Q3'18	Very Large
		Hubzu Foreclosure Auctions	√		Q3'18		Q4'18	
		Hubzu Short Sale Auctions	√		Q1'19		Q1'19	
Q4'18	Lender	Trelis	√		Q2'19		Q2'19	Medium
Q4'18	Servicer	REO Asset Management	√		Q2'19		Q2'19	Medium
Q4'18	Top 25 Servicer	Field Services		√		Q3'19		Medium
Q4'18	Servicer	Hubzu REO Auctions		√		Q2'19		Medium
Q1'19	Large commercial real estate services and investment firm	Construction Lending Fund Control	√		Q1'19		Q1'19	Medium
Q1'19	Servicer	Hubzu REO Auctions	√			Q2'19		Medium

¹ Servicer size based on information from Inside Mortgage Finance

² Estimated stabilized annual revenue opportunity categories:

Very Large: Stabilized annual revenue opportunity of greater than \$25 million; Large: Stabilized annual revenue opportunity of \$5 million – \$25 million

Medium: Stabilized annual revenue opportunity of \$1 million - \$4.9 million

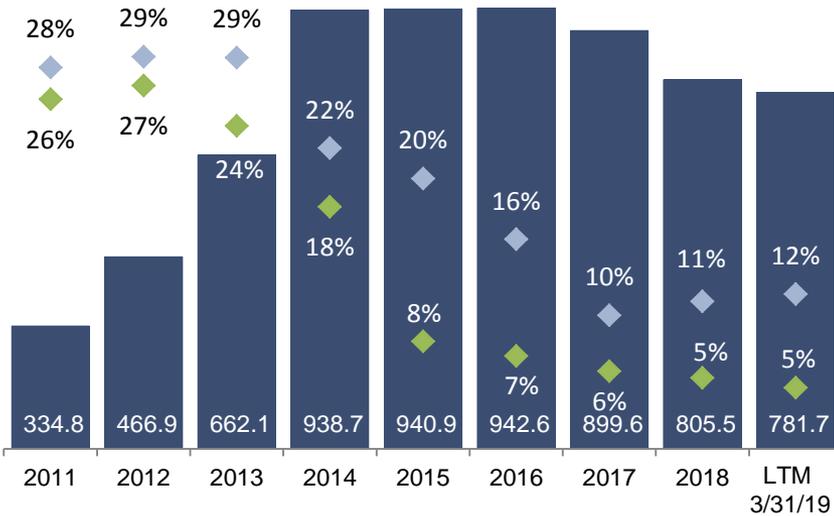
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Financial Performance

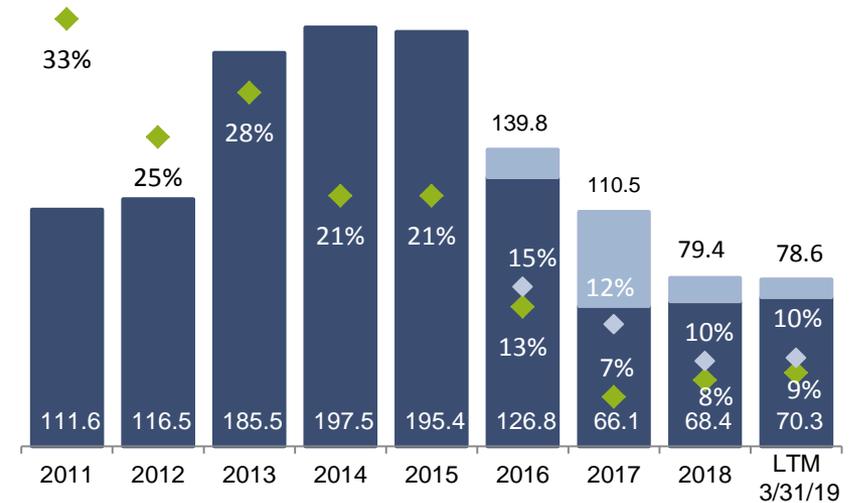
Service Revenue (\$ millions)

- ◆ Operating Income Margin%
- ◆ Adjusted Operating Income¹ Margin%



Cash Flows From Operating Activities (\$ millions)

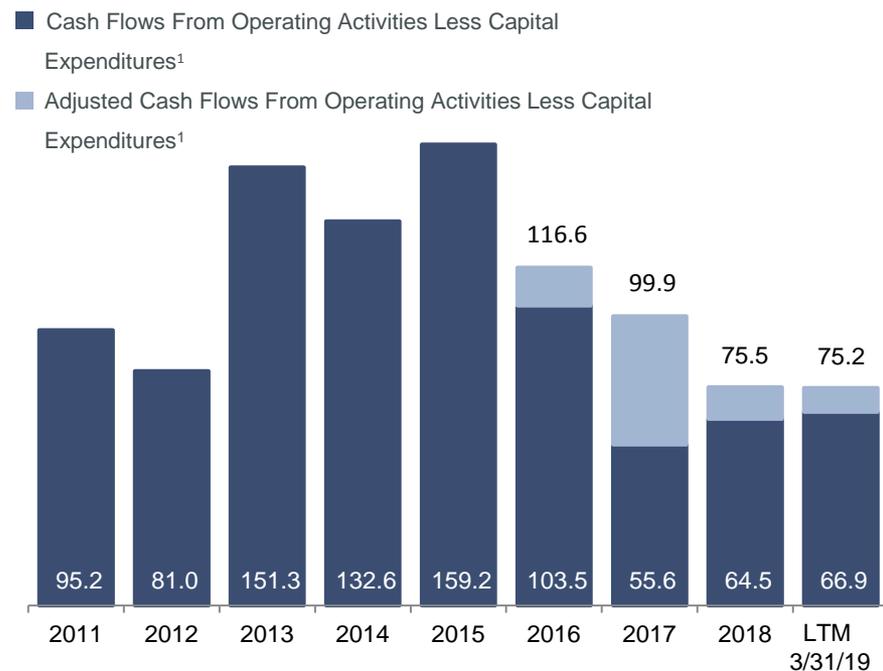
- Cash Flows From Operating Activities
- ◆ Amount as a % of Service Revenue
- Adjusted Cash Flows From Operating Activities¹
- ◆ Amount as a % of Service Revenue



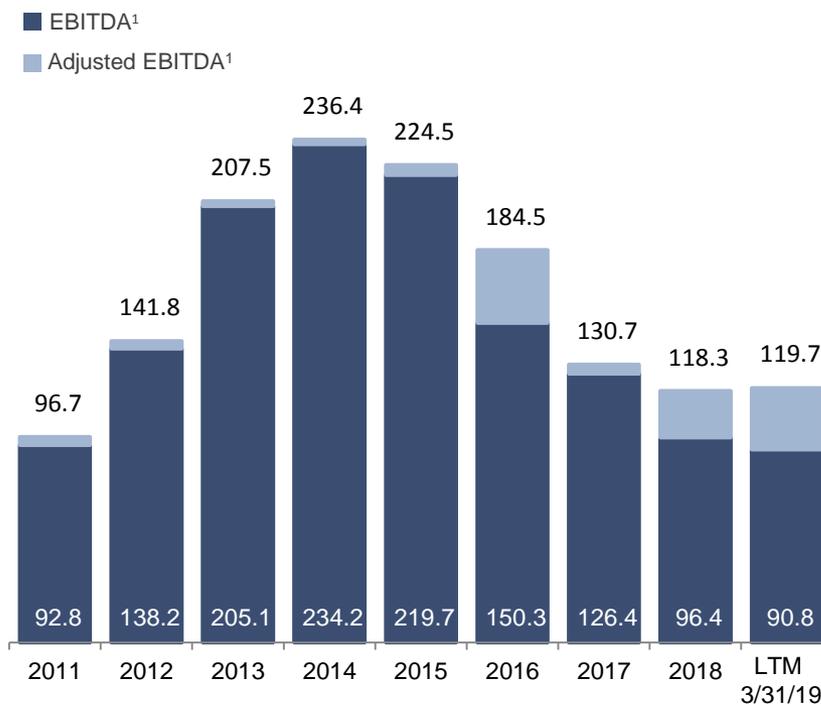
¹ This is a non-GAAP measure defined and reconciled in this Appendix

Financial Performance

Cash Flows From Operating Activities Less Capital Expenditures (\$ millions)



EBITDA (\$ millions)

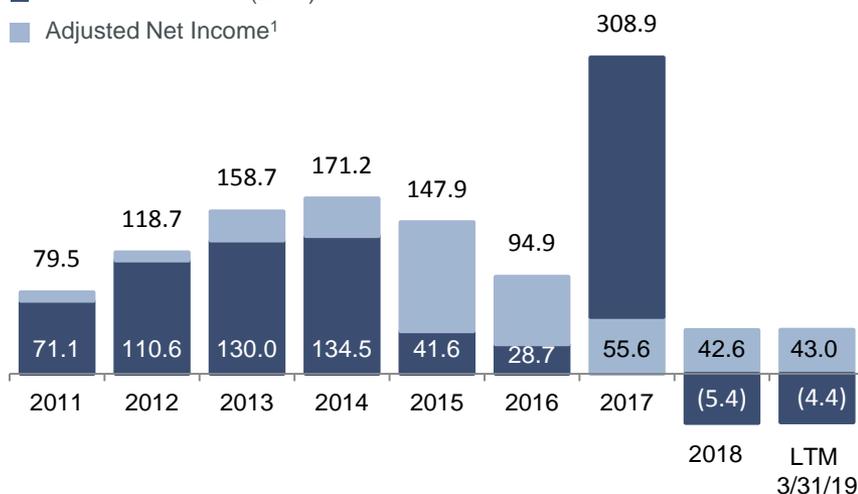


¹ This is a non-GAAP measure defined and reconciled in this Appendix

Financial Performance

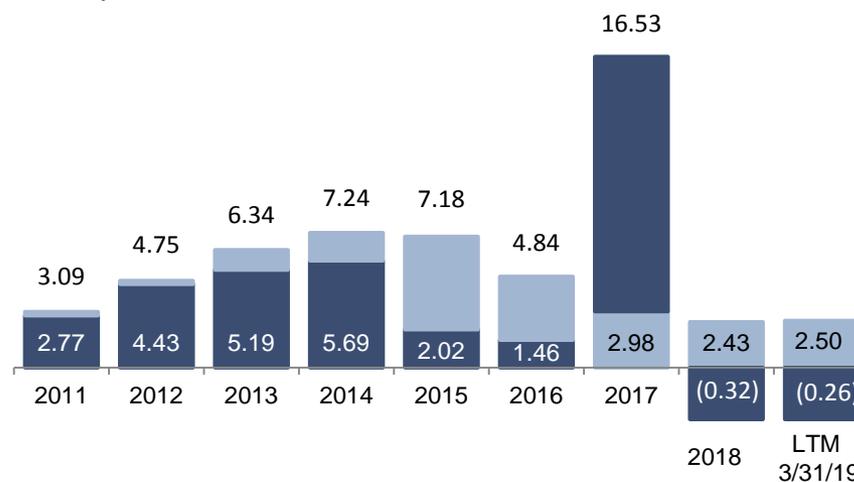
Net Income (Loss) Attributable to Altisource (\$ millions)

- GAAP Net Income (Loss)
- Adjusted Net Income¹



Earnings (Loss) per Share - Diluted (\$)

- GAAP EPS – Diluted
- Adjusted EPS - Diluted¹



¹ This is a non-GAAP measure defined and reconciled in this Appendix

Operating Metrics

Q1'17 Q2'17 Q3'17 Q4'17 Q1'18 Q2'18 Q3'18 Q4'18 Q1'19

Ocwen Serviced Portfolio¹:

Default Related Services excluding mortgage charge-off:

Service revenue per delinquent loan² per quarter³

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
Non-GSE	\$ 810	\$ 887	\$ 820	\$ 711	\$ 697	\$ 837	\$ 874	\$ 883	\$ 816
GSE ⁴	\$ 95	\$ 108	\$ 95	\$ 95	\$ 85	\$ 88	\$ 91	\$ 88	\$ 36

Average number of delinquent loans serviced by Ocwen^{5,6}

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
Non-GSE (in thousands)	191	177	178	182	171	153	144	141	139
GSE (in thousands)	17	16	17	18	17	15	14	13	19

Average delinquency rate of loans serviced by Ocwen⁶

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
Non-GSE	18.7%	17.9%	18.7%	19.8%	19.1%	17.8%	17.3%	17.5%	16.1%
GSE	5.5%	5.3%	5.7%	6.5%	6.4%	5.9%	5.4%	5.3%	3.0%

Provisional loan count serviced by Ocwen as of the end of the period⁶

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
Non-GSE (in thousands)	1,012	977	943	912	883	853	825	800	854
GSE (in thousands)	308	300	291	275	268	258	246	238	636

Servicer Technologies and IT Infrastructure Services:

Service revenue per loan per quarter

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
	\$9	\$8	\$9	\$9	\$10	\$11	\$13	\$10	\$6

Average number of loans serviced by Ocwen (in thousands)^{5,6}

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
	1,334	1,291	1,248	1,204	1,163	1,123	1,084	1,048	1,502

¹ Includes the MSR's acquired (or to be acquired) by NRZ from Ocwen

² Delinquent loans include loans that are delinquent for more than 30 days including loans in bankruptcy, foreclosure and REO

³ Includes service revenue related to the portfolios serviced or subserviced by Ocwen when a party other than Ocwen/NRZ selects Altisource as a service provider. Service revenue generated from certain services is not recorded separately for non-GSE and GSE loans. For these services, service revenue has been allocated between non-GSE and GSE loans based on estimates

⁴ Throughout this presentation, GSE loans also include Government National Mortgage Association (Ginnie Mae)

⁵ Average loans serviced for Q1'19 is provisional and subject to change

⁶ Amounts presented herein for Q1'17 through Q4'18 are based on loans serviced by Ocwen on REALServicing. Amounts presented herein for Q1'19 are based on all loans serviced by Ocwen, regardless of the servicing system, and include loans from Ocwen's acquisition of PHH (not yet providing services for PHH loans)

Operating Metrics

	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18	Q3'18	Q4'18	Q1'19
Hubzu:									
Service revenue (in millions) ^{1,2}	\$ 53.5	\$ 53.4	\$ 48.2	\$ 43.3	\$ 43.3	\$ 45.5	\$ 37.5	\$ 33.4	\$ 32.2 ⁵
Number of homes sold on Hubzu:									
Ocwen serviced portfolios ³	6,000	5,648	4,984	4,464	3,880	4,374	4,018	3,577	3,279
Front Yard Residential	412	524	447	315	199	138	69	34	90
All other ⁴	122	165	193	267	214	288	257	369	444
Total	6,534	6,337	5,624	5,046	4,293	4,800	4,344	3,980	3,813

¹ Revenue from Ocwen/NRZ homes sold on Hubzu is also reflected in service revenue per delinquent loan per quarter reported in the previous slide

² Includes brokerage and fees generated from the sale of homes under the company's buy-renovate-lease-sell program

³ Includes the portfolios acquired (or to be acquired) by NRZ from Ocwen

⁴ Includes homes sold under the company's buy-renovate-lease-sell program when those homes are sold on Hubzu

⁵ Compared to Q1'18, Q1'19 service revenue declined at a greater rate than the number of homes sold over the same period primarily because of the increase in commission to NRZ under the Cooperative Brokerage Agreement with NRZ

Non-GAAP Measures

- Adjusted operating income, pretax income (loss) attributable to Altisource, adjusted pretax income attributable to Altisource, adjusted net income attributable to Altisource, adjusted Earnings per Share – Diluted, adjusted cash flows from operating activities, cash flows from operating activities less capital expenditures, adjusted cash flows from operating activities less capital expenditures, EBITDA, adjusted EBITDA, and net debt less marketable securities, are non-GAAP measures used by our Chief Executive Officer (our chief operating decision maker), existing shareholders and potential shareholders to measure Altisource's performance
- Adjusted operating income is calculated by removing intangible asset amortization expense, share-based compensation expense, gain on sale of business, sales tax accrual, restructuring charges, goodwill and other asset write-off from business exit, litigation settlement loss, impairment loss and gain on Equator earn out liability, from income from operations.
- Pretax income (loss) attributable to Altisource is calculated by reducing net income attributable to non-controlling interests from income (loss) before income taxes and non-controlling interests
- Adjusted pretax income attributable to Altisource is calculated by removing non-controlling interests, intangible asset amortization expense, share-based compensation expense, gain on sale of business, sales tax accrual, restructuring charges, loss on debt refinancing, goodwill and other asset write-off from business exit, unrealized loss (gain) on investment in equity securities, litigation settlement loss, impairment loss and gain on Equator earn out liability, from income (loss) before income taxes and non-controlling interests.
- Adjusted net income attributable to Altisource is calculated by removing intangible asset amortization expense (net of tax), share-based compensation expense (net of tax), gain on sale of business (net of tax), sales tax accrual (net of tax), restructuring charges (net of tax), loss on debt refinancing (net of tax), goodwill and other asset write-off from business exit (net of tax), unrealized loss (gain) on investment in equity securities (net of tax), certain income tax related items, net, litigation settlement loss (net of tax), impairment loss (net of tax) and gain on Equator earn out liability (net of tax), from net income (loss) attributable to Altisource.
- Adjusted diluted earnings per share is calculated by dividing net income (loss) attributable to Altisource after removing intangible asset amortization expense (net of tax), share-based compensation expense (net of tax), gain on sale of business (net of tax), sales tax accrual (net of tax), restructuring charges (net of tax), loss on debt refinancing (net of tax), goodwill and other asset write-off from business exit (net of tax), unrealized loss (gain) on investment in equity securities (net of tax), certain income tax related items, net, litigation settlement loss (net of tax), impairment loss (net of tax) and gain on Equator earn out liability (net of tax), by the weighted average number of diluted shares.

Non-GAAP Measures

- Adjusted cash flow from operating activities is calculated by removing the cash payment related to the net litigation settlement loss, net of insurance recovery, the change in short-term investments in real estate and payment of sales tax accrual from cash flows from operating activities.
- Cash flow from operating activities less capital expenditures is calculated by deducting capital expenditures from cash flows from operating activities
- Adjusted cash flow from operating activities less capital expenditures is calculated by removing litigation settlement loss (net of insurance recovery), the change in short-term investments in real estate, payment of sales tax accrual and capital expenditures from cash flows from operating activities
- EBITDA is calculated by deducting income tax benefit or adding income tax provision, interest expense (net of interest income), non-cash impairment losses, unrealized loss (gain) on investment in equity securities and depreciation and amortization less non-cash gains associated with reductions of the Equator earn out liability, from GAAP net income (loss) attributable to Altisource
- Adjusted EBITDA is calculated by deducting income tax benefit or adding income tax provision, interest expense (net of interest income), non-cash impairment losses, unrealized loss (gain) on investment in equity securities, loss on debt refinancing, depreciation and amortization, litigation settlement losses (net of insurance recovery), sales tax accrual, restructuring charges, goodwill and other asset write-off from business exit and share-based compensation less non-cash gains associated with reductions of the Equator earn out liability and gain on sale of business, from GAAP net income (loss) attributable to Altisource
- Net debt less marketable securities is calculated as long-term debt, including current portion, minus cash and cash equivalents and marketable securities
- The reconciliations of non-GAAP measures to GAAP measures are shown on slides 16 to 24

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Income From Operations	85.7	127.4	162.1	170.5	79.1	65.1	49.7	42.5	7.1	0.2	35.5
Add: Intangible asset amortization expense	5.3	5.0	28.2	37.7	41.1	47.6	35.4	28.4	7.1	8.6	29.9
Add: Share-based compensation	3.9	3.6	2.4	2.2	4.8	6.2	4.3	10.2	2.2	2.6	10.6
Less: Gain on sale of business	-	-	-	-	-	-	-	(13.7)	-	-	(13.7)
Add: Sales tax accrual	-	-	-	-	-	-	-	6.2	-	2.1	8.3
Add: Restructuring charges	-	-	-	-	-	-	-	11.6	-	4.4	16.0
Add: Goodwill and other asset write-off from business exit	-	-	-	-	-	-	-	2.6	-	0.2	2.8
Add: Litigation settlement loss ¹	-	-	-	-	-	28.0	-	0.5	-	-	0.5
Add: Impairment loss	-	-	-	37.5	71.8	-	-	-	-	-	-
Less: Gain on Equator earn out liability	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-
Adjusted Operating Income	94.9	136.1	192.6	209.9	189.2	146.9	89.3	88.3	16.5	18.1	90.0
Income (Loss) Before Income Taxes and Non-Controlling Interests	85.9	124.6	142.3	147.3	53.1	44.3	35.4	1.4	(5.0)	(4.0)	2.4
Less: Net income attributable to non-controlling interests	(6.9)	(5.3)	(3.8)	(2.6)	(3.2)	(2.7)	(2.7)	(2.7)	(0.5)	(0.4)	(2.6)
Pretax Income (Loss) Attributable to Altisource	79.1	119.4	138.5	144.7	49.9	41.6	32.6	(1.3)	(5.5)	(4.4)	(0.2)
Add: Intangible asset amortization expense	5.3	5.0	28.2	37.7	41.1	47.6	35.4	28.4	7.1	8.6	29.9
Add: Share-based compensation	3.9	3.6	2.4	2.2	4.8	6.2	4.3	10.2	2.2	2.6	10.6
Less: Gain on sale of business	-	-	-	-	-	-	-	(13.7)	-	-	(13.7)
Add: Sales tax accrual	-	-	-	-	-	-	-	6.2	-	2.1	8.3
Add: Restructuring charges	-	-	-	-	-	-	-	11.6	-	4.4	16.0
Add: Loss on debt refinancing	-	-	-	-	-	-	-	4.4	-	-	4.4
Add: Goodwill and other asset write-off from business exit	-	-	-	-	-	-	-	2.6	-	0.2	2.8
Add: Unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	13.0	7.5	(2.2)	3.2
Add: Litigation settlement loss ¹	-	-	-	-	-	28.0	-	0.5	-	-	0.5
Add: Impairment loss	-	-	-	37.5	71.8	-	-	-	-	-	-
Less: Gain on Equator earn out liability	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-
Adjusted Pretax Income Attributable to Altisource	88.3	128.0	169.1	184.1	160.0	123.4	72.3	62.0	11.4	11.3	61.9

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Net Income (Loss) Attributable to Altisource	71.1	110.6	130.0	134.5	41.6	28.7	308.9	(5.4)	(4.1)	(3.2)	(4.4)
Add: Intangible asset amortization expense, net of tax	4.8	4.7	26.5	35.1	38.2	36.8	27.5	19.9	5.5	6.0	21.1
Add: Share-based compensation, net of tax	3.6	3.4	2.3	2.1	4.5	4.8	3.3	7.1	1.7	1.8	7.5
Less: Gain on sale of business, net of tax	-	-	-	-	-	-	-	(9.3)	-	-	(9.3)
Add: Sales tax accrual, net of tax	-	-	-	-	-	-	-	4.6	-	1.5	6.1
Add: Restructuring charges, net of tax	-	-	-	-	-	-	-	9.0	-	3.4	12.3
Add: Loss on debt refinancing, net of tax	-	-	-	-	-	-	-	3.2	-	-	3.2
Add: Goodwill and other asset write-off from business exit, net of tax	-	-	-	-	-	-	-	2.0	-	0.2	2.1
Add: Unrealized loss (gain) on investment in equity securities, net of tax	-	-	-	-	-	-	-	9.6	5.6	(1.7)	2.4
(Less) Add: Certain income tax related items, net	-	-	-	-	-	-	(284.1)	1.6	-	-	1.6
Add: Litigation settlement loss ¹ , net of tax	-	-	-	-	-	24.6	-	0.3	-	-	0.3
Add: Impairment loss, net of tax	-	-	-	34.9	70.6	-	-	-	-	-	-
Less: Gain on Equator earn out liability, net of tax	-	-	-	(35.3)	(6.9)	-	-	-	-	-	-
Adjusted Net Income Attributable to Altisource	79.5	118.7	158.7	171.2	147.9	94.9	55.6	42.6	8.6	8.0	43.0

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Earnings (Loss) Per Share – Diluted	2.77	4.43	5.19	5.69	2.02	1.46	16.53	(0.32)	(0.24)	(0.20)	(0.26)
Add: Impact of using diluted share count instead of basic share count for loss per share	-	-	-	-	-	-	-	0.01	0.01	0.01	-
Add: Intangible asset amortization expense, net of tax per diluted share	0.19	0.19	1.06	1.48	1.85	1.88	1.47	1.14	0.31	0.36	1.23
Add: Share-based compensation, net of tax per diluted share	0.14	0.14	0.09	0.09	0.22	0.24	0.18	0.41	0.09	0.11	0.44
Less: Gain on sale of business, net of tax per diluted share	-	-	-	-	-	-	-	(0.53)	-	-	(0.54)
Add: Sales tax accrual, net of tax per diluted share	-	-	-	-	-	-	-	0.26	-	0.09	0.36
Add: Restructuring charges, net of tax per diluted share	-	-	-	-	-	-	-	0.51	-	0.20	0.72
Add: Loss on debt refinancing, net of tax per diluted share	-	-	-	-	-	-	-	0.18	-	-	0.19
Add: Goodwill and other asset write-off from business exit, net of tax per diluted share	-	-	-	-	-	-	-	0.11	-	0.01	0.12
Add: Unrealized loss (gain) on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	0.55	0.31	(0.10)	0.14
(Less) Add: Certain income tax related items, net per diluted share	-	-	-	-	-	-	(15.20)	0.09	-	-	0.09
Add: Litigation settlement loss ¹ , net of tax per diluted share	-	-	-	-	-	1.25	-	0.02	-	-	0.02
Add: Impairment loss, net of tax per diluted share	-	-	-	1.48	3.43	-	-	-	-	-	-
Less: Gain on Equator earn out liability, net of tax per diluted share	-	-	-	(1.49)	(0.34)	-	-	-	-	-	-
Adjusted Earnings Per Share – Diluted	3.09	4.75	6.34	7.24	7.18	4.84	2.98	2.43	0.48	0.48	2.50

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Cash Flows From Operating Activities	111.6	116.5	185.5	197.5	195.4	126.8	66.1	68.4	(8.6)	(6.7)	70.3
Add: Litigation settlement loss ¹	-	-	-	-	-	-	28.0	0.5	-	-	0.5
Add: Increase in short-term real estate investments related to buy- renovate-lease-sell	-	-	-	-	-	13.0	16.4	10.5	9.9	0.4	1.0
Add: Payment of sales tax accrual	-	-	-	-	-	-	-	-	-	6.9	6.9
Adjusted Cash Flows From Operating Activities	111.6	116.5	185.5	197.5	195.4	139.8	110.5	79.4	1.3	0.6	78.6
Cash Flows From Operating Activities	111.6	116.5	185.5	197.5	195.4	126.8	66.1	68.4	(8.6)	(6.7)	70.3
Less: Capital Expenditures	16.4	35.6	34.1	64.8	36.2	23.3	10.5	(3.9)	(1.3)	(0.8)	(3.4)
Cash Flows From Operating Activities Less Capital Expenditures	95.2	81.0	151.3	132.6	159.2	103.5	55.6	64.5	(9.8)	(7.4)	66.9
Add: Litigation settlement loss payment ¹	-	-	-	-	-	-	28.0	0.5	-	-	0.5
Add: Increase in short-term real estate investments related to buy- renovate-lease-sell	-	-	-	-	-	13.0	16.4	10.5	9.9	0.4	1.0
Add: Payment of sales tax accrual	-	-	-	-	-	-	-	-	-	6.9	6.9
Adjusted Cash Flows From Operating Activities Less Capital Expenditures	95.2	81.0	151.3	132.6	159.2	116.6	99.9	75.5	0.1	(0.2)	75.2
Net Income (Loss) Attributable to Altisource	71.1	110.6	130.0	134.5	41.6	28.7	308.9	(5.4)	(4.1)	(3.2)	(4.4)
Add (Less): Income tax provision (benefit)	7.9	8.7	8.5	10.2	8.3	12.9	(276.3)	4.1	(1.4)	(1.2)	4.2
Add: Interest expense, net of interest income	0.1	1.0	19.4	23.3	28.1	24.3	22.0	25.5	5.7	6.6	26.4
Add: Depreciation and amortization	13.6	17.8	47.2	66.7	77.6	84.4	71.8	59.2	15.9	18.0	61.4
Add: Unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	13.0	7.5	(2.2)	3.2
Add: Impairment losses	-	-	-	37.5	71.8	-	-	-	-	-	-
Less: Gain on Equator earn-out liability	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-
EBITDA	92.8	138.2	205.1	234.2	219.7	150.3	126.4	96.4	23.6	18.0	90.8
Add: Share-based compensation	3.9	3.6	2.4	2.2	4.8	6.2	4.3	10.2	2.2	2.6	10.6
Less: Gain on sale of business	-	-	-	-	-	-	-	(13.7)	-	-	(13.7)
Add: Sales tax accrual	-	-	-	-	-	-	-	6.2	-	2.1	8.3
Add: Restructuring charges	-	-	-	-	-	-	-	11.6	-	4.4	16.0
Add: Loss on debt refinancing	-	-	-	-	-	-	-	4.4	-	-	4.4
Add: Goodwill and other asset write-off from business exit	-	-	-	-	-	-	-	2.6	-	0.2	2.8
Add: Litigation settlement loss ¹	-	-	-	-	-	28.0	-	0.5	-	-	0.5
Adjusted EBITDA	96.7	141.8	207.5	236.4	224.5	184.5	130.7	118.3	25.8	27.3	119.7

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Calculation of the impact of intangible asset amortization expense, net of tax											
Intangible amortization expense	5.3	5.0	28.2	37.7	41.1	47.6	35.4	28.4	7.1	8.6	29.9
Tax benefit from intangible asset amortization	(0.5)	(0.4)	(1.7)	(2.6)	(2.9)	(10.8)	(7.8)	(8.5)	(1.7)	(2.7)	(8.8)
Intangible asset amortization expense, net of tax	4.8	4.7	26.5	35.1	38.2	36.8	27.5	19.9	5.5	6.0	21.1
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Intangible asset amortization expense, net of tax per diluted share	0.19	0.19	1.06	1.48	1.85	1.88	1.47	1.14	0.31	0.36	1.23
Calculation of the impact of share-based compensation, net of tax											
Share-based compensation	3.9	3.6	2.4	2.2	4.8	6.2	4.3	10.2	2.2	2.6	10.6
Tax benefit from share-based compensation	(0.4)	(0.3)	(0.1)	(0.2)	(0.3)	(1.4)	(0.9)	(3.1)	(0.5)	(0.8)	(3.1)
Share-based compensation, net of tax	3.6	3.4	2.3	2.1	4.5	4.8	3.3	7.1	1.7	1.8	7.5
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Share-based compensation, net of tax per diluted share	0.14	0.14	0.09	0.09	0.22	0.24	0.18	0.41	0.09	0.11	0.44
Calculation of the impact of the unrealized loss (gain) on investment in equity securities, net of tax											
Unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	13.0	7.5	(2.2)	3.2
Tax (benefit) provision from the unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	(3.4)	(2.0)	0.6	(0.8)
Unrealized loss (gain) on investment in equity securities, net of tax	-	-	-	-	-	-	-	9.6	5.6	(1.7)	2.4
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Unrealized loss (gain) on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	0.55	0.31	(0.10)	0.14

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 2019

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Calculation of the impact of impairment loss, net of tax											
Impairment loss	-	-	-	37.5	71.8	-	-	-	-	-	-
Tax benefit from impairment loss	-	-	-	(2.6)	(1.2)	-	-	-	-	-	-
Impairment loss, net of tax	-	-	-	34.9	70.6	-	-	-	-	-	-
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Impairment loss, net of tax per diluted share	-	-	-	1.48	3.43	-	-	-	-	-	-
Calculation of the gain on the Equator earn out liability, net of tax											
Gain on Equator earn out liability	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-
Tax provision from gain on Equator earn out liability	-	-	-	2.6	0.7	-	-	-	-	-	-
Gain on Equator earn out liability, net of tax	-	-	-	(35.3)	(6.9)	-	-	-	-	-	-
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Gain on Equator earn out liability, net of tax per diluted share	-	-	-	(1.49)	(0.34)	-	-	-	-	-	-
Calculation of the impact of litigation settlement loss, net of tax											
Litigation settlement loss ²	-	-	-	-	-	28.0	-	0.5	-	-	0.5
Tax benefit from litigation settlement loss ²	-	-	-	-	-	(3.4)	-	(0.2)	-	-	(0.2)
Litigation settlement loss ² , net of tax	-	-	-	-	-	24.6	-	0.3	-	-	0.3
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Litigation settlement loss ² , net of tax per diluted share	-	-	-	-	-	1.25	-	0.02	-	-	0.02

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 2019

² Net of insurance recovery

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Calculation of the impact of gain on sale of business, net of tax											
Gain on sale of business	-	-	-	-	-	-	-	(13.7)	-	-	(13.7)
Tax provision from gain on sale of business	-	-	-	-	-	-	-	4.3	-	-	4.3
Gain on sale of business, net of tax	-	-	-	-	-	-	-	(9.3)	-	-	(9.3)
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Gain on sale of business, net of tax per diluted share	-	-	-	-	-	-	-	(0.53)	-	-	(0.54)
Calculation of the impact of sales tax accrual, net of tax											
Sales tax accrual	-	-	-	-	-	-	-	6.2	-	2.1	8.3
Tax benefit from sales tax accrual	-	-	-	-	-	-	-	(1.6)	-	(0.5)	(2.2)
Sales tax accrual, net of tax	-	-	-	-	-	-	-	4.6	-	1.5	6.1
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Sales tax accrual, net of tax per diluted share	-	-	-	-	-	-	-	0.26	-	0.09	0.36
Calculation of the goodwill and other asset write-off from business exit, net of tax											
Goodwill and other asset write-off from business exit	-	-	-	-	-	-	-	2.6	-	0.2	2.8
Tax benefit from goodwill and other asset write-off from business exit	-	-	-	-	-	-	-	(0.7)	-	(0.1)	(0.7)
Goodwill and other asset write-off from business exit, net of tax	-	-	-	-	-	-	-	2.0	-	0.2	2.1
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Goodwill and other asset write-off from business exit, net of tax per diluted share	-	-	-	-	-	-	-	0.11	-	0.01	0.12

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 2019

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2011	2012	2013	2014	2015	2016	2017	2018	Q1'18	Q1'19	LTM 3/31/19
Calculation of the impact of restructuring charges, net of tax											
Restructuring charges	-	-	-	-	-	-	-	11.6	-	4.4	16.0
Tax benefit from restructuring charges	-	-	-	-	-	-	-	(2.6)	-	(1.0)	(3.6)
Restructuring charges, net of tax	-	-	-	-	-	-	-	9.0	-	3.4	12.3
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Restructuring charges, net of tax per diluted share	-	-	-	-	-	-	-	0.51	-	0.20	0.72
Calculation of the impact of certain income tax related items, net resulting from:											
Luxembourg subsidiaries merger, net	-	-	-	-	-	-	(300.9)	-	-	-	-
Other income tax rate changes	-	-	-	-	-	-	6.3	-	-	-	-
Foreign income tax reserves	-	-	-	-	-	-	10.5	-	-	-	-
Certain income tax related items, net	-	-	-	-	-	-	(284.1)	1.6	-	-	1.6
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Certain income tax related items, net per diluted share	-	-	-	-	-	-	(15.20)	0.09	-	-	0.09
Calculation of the impact of the loss on debt refinancing											
Loss on debt refinancing	-	-	-	-	-	-	-	4.4	-	-	4.4
Tax benefit from the loss on debt refinancing	-	-	-	-	-	-	-	(1.2)	-	-	(1.2)
Loss on debt refinancing, net of tax	-	-	-	-	-	-	-	3.2	-	-	3.2
Diluted share count (in 000s)	25,685	24,962	25,053	23,634	20,619	19,612	18,692	17,523	17,881	16,638	17,214 ¹
Loss on debt refinancing, net of tax per diluted share	-	-	-	-	-	-	-	0.18	-	-	0.19

Net Debt Less Marketable Securities

Reconciliation (\$ in millions)	12/31/2014	12/31/2015	12/31/2016	12/31/2017	12/31/2018	03/31/2019
Senior secured term loans	\$591.5	\$536.6	\$479.7	\$413.6	\$338.8	\$338.8
Less: Cash and cash equivalents	(161.4)	(179.3)	(149.3)	(105.0)	(58.3)	(51.5)
Less: Marketable securities	-	-	(45.8)	(49.2)	(36.2)	(38.4)
Net debt less marketable securities	\$430.2	\$357.3	\$284.6	\$259.4	\$244.3	\$248.9

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 2019

Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions, except per share data)	2019 Scenarios ¹			Actual
	A	B	Midpoint	Q1'19
Income (Loss) Before Taxes and Non-Controlling Interests	6	10	8	(4)
Less: Net income attributable to non-controlling interests	(3)	(3)	(3)	(0)
Pretax Income (Loss) Attributable to Altisource	3	7	5	(4)
Add: Intangible asset amortization expense	20	22	21	9
Add: Share-based compensation	8	8	8	3
Add: Sales tax accrual	-	-	-	2
Add: Restructuring charges	19	21	20	4
Add: Unrealized gain on investment in equity securities	-	-	-	(2)
Add: Goodwill and other asset write-off from business exit	-	-	-	0
Adjusted Pretax Income Attributable to Altisource	50	58	54	11
Net Income (Loss) Attributable to Altisource	2	4	3	(3)
Add: Intangible asset amortization expense, net of tax	14	15	15	6
Add: Share-based compensation, net of tax	5	6	6	2
Add: Sales tax accrual, net of tax	-	-	-	2
Add: Restructuring charges, net of tax	13	15	14	3
Add: Unrealized gain on investment in equity securities, net of tax	-	-	-	(2)
Add: Goodwill and other asset write-off from business exit, net of tax	-	-	-	0
Adjusted Net Income Attributable to Altisource	34	40	37	8
Earnings (Loss) Per Share – Diluted	0.12	0.22	0.17	(0.20)
Add: Impact of using diluted share count instead of basic share count	-	-	-	0.01
Add: Intangible asset amortization expense, net of tax per diluted share	0.85	0.93	0.89	0.36
Add: Share-based compensation, net of tax per diluted share	0.32	0.36	0.34	0.11
Add: Sales tax accrual, net of tax per diluted share	-	-	-	0.09
Add: Restructuring charges, net of tax per diluted share	0.77	0.89	0.83	0.20
Add: Unrealized gain on investment in equity securities, net of tax per diluted share	-	-	-	(0.10)
Add: Goodwill and other asset write-off from business exit, net of tax per diluted share	-	-	-	0.01
Adjusted Earnings After Investments Per Share - Diluted	2.06	2.40	2.23	0.48

¹ Scenarios assume (1) an effective income tax rate of 30.0% and (2) average diluted shares outstanding of 16.5 million Note: Numbers may not sum due to rounding

Investor Relations Information

About Altisource	Altisource Portfolio Solutions S.A. is an integrated service provider and marketplace for the real estate and mortgage industries. Combining operational excellence with a suite of innovative services and technologies, Altisource helps solve the demands of the ever-changing markets we serve.
Contact Information	All Investor Relations inquiries should be sent to: Investor.relations@altisource.com
Exchange	NASDAQ Global Select Market
Ticker	ASPS
Headquarters	Luxembourg
Employees	Approximately 5,900



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