



First Quarter 2018 Supplementary Information

April 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, various risks relating to the transactions described herein, including in respect of the satisfaction of closing conditions to New Residential Investment Corp.'s acquisition of the covered mortgage servicing rights ("MSR") portfolios, including obtaining the necessary third-party approvals; potential litigation relating to the transactions; the possibility of early termination of the Cooperative Brokerage Agreement; the possibility that Altisource and New Residential Investment Corp. will not be able to negotiate a satisfactory services agreement; 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, Earnings Before Interest, Taxes, Depreciation and Amortization (“EBITDA”), Adjusted EBITDA, 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 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.

First Quarter 2018 Highlights¹

■ Corporate

- 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 value of marketable securities² in determining whether excess cash flow sweeps are required
- Entered into an agreement for a \$15 million revolving line of credit, available for general corporate purposes, as part of our new credit facility
- By letter dated April 3, 2018, the Consumer Financial Protection Bureau (“CFPB”) informed the Company that the investigation of the Company has been completed and the staff of the CFPB’s Office of Enforcement currently does not intend to recommend that the CFPB take enforcement action, and that the Company is relieved of the document retention obligations pursuant to the civil investigative process
- Repurchased 0.4 million shares of our common stock at an average price of \$27.67 per share

■ Servicer Solutions

- Received notification from six prospects that we have won their business
- In April 2018, signed a master services agreement with a top-10 bank and a statement of work with a top-25 bank
- Grew non-Ocwen/non-New Residential Investment Corp. (“NRZ”) revenue by 10% compared to the first quarter 2017
- Anticipate providing the PHH portfolio with the same fee-based services that we provide on Ocwen’s current portfolio following the closing of Ocwen’s announced anticipated acquisition of PHH, which, on a pro forma basis, serviced and subserviced approximately 553 thousand loans as of December 31, 2017³

¹ Applies to the first quarter 2018 unless otherwise indicated

² Up to \$75 million

³ The number of loans serviced and subserviced by PHH as of December 31, 2017 (672,000 loans) has been reduced herein by 118,550 loans related to February 2018 notices received from three of PHH’s subservicing clients of their intent to transfer these loans to other servicers. This information is based on Ocwen’s February 28, 2018 Investor Presentation “PHH Corporation Acquisition Overview”

First Quarter 2018 Highlights¹

■ Origination Solutions

- Received notification that we have won two correspondent platform customers, signed the agreements and, in March and April 2018, began receiving referrals from these customers
- Maintained flat non-Ocwen/non-NRZ revenue compared to the first quarter of 2017 despite an estimated 6% decline in total origination volumes in the same period²

■ Real Estate Investor Solutions

- Acquired 93 properties, completed 98 renovations and leased 78 properties under our buy-renovate-lease-sell program, compared to 36 homes purchased, 42 homes renovated and no properties leased during the first quarter of 2017
- Increased the inventory of homes in the buy-renovate-lease-sell business to 281 homes, compared to 104 homes at the end of the first quarter of 2017

■ Consumer Real Estate Solutions

- Grew service revenue by 98% and the number of home purchase and sale transactions by 63% compared to the first quarter 2017
- Working with 3,155 clients at the end of the first quarter 2018, compared to 1,202 clients at the end of the first quarter of 2017

¹ Applies to the first quarter 2018 unless otherwise indicated

² Source: Freddie Mac's April 2018 *Economic & Housing Research Outlook*

First Quarter 2018 Financial Results

\$ millions (except per share data)	Q1 2018	Q1 2017	Vs. Q1 2017	Q4 2017	Vs. Q4 2017
Revenue	\$197.4	\$240.5	-18%	\$216.1	-9%
Service Revenue	\$188.8	\$229.8	-18%	\$207.3	-9%
Pretax (Loss) Income ¹	\$ (5.0)	\$ 9.7	-151%	\$ 3.1	-260%
Adjusted Pretax Income Attributable to Altisource ²	\$ 11.4	\$ 19.0	-40%	\$ 11.7	-3%
Net (Loss) Income Attributable to Altisource	\$ (4.1)	\$ 6.5	-163%	\$286.4	-101%
Adjusted Net Income Attributable to Altisource ²	\$ 8.6	\$ 13.8	-38%	\$ 10.8	-20%
(Loss) Earnings Per Share – Diluted	\$(0.24)	\$ 0.34	-171%	\$15.72	-102%
Adjusted Earnings Per Share – Diluted ²	\$ 0.48	\$ 0.71	-32%	\$ 0.59	-19%

¹ Includes net income attributable to non-controlling interests of \$0.5 million, \$0.6 million and \$0.6 million for Q1 2018, Q4 2017 and Q1 2017, respectively

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



2018 Scenarios

\$ millions (except EPS)	2018 Scenarios ^{3,4,5}			Actual	
	Scenario A	Scenario B	Midpoint of Scenarios A and B	Q1 2018 Actuals	Percentage of Midpoint
Service Revenue	\$ 810	\$ 900	\$ 855	\$ 189	22%
Related to Ocwen / NRZ	\$ 510	\$ 560	\$ 535	\$ 136	25%
Unrelated to Ocwen / NRZ	\$ 300	\$ 340	\$ 320	\$ 52	16%
Investments	\$ 45	\$ 35	\$ 40	\$ 12	29%
Pretax Income (Loss) ^{1,2,4,5}	\$ 10	\$ 16	\$ 13	\$ (5)	-38%
Adjusted Pretax Income ^{1,2,5}	\$ 48	\$ 56	\$ 52	\$ 11	22%
Adjusted EBITDA ²	\$ 105	\$ 113	\$ 109	\$ 26	24%
Net Income (Loss) ^{1,4,5}	\$ 6	\$ 10	\$ 8	\$ (4)	-52%
Adjusted Net Income ^{1,2,5}	\$ 32	\$ 38	\$ 35	\$ 9	25%
Earnings (Loss) per Share - Diluted ^{4,5}	\$ 0.36	\$ 0.57	\$ 0.46	\$ (0.24)	-51%
Adjusted Earnings per Share - Diluted ^{1,2,5}	\$ 1.86	\$ 2.18	\$ 2.01	\$ 0.48	24%

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 has been updated to reflect a \$4.4 million anticipated loss on the April 2018 refinancing of long term debt (the write-off of debt issuance costs and unamortized debt discount)

⁵ Scenarios have been updated to reflect the higher anticipated interest expense associated with the refinancing debt

Note: Numbers may not sum due to rounding

Strategic Businesses



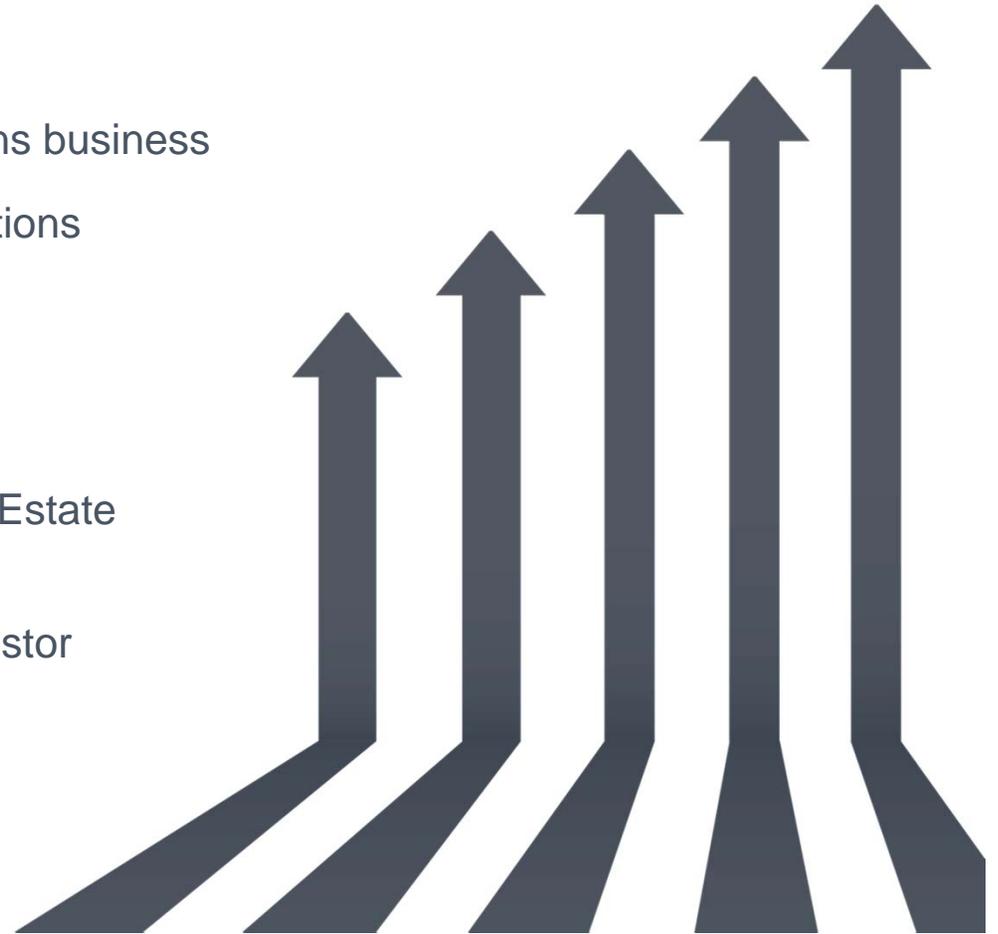
Mortgage Market

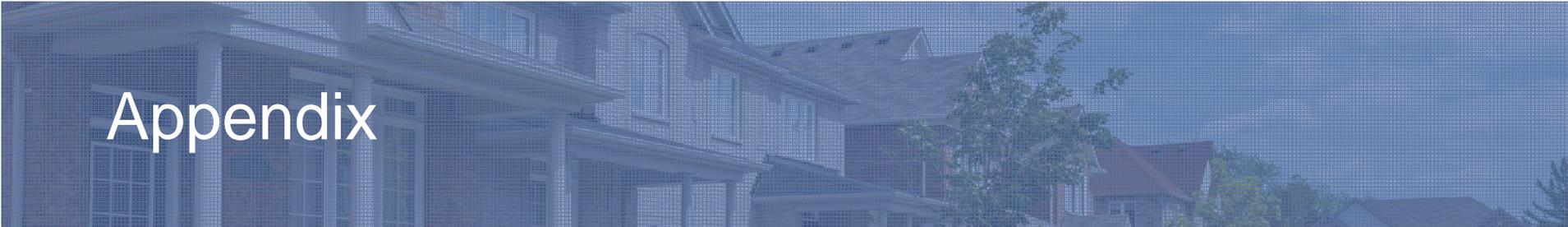
- Grow our Servicer Solutions business
- Grow our Origination Solutions business



Real Estate Market

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





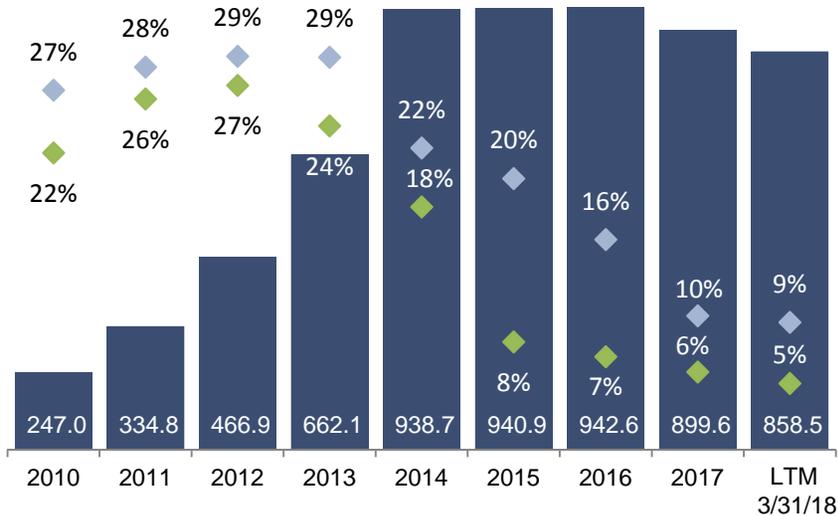
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Financial Performance

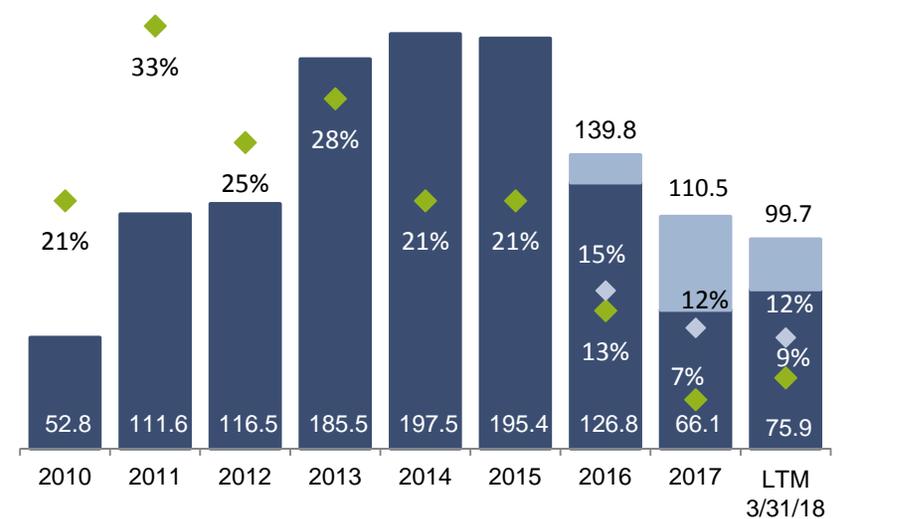
Service Revenue (\$ millions)

- ◆ 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

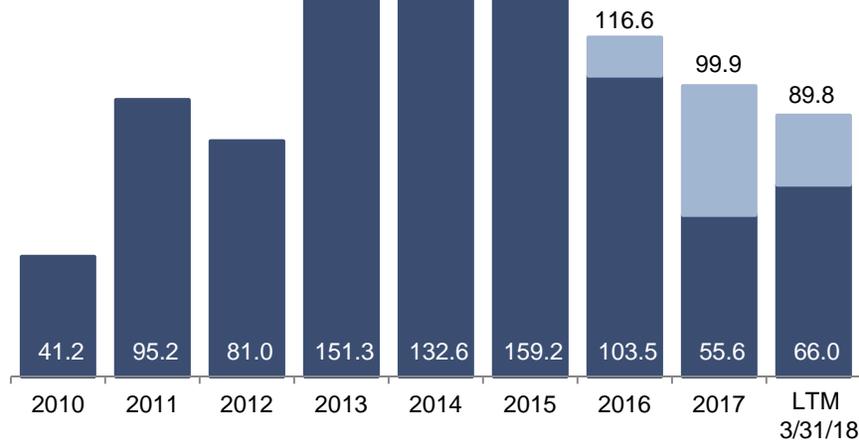


¹ This is a non-GAAP measure defined and reconciled in the Appendix

Financial Performance

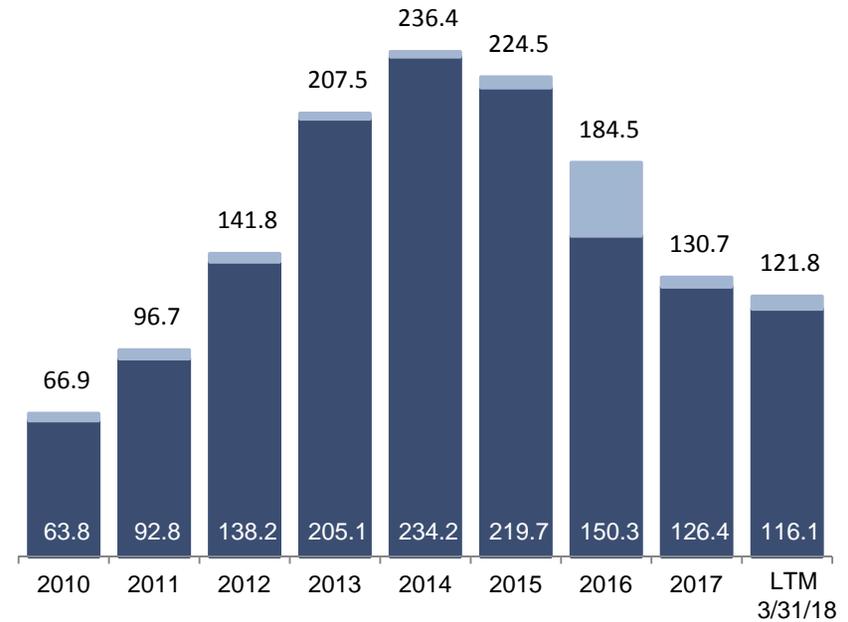
Cash Flows From Operating Activities Less Capital Expenditures (\$ millions)

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



EBITDA (\$ millions)

- EBITDA¹
- Adjusted EBITDA¹

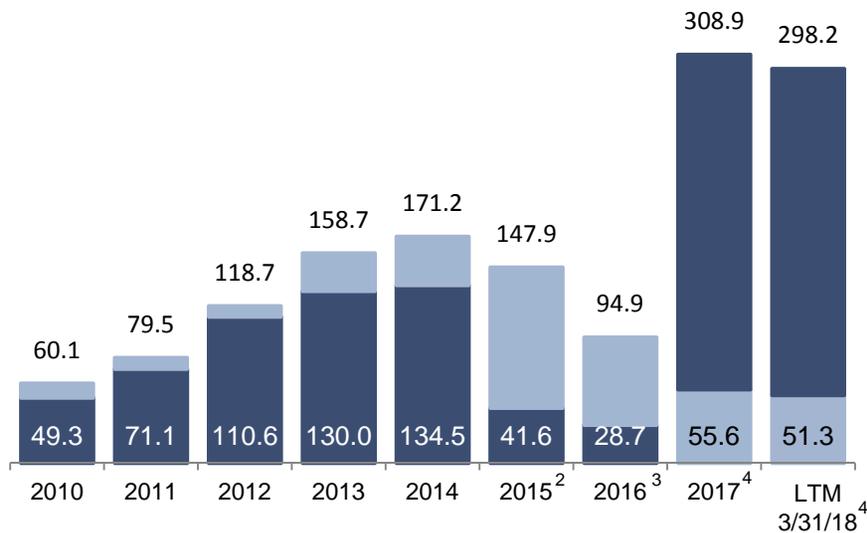


¹ This is a non-GAAP measure defined and reconciled in the Appendix

Financial Performance

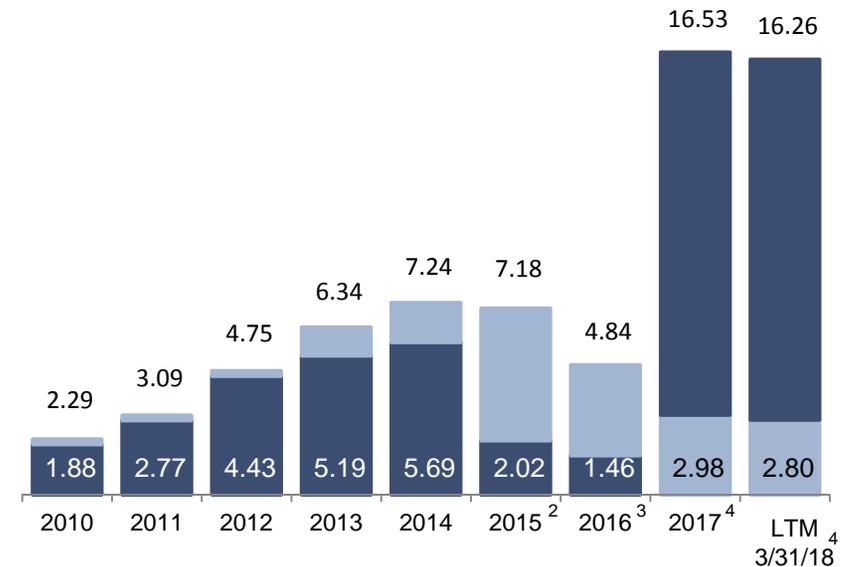
Net Income Attributable to Altisource (\$ millions)

- 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

Operating Metrics

	Q1'16	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18
Ocwen Serviced Portfolio¹:									
Default Related Services excluding mortgage charge-off:									
Service revenue per delinquent loan ² per quarter ³									
Non-GSE	\$ 611	\$ 692	\$ 722	\$ 719	\$ 810	\$ 887	\$ 820	\$ 711	\$ 697
GSE ⁴	\$ 93	\$ 100	\$ 114	\$ 110	\$ 95	\$ 108	\$ 95	\$ 95	\$ 85
Average number of delinquent loans serviced by Ocwen on REALServicing ⁵									
Non-GSE (in thousands)	238	222	211	204	191	177	178	182	171
GSE (in thousands)	25	20	19	18	17	16	17	18	17
Average delinquency rate of loans on REALServicing									
Non-GSE	20.4%	19.6%	19.3%	19.3%	18.7%	17.9%	18.7%	19.8%	19.1%
GSE	6.6%	5.7%	5.8%	5.8%	5.5%	5.3%	5.7%	6.5%	6.4%
Provisional loan count on REALServicing as of the end of the period									
Non-GSE (in thousands)	1,158	1,146	1,081	1,046	1,012	977	943	912	883
GSE (in thousands)	360	355	325	315	308	300	291	275	268
Servicer Technologies and IT Infrastructure Services:									
Service revenue per loan per quarter	\$11	\$10	\$12	\$13	\$9	\$8	\$9	\$9	\$10
Average number of loans serviced by Ocwen on REALServicing (in thousands) ⁵	1,543	1,487	1,425	1,376	1,334	1,291	1,248	1,204	1,163

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 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 Q1'18 is provisional and subject to change

Operating Metrics

	Q1'16	Q2'16	Q3'16	Q4'16	Q1'17	Q2'17	Q3'17	Q4'17	Q1'18
Hubzu:									
Service revenue (in millions) ^{1,2}	\$ 55.0	\$ 61.4	\$ 55.6	\$ 50.8	\$ 53.5	\$ 53.4	\$ 48.2	\$ 43.3	\$ 43.3
Number of homes sold on Hubzu:									
Ocwen serviced portfolios ³	6,477	6,596	6,221	5,991	6,000	5,648	4,984	4,464	3,880
All other ⁴	1,201	1,329	824	557	534	689	640	582	413
Total	7,678	7,925	7,045	6,548	6,534	6,337	5,624	5,046	4,293

¹ Revenue from Ocwen 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

Non-GAAP Measures

- Adjusted Operating Income, Pretax Income (Loss) Attributable to Altisource, Adjusted Pretax Income Attributable to Altisource, EBITDA, Adjusted EBITDA, 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 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, 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 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), 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) 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), 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) 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 adding litigation settlement loss (net of insurance recovery), and short-term real-estate investments related to the buy-renovate-lease-sell program to 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 adding litigation settlement loss (net of insurance recovery) and short-term real-estate investments related to the buy-renovate-lease-sell program to, and deducting 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 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 on investment in equity securities, 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 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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
Operating Income	55.0	85.7	127.4	162.1	170.5	79.1	65.1	49.7	14.8	8.6	7.1	42.0
Add: Intangible asset amortization expense	4.9	5.3	5.0	28.2	37.7	41.1	47.6	35.4	9.1	8.2	7.1	33.4
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	0.7	1.0	2.2	5.8
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	24.7	17.8	16.5	81.1
Income (loss) before taxes and non-controlling interests	55.8	85.9	124.6	142.3	147.3	53.1	44.3	35.4	9.7	3.1	(5.0)	20.7
Less: Net income attributable to non-controlling interests	(6.9)	(6.9)	(5.3)	(3.8)	(2.6)	(3.2)	(2.7)	(2.7)	(0.6)	(0.6)	(0.5)	(2.7)
Pretax Income (Loss) Attributable to Altisource	48.9	79.1	119.4	138.5	144.7	49.9	41.6	32.6	9.1	2.5	(5.5)	18.0
Add: Intangible asset amortization expense	4.9	5.3	5.0	28.2	37.7	41.1	47.6	35.4	9.1	8.2	7.1	33.4
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	0.7	1.0	2.2	5.8
Add: Unrealized loss on investment in equity securities	-	-	-	-	-	-	-	-	-	-	7.5	7.5
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 Pretax Income Attributable to Altisource	59.7	88.3	128.0	169.1	184.1	160.0	123.4	72.3	19.0	11.7	11.4	64.6

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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
Net Income (Loss) Attributable to Altisource	49.3	71.1	110.6	130.0	134.5	41.6	28.7	308.9	6.5	286.4	(4.1)	298.2
Add: Intangible asset amortization expense, net of tax	4.9	4.8	4.7	26.5	35.1	38.2	36.8	27.5	6.7	7.6	5.5	27.1
Add: Share-based compensation, net of tax	3.1	3.6	3.4	2.3	2.1	4.5	4.8	3.3	0.5	0.9	1.7	4.6
Add: Unrealized loss on investment in equity securities, net of tax	-	-	-	-	-	-	-	-	-	-	5.6	5.6
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)	-	(284.1)
Adjusted Net Income Attributable to Altisource	60.1	79.5	118.7	158.7	171.2	147.9	94.9	55.6	13.8	10.8	8.6	51.3
Earnings (Loss) Per Share – Diluted	1.88	2.77	4.43	5.19	5.69	2.02	1.46	16.53	0.34	15.72	(0.24)	16.26
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	0.19	0.19	0.19	1.06	1.48	1.85	1.88	1.47	0.35	0.42	0.31	1.47
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	0.03	0.05	0.09	0.25
Add: Unrealized loss on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	-	-	-	0.31	0.30
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)	-	(15.60)	-	(15.49)
Adjusted Earnings Per Share – Diluted	2.29	3.09	4.75	6.34	7.24	7.18	4.84	2.98	0.71	0.59	0.48	2.80

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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	126.8	66.1	(18.4)	19.0	(8.6)	75.9
Add: Litigation settlement loss ¹	-	-	-	-	-	-	-	28.0	28.0	-	-	-
Add: Increase in short-term real estate investments related to buy-renovate-lease-sell	-	-	-	-	-	-	13.0	16.4	2.5	4.8	9.9	23.8
Adjusted Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	139.8	110.5	12.1	23.7	1.3	99.7
Cash Flows From Operating Activities	52.8	111.6	116.5	185.5	197.5	195.4	126.8	66.1	(18.4)	19.0	(8.6)	75.9
Less: Capital Expenditures	11.6	16.4	35.6	34.1	64.8	36.2	23.3	10.5	1.9	3.0	1.3	9.8
Cash Flows From Operating Activities Less Capital Expenditures	41.2	95.2	81.0	151.3	132.6	159.2	103.5	55.6	(20.3)	15.9	(9.8)	66.0
Add: Litigation settlement loss payment ¹	-	-	-	-	-	-	-	28.0	28.0	-	-	-
Add: Increase in short-term real estate investments related to buy-renovate-lease-sell	-	-	-	-	-	-	13.0	16.4	2.5	4.8	9.9	23.8
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	10.2	20.7	0.1	89.8
Net Income Attributable to Altisource	49.3	71.1	110.6	130.0	134.5	41.6	28.7	308.9	6.5	286.4	(4.1)	298.2
Add: Income tax provision (benefit)	(0.4)	7.9	8.7	8.5	10.2	8.3	12.9	(276.3)	2.6	(283.9)	(1.4)	(280.2)
Add: Interest expense, net of interest income	0.1	0.1	1.0	19.4	23.3	28.1	24.3	22.0	5.7	5.3	5.7	22.0
Add: Impairment losses	2.8	-	-	-	37.5	71.8	-	-	-	-	-	-
Add: Unrealized loss on investment in equity securities	-	-	-	-	-	-	-	-	-	-	7.5	7.5
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	19.2	17.3	15.9	68.5
EBITDA	63.8	92.8	138.2	205.1	234.2	219.7	150.3	126.4	34.0	25.1	23.6	116.1
Add: Share-based compensation	3.1	3.9	3.6	2.4	2.2	4.8	6.2	4.3	0.7	1.0	2.2	5.8
Add: Litigation settlement loss ¹	-	-	-	-	-	-	28.0	-	-	-	-	-
Adjusted EBITDA	66.9	96.7	141.8	207.5	236.4	224.5	184.5	130.7	34.7	26.0	25.8	121.8

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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
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	9.1	8.2	7.1	33.4
Tax benefit from intangible asset amortization	-	(0.5)	(0.4)	(1.7)	(2.6)	(2.9)	(10.8)	(7.8)	(2.4)	(0.6)	(1.7)	(6.3)
Intangible asset amortization expense, net of tax	4.9	4.8	4.7	26.5	35.1	38.2	36.8	27.5	6.7	7.6	5.5	27.1
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	19,304	18,211	17,881	18,339 ¹
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	0.35	0.42	0.31	1.47
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	0.7	1.0	2.2	5.8
Tax benefit from share-based compensation	-	(0.4)	(0.3)	(0.1)	(0.2)	(0.3)	(1.4)	(0.9)	(0.2)	(0.1)	(0.5)	(1.2)
Share-based compensation, net of tax	3.1	3.6	3.4	2.3	2.1	4.5	4.8	3.3	0.5	0.9	1.7	4.6
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	19,304	18,211	17,881	18,339 ¹
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	0.03	0.05	0.09	0.25
Calculation of the impact of the unrealized loss on investment in equity securities, net of tax												
Unrealized loss on investment in equity securities	-	-	-	-	-	-	-	-	-	-	7.5	7.5
Tax benefit from the unrealized loss on investment in equity securities	-	-	-	-	-	-	-	-	-	-	(2.0)	(2.0)
Unrealized loss on investment in equity securities, net of tax	-	-	-	-	-	-	-	-	-	-	5.6	5.6
Diluted share count (in 000s)	26,259	25,685	24,962	25,053	23,634	20,619	19,612	18,692	19,304	18,211	17,881	18,339 ¹
Unrealized loss on investment in equity securities, net of tax per diluted share	-	-	-	-	-	-	-	-	-	-	0.31	0.30

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
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	19,304	18,211	17,881	18,339 ¹
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	19,304	18,211	17,881	18,339 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	-	-	-	-	-
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	19,304	18,211	17,881	18,339 ¹
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 March 31, 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	Q1'17	Q4'17	Q1'18	LTM 3/31/18
Calculation of the impact of certain income tax related items, net resulting from:												
Luxembourg subsidiaries merger, net	-	-	-	-	-	-	-	(300.9)	-	(300.9)	-	(300.9)
Other income tax rate changes	-	-	-	-	-	-	-	6.3	-	6.3	-	6.3
Foreign income tax reserves	-	-	-	-	-	-	-	10.5	-	10.5	-	10.5
Certain income tax related items, net	-	-	-	-	-	-	-	(284.1)	-	(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	19,304	18,211	17,881	18,339 ¹
Certain income tax related items, net per diluted share	-	-	-	-	-	-	-	(15.20)	-	(15.60)	-	(15.49)

Net Debt Less Marketable Securities

Reconciliation (\$ in millions)	12/31/2014	12/31/2015	12/31/2016	12/31/2017	3/31/18
Senior secured term loan	\$591.5	\$536.6	\$479.7	\$413.6	\$412.1
Less: Cash and cash equivalents	(161.4)	(179.3)	(149.3)	(105.0)	(84.9)
Less: Marketable securities	-	-	(45.8)	(49.2)	(41.7)
Net debt less marketable securities	\$430.2	\$357.3	\$284.6	\$259.4	\$285.6

¹ Calculated as the simple average of the quarterly diluted share counts in each quarter of the twelve month period ended March 31, 2018

Note: Numbers may not sum due to rounding

Non-GAAP Measures

2018 Scenarios¹

Reconciliation (\$ in millions)	A	B	Midpoint	1Q'18
Income before taxes and non-controlling interests	13	20	16	(5)
Less: Net income attributable to non-controlling interests	(3)	(4)	(3)	(1)
Pretax Income Attributable to Altisource	10	16	13	(5)
Add: Intangible asset amortization expense	25	27	26	7
Add: Share-based compensation	8	9	8	2
Add: Unrealized loss on investment in equity securities	-	-	-	8
Add: Loss on debt refinancing	4	4	4	-
Adjusted Pretax Income Attributable to Altisource	48	56	52	11
Pretax Income Attributable to Altisource	10	16	13	(5)
Add: Interest expense, net of interest income	27	27	27	6
Add: Depreciation and amortization	56	57	56	16
Add: Share-based compensation	8	9	8	2
Add: Unrealized loss on investment in equity securities	-	-	-	8
Add: Loss on debt refinancing	4	4	4	-
Adjusted EBITDA	105	113	109	26
Net Income Attributable to Altisource	6	10	8	(4)
Add: Intangible asset amortization expense, net of tax	17	19	18	5
Add: Share-based compensation, net of tax	6	6	6	2
Add: Unrealized loss on investment in equity securities, net of tax	-	-	-	6
Add: Loss on debt refinancing, net of tax	3	3	3	-
Adjusted Net Income Attributable to Altisource	32	38	35	9
Earnings Per Share – Diluted	0.36	0.57	0.46	(0.24)
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	0.31
Add: Share-based compensation, net of tax per diluted share	0.33	0.35	0.33	0.09
Add: Unrealized loss on investment in equity securities, net of tax, per diluted share	-	-	-	0.31
Add: Loss on debt refinancing, net of tax per diluted share	0.18	0.18	0.18	-
Adjusted Earnings After Investments Per Share - Diluted	1.86	2.18	2.01	0.48
Cash Flows From Operating Activities	30	21	25	(9)
Add: Increase in short-term real estate investments related to buy-renovate-lease-sell	50	70	60	10
Adjusted Cash Flows From Operating Activities	80	91	85	1

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 7,400

