



Second Quarter 2018 Supplementary Information

July 26, 2018

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Forward-Looking Statements and Estimates

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 undertakes no 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, including the possibility of early termination of our Cooperative Brokerage Agreement with New Residential Investment Corp. or the possibility that we may not be successful in negotiating a satisfactory services agreement with New Residential Investment Corp.; the possibility that Ocwen Financial Corporation's acquisition of PHH Corporation will not be completed; 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; 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 Altisource makes no representation that the actual financial results will be the same as those set out in the financial projections and scenarios. These financial projections and scenarios 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 (loss) 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, depreciation expense and financing expense, as well as the effect of more significant non-recurring items from earnings, cash flows 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-recurring 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.

Second Quarter 2018 Highlights¹

- Corporate
 - Generated \$27.8 million of adjusted cash flows from operating activities²
 - Ended the quarter with \$127.8 million of cash, cash equivalents and marketable securities and \$276.0 million of net debt less marketable securities²
 - Refinanced our Senior Secured Term Loan (“SSTL”) on April 3, 2018, extending the maturity from December 2020 to April 2024. The new SSTL has no maintenance covenants, carries over the available baskets for restricted payments from our previous credit agreement, and reduces net debt by the lesser of the value of marketable securities and \$75 million in determining whether excess cash flow sweeps are required
 - Repurchased 0.4 million shares of our common stock at an average price of \$27.14 per share

- Servicer Solutions
 - Received notifications from four new or existing clients that we have won their business or that they are expanding the service offerings purchased from Altisource
 - Of the four customer wins, one is to provide foreclosure and REO auction services to one of the largest institutional real estate and mortgage investors in the country; we signed the master services agreement in July and anticipate receiving foreclosure and REO auction referrals during the fourth quarter

¹ Applies to the second quarter 2018 unless otherwise indicated

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

Second Quarter 2018 Highlights¹

- Origination Solutions
 - Launched the Trelix end-to-end fulfillment services offering and significantly grew the sales pipeline for this offering
 - Completed the onboarding of a significant platform customer that we won in the first quarter
 - Received notification that we won an additional platform customer

- Real Estate Investor Solutions
 - Grew service revenue from the buy-renovate-lease-sell business by 83% compared to the second quarter of 2017 from an increase in the number of homes sold from 46 to 83 over the same period
 - Ended the quarter with 260 homes in the buy-renovate-lease-sell business, compared to 101 homes at the end of the second quarter of 2017

- Consumer Real Estate Solutions
 - Grew service revenue by 65% and the number of home purchase and sale transactions by 58% compared to the first quarter of 2018; grew service revenue by 79% and the number of home purchase and sale transactions by 66% compared to the second quarter of 2017
 - Working with approximately 4,200 clients at the end of the second quarter 2018, compared to 3,200 clients at the end of the first quarter of 2018 and 1,500 clients at the end of the second quarter of 2017

¹ Applies to the second quarter 2018 unless otherwise indicated

Second Quarter 2018 Financial Results

\$ millions (except per share data)	H1 2018	Vs. H1 2017	Q2 2018	Vs. Q2 2017	Q1 2018	Vs. Q1 2018
Revenue	\$416.0	-15%	\$218.6	-13%	\$197.4	11%
Service Revenue	\$397.6	-15%	\$208.9	-12%	\$188.8	11%
Pretax (Loss) Income ¹	\$ (1.9)	-109%	\$ 3.1	-75%	\$ (5.0)	162%
Adjusted Pretax Income Attributable to Altisource ²	\$ 26.1	-36%	\$ 14.7	-33%	\$ 11.4	30%
Net (Loss) Income Attributable to Altisource	\$ (2.6)	-116%	\$ 1.6	-83%	\$ (4.1)	138%
Adjusted Net Income Attributable to Altisource ²	\$ 19.0	-39%	\$ 10.6	-40%	\$ 8.6	23%
(Loss) Earnings Per Share – Diluted	\$(0.15)	-118%	\$ 0.09	-81%	\$(0.24)	138%
Adjusted Earnings Per Share – Diluted ²	\$ 1.07	-35%	\$ 0.60	-35%	\$ 0.48	25%

Note: Numbers may not sum due to rounding

¹ Includes net income attributable to non-controlling interests of \$1.2 million and \$1.3 million for the first half of 2018 and 2017, respectively (\$0.7 million, \$0.5 million and \$0.7 million for Q2 2018, Q1 2018 and Q2 2017, respectively)

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

2018 Scenarios

\$ millions (except EPS)	2018 Scenarios ³			Actual	
	Scenario A	Scenario B	Midpoint of Scenarios A and B	H1 2018 Actuals	Percentage of Midpoint
Service Revenue	\$ 745	\$ 825	\$ 785	\$ 398	51%
Related to Ocwen / NRZ	\$ 510	\$ 560	\$ 535	\$ 283	53%
Unrelated to Ocwen / NRZ ⁵	\$ 235	\$ 265	\$ 250	\$ 114	46%
Investments	\$ 45	\$ 35	\$ 40	\$ 24	60%
Pretax Income (Loss) ^{1,2,4}	\$ 10	\$ 16	\$ 13	\$ (3)	-24%
Adjusted Pretax Income ^{1,2}	\$ 48	\$ 56	\$ 52	\$ 26	50%
Adjusted EBITDA ²	\$ 105	\$ 113	\$ 109	\$ 56	51%
Net Income (Loss) ^{1,4}	\$ 6	\$ 10	\$ 8	\$ (3)	-32%
Adjusted Net Income ^{1,2}	\$ 32	\$ 38	\$ 35	\$ 19	54%
Earnings (Loss) per Share - Diluted ⁴	\$ 0.36	\$ 0.57	\$ 0.46	\$ (0.15)	-33%
Adjusted Earnings per Share - Diluted ²	\$ 1.86	\$ 2.18	\$ 2.01	\$ 1.07	53%

¹ Attributable to Altisource

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

³ Scenarios assume (1) an effective income tax rate of 30.0% and (2) average diluted shares outstanding of 17.5 million

⁴ Scenarios do not assume a change in the fair value of equity securities

⁵ The scenarios for service revenue unrelated to Ocwen/NRZ has been updated to reflect a) the impact of the previously announced tightening of the underwriting standards in the BRS business and b) greater clarity on the elongated timing of on-boarding wins. All other scenario measures remain the same

Note: Numbers may not sum due to rounding

Strategic Businesses



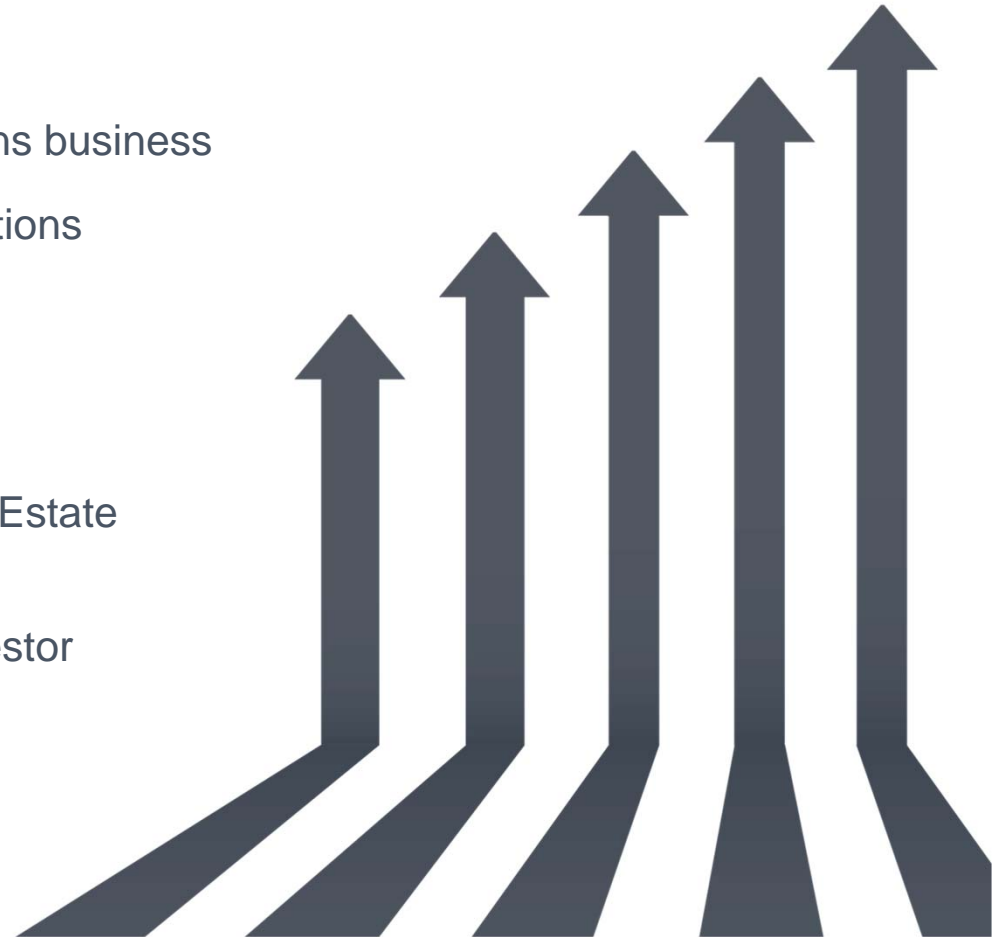
Mortgage Market

- Grow our Servicer Solutions business
- Grow our Origination Solutions business



Real Estate Market

- Grow our Consumer Real Estate Solutions business
- Grow our Real Estate Investor Solutions business





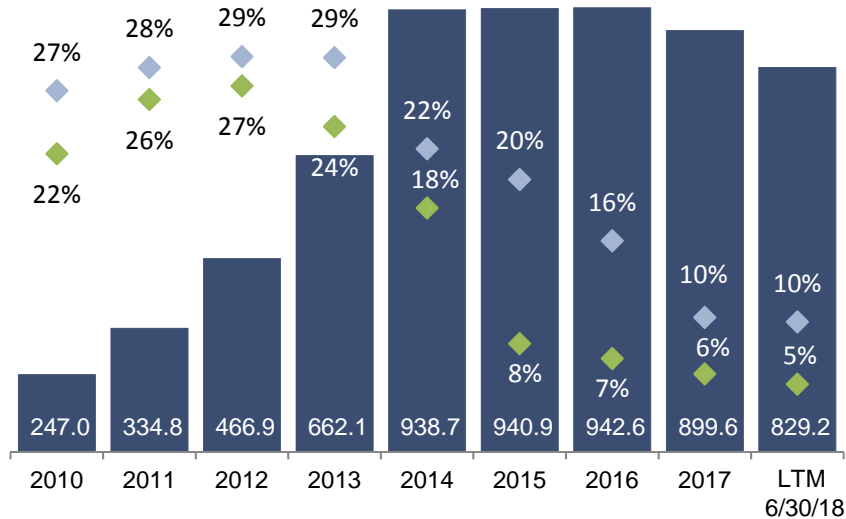
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Financial Performance

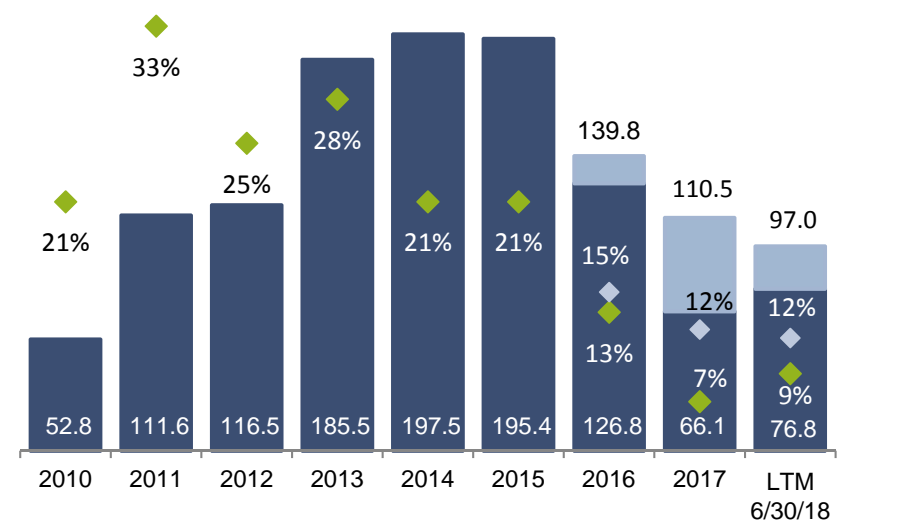
Service Revenue (\$ millions)

- ◆ 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

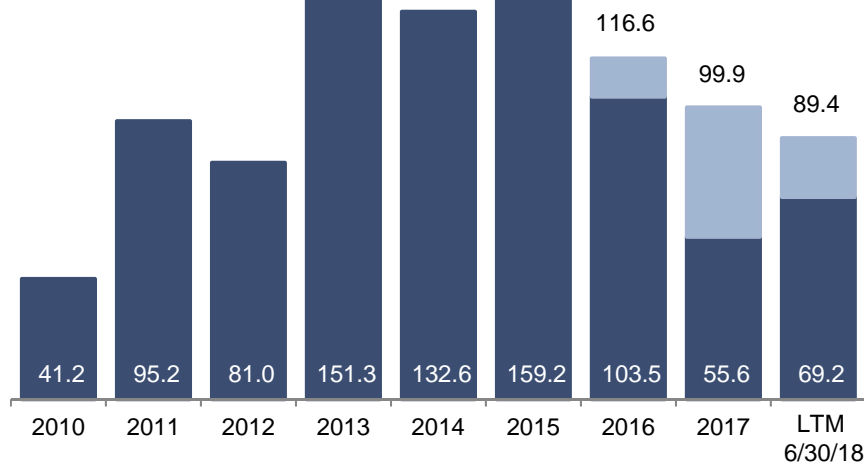


¹ This is a non-GAAP measure defined and reconciled in the Appendix

Financial Performance

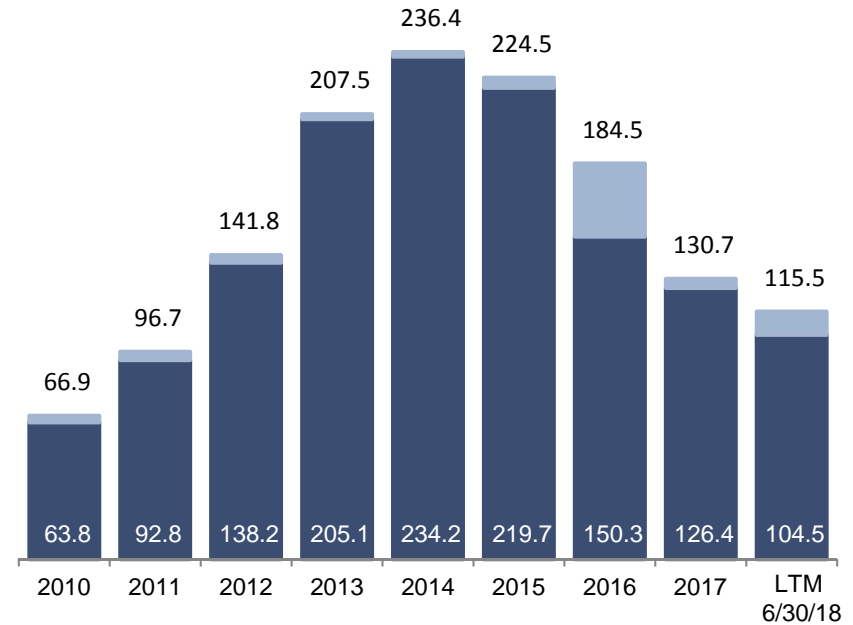
Cash Flows From Operating Activities Less Capital Expenditures (\$ millions)

- Cash Flows From Operating Activities Less Capital Expenditures¹
- Adjusted Cash Flows From Operating Activities Less Capital Expenditures¹



EBITDA (\$ millions)

- EBITDA¹
- Adjusted EBITDA¹

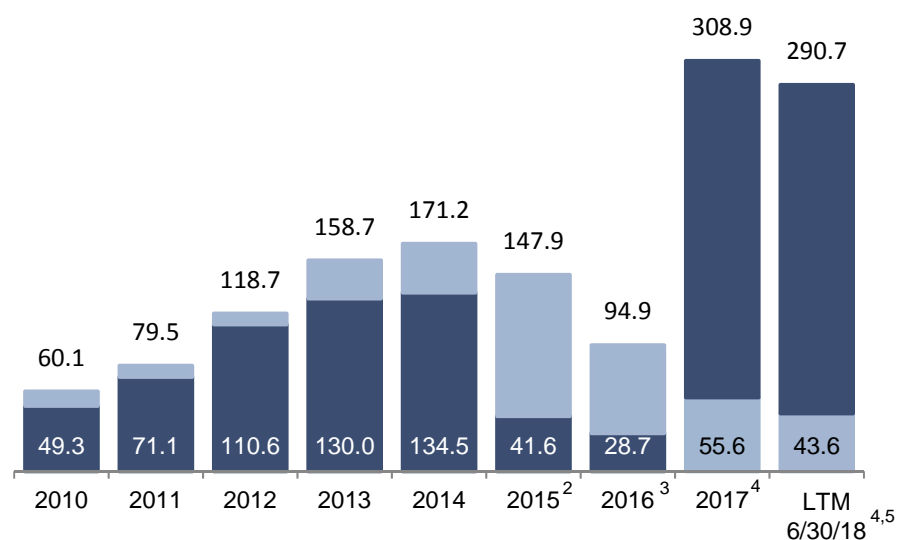


¹ This is a non-GAAP measure defined and reconciled in the Appendix

Financial Performance

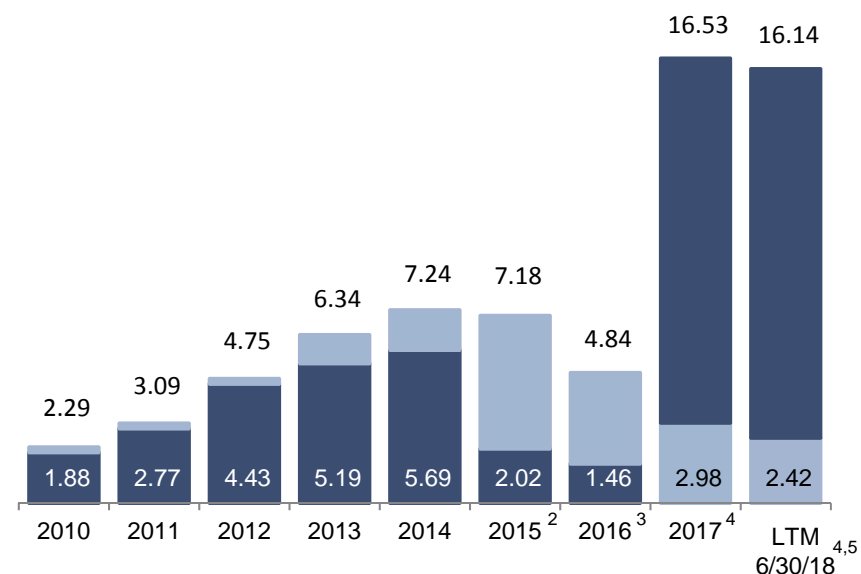
Net Income Attributable to Altisource (\$ millions)

■ GAAP Net Income
■ Adjusted Net Income¹



Earnings Per Share - Diluted (\$)

■ GAAP EPS - Diluted
■ Adjusted EPS - Diluted¹



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

² In 2015, we recognized a \$70.6 million after-tax non-cash impairment loss in our technology businesses

³ In the fourth quarter 2016, we recognized a \$24.6 million after-tax litigation settlement loss, net of insurance recovery

⁴ In the fourth quarter of 2017, we recognized a net income tax benefit of \$284.1 million in the fourth quarter of 2017 relating to (i) the merger of two of the Company's Luxembourg subsidiaries, (ii) the impact of statutory tax rate changes in the U.S. and Luxembourg, and (iii) foreign income tax reserves

⁵ In the first half of 2018, we recognized an after-tax loss on debt refinancing of \$3.2 million and recorded an unrealized after-tax loss on investment in equity securities of \$4.4 million

Operating Metrics

	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18
Ocwen Serviced Portfolio¹:									
Default Related Services excluding mortgage charge-off:									
Service revenue per delinquent loan ² per quarter ³									
Non-GSE	\$ 692	\$ 722	\$ 719	\$ 810	\$ 887	\$ 820	\$ 711	\$ 697	\$ 837
GSE ⁴	\$ 100	\$ 114	\$ 110	\$ 95	\$ 108	\$ 95	\$ 95	\$ 85	\$ 88
Average number of delinquent loans serviced by Ocwen on REALServicing ⁵									
Non-GSE (in thousands)	222	211	204	191	177	178	182	171	153
GSE (in thousands)	20	19	18	17	16	17	18	17	15
Average delinquency rate of loans on REALServicing									
Non-GSE	19.6%	19.3%	19.3%	18.7%	17.9%	18.7%	19.8%	19.1%	17.8%
GSE	5.7%	5.8%	5.8%	5.5%	5.3%	5.7%	6.5%	6.4%	5.9%
Provisional loan count on REALServicing as of the end of the period									
Non-GSE (in thousands)	1,146	1,081	1,046	1,012	977	943	912	883	853
GSE (in thousands)	355	325	315	308	300	291	275	268	258
Servicer Technologies and IT Infrastructure Services:									
Service revenue per loan per quarter	\$10	\$12	\$13	\$9	\$8	\$9	\$9	\$10	\$11
Average number of loans serviced by Ocwen on REALServicing (in thousands) ⁵	1,487	1,425	1,376	1,334	1,291	1,248	1,204	1,163	1,123

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 Q2'18 is provisional and subject to change

Operating Metrics

	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18	Q2'18
Hubzu:									
Service revenue (in millions) ^{1,2}	\$ 61.4	\$ 55.6	\$ 50.8	\$ 53.5	\$ 53.4	\$ 48.2	\$ 43.3	\$ 43.3	\$ 45.5
Number of homes sold on Hubzu:									
Ocwen serviced portfolios ³	6,596	6,221	5,991	6,000	5,648	4,984	4,464	3,880	4,374
Front Yard Residential	904	616	463	412	524	447	315	199	138
All other ⁴	425	208	94	122	165	193	267	214	288
Total	7,925	7,045	6,548	6,534	6,337	5,624	5,046	4,293	4,800

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

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 adding intangible asset amortization expense, share-based compensation, non-cash impairment losses and litigation settlement loss, net of insurance recovery to, and deducting non-cash gains associated with reductions of the Equator earn out liability from, GAAP income (loss) 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 adding intangible assets amortization expense, share-based compensation, unrealized loss on investment in equity securities, loss on debt refinancing, non-cash impairment losses and litigation settlement loss, net of insurance recovery to, and deducting non-cash gains associated with reductions of the Equator earn out liability, unrealized gain on investment in equity securities and net income attributable to non-controlling interests from, income (loss) before income taxes and non-controlling interests
- Adjusted Net Income Attributable to Altisource is calculated by adding intangible asset amortization expense (net of tax), share-based compensation (net of tax), unrealized loss on investment in equity securities (net of tax), loss on debt refinancing (net of tax), non-cash impairment losses (net of tax) and litigation settlement loss (net of insurance recovery and net of tax) to, and deducting non-cash gains associated with reductions of the Equator earn out liability (net of tax), unrealized gain on investment in equity securities (net of tax) and certain income tax related items relating to the Luxembourg subsidiary merger, other income tax rate changes in Luxembourg and the United States and an increase in foreign income tax reserves (and related interest) from, GAAP net income (loss) attributable to Altisource
- Adjusted Earnings Per Share - Diluted is calculated by dividing net income (loss) attributable to Altisource plus adding intangible asset amortization expense (net of tax), share-based compensation (net of tax), unrealized loss on investment in equity securities (net of tax), loss on debt refinancing (net of tax), non-cash impairment losses (net of tax) and litigation settlement loss (net of insurance recovery and net of tax) less non-cash gains associated with reductions of the Equator earn out liability (net of tax), unrealized gain on investment in equity securities (net of tax) and certain income tax related items relating to the Luxembourg subsidiary merger, other income tax rate changes in Luxembourg and the United States and an increase in foreign income tax reserves (and related interest), by the weighted average number of diluted shares

Non-GAAP Measures

- Adjusted Cash Flows From Operating Activities is calculated by removing litigation settlement loss (net of insurance recovery) and changes in short-term real estate investments related to the buy-renovate-lease-sell program 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), changes in short-term real estate investments related to the buy-renovate-lease-sell program 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 on investment in equity securities, loss on debt refinancing and depreciation and amortization less non-cash gains associated with reductions of the Equator earn out liability and unrealized gain on investment in equity securities 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 on investment in equity securities, loss on debt refinancing, depreciation and amortization, litigation settlement loss (net of insurance recovery) and share-based compensation less non-cash gains associated with reductions of the Equator earn out liability and unrealized gain on investment in equity securities 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 22

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Operating Income	55.0	85.7	127.4	162.1	170.5	79.1	65.1	49.7	12.8	7.1	12.4	41.6	27.7	19.5
Add: Intangible asset amortization expense	4.9	5.3	5.0	28.2	37.7	41.1	47.6	35.4	9.4	7.1	7.5	31.5	18.5	14.7
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	1.2	2.2	1.9	6.5	1.9	4.1
Add: Impairment loss	2.8	-	-	-	37.5	71.8	-	-	-	-	-	-	-	-
Less: Gain on Equator earn out liability	-	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-	-	-
Add: Litigation settlement loss ¹	-	-	-	-	-	-	28.0	-	-	-	-	-	-	-
Adjusted Operating Income	65.8	94.9	136.1	192.6	209.9	189.2	146.9	89.3	23.4	16.5	21.9	79.6	48.0	38.3
Income (Loss) Before Taxes and Non-Controlling Interests	55.8	85.9	124.6	142.3	147.3	53.1	44.3	35.4	12.2	(5.0)	3.1	11.6	21.9	(1.9)
Less: Net income attributable to non-controlling interests	(6.9)	(6.9)	(5.3)	(3.8)	(2.6)	(3.2)	(2.7)	(2.7)	(0.7)	(0.5)	(0.7)	(2.7)	(1.3)	(1.2)
Pretax Income (Loss) Attributable to Altisource	48.9	79.1	119.4	138.5	144.7	49.9	41.6	32.6	11.5	(5.5)	2.4	8.9	20.6	(3.1)
Add: Intangible asset amortization expense	4.9	5.3	5.0	28.2	37.7	41.1	47.6	35.4	9.4	7.1	7.5	31.5	18.5	14.7
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	1.2	2.2	1.9	6.5	1.9	4.1
Add: Unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	-	-	7.5	(1.5)	6.0	-	6.0
Add: Impairment loss	2.8	-	-	-	37.5	71.8	-	-	-	-	-	-	-	-
Less: Gain on Equator earn out liability	-	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-	-	-
Add: Litigation settlement loss ¹	-	-	-	-	-	-	28.0	-	-	-	-	-	-	-
Add: Loss on debt refinancing	-	-	-	-	-	-	-	-	-	-	4.4	4.4	-	4.4
Adjusted Pretax Income Attributable to Altisource	59.7	88.3	128.0	169.1	184.1	160.0	123.4	72.3	22.0	11.4	14.7	57.3	41.0	26.1

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding



Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Net Income (Loss) Attributable to Altisource	49.3	71.1	110.6	130.0	134.5	41.6	28.7	308.9	9.0	(4.1)	1.6	290.7	15.6	(2.6)
Add: Intangible asset amortization expense, net of tax	4.9	4.8	4.7	26.5	35.1	38.2	36.8	27.5	7.5	5.5	5.5	24.3	14.3	10.9
Add: Share-based compensation, net of tax	3.1	3.6	3.4	2.3	2.1	4.5	4.8	3.3	0.9	1.7	1.4	5.0	1.4	3.0
Add: Unrealized loss (gain) on investment in equity securities, net of tax	-	-	-	-	-	-	-	-	-	5.6	(1.1)	4.4	-	4.4
Add: Impairment loss, net of tax	2.8	-	-	-	34.9	70.6	-	-	-	-	-	-	-	-
Less: Gain on Equator earn out liability, net of tax	-	-	-	-	(35.3)	(6.9)	-	-	-	-	-	-	-	-
Add: Litigation settlement loss ¹ , net of tax	-	-	-	-	-	-	24.6	-	-	-	-	-	-	-
Less: Certain income tax related items, net	-	-	-	-	-	-	-	(284.1)	-	-	-	(284.1)	-	-
Add: Loss on debt refinancing, net of tax	-	-	-	-	-	-	-	-	-	-	3.2	3.2	-	3.2
Adjusted Net Income Attributable to Altisource	60.1	79.5	118.7	158.7	171.2	147.9	94.9	55.6	17.5	8.6	10.6	43.6	31.3	19.0
Earnings (Loss) Per Share – Diluted	1.88	2.77	4.43	5.19	5.69	2.02	1.46	16.53	0.48	(0.24)	0.09	16.14	0.82	(0.15)
Add: Impact of using diluted share count instead of basic share count	-	-	-	-	-	-	-	-	-	0.01	-	-	-	0.01
Add: Intangible asset amortization expense, net of tax per diluted share	0.19	0.19	0.19	1.06	1.48	1.85	1.88	1.47	0.40	0.31	0.31	1.35	0.75	0.61
Add: Share-based compensation, net of tax per diluted share	0.12	0.14	0.14	0.09	0.09	0.22	0.24	0.18	0.05	0.09	0.08	0.28	0.08	0.17
Add: Unrealized loss (gain) on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	-	-	0.31	(0.06)	0.25	-	0.25
Add: Impairment loss, net of tax per diluted share	0.11	-	-	-	1.48	3.43	-	-	-	-	-	-	-	-
Less: Gain on Equator earn out liability, net of tax per diluted share	-	-	-	-	(1.49)	(0.34)	-	-	-	-	-	-	-	-
Add: Litigation settlement loss ¹ , net of tax per diluted share	-	-	-	-	-	-	1.25	-	-	-	-	-	-	-
Less: Certain income tax related items, net	-	-	-	-	-	-	-	(15.20)	-	-	-	(15.77)	-	-
Add: Loss on debt refinancing, net of tax per diluted share	-	-	-	-	-	-	-	-	-	-	0.18	0.18	-	0.18
Adjusted Earnings Per Share – Diluted	2.29	3.09	4.75	6.34	7.24	7.18	4.84	2.98	0.93	0.48	0.60	2.42	1.64	1.07

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding



Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	126.8	66.1	30.9	(8.6)	31.8	76.8	12.5	23.3
Add: Litigation settlement loss ¹	-	-	-	-	-	-	-	28.0	-	-	-	-	28.0	-
Add: Increase (decrease) in short-term real estate investments related to buy-renovate-lease-sell	-	-	-	-	-	-	13.0	16.4	(0.4)	9.9	(4.0)	20.2	2.1	5.9
Adjusted Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	139.8	110.5	30.5	1.3	27.8	97.0	42.6	29.1
Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	126.8	66.1	30.9	(8.6)	31.8	76.8	12.5	23.3
Less: Capital Expenditures	11.6	16.4	35.6	34.1	64.8	36.2	23.3	10.5	3.7	1.3	1.5	7.6	5.7	2.8
Cash Flows From Operating Activities Less Capital Expenditures	41.2	95.2	81.0	151.3	132.6	159.2	103.5	55.6	27.2	(9.8)	30.3	69.2	6.9	20.5
Add: Litigation settlement loss payment ¹	-	-	-	-	-	-	-	28.0	-	-	-	-	28.0	-
Add: Increase (decrease) in short-term real estate investments related to buy-renovate-lease-sell	-	-	-	-	-	-	13.0	16.4	(0.4)	9.9	(4.0)	20.2	2.1	5.9
Adjusted Cash Flows From Operating Activities Less Capital Expenditures	41.2	95.2	81.0	151.3	132.6	159.2	116.6	99.9	26.7	0.1	26.3	89.4	36.9	26.4
Net Income (Loss) Attributable to Altisource	49.3	71.1	110.6	130.0	134.5	41.6	28.7	308.9	9.0	(4.1)	1.6	290.7	15.6	(2.6)
Add: Income tax provision (benefit)	(0.4)	7.9	8.7	8.5	10.2	8.3	12.9	(276.3)	2.4	(1.4)	0.8	(281.8)	5.0	(0.5)
Add: Interest expense, net of interest income	0.1	0.1	1.0	19.4	23.3	28.1	24.3	22.0	5.4	5.7	6.9	23.5	11.1	12.7
Add: Impairment losses	2.8	-	-	-	37.5	71.8	-	-	-	-	-	-	-	-
Add: Unrealized loss on investment in equity securities	-	-	-	-	-	-	-	-	-	7.5	(1.5)	6.0	-	6.0
Less: Gain on Equator earn-out	-	-	-	-	(37.9)	(7.6)	-	-	-	-	-	-	-	-
Add: Depreciation and amortization	12.0	13.6	17.8	47.2	66.7	77.6	84.4	71.8	18.3	15.9	15.9	66.1	37.4	31.7
EBITDA	63.8	92.8	138.2	205.1	234.2	219.7	150.3	126.4	35.2	23.6	23.7	104.5	69.2	47.3
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	1.2	2.2	1.9	6.5	1.9	4.1
Add: Litigation settlement loss ¹	-	-	-	-	-	-	28.0	-	-	-	-	-	-	-
Add: Loss on debt refinancing	-	-	-	-	-	-	-	-	-	-	4.4	4.4	-	4.4
Adjusted EBITDA	66.9	96.7	141.8	207.5	236.4	224.5	184.5	130.7	36.3	25.8	30.0	115.5	71.0	55.8

¹ Net of insurance recovery

Note: Numbers may not sum due to rounding



Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Calculation of the impact of intangible asset amortization expense, net of tax														
Intangible amortization expense	4.9	5.3	5.0	28.2	37.7	41.1	47.6	35.4	9.4	7.1	7.5	31.5	18.5	14.7
Tax benefit from intangible asset amortization	-	(0.5)	(0.4)	(1.7)	(2.6)	(2.9)	(10.8)	(7.8)	(1.9)	(1.7)	(2.0)	(7.2)	(4.3)	(3.8)
Intangible asset amortization expense, net of tax	4.9	4.8	4.7	26.5	35.1	38.2	36.8	27.5	7.5	5.5	5.5	24.3	14.3	10.9
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Intangible asset amortization expense, net of tax per diluted share	0.19	0.19	0.19	1.06	1.48	1.85	1.88	1.47	0.40	0.31	0.31	1.35	0.75	0.61
Calculation of the impact of share-based compensation, net of tax														
Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	1.2	2.2	1.9	6.5	1.9	4.1
Tax benefit from share-based compensation	-	(0.4)	(0.3)	(0.1)	(0.2)	(0.3)	(1.4)	(0.9)	(0.2)	(0.5)	(0.5)	(1.5)	(0.4)	(1.1)
Share-based compensation, net of tax	3.1	3.6	3.4	2.3	2.1	4.5	4.8	3.3	0.9	1.7	1.4	5.0	1.4	3.0
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Share-based compensation, net of tax per diluted share	0.12	0.14	0.14	0.09	0.09	0.22	0.24	0.18	0.05	0.09	0.08	0.28	0.08	0.17
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	-	-	-	-	-	-	-	-	-	7.5	(1.5)	6.0	-	6.0
Tax benefit from the unrealized loss (gain) on investment in equity securities	-	-	-	-	-	-	-	-	-	(2.0)	0.4	(1.6)	-	(1.6)
Unrealized loss (gain) on investment in equity securities, net of tax	-	-	-	-	-	-	-	-	-	5.6	(1.1)	4.4	-	4.4
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Unrealized loss (gain) on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	-	-	0.31	(0.06)	0.25	-	0.25

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended June 30, 2018
Note: Numbers may not sum due to rounding

Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Calculation of the impact of impairment loss, net of tax														
Impairment loss	2.8	-	-	-	37.5	71.8	-	-	-	-	-	-	-	-
Tax benefit from impairment loss	-	-	-	-	(2.6)	(1.2)	-	-	-	-	-	-	-	-
Impairment loss, net of tax	2.8	-	-	-	34.9	70.6	-	-	-	-	-	-	-	-
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Impairment loss, net of tax per diluted share	0.11	-	-	-	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 benefit 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)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
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	-	-	-	-	-	-	-
Tax benefit from litigation settlement loss ²	-	-	-	-	-	-	(3.4)	-	-	-	-	-	-	-
Litigation settlement loss ² , net of tax	-	-	-	-	-	-	24.6	-	-	-	-	-	-	-
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Litigation settlement loss ² , net of tax per diluted share	-	-	-	-	-	-	1.25	-	-	-	-	-	-	-

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended June 30, 2018

² Net of insurance recovery

Note: Numbers may not sum due to rounding



Non-GAAP Measures

Reconciliation (\$ in millions except per share data)	2010	2011	2012	2013	2014	2015	2016	2017	Q2'17	Q1'18	Q2'18	LTM 6/30/18	H1'17	H1'18
Calculation of the impact of certain income tax related items, net resulting from:														
Luxembourg subsidiaries merger, net	-	-	-	-	-	-	-	(300.9)	-	-	-	(300.9)	-	-
Other income tax rate changes	-	-	-	-	-	-	-	6.3	-	-	-	6.3	-	-
Foreign income tax reserves	-	-	-	-	-	-	-	10.5	-	-	-	10.5	-	-
Certain income tax related items, net	-	-	-	-	-	-	-	(284.1)	-	-	-	(284.1)	-	-
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Certain income tax related items, net per diluted share	-	-	-	-	-	-	-	(15.20)	-	-	-	(15.77)	-	-
Calculation of the impact of the loss on debt refinancing														
Tax benefit from the loss on debt refinancing	-	-	-	-	-	-	-	-	-	-	(1.2)	(1.2)	-	(1.2)
Loss on debt refinancing, net of tax	-	-	-	-	-	-	-	-	-	-	3.2	3.2	-	3.2
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	18,836	17,881	17,553	18,019 ¹	19,069	17,717
Loss on debt refinancing, net of tax per diluted share	-	-	-	-	-	-	-	-	-	-	0.18	0.18	-	0.18

Net Debt Less Marketable Securities

Reconciliation (\$ in millions)	12/31/2014	12/31/2015	12/31/2016	12/31/2017	6/30/2018
Term loans	\$591.5	\$536.6	\$479.7	\$413.6	\$403.8
Less: Cash and cash equivalents	(161.4)	(179.3)	(149.3)	(105.0)	(84.6)
Less: Marketable securities	-	-	(45.8)	(49.2)	(43.2)
Net debt less marketable securities	\$430.2	\$357.3	\$284.6	\$259.4	\$276.0

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended June 30, 2018
Note: Numbers may not sum due to rounding

Non-GAAP Measures

2018 Scenarios¹

Reconciliation (\$ in millions)	A	B	Midpoint	H1'18
Income (Loss) Before Taxes and Non-Controlling Interests	13	20	16	(2)
Less: Net income attributable to non-controlling interests	(3)	(4)	(3)	(1)
Pretax Income (Loss) Attributable to Altisource	10	16	13	(3)
Add: Intangible asset amortization expense	25	27	26	15
Add: Share-based compensation	8	9	8	4
Add: Unrealized loss on investment in equity securities	-	-	-	6
Add: Loss on debt refinancing	4	4	4	4
Adjusted Pretax Income Attributable to Altisource	48	56	52	26
Pretax Income (Loss) Attributable to Altisource	10	16	13	(3)
Add: Interest expense, net of interest income	27	27	27	13
Add: Depreciation and amortization	56	57	56	32
Add: Share-based compensation	8	9	8	4
Add: Unrealized loss on investment in equity securities	-	-	-	6
Add: Loss on debt refinancing	4	4	4	4
Adjusted EBITDA	105	113	109	56
Net Income (Loss) Attributable to Altisource	6	10	8	(3)
Add: Intangible asset amortization expense, net of tax	17	19	18	11
Add: Share-based compensation, net of tax	6	6	6	3
Add: Unrealized loss on investment in equity securities, net of tax	-	-	-	4
Add: Loss on debt refinancing, net of tax	3	3	3	3
Adjusted Net Income Attributable to Altisource	32	38	35	19
Earnings (Loss) Per Share – Diluted	0.36	0.57	0.46	(0.15)
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	0.99	1.09	1.04	0.61
Add: Share-based compensation, net of tax per diluted share	0.33	0.35	0.33	0.17
Add: Unrealized loss on investment in equity securities, net of tax, per diluted share	-	-	-	0.25
Add: Loss on debt refinancing, net of tax per diluted share	0.18	0.18	0.18	0.18
Adjusted Earnings After Investments Per Share - Diluted	1.86	2.18	2.01	1.07
Cash Flows From Operating Activities	30	21	25	23
Add: Increase in short-term real estate investments related to buy-renovate-lease-sell	50	70	60	6
Adjusted Cash Flows From Operating Activities	80	91	85	29

¹ Scenarios assume (1) an effective income tax rate of 30.0% and (2) average diluted shares outstanding of 17.5 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 7,300



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