



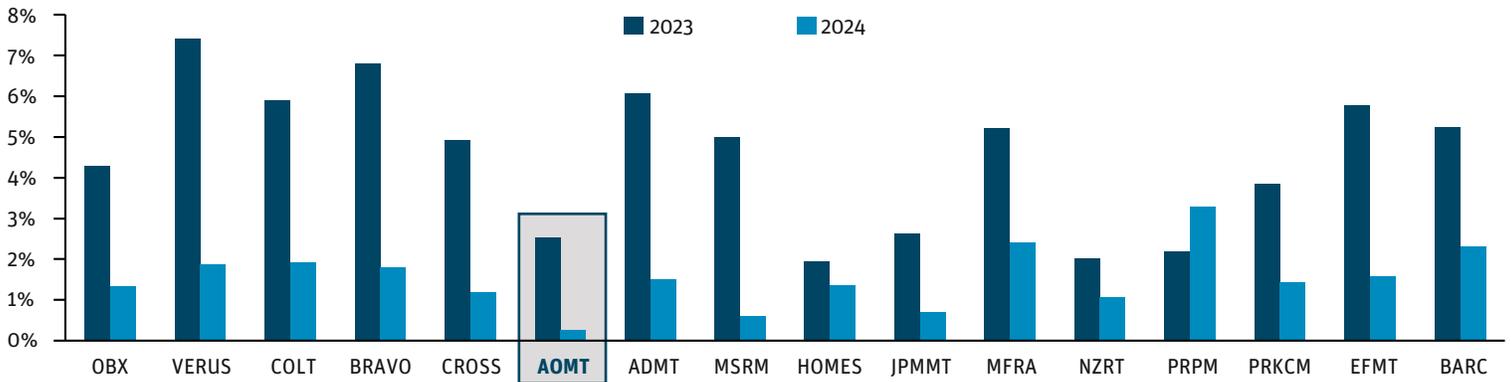
Non-Agency Residential Mortgage Credit Performance Update

As noted in a recent J.P. Morgan research publication, Angel Oak Mortgage Trust (AOMT) has demonstrated strong credit performance, with low delinquency rates in both 2023 and 2024. In response to today’s more challenging housing environment and increasing financial pressure on consumers, we have proactively managed credit by reducing exposure to higher-risk loan categories. Specifically, we have limited the inclusion of loans with lower FICO scores and higher loan-to-value (LTV) ratios, as well as CPA/profit and loss (P&L)-only and no-ratio debt service coverage ratio (DSCR) investor loans.

No-ratio DSCR loans are typically underwritten based solely on LTV ratios due to insufficient rental income. Along with CPA/P&L-only loans, they have shown higher delinquency rates according to J.P. Morgan research. While these delinquencies have not yet resulted in realized losses, they may pose a risk for insurance companies and investors in the junior tranches of securitizations if macroeconomic conditions, such as employment or home prices, begin to deteriorate.

Non-QM Shelf Performance Divergence

60+ Day Delinquency rate, sorted by shelf securitization volume



Source: J.P. Morgan, CoreLogic as of June 2025.

Collateral Breakdown Across Non-QM Shelves

Shelf	Vintage	Balance (\$bn)	Avg. Loan Size	≥\$1mm Loan Size	FICO	≤680 FICO	LTV (%)	>80 LTV	DSCR/ Investor	No Ratio Investor	Bank Statement	Full Doc	P&L	Other
OBX	2023	4.9	474,174	28%	749	5%	70	8%	31%	0%	31%	7%	12%	18%
	2024	10.1	532,547	32%	755	4%	69	3%	31%	2%	24%	10%	15%	21%
VERUS	2023	5.1	475,380	29%	735	14%	69	5%	44%	16%	21%	7%	13%	16%
	2024	5.9	478,167	31%	741	14%	69	6%	42%	13%	23%	8%	12%	16%
COLT	2023	1.9	443,665	32%	737	12%	72	12%	35%	0%	45%	8%	1%	11%
	2024	3.4	508,070	35%	742	7%	72	14%	32%	0%	38%	4%	6%	20%
BRAVO	2023	2.2	468,971	33%	727	22%	71	9%	27%	0%	46%	10%	3%	15%
	2024	2.5	512,578	35%	737	17%	70	7%	27%	1%	41%	13%	5%	14%
CROSS	2023	1.0	516,500	37%	739	12%	71	6%	26%	0%	42%	18%	0%	14%
	2024	3.2	515,730	34%	746	9%	72	9%	24%	1%	33%	29%	1%	13%
AOMT	2023	0.7	397,968	28%	750	5%	70	3%	37%	0%	47%	4%	0%	12%
	2024	3.1	504,958	36%	754	3%	70	6%	34%	0%	46%	9%	0%	11%
ADMT	2023	2.0	386,798	19%	735	14%	72	8%	30%	1%	26%	8%	20%	15%
	2024	1.9	353,684	14%	739	11%	70	8%	32%	0%	36%	12%	6%	14%
MSRM	2023	0.7	469,648	32%	737	15%	70	16%	32%	0%	44%	12%	3%	9%
	2024	2.3	408,200	26%	745	11%	70	7%	51%	0%	23%	19%	1%	6%
HOMES	2023	0.1	390,130	26%	744	13%	72	4%	38%	0%	27%	26%	0%	9%
	2024	2.2	460,408	28%	744	13%	70	5%	29%	2%	26%	4%	19%	22%
JPMMT	2023	0.4	264,489	12%	749	3%	69	0%	91%	0%	0%	8%	0%	1%
	2024	1.5	338,658	26%	748	4%	70	3%	67%	0%	24%	4%	0%	4%

Shelf	Vintage	Balance (\$bn)	Avg. Loan Size	≥\$1mm Loan Size	FICO	≤680 FICO	LTV (%)	>80 LTV	DSCR/ Investor	No Ratio Investor	Bank Statement	Full Doc	P&L	Other
MFRA	2023	1.0	409,122	33%	731	16%	69	7%	49%	0%	32%	10%	1%	9%
	2024	1.1	638,843	50%	736	16%	67	5%	23%	3%	40%	9%	13%	14%
NRZT	2023	0.6	455,999	25%	740	10%	72	11%	11%	0%	56%	23%	0%	9%
	2024	1.2	499,853	30%	751	7%	72	6%	12%	0%	44%	28%	1%	16%
PRPM	2023	0.7	414,664	23%	746	9%	75	29%	24%	0%	21%	32%	7%	16%
	2024	1.1	494,000	33%	733	15%	74	28%	35%	1%	30%	18%	9%	9%
PRKCM	2023	1.3	399,438	19%	745	17%	67	0%	37%	10%	1%	0%	8%	54%
	2024	0.7	424,274	24%	751	12%	68	0%	29%	5%	3%	1%	40%	28%
EFMT	2023	0.2	265,464	9%	724	33%	71	4%	59%	0%	1%	20%	0%	20%
	2024	1.2	301,259	19%	740	14%	70	5%	69%	0%	17%	8%	0%	7%
BARC	2023	0.7	406,152	27%	720	23%	71	12%	33%	0%	45%	10%	0%	11%
	2024	0.7	488,970	40%	735	17%	71	10%	30%	1%	40%	13%	7%	11%

Source: J.P. Morgan, CoreLogic as of June 2025.

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