



The First American Corporation

Investor Presentation

December 20, 2006

AMERICA'S LARGEST PROVIDER OF BUSINESS INFORMATION

Safe Harbor Statement

Certain statements made in this presentation, including those relating to efficiencies realized through centralization of corporate treasury functions, focus on higher margin products, margin contribution from recent acquisitions and focus of efforts in the last quarter of 2006, are forward looking. Risks and uncertainties exist that may cause results to differ materially from those set forth in these forward-looking statements. Factors that could cause the anticipated results to differ from those described in the forward-looking statements include: interest rate fluctuations; changes in the performance of the real estate markets; limitations on access to public records and other data; general volatility in the capital markets; changes in applicable government regulations; heightened scrutiny by legislators and regulators of the Company's title insurance and services segment and certain other of the Company's businesses; consolidation among the Company's significant customers and competitors; the Company's continued ability to identify businesses to be acquired; changes in the Company's ability to integrate businesses which it acquires; the results of the special subcommittee's review of the Company's stock option granting practices; the impact of any restatement of financial statements of the Company or other actions that may be taken or required as a result of such review; the possibility that the Company will continue to be unable to timely file reports with the Securities and Exchange Commission; litigation and governmental investigations or proceedings which may arise out of the Company's stock option granting practices or any restatement of the financial statements of the Company; and other factors described in Part I, Item 1A of the company's annual report on Form 10-K for the year ended Dec. 31, 2005, and Part II, Item 1A of the company's quarterly report on Form 10-Q for the quarter ended March 31, 2006, in both cases as filed with the Securities and Exchange Commission. The forward-looking statements speak only as of the date they are made. The Company does not undertake to update forward-looking statements to reflect circumstances or events that occur after the date the forward-looking statements are made.

Results and Adjustments are Preliminary

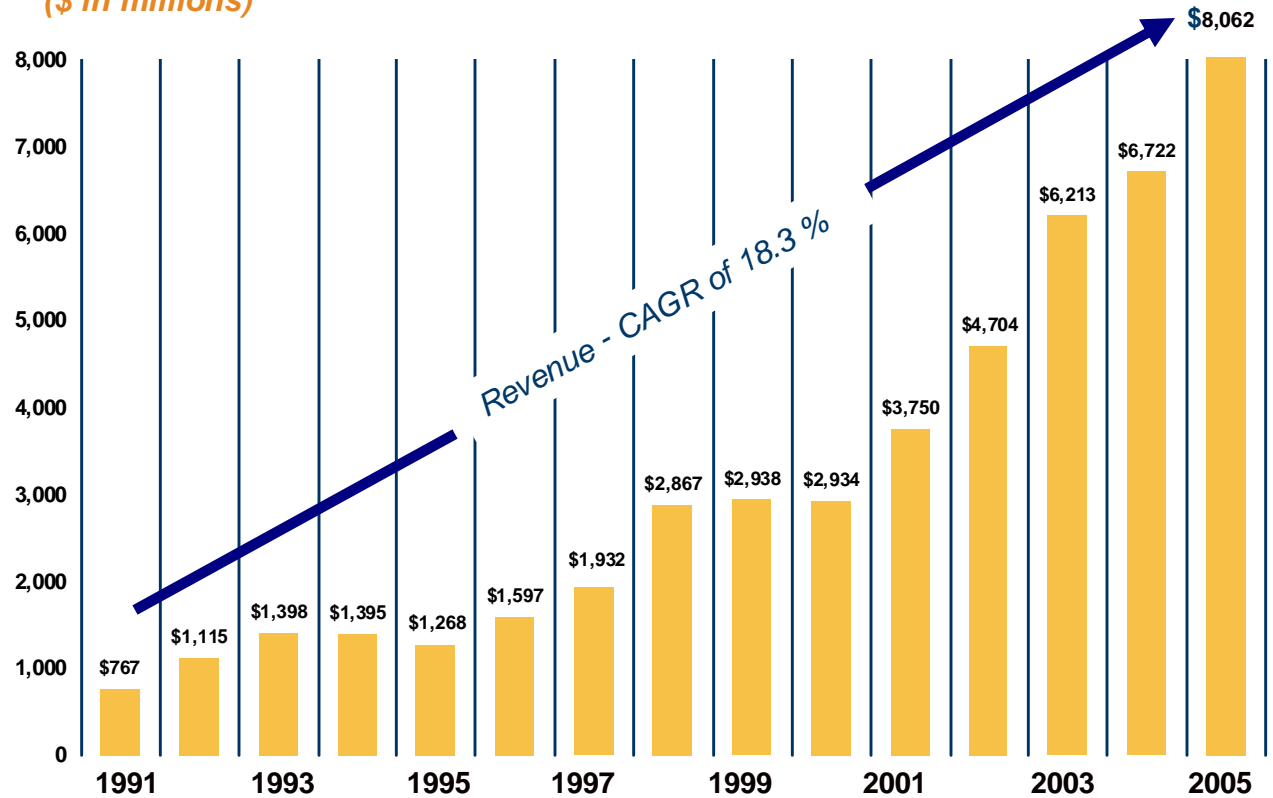
The financial results and adjustments described in this presentation are preliminary because, as previously disclosed, the Company initiated a review of the Company's historical stock option grant practices and related potential tax and accounting impact. A special subcommittee of the Company's audit committee is conducting the ongoing review with the assistance of independent legal counsel and outside accounting experts. The financial results and adjustments described in this presentation do not take in account any adjustments that may be required in connection with the completion of this review and should be considered preliminary until the Company files its Form 10-Qs for the periods ended September 30 and June 30, 2006. Further information regarding this review is available in the related press release issued by the Company on November 2, 2006.

There can be no assurance that the outcome of the review by the special subcommittee of the Company's historical stock option granting practices and the related potential accounting impact will not result in changes to these preliminary financial results and adjustments for the quarters ended September 30 and June 30, 2006 or a restatement of financial results provided by the Company for any historical period.

First American's History and Evolution

- 1894 Founded as Orange County Title Company
- 1964 IPO on NASDAQ
- 1991 Non-title expansion began with purchase of tax company
- 1993 Listed on NYSE: FAF
- 1995 Purchase of flood and credit companies
- 1998 Joint venture with Experian to form FARES LLC
- 2003 Spun off Risk Mitigation and Business Solutions segment to form FADV, 76% owned by FAF
- 2005 Contributed credit information businesses to First Advantage

(\$ in millions)



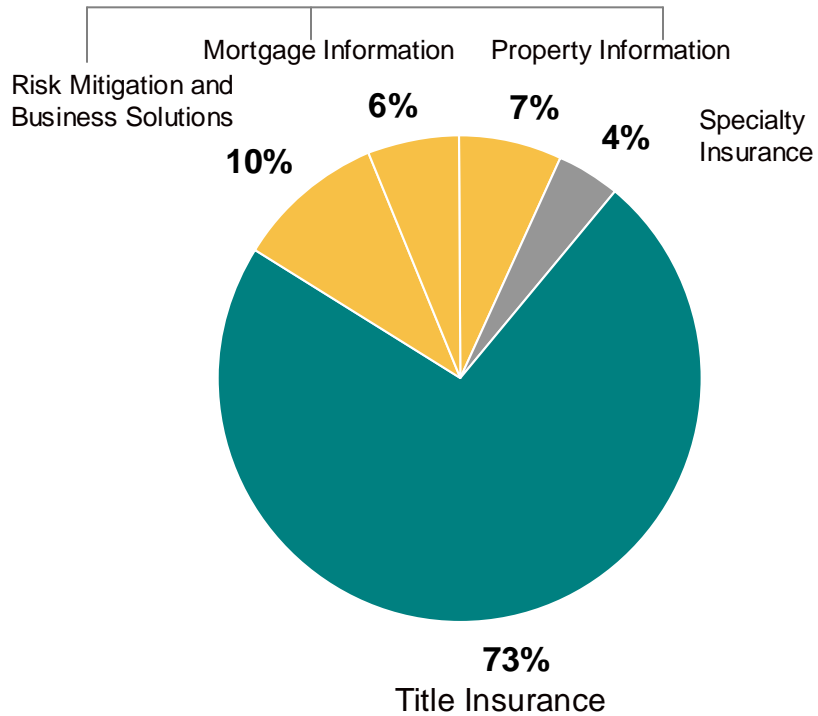
The First American Corporation

First American's History and Evolution

Meaningful Growth in Information Services Resulted in a More Balanced Mix of Revenue and Profits – 3Q 2006

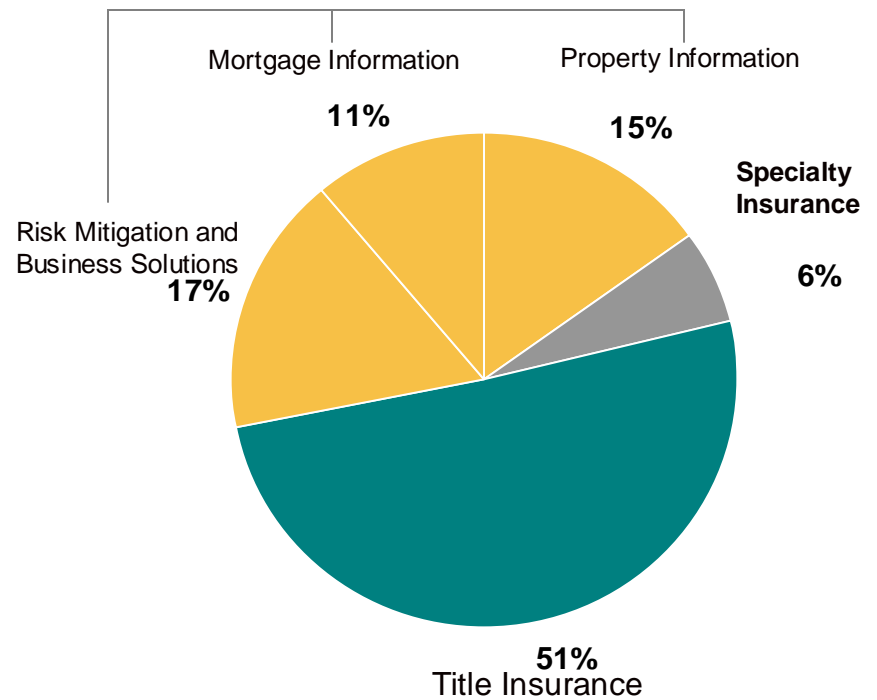
Revenue

Information Services - 23%



Pre-tax Income (a)

Information Services – 42.8%



(a) Pretax income after minority interest expense and allocation of all corporate expenses by net revenue.

Historical Shareholder Returns

Strategy Leads to Outstanding
Shareholder Returns ^(a)

Periods ending December 15, 2006	First American	S&P500
15-year period	24.0%	10.6%
10-year period	18.6%	8.3%
5-year period	20.4%	6.8%
3-year period	14.9%	11.5%
1-year period	-13.3%	14.4%

(a) Total returns including reinvested dividends
Sources: Bloomberg

Investment Highlights

- Leading market share positions
- Leader in technology and offshore processing
- Broad base of products and customers
- Information businesses are scaleable with meaningful barriers to entry
- Strong balance sheet with meaningful “free cash flow”
- Unique and valuable collection of businesses



Key Business Lines

Largest Provider of Business Information

- Real Estate Related
 - Property Information
 - Property Characteristics
 - Valuation Information and Analytics
 - Tax Service Records
 - Flood Risk Information
 - Title and Tax Information
 - Credit Information

- Non-Real Estate Related
 - Consumer Credit Information
 - Employment Background Information
 - Resident Screening
 - Driving Records
 - Drug Test Analysis
 - Criminal Records
 - Data Recovery and Computer Forensics

Investment Highlights

- Leader in Technology and Offshore Processing
 - FAST Transaction System
 - Sophisticated Internet-based production system
 - Centralized search and production centers
 - Centralized back office processing
- Offshore Processing
 - 4,350 employees in India and Philippines
 - Improved turnaround times and customer service
 - Cost efficiencies relative to onshore processing



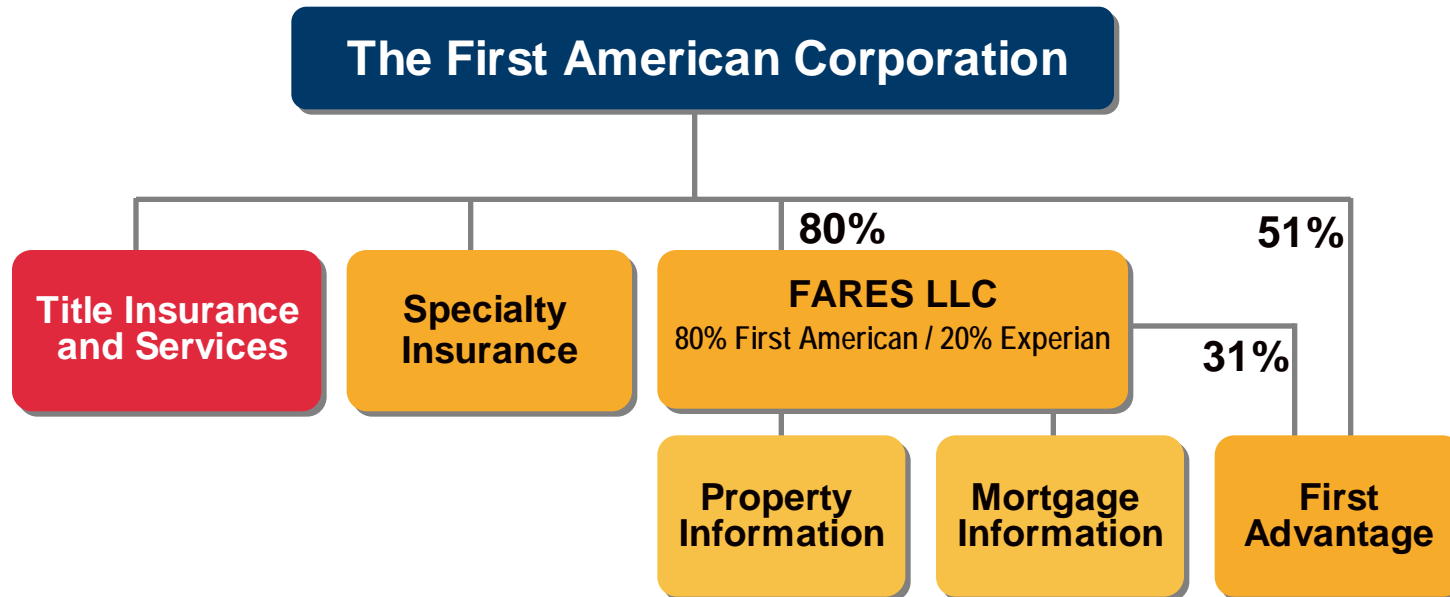
Investment Highlights

- Information businesses are scaleable with meaningful barriers to entry
- Deliver data and analytics into client operating environments to improve:
 - Customer acquisition and retention
 - Operational efficiency
 - Risk management
- Combining our vast databases with predictive analytics is a major strategic initiative



Title Insurance and Services

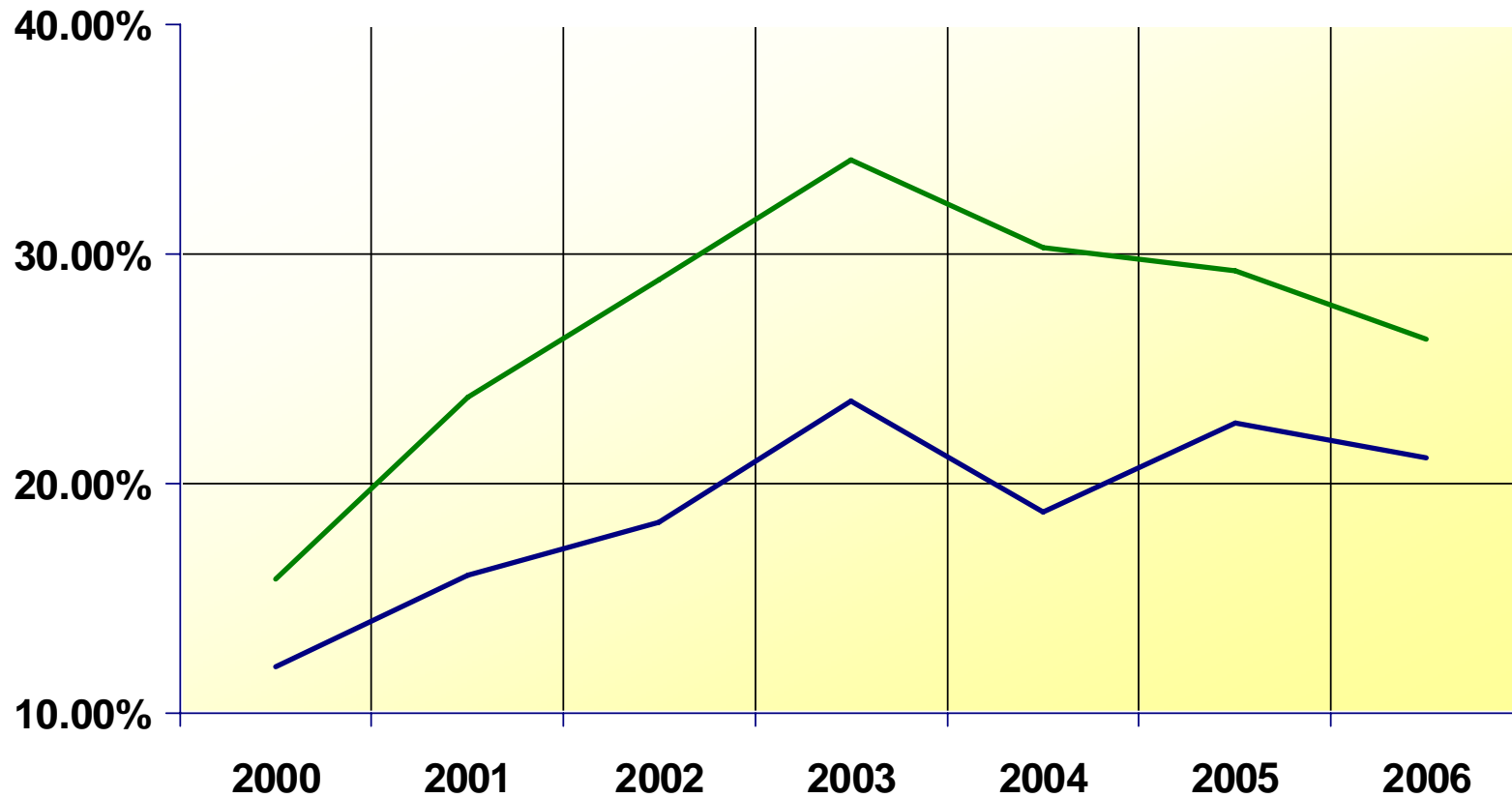
Unique and Valuable Collection of Businesses



- Title Insurance Segment has grown revenues at a 19% rate over the last 10 years.
- Market share has improved from 19.8% in 1995 to 28.7% in the first half of 2006.
- Sep YTD revenues up 8.0% year over year.

— Fidelity — First American

Net Income before tax and loss provision as a % of Net Revenues



Title Insurance Results

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NYSE

(\$ in millions)	<u>3Q 2006</u>	<u>2Q 2006</u>	<u>1Q 2006</u>	<u>4Q 2005</u>	<u>3Q 2005</u>	<u>3Q 2006- 3Q 2005 Variance</u>	<u>3Q 2006- 2Q 2006 Variance</u>
Title Insurance and Services							
Revenues	\$1,596	\$1,603	\$1,464	\$1,664	\$1,618	(1.4)%	(0.4)%
Pretax Income ^(a)	\$ 121	\$ 15 ^(c)	\$ 77	\$ 115	\$ 180	(33.1)%	706.7%
Pretax Margin ^(b)	7.6%	0.9% ^(c)	5.3%	6.9%	11.2%	(3.5)	6.7
Title orders opened	625,200	663,600	589,200	560,200	725,000	(13.8)%	(5.8)%
Title orders closed	473,300	484,700	426,000	470,800	555,600	(14.8)%	(2.4)%

(a) Income before income taxes and minority interest expense

(b) Pretax income divided by total revenue

(c) Adjusted to exclude \$31 million of regulatory/litigation expenses in Q2 2006. Including these expenses, the title insurance segment's pre-tax loss was \$16 million and pre-tax margin was (1.0)%

Title Insurance Results^(a)

(\$ in millions)

	<u>3Q 2006</u>	<u>3Q 2005</u>	<u>2Q 2006</u>	<u>3Q 2006- 3Q 2005 Variance</u>	<u>3Q 2006- 2Q 2006 Variance</u>
Revenues					
Net revenues ^(b)	\$ 973	\$ 1,011	\$ 1,005	(3.8)%	(3.2)%
Pretax income before loss provision as % of net revenues	21.1% ^(c)	25.7%	25.0%	(4.6)	(3.9)

(a) Results for the Title Insurance and Services segment

(b) Net revenues consist of direct, net agency (agency minus agent retention) and investment income

(c) Adjusted to exclude \$31 million of regulatory/litigation expenses

Commercial Title

- First American's Commercial Title^(a) operations continue to experience strong orders

(\$ in millions)

Commercial Title

	<u>3Q 2006</u>	<u>3Q 2005</u>	<u>% Change</u>
Total revenues	\$ 107	\$ 107	-%
Title orders opened	17,637	19,023	(7.3)%
Title orders closed	8,773	11,020	(20.4)%
	<u>YTD 2006</u>	<u>YTD 2005</u>	<u>% Change</u>
Total revenues	\$ 311	\$ 272	14.3%
Title orders opened	53,886	59,868	(10.0)%
Title orders closed	28,282	30,036	(5.8)%

(a) Represents the Company's National Commercial Services (NCS) group. Does not include commercial title orders generated from the Company's direct operations.

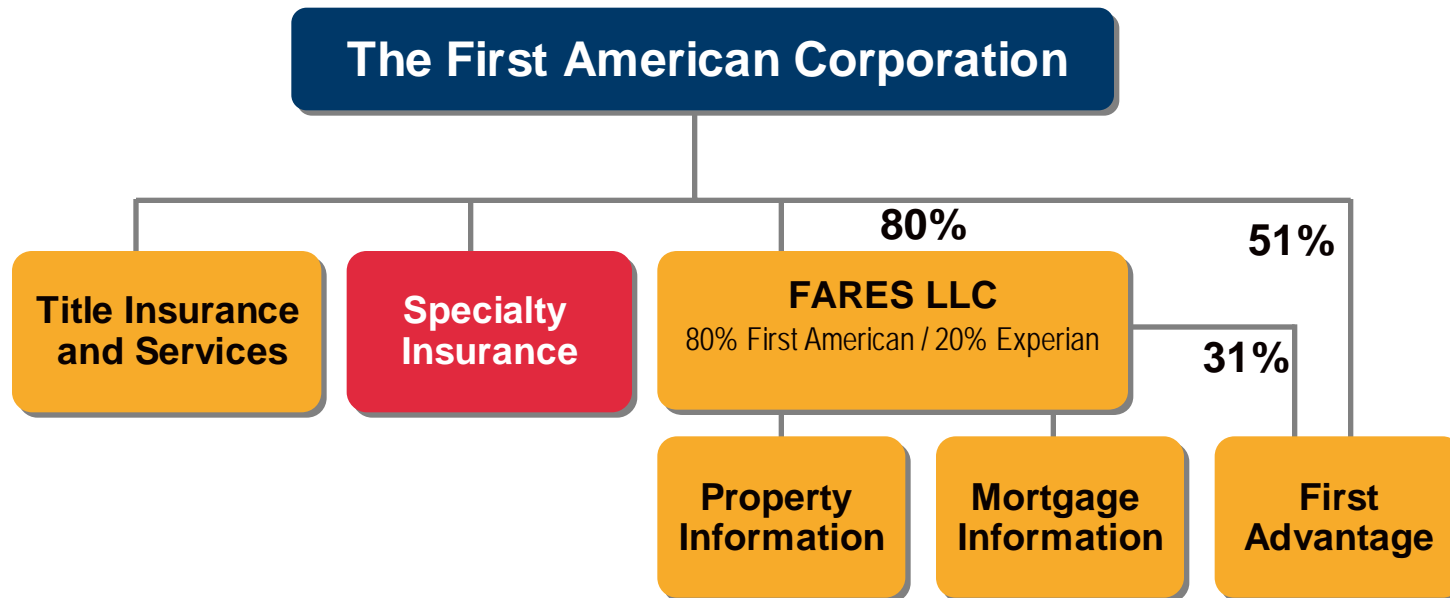
Title Insurance Review

- Ongoing efforts to improve margins include:
 - Headcount reductions
 - Offshore initiatives
 - Centralization of administrative activities
 - Profit improvement of certain treasury functions



Specialty Insurance

Unique and Valuable Collection of Businesses



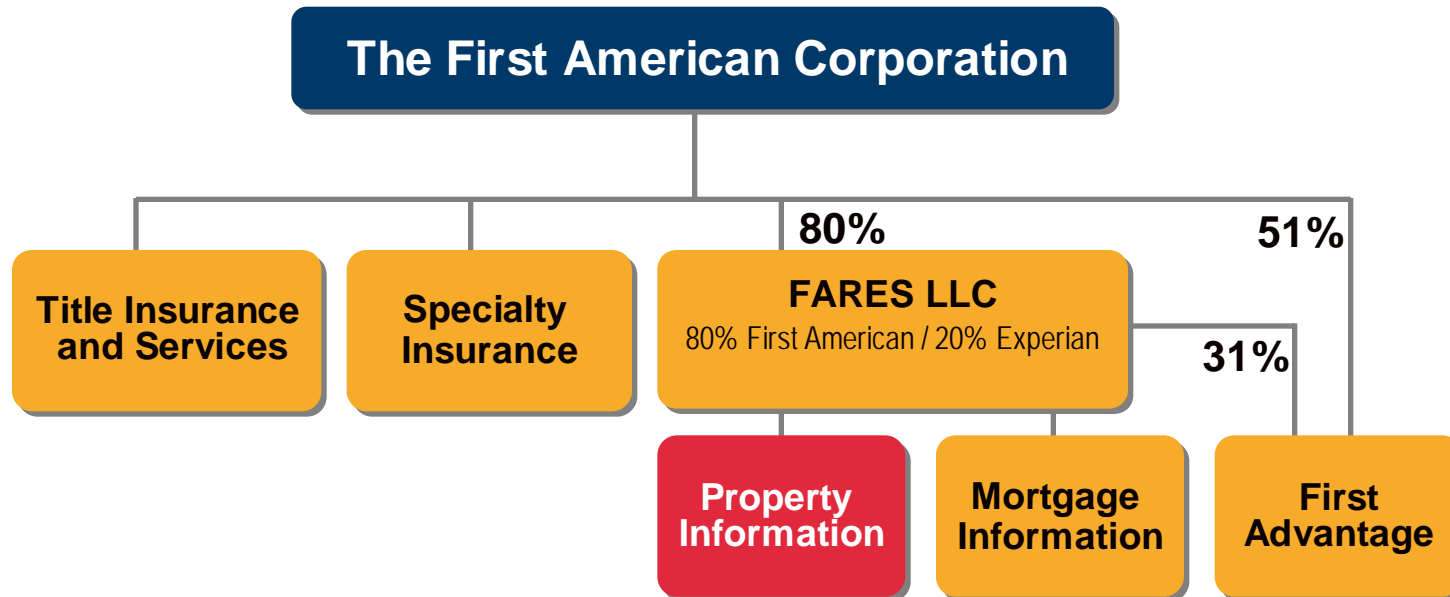
- Sep YTD 2006 revenues up 15.7%
- Sep YTD 2006 pre-tax profits up 20.5%
- Both Property & Casualty and Home Warranty remain very profitable with combined ratios of 82% and 88%, respectively

Specialty Insurance Highlights

- Total revenues in 3Q 2006 increased 5.4% over 3Q 2005 to \$83.1 million
- Pretax profits in 3Q 2006 increased 13.1% from 3Q 2005 to \$14.5 million
- Both P&C and Home Warranty remain very profitable with combined ratios of 78% and 88%, respectively

Property Information Services Group

Unique and Valuable Collection of Businesses



- High margin businesses
 - Sep YTD 2006 total revenue growth – 11%
 - Sep YTD 2006 pretax margin – 24.3%
- Organic revenue growth driven by our collateral valuation, data licensing, and data analytic business

Property Information

Property Highlights

- Strong revenue growth in the third quarter of 2006 – up 10.7% compared to the third quarter of 2005
- Organic revenue growth driven by our property data, analytic and collateral valuation businesses
- Expanded into the international marketplace with the completion of a transaction with RP Data. RP Data is Australia's and New Zealand's #1 provider of property information.

Property Information

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NYSE

(\$ in thousands)

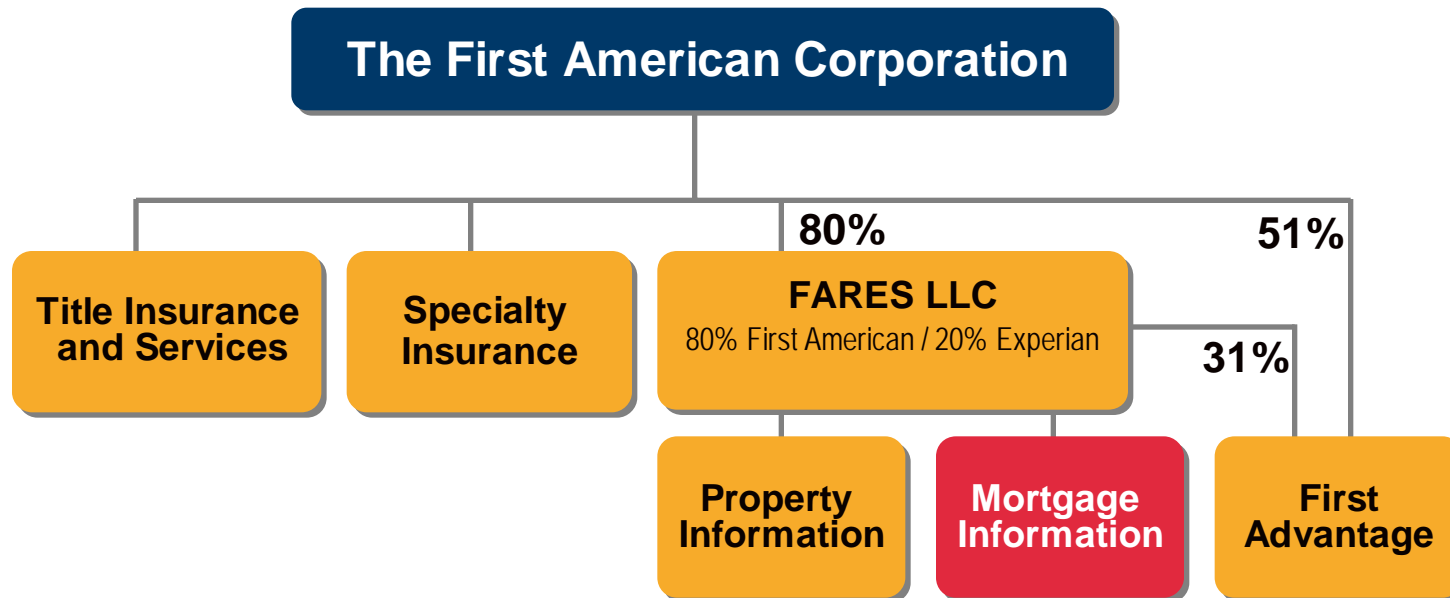
	<u>3Q 2006</u>	<u>2Q 2006</u>	<u>1Q 2006</u>	<u>4Q 2005</u>	<u>3Q 2005</u>	<u>3Q 2006</u> <u>3Q 2005</u> Variance	<u>3Q 2006</u> <u>2Q 2006</u> Variance
Total Revenue							
Property Data and Analytics	\$108,976	\$105,355	\$100,944	\$99,499	\$107,685	1.2%	3.4%
Collateral Valuation	43,661	35,226	32,556	26,819	29,229	49.4%	23.9%
Non Data	<u>9,794</u>	<u>10,121</u>	<u>5,959</u>	<u>8,229</u>	<u>9,807</u>	<u>(0.1)%</u>	<u>(3.2)%</u>
Total Revenue	<u>\$162,431</u>	<u>\$150,702</u>	<u>\$139,459</u>	<u>\$134,547</u>	<u>\$146,721</u>	<u>10.7%</u>	<u>7.8%</u>
Pretax Income ^(a)	\$ <u>40,178</u>	\$ <u>39,052</u>	\$ <u>30,630</u>	\$ <u>31,324</u>	\$ <u>42,549</u>	<u>(5.6)%</u>	<u>2.9%</u>
Pretax Margin ^(b)	<u>24.7%</u>	<u>25.9%</u>	<u>22.0%</u>	<u>23.3%</u>	<u>29.0%</u>	<u>(4.3)</u>	<u>(1.2)</u>

(a) Income before income taxes and minority interest expense

(b) Margin comparisons reflect percentage point changes only

Mortgage Information Services Group

Unique and Valuable Collection of Businesses



- High margin businesses
 - Sep YTD 2006 pretax margin – 22.7%
- # 1 market share position in major product lines
- Default / REO business well positioned to handle increase in transaction volume

Mortgage Information

Mortgage Highlights

- Improvement in Default Businesses relating to ongoing restructuring activities
- Continued efficiency improvements from leveraging offshore operations
- Introduced a new product - Taxview
 - Assists clients in managing their in-house property tax functions
- Introduced a new service – Subordinate Lien Outsourcing
 - Assists clients in mitigating risks related to losses in 2nd lien portfolios

Mortgage Information

FAF
LISTED
NYSE

(\$ in thousands)

	<u>3Q 2006</u>	<u>2Q 2006</u>	<u>1Q 2006</u>	<u>4Q 2005</u>	<u>3Q 2005</u>	<u>3Q 2006</u> <u>3Q 2005</u> <u>Variance</u>	<u>3Q 2006</u> <u>2Q 2006</u> <u>Variance</u>
Total Revenue							
Tax & Flood	\$99,191	\$109,422	\$105,717	\$110,112	\$118,694	(16.4)%	(9.4)%
Default & Other	<u>30,755</u>	<u>29,690</u>	<u>30,422</u>	<u>32,660</u>	<u>34,922</u>	<u>(11.9)%</u>	<u>3.6%</u>
Total Revenue	<u>\$129,946</u>	<u>\$139,112</u>	<u>\$136,139</u>	<u>\$142,772</u>	<u>\$153,616</u>	<u>(15.4)%</u>	<u>(6.6)%</u>
Pretax income ^(a)	<u>\$28,496</u>	<u>\$ 33,746</u>	<u>\$ 29,589</u>	<u>\$ 34,274</u>	<u>\$ 34,744</u>	<u>(18.0)%</u>	<u>(15.6)%</u>
Pretax margin ^(b)	<u>21.9%</u>	<u>24.3%</u>	<u>21.7%</u>	<u>24.0%</u>	<u>22.6%</u>	<u>(0.7)</u>	<u>(2.4)</u>
Loans under tax service ^(c)	<u>27,188</u>	<u>27,097</u>	<u>27,020</u>	<u>27,117</u>	<u>26,908</u>	<u>1.0%</u>	<u>0.3%</u>
Flood certifications ^(d)	<u>3,596</u>	<u>3,971</u>	<u>3,640</u>	<u>3,515</u>	<u>4,192</u>	<u>(14.2)%</u>	<u>(9.4)%</u>

(a) Income before income taxes and minority interest expense

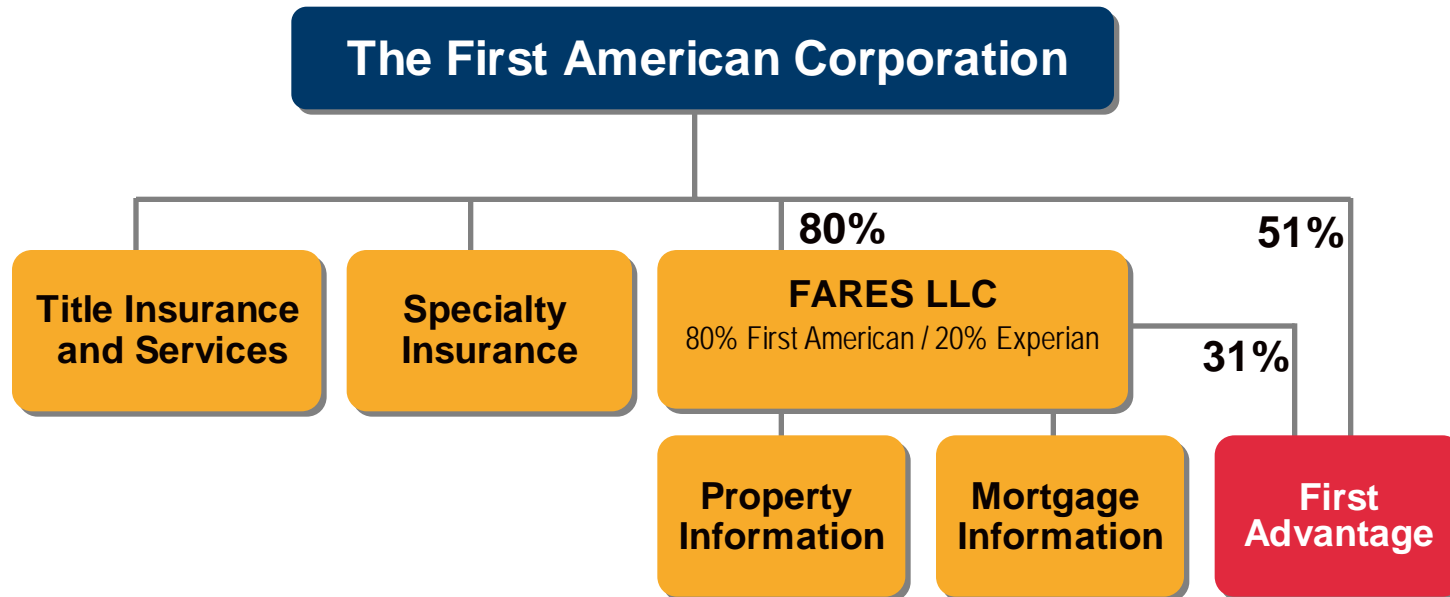
(b) Pretax income divided by total revenue

(c) Current number of loans being monitored

(d) Flood certifications ordered per quarter

First Advantage

Unique and Valuable Collection of Businesses



- Sep YTD 2006 service revenue up 31%
- Sep YTD 2006 adjusted EBITDA up 36%
- Sep YTD 2006 net income up 12%
- 76% ownership in FADV valued at approximately \$988 million ^(a)

(a) Using FADV stock price as of 12/15/2006

First Advantage Overview

First Advantage was created in 2003

- Employees: Over 4,400, worldwide
(3,100 domestic)
(1,300 international)
- Locations: Offices in 11 countries
- Customer base: Over 65,000 customers

First Advantage – Three Areas of Focus

- Profitable growth
- Diversified revenue stream
- Market leader

First Advantage – Diversified Growth

Well Balanced Revenue Mix

Percentage of Service Revenue

<u>2005 FY</u>		<u>2006 YTD</u>		<u>2007 EST</u>	
Lender Services	28%	Lender Services	24%	Lender Services	20%
Dealer Services	15%	Dealer Services	16%	Dealer Services	16%
Data Services	16%	Data Services	19%	Data Services	19%
Multifamily Svcs	11%	Multifamily Svcs	9%	Multifamily Svcs	9%
Employer Svcs	24%	Employer Svcs	24%	Employer Svcs	28%
Investigative & Lit Supp Svcs	6%	Investigative & Lit Supp Svcs	8%	Investigative & Lit Supp Svcs	8%

First Advantage – Competitive Advantage

- **Credit Reporting**
 - #1 Reseller of credit data – mortgage & automotive
 - #1 Sub-prime credit bureau – TeleTrack
- **Tenant Screening**
 - #1 Provider of tenant screening reports
 - The Registry
- **Driving Records**
 - #2 Provider of driving records
- **Employment Services**
 - #2 Provider of drug screening services
 - #2 Provider of employment tax consulting services
 - #3 Provider of domestic background screening
 - #1 Provider of international background screening

First Advantage

2007 Financial Guidance

- Service revenue \$825 million to \$867 million
- Adjusted EBITDA \$3.16 to \$3.23 per share
- GAAP EPS \$1.18 to \$1.24 per share
- Share-based compensation expense \$0.14 per share
- Free cash flow \$65 million to \$70 million

First Advantage

2007 Financial Guidance – Key Assumptions

- Lender Services 10% decline in 2007 earnings
- Employer Services 50%+ gain in 2007 earnings (assuming WOTC renewal)
- Investigative & Litigation Support Services 30% gain in 2007 earnings

Revenue and Pretax Contribution by Segment

	Total Revenue		Pretax ^(b)		3Q 2006	Margins 3Q 2005
	3Q 2006	3Q 2005	3Q 2006	3Q 2005		
(\$ in millions)						
Title Insurance ^(a)	\$1,596	\$1,618	\$121	\$181	7.6%	11.2%
Specialty Insurance	83	79	15	13	17.4%	16.2%
Mortgage Information	130	154	29	35	21.9%	22.6%
Property Information	162	147	40	43	24.7%	29.0%
Risk Mitigation & Business Solutions	213	170	32	26	14.8%	15.5%
Eliminations/Corporate	<u>(16)</u>	<u>1</u>	<u>(45)</u>	<u>(22)</u>	<u>—</u>	<u>—</u>
Consolidated	<u>\$2,168</u>	<u>\$2,168</u>	<u>\$191</u>	<u>\$275</u>	<u>8.8%</u>	<u>12.7%</u>

(a) Title Insurance and Services segment

(b) Income before income taxes, minority interest expense and allocation of all corporate expenses

Segment Profitability

(\$ in millions)

For the three months ended September 30, 2006

	<u>Pre-tax Income (a)</u>	<u>EBITDA (b)</u>
Title and Other Services	\$ 85,258	\$ 121,956
Specialty Insurance	10,533	12,063
Mortgage Information	18,552	23,488
Property Information	24,148	36,794
Risk Management & Business Solutions	<u>29,038</u>	<u>42,248</u>
	<u>\$ 167,529</u>	<u>\$ 236,549</u>

- (a) Pre-tax income after minority interest expense and allocation of all corporate overhead by net revenue.
- (b) EBITDA income after minority interest expense and allocation of all corporate overhead by net revenue.

Third Quarter Review

EBITDA By Segment

	<u>3Q 2006</u>	<u>3Q 2005</u>	<u>% Change</u>	<u>YTD 2006</u>	<u>YTD 2005</u>	<u>% Change</u>
(\$ in thousands)						
Title and Other Services	\$121,956	\$191,432	(36.3)%	\$200,870	\$450,785	(55.4)%
Specialty Insurance	12,063	11,853	1.8%	35,976	31,561	14.0%
Mortgage Information	23,488	29,277	(19.8)%	77,949	94,927	(17.9)%
Property Information	36,794	39,521	(6.9)%	105,188	110,548	(4.8)%
Risk Management and Business Solutions	<u>42,248</u>	<u>31,656</u>	<u>33.5%</u>	<u>116,363</u>	<u>85,750</u>	<u>35.7%</u>
Total EBITDA ^(a)	<u>\$236,549</u>	<u>\$303,739</u>	<u>(22.1)%</u>	<u>\$536,346</u>	<u>\$773,571</u>	<u>(30.7)%</u>

(a) EBITDA after minority interest expense and allocation of all corporate overhead by net revenue

Capital Management Strategy

- Total stockholders' equity of \$3.2 billion, or \$32.91 per share at September 30, 2006 (\$36.67 per share with FADV shares valued at market ^(a))
- EBITDA in the third quarter was \$236.5 million, a decrease of 22.1% from the comparable period last year
- Return on average equity was 12.6% for the third quarter of 2006
- Strong cash flows from operations
- Repurchased 277,900 shares for \$10.3 million in the third quarter (ranging from \$36.71 to \$37.63 per share)
- Future efficiencies will be realized through the centralization of certain corporate treasury functions

(a) Using FADV closing stock price as of September 30, 2006

Conclusion

- Investment Highlights
 - Unique and valuable assets in businesses and databases
 - Meaningful barriers to entry
 - Leader in market share, technology and offshore processing
 - Strong balance sheet; significant cash flow
 - Excellent investment opportunity

Appendix

Allocation of Corporate Expenses

(\$ in thousands)

Incremental Corporate Expense

Allocation to:

Title Insurance and Other Services

SERP/option expense

	<u>3Q 2006</u>	<u>3Q 2005</u>	<u>YTD 2006</u>	<u>YTD 2005</u>
SERP/option expense	\$ 5,204	\$ 3,040	\$ 15,611	\$ 9,120
FAF management fee	9,255	9,698	27,097	25,775
Other	1,798	2,217	7,166	5,934
	<u>16,257</u>	<u>14,955</u>	<u>49,874</u>	<u>40,829</u>

FAF management fee

Other

Specialty Insurance

SERP/option expense

FAF management fee

Mortgage Information

SERP/option expense

FAF management fee

	87	59	260	176
	785	747	2,303	1,990
	<u>872</u>	<u>806</u>	<u>2,563</u>	<u>2,166</u>
	574	188	1,707	565
	—	—	—	—
	<u>574</u>	<u>188</u>	<u>1,707</u>	<u>565</u>

Allocation of Corporate Expenses

(\$ in thousands)	<u>3Q 2006</u>	<u>3Q 2005</u>	<u>YTD 2006</u>	<u>YTD 2005</u>
Incremental corporate expense				
Allocation to:				
Property Information				
SERP/option expense	356	127	1,090	447
FAF management fee	—	—	—	—
	<u>356</u>	<u>127</u>	<u>1,090</u>	<u>447</u>
Risk Mitigation and Business Solutions				
SERP/option expense	—	127	—	381
FAF management fee	—	—	—	—
	<u>—</u>	<u>127</u>	<u>—</u>	<u>381</u>
Total Incremental allocation of corporate expenses	18,060	16,203	55,234	44,388
Corporate expenses before incremental allocations	<u>62,789</u>	<u>37,946</u>	<u>165,265</u>	<u>111,657</u>
Corporate expenses as adjusted	<u>\$ 44,729</u>	<u>\$ 21,743</u>	<u>\$ 110,031</u>	<u>\$ 67,269</u>

Reconciliation of Income Before Income Taxes and Minority Interest to Pretax Profit after Corporate Allocations and Minority Interests 3Q 2006

FAF
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NYSE

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$121,138	\$14,475	\$28,496	\$40,178	\$31,534	\$(44,729)	\$191,092
Deduct							
Allocation of corporate overhead	32,273	2,757	4,311	5,388	—	(44,729)	—
Minority Interest	<u>3,607</u>	<u>1,185</u>	<u>5,633</u>	<u>10,642</u>	<u>2,496</u>	<u>—</u>	<u>23,563</u>
Pre-tax after corporate allocation and minority interest expense	<u>\$85,258</u>	<u>\$10,533</u>	<u>\$18,552</u>	<u>\$24,148</u>	<u>\$29,038</u>	<u>—</u>	<u>\$167,529</u>
As a % of the total	<u>51%</u>	<u>6%</u>	<u>11%</u>	<u>15%</u>	<u>17%</u>	<u>—</u>	<u>100%</u>

Reconciliation of Income Before Income Taxes and Minority Interest to Pretax Profit after Corporate Allocations and Minority Interests 3Q 2005

FAF
LISTED
NYSE

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$180,595	\$12,799	\$34,744	\$42,549	\$26,417	\$(21,743)	\$275,361
Deduct							
Allocation of corporate overhead	15,544	1,219	2,608	2,372	—	(21,743)	—
Minority Interest	<u>1,832</u>	<u>1,062</u>	<u>8,748</u>	<u>9,525</u>	<u>3,972</u>	<u>—</u>	<u>25,139</u>
Pre-tax after corporate allocation and minority interest expense	<u>\$163,219</u>	<u>\$10,518</u>	<u>\$23,388</u>	<u>\$30,652</u>	<u>\$22,445</u>	<u>—</u>	<u>\$250,222</u>
As a % of the total	<u>66%</u>	<u>4%</u>	<u>9%</u>	<u>12%</u>	<u>9%</u>	<u>—</u>	<u>100%</u>

**Reconciliation of EBITDA to Income before Income Taxes
and Minority Interests 3Q 2006**

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$121,138	\$14,475	\$28,496	\$40,178	\$31,534	\$(44,729)	\$191,092
Add back							
Interest expense	6,296	254	(1,329)	617	3,570	7,756	17,164
Depreciation & amortization	20,763	453	4,977	10,420	9,640	5,603	51,856
Deduct							
Allocation of corporate overhead	22,634	1,934	3,023	3,779	—	(31,370)	—
Minority interest	<u>3,607</u>	<u>1,185</u>	<u>5,633</u>	<u>10,642</u>	<u>2,496</u>	<u>—</u>	<u>23,563</u>
EBITDA	<u>\$121,956</u>	<u>\$12,063</u>	<u>\$23,488</u>	<u>\$36,794</u>	<u>\$42,248</u>	<u>—</u>	<u>\$236,549</u>

**Reconciliation of EBITDA to Income before Income Taxes
and Minority Interests YTD 2006**

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$182,411	\$41,321	\$91,831	\$109,860	\$86,483	\$(110,031)	\$401,875
Add back							
Interest expense	18,333	785	(3,647)	1,808	10,062	22,052	49,393
Depreciation & amortization	57,570	1,462	16,252	29,369	28,323	17,538	150,514
Deduct							
Allocation of corporate overhead	50,777	4,347	7,235	8,082	—	(70,441)	—
Minority interest	<u>6,667</u>	<u>3,245</u>	<u>19,252</u>	<u>27,767</u>	<u>8,505</u>	<u>—</u>	<u>65,436</u>
EBITDA	<u>\$200,870</u>	<u>\$35,976</u>	<u>\$77,949</u>	<u>\$105,188</u>	<u>\$116,363</u>	<u>—</u>	<u>\$536,346</u>

**Reconciliation of EBITDA to Income before Income Taxes
and Minority Interests 3Q 2005**

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$180,595	\$12,799	\$34,744	\$42,549	\$26,417	\$(21,743)	\$275,361
Add back							
Interest expense	7,073	269	(1,119)	493	2,076	6,676	15,468
Depreciation & amortization	14,907	573	5,815	7,355	7,135	2,264	38,049
Deduct							
Allocation of corporate overhead	9,311	726	1,415	1,351	—	(12,803)	—
Minority interest	<u>1,832</u>	<u>1,062</u>	<u>8,748</u>	<u>9,525</u>	<u>3,972</u>	<u>—</u>	<u>25,139</u>
EBITDA	<u>\$191,432</u>	<u>\$11,853</u>	<u>\$29,277</u>	<u>\$39,521</u>	<u>\$31,656</u>	<u>—</u>	<u>\$303,739</u>

**Reconciliation of EBITDA to Income before Income Taxes
and Minority Interests YTD 2005**

(\$ in thousands)	<u>Title</u>	<u>Specialty</u>	<u>Mortgage</u>	<u>Property</u>	<u>Risk Mit.</u>	<u>Corporate</u>	<u>Consolidated</u>
Income before income taxes and minority interests	\$426,661	\$34,297	\$106,593	\$119,841	\$74,500	\$(67,269)	\$694,623
Add back							
Interest expense	14,801	813	(1,538)	1,506	4,115	19,499	39,196
Depreciation & amortization	43,049	1,670	18,214	20,970	18,950	8,145	110,998
Deduct							
Allocation of corporate overhead	28,329	2,221	4,753	4,322	—	(39,625)	—
Minority interest	<u>5,397</u>	<u>2,998</u>	<u>23,589</u>	<u>27,447</u>	<u>11,815</u>	<u>—</u>	<u>71,246</u>
EBITDA	<u>\$450,785</u>	<u>\$31,561</u>	<u>\$94,927</u>	<u>\$110,548</u>	<u>\$85,750</u>	<u>—</u>	<u>\$773,571</u>

Reconciliation of Title Net Revenues to Gross Revenues and Title Expenses Excluding Agent Retention and Total Title Expenses

	3Q 2006	3Q 2005	2Q 2006
(\$ in thousands)	<u> </u>	<u> </u>	<u> </u>
Title revenues	\$ 1,596	\$ 1,618	\$ 1,603
Less agent retention	<u>623</u>	<u>607</u>	<u>598</u>
Net revenues	<u>\$ 973</u>	\$ <u>1,011</u>	\$ <u>1,005</u>
Title expenses	\$ 1,475	\$ 1,438	\$ 1,619
Less agent retention	623	607	598
Less regulatory and litigation charges	<u>—</u>	<u>—</u>	<u>31</u>
Net expenses	<u>\$ 852</u>	<u>\$ 831</u>	<u>\$ 990</u>

Reconciliation of Operating Revenues per GAAP To the Net Operating Revenue Mix

(in thousands)	1995		2000		2005		YTD 2006	
Gross operating revenues	\$1,227,185		\$2,877,528		\$7,816,078		\$6,158,708	
Less title agent retention	<u>413,444</u>		<u>791,940</u>		<u>2,304,047</u>		<u>1,819,095</u>	
Net operating revenues	813,741		2,085,588		5,536,705		4,339,613	
Add eliminations	<u>---</u>		<u>---</u>		<u>24,674</u>		<u>46,792</u>	
Net operating revenues before Before eliminations	<u>813,741</u>		<u>2,085,588</u>		<u>5,536,705</u>		<u>4,386,405</u>	
Title operating revenues	1,048,899		2,100,684		5,831,938		4,528,750	
Less agent retention	<u>413,444</u>		<u>791,940</u>		<u>2,304,047</u>		<u>1,819,095</u>	
Net title operating revenues	635,455	78.1%	1,308,744	62.8%	3,527,891	63.7%	2,709,655	61.8%
Specialty operating revenues	32,531	4.0%	115,171	5.5%	275,207	5.0%	230,275	5.2%
Mortgage and Property operating revenues	145,755	17.9%	468,866	22.5%	1,096,196	19.8%	836,911	19.1%
Risk Mitigation and Business Solutions Operating Revenues	<u>---</u>	---	<u>192,807</u>	9.2%	<u>637,411</u>	11.5%	<u>609,564</u>	13.9%
	<u>\$813,741</u>	100.0%	<u>\$2,085,588</u>	100.0%	<u>\$5,536,705</u>	100.0%	<u>4,386,405</u>	100.0%

Reconciliation of Title Net Revenues to Gross Revenues and Title Expenses Excluding Agent Retention and Total Title Expenses – First American

FAF
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NYSE

	Dec 31, 2000	Dec 31, 2001	Dec, 31, 2002	Dec 31, 2003	Dec 31, 2004	Dec 31, 2005	3rd Q 2006
(\$ In Millions)							
Title Revenues	\$2,137	\$2,730	\$3,479	\$4,495	\$4,877	\$5,980	\$1,596
Less agent retention	792	960	1,292	1,729	1,869	2,304	623
Net revenues	<u>\$1,345</u>	<u>\$1,770</u>	<u>\$2,187</u>	<u>\$2,766</u>	<u>\$3,006</u>	<u>\$3,676</u>	<u>\$973</u>
Title Expenses	\$2,051	\$2,561	\$3,215	\$4,022	\$4,512	\$5,439	\$1,475
Less agent retention	792	960	1,292	1,729	1,869	2,304	623
Net expenses	<u>\$1,259</u>	<u>\$1,601</u>	<u>\$1,923</u>	<u>\$2,293</u>	<u>\$2,641</u>	<u>\$3,135</u>	<u>\$852</u>

Reconciliation of Title Net Revenues to Gross Revenues and Title Expenses Excluding Agent Retention and Total Title Expenses ^(a) – First American

FAF
LISTED
NYSE

(\$ In Millions)	Dec 31, 2000	Dec 31, 2001	Dec, 31, 2002	Dec 31, 2003	Dec 31, 2004	Dec 31, 2005	3rd Q 2006
Revenues							
Net revenues ^(b)	\$1,345	\$1,770	\$2,187	\$2,766	\$3,006	\$3,676	\$973
Expenses ^(c)	1,259	1,601	1,923	2,293	2,642	3,135	852
Pretax income ^(d)	\$86	\$169	\$264	\$473	\$364	\$541	\$121
Pretax income as % of net revenues	6.4%	9.5%	12.1%	17.1%	12.1%	14.7%	12.5%
Provision for title losses as a % of net revenues	5.6%	6.5%	6.2%	6.5%	6.6%	7.9%	8.7%
Pretax income before loss of provision as % of net revenues	12.0%	16.0%	18.3%	23.6%	18.7%	22.6%	21.1%

(a) Results for the Title Insurance and Services segment

(b) Net revenues consist of direct, net agency (agency minus agent retention) and investment income

(c) Excludes agent retention

(d) Income before income tax, minority interest and allocation of all corporate expenses

Reconciliation of Title Net Revenues to Gross Revenues and Title Expenses Excluding Agent Retention and Total Title Expenses – Fidelity

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NYSE

	<u>Dec 31, 2000</u>	<u>Dec 31, 2001</u>	<u>Dec, 31, 2002</u>	<u>Dec 31, 2003</u>	<u>Dec 31, 2004</u>	<u>Dec 31, 2005</u>	<u>3rd Q 2006</u>
(\$ In Millions)							
Title Revenues	\$2,741	\$3,874	\$5,083	\$5,971	\$5,889	\$6,316	\$1,507
Less agent retention	<u>884</u>	<u>1,098</u>	<u>1,522</u>	<u>2,036</u>	<u>2,117</u>	<u>2,141</u>	<u>555</u>
Net revenues	<u>\$1,857</u>	<u>\$2,776</u>	<u>\$3,561</u>	<u>\$3,935</u>	<u>\$3,772</u>	<u>\$4,175</u>	<u>\$952</u>
Title Expenses	\$2,545	\$3,350	\$4,231	\$4,879	\$5,006	\$5,448	\$1,346
Less agent retention	<u>884</u>	<u>1,098</u>	<u>1,522</u>	<u>2,036</u>	<u>2,117</u>	<u>2,141</u>	<u>555</u>
Net expenses	<u>\$1,661</u>	<u>\$2,252</u>	<u>\$2,709</u>	<u>\$2,843</u>	<u>\$2,889</u>	<u>\$3,307</u>	<u>\$791</u>

Reconciliation of Title Net Revenues to Gross Revenues and Title Expenses Excluding Agent Retention and Total Title Expenses ^(a) – Fidelity

FAF
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(\$ In Millions)	Dec 31, 2000	Dec 31, 2001	Dec, 31, 2002	Dec 31, 2003	Dec 31, 2004	Dec 31, 2005	3rd Q 2006
Revenues							
Net revenues ^(b)	\$1,857	\$2,776	\$3,561	\$3,935	\$3,772	\$4,175	\$952
Expenses ^(c)	1,661	2,252	2,710	2,843	2,889	3,307	791
Pretax income ^(d)	\$196	\$524	\$851	\$1,092	\$883	\$868	\$161
Pretax income as % of net revenues	10.6%	18.9%	23.9%	27.8%	23.4%	20.8%	16.9%
Provision for title losses as a % of net revenues	5.2%	4.8%	5.0%	6.3%	6.9%	8.5%	9.3%
Pretax income before loss of provision as % of net revenues	15.8%	22.7%	28.9%	34.1%	30.3%	29.3%	26.3%

(a) Results for the Title Insurance and Services segment

(b) Net revenues consist of direct, net agency (agency minus agent retention) and investment income

(c) Excludes agent retention

(d) Income before income tax, minority interest and allocation of all corporate expenses

Disclosure

This slide presentation contains certain financial measures that are not presented in accordance with generally accepted accounting principles (GAAP). The Company is presenting these non-GAAP financial measures because they provide the company's management and investors with additional insight into the operational performance of the company relative to earlier periods and relative to the company's competitors. The company does not intend for these non-GAAP financial measures to be a substitute for any GAAP financial information. In the slide presentation these non-GAAP financial measures have been presented with, and reconciled to, the most directly comparable GAAP financial measures. Investors should use these non-GAAP financial measures only in conjunction with the comparable GAAP financial measures.



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