



AAMC Update

Supplemental Investor Information

1st Quarter 2016

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Forward Looking Statements

This presentation contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, regarding management's beliefs, estimates, projections, anticipations and assumptions with respect to, among other things, the Company's financial results, future operations, business plans and investment strategies as well as industry and market conditions. These statements may be identified by words such as "anticipate," "intend," "expect," "may," "could," "should," "would," "plan," "estimate," "seek," "believe" and other expressions or words of similar meaning. We caution that forward looking statements are qualified by the existence of certain risks and uncertainties that could cause actual results and events to differ materially from what is contemplated by the forward-looking statements. Factors that could cause the Company's actual results to differ materially from these forward-looking statements may include, without limitation, our ability to implement our business strategy; the ability of Altisource Residential Corporation ("Residential") to achieve targeted returns on its invested capital; the impact of changes to the supply of, value of and the returns on sub-performing and non-performing loans and single-family rental properties; Residential's ability to successfully modify or otherwise resolve sub-performing and non-performing loans; Residential's ability to convert loans to single-family rental properties and acquire single-family rental properties, generating attractive returns; our ability to predict costs; difficulties in identifying sub-performing and non-performing loans and single-family properties to acquire; our ability to effectively compete with competitors; Residential's ability to apply the net proceeds from financings in target assets in a timely manner; changes in interest rates and the market value of the collateral underlying Residential's sub-performing and nonperforming loan portfolios or acquired single-family properties; Residential's ability to obtain and access financing arrangements on favorable terms, or at all; the failure of Altisource Portfolio Solutions S.A. to effectively perform its obligations under its master services agreement with Residential; the failure of Residential's servicers to effectively perform servicing obligations under their servicing agreements with Residential; Residential's failure to qualify or maintain qualification as a REIT; Residential's failure to maintain its exemption from registration under the Investment Company Act of 1940, as amended; the impact of adverse real estate, mortgage or housing markets; the impact of adverse legislative or regulatory tax changes and other risks and uncertainties detailed in the "Risk Factors" and other sections described from time to time in the Company's current and future filings with the Securities and Exchange Commission. In addition, financial risks such as liquidity and credit risks could influence future results. The foregoing list of factors should not be construed as exhaustive.

The statements made in this presentation are current as of the date of this presentation only. The Company undertakes no obligation to publicly update or revise any forward-looking statements or any other information contained herein, whether as a result of new information, future events or otherwise.

1st Quarter 2016 Highlights

Financial

- Facilitated Residential's declaration and payment of \$0.15 per share dividend
- Managed the repurchase of \$10 million of RESI stock in the quarter
- Completed repurchases of \$2.3 million of AAMC common stock, bringing total AAMC stock repurchases under the Board-approved repurchase plan to \$251.4 million

Portfolio

- Executed Residential's sale of 1,078 loans, 28% of UPB
- Executed Residential's purchase of a bulk rental home portfolio of 590 homes; bringing total homes purchased to 703
- Increased Residential's leased properties in the quarter to 2,720, and increased the total rental portfolio by 29% over last quarter to 3,531 homes¹
- Decreased Residential's NPL portfolio to 5,397 loans¹

Operations

- Residential's stabilized rental portfolio net operating margin estimated at 56%
- Residential's stabilized rentals were 95% leased
- Residential's renewal rate was 77%, with average rent renewal increases of 6%
- Residential contributed 755 REOs for sale, and sold 686 REOs
- Residential's REOs under evaluation decreased 27% from year-end to 1,612

Funding

- Extended Residential's Credit Suisse debt facility to March 2017 and increased the facility size from \$275M to \$350M; also removed sublimit on REOs
- Extended Residential's Nomura debt facility to April 2017 and increased the facility size from \$200M to \$250M
- Residential had \$573M of available financing capacity including cash at quarter end

1) Total rental homes includes leased, listed for rent, and under renovation or turn properties and excludes homes held for sale or other use. The NPL portfolio excludes 32 loans held for sale

Consolidated Statement of Operations



\$s in thousands
unaudited

	Three months ended March 31, 2016	Three months ended March 31, 2015
Revenues:		
Management fees	\$ 4,124	\$ -
Conversion fees	402	-
Rental revenues	-	1,400
Net unrealized gain on mortgage loans	-	61,134
Net realized gain on mortgage loans	-	15,382
Net realized gain on mortgage loans held for sale	-	151
Net realized gain on real estate	-	10,608
Interest and dividend income	294	240
Total revenues	4,820	88,915
Expenses:		
Salaries and employee benefits	2,348	1,633
Equity-based compensation	2,368	946
Legal and professional fees	541	7,533
Residential property operating expenses	-	12,459
Real estate depreciation and amortization	-	998
Selling costs and impairment	-	14,691
Mortgage loan servicing costs	-	18,266
Interest expense	-	11,483
General and administrative	514	1,451
Total expenses	5,771	69,460
(Loss) income before income taxes	(951)	19,455
Income tax expense (benefit)	(11)	143
Net (loss) income	(940)	19,312
Net income attributable to noncontrolling interest in consolidated affiliate	-	(12,424)
Net (loss) income attributable to common stockholders	\$ (940)	\$ 6,888
(Loss) earnings per share of common stock – basic:		
(Loss) earnings per basic share	\$ (0.50)	\$ 3.10
Weighted average common stock outstanding – basic	1,990,153	2,203,699
(Loss) earnings per share of common stock – diluted:		
(Loss) earnings per diluted share	\$ (0.50)	\$ 2.50
Weighted average common stock outstanding – diluted	1,990,153	2,757,206

Consolidating Statement of Operations

1Q15



\$s in thousands
unaudited

Three months ended March 31, 2015

	Residential (GAAP)	NewSource Stand-alone (Non-GAAP)	AAMC Stand-alone (Non-GAAP)	Consolidating Entries	AAMC Consolidated (GAAP)
Revenues:					
Rental revenues	\$ 1,400	\$ -	\$ -	\$ -	\$ 1,400
Net unrealized gain on mortgage loans	61,134	-	-	-	61,134
Net realized gain on mortgage loans	15,382	-	-	-	15,382
Net realized gain on mortgage loans held for sale	151	-	-	-	151
Net realized gain on real estate	10,608	-	-	-	10,608
Interest income	240	160	-	(160)	240
Incentive management fee	-	-	14,900	(14,900)	-
Expense reimbursements	-	-	960	(960)	-
Total revenues	88,915	160	15,860	(16,020)	88,915
Expenses:					
Salaries and employee benefits	-	-	1,633	-	1,633
Equity-based compensation	57	-	889	-	946
Legal and professional fees	3,841	-	3,692	-	7,533
Residential property operating expenses	12,459	-	-	-	12,459
Real estate depreciation and amortization	998	-	-	-	998
Selling costs and impairment	14,691	-	-	-	14,691
Mortgage loan servicing costs	18,266	-	-	-	18,266
Interest expense	11,643	-	-	(160)	11,483
General and administrative	883	75	493	-	1,451
Related party general and administrative	15,650	210	2,000	(17,860)	-
Total expenses	78,488	285	8,707	(18,020)	69,460
Other income	2,000	-	-	(2,000)	-
Loss before income taxes	12,427	(125)	7,153	-	19,455
Income tax expense	3	-	140	-	143
Net income	12,424	(125)	7,013	-	19,312
Net income attributable to noncontrolling interest in consolidated affiliate	-	-	-	(12,424)	(12,424)
Net income attributable to common stockholders	\$ 12,424	\$ (125)	\$ 7,013	\$ (12,424)	\$ 6,888

Consolidated Balance Sheet

\$s in thousands
unaudited

	March 31, 2016	December 31, 2015
Assets:		
Real estate held for use:		
Land	\$ -	\$ 56,346
Rental residential properties, net	-	224,040
Real estate owned	-	455,483
Total real estate held for use, net	-	735,869
Real estate assets held for sale	-	250,557
Mortgage loans at fair value	-	960,534
Mortgage loans held for sale	-	317,336
Cash and cash equivalents	41,646	184,544
Restricted cash	-	20,566
Available-for-sale securities	19,494	-
Accounts receivable	-	46,026
Related party receivables	4,676	-
Prepaid expenses and other assets	2,319	3,169
Total assets	\$ 68,135	\$ 2,518,601
Liabilities:		
Repurchase agreements	\$ -	\$ 763,369
Other secured borrowings	-	502,599
Accrued salaries and employee benefits	1,200	4,006
Accounts payable and accrued liabilities	2,173	34,716
Related party payables	214	-
Total liabilities	3,587	1,304,690
Redeemable preferred stock	249,185	249,133
Equity:		
Common stock	26	26
Additional paid-in capital	23,463	23,419
Retained earnings	50,295	50,678
Accumulated other comprehensive loss	(1,102)	-
Treasury stock	(257,319)	(254,984)
Total stockholders' deficit	(184,637)	(180,861)
Noncontrolling interest in consolidated affiliate	-	1,145,639
Total equity	(184,637)	964,778
Total liabilities and equity	\$ 68,135	\$ 2,518,601

- Continue to drive RESI's growth while maintaining the appropriate ROE, liquidity and operational efficiencies
- Residential's rented properties exceeded 2,500 in Q1 2016 ending the quarter at 2,720
- Origination of single family home first mortgages as well as potential commercial real estate opportunities

Shareholder Relations Information



About Altisource Asset Management Corporation	AAMC is an asset management company that provides portfolio management and corporate governance services to institutional investors.
Contact Information	All Investor Relations inquiries should be sent to shareholders@altisourceAMC.com .
Exchange	NYSE MKT
Ticker	AAMC
Headquarters	Christiansted, USVI

