Issuer Free Writing Prospectus
Dated January 7, 2013
Filed Pursuant to Rule 433
Registration Statement No. 333-182103

Newcastle Investment Corp.

Investor Presentation

January 7, 2013

NEWCASTLE
INVESTMENT CORP.

Disclaimer and Notes

This disclaimer applies to this document and the oral comments made by the individuals presenting it (the "Presentation").

Forward – Looking Statements: This Presentation contains certain "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements relate to, among other things, the operating performance of our investments, the completion of certain pending Excess MSR transactions, the proposed spin-off of our residential business, the stability of our earnings, our financing needs, potential investments, estimated investment returns and assumptions underlying those returns (including, but not limited to, recapture rates, prepayments rates, default rates), projected dividend growth, projected dividend yields and interest rate changes. Forward-looking statements are generally identifiable by use of forward-looking terminology such as "may," "will," "should," "potential," "intend," "expect," "endeavor," "seek," "anticipate," "estimate," "overestimate," "underestimate," "believe," "could," "project," "predict," "continue," "target" or other similar words or expressions. Forward-looking statements are based on certain assumptions, discuss future expectations, describe future plans and strategies, contain projections of results of operations or of financial condition or state other forward-looking information. Our ability to predict results or the actual outcome of future plans or strategies is inherently uncertain. Although we believe that the expectations reflected in such forward-looking statements are based on reasonable assumptions, our actual results and performance could differ materially from those set forth in the forward-looking statements. These forward-looking statements involve risks, uncertainties and other factors that may cause our actual results in future periods to differ materially from forecasted results. Factors which could have a material adverse effect on our operations and future prospects include, but are not limited to: reductions in cash flows received from our investments; our ability to take advantage of opportunities in additional asset classes or types of assets, at attractive risk-adjusted prices; our ability to leverage our RMBS portfolio, our ability to collapse RMBS portfolios and CDOs, our ability to recover cash flows from our CDOs, our ability to take advantage of opportunities in investments in excess mortgage servicing rights; our ability to deploy capital accretively; the risks that prepayment, default and recovery rates on our real estate securities and loan portfolios deteriorate compared to our underwriting estimates; the relationship between yields on assets which are paid off and yields on assets in which such monies can be reinvested; the relative spreads between the yield on the assets we invest in and the cost of financing; changes in economic and market conditions generally and the real estate and bond markets specifically; adverse changes in the financing markets we access affecting our ability to finance our investments, or in a manner that maintains our historic net spreads; changing risk assessments by lenders that potentially lead to increased margin calls, not extending our repurchase agreements or other financings in accordance with their current terms or entering into new financings with us; changes in interest rates and/or credit spreads, as well as the success of any hedging strategy we may undertake in relation to such changes; the quality and size of the investment pipeline and the rate at which we can invest our cash, including cash inside our collateralized debt obligations, or CDOs; changes in the fair value of our excess servicing assets, our dependence on mortgage servicers to service the mortgages underlying our excess servicing assets, our ability to grow senior housing, GSE initiatives and other actions that may adversely affect returns on our excess servicing assets; impairments in the value of the collateral underlying our investments and the relation of any such impairments to our judgments as to whether changes in the market value of our securities, loans or real estate are temporary or not and whether circumstances bearing on the value of such assets warrant changes in carrying values; legislative/regulatory changes, including, but not limited to, any modification of the terms of loans; the availability and cost of capital for future investments; competition within the finance and real estate industries; and other risks detailed from time to time in our Securities and Exchange Commission reports. Readers are cautioned not to place undue reliance on any of these forward-looking statements, which reflect our management's views as of the date of this Presentation significantly from those contained in any forward-looking statement. Although we believe that the expectations reflected in the forward-looking statements are reasonable, we cannot guarantee future results, levels of activity, performance or achievements. We are under no duty to update any of the forward-looking statements after the date of this Presentation to conform these statements to actual results.

Expected or Targeted Returns: Expected or targeted returns are estimates of the Company of annualized effective rate of return that the Company presently expects or targets to be earned over the expected average life of an investment (i.e., IRR), after giving effect to existing or anticipated leverage (if any), calculated on a weighted average basis, projected market conditions and various other factors. Income recognized by the Company in future periods may be significantly less than the income that would have been recognized if an expected or targeted return were actually realized, and the estimates we use to calculate expected or targeted returns would differ materially from actual results. Statements about expected or targeted returns in this Presentation are forward-looking statements. You should carefully read the cautionary statement above under the caption "Forward-Looking Statements," which directly applies to our discussion of expected or targeted returns. Actual returns may differ materially from expected or targeted returns.

Past performance: In all cases where historical performance is presented, please note that past performance is not a reliable indicator of future results and should not be relied upon as the basis for making an investment decision.

Newcastle Investment Corp. ("Newcastle") has filed a registration statement (including a prospectus) with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement and other documents the Company has filed with the SEC for more complete information about the Company and this offering. You may get these documents for free by visiting EDGAR on the SEC Web site at: www.sec.gov. Alternatively, the Company, any underwriter or any dealer participating in the offering will arrange to send you the prospectus if you request it by calling Credit Suisse Securities (USA) LLC toll-free at (800) 221-1037, Barclays Capital Inc. toll-free at (888) 603-5847, Citigroup toll-free at (800) 831-9146 or UBS Securities LLC toll-free at (888) 827-7275.

Disclaimer and Notes – *Continued*

No reliance, no update and use of information: You should not exclusively rely on the Presentation as the basis upon which to make an investment decision. The Presentation does not purport to be complete without consideration of the information in the prospectus. The information in the Presentation is provided to you as of the dates indicated and Newcastle does not intend to update the information after its distribution, even in the event that the information becomes materially inaccurate. Certain information contained in the Presentation includes calculations or figures that have been prepared internally and have not been audited or verified by a third party. Use of different methods for preparing, calculating or presenting information may lead to different results and such differences may be material.

Abbreviations: *This Presentation may include abbreviations, which have the following meanings:*

- *30+ DQ – Percentage of loans that are delinquent by 30 days or more*
- *Age (mths) or Loan Age (mths) or Seasoning (mths) – Weighted average number of months loans are outstanding*
- *Avg. Balance – Average loan balance remaining*
- *Cash Basis – Initial investment less cash received life to date*
- *CLTV – Combined Loan-to-Value*
- *CPR – Constant Prepayment Rate*
- *Current LTV – Ratio of current loan balance to estimated current asset value*
- *Cur UPB – UPB as of the end of the current month*
- *Excess MSRs – monthly interest payments generated by the MSRs, net of a basic fee paid to the servicer*
- *Orig. FICO – A borrower's credit metric generated by the credit scoring model created by the Fair Isaac Corporation at the time of purchase*
- *LTD Cash Flows –Actual cash flow collected from the investment as of the end of the current month*
- *Orig. UPB – UPB as of the investment's acquisition date*
- *Proj. Future Cash Flows – Future cash flow projected with the Company's original underwriting assumptions*
- *Recapture Rate – Percentage of fully prepaid loans that are refinanced by Nationstar and will be put back into the pool*
- *Uncollected Payments – Percentage of loans that missed their most recent payment*
- *UPB – Unpaid Principal Balance*
- *Updated IRR – Internal rate of return calculated based on the cash flow received to date through the current month and the projected future cash flow based on our original underwriting assumptions.*
- *WA – Weighted Average*
- *WAL – Weighted Average Life*
- *WAC – Weighted Average Coupon*

Executive Summary

1 **Newcastle to spin off certain residential assets – establish New Residential Investment Corp.**

- We believe our residential business line has reached a "critical mass"
- We expect separation of residential and commercial business lines will unlock value for stockholders

2 **Announcement of two new Excess MSR investments – over $225 billion UPB**

- ***Transaction 1*** – We committed to invest approximately $340 million [(1)] for a 33% interest in Excess MSRs on four loan pools, approximately $215 billion UPB[(2)]
- ***Transaction 2*** – On January 4, 2013, we invested $27 million for a 33% interest in Excess MSRs on a $13 billion UPB pool of Ginnie Mae loans

3 **We intend to publicly offer 40 million shares of common stock**

1) We expect to invest $320 million based on expected UPB at expected time of close. Targeted returns and cash flows assume this investment amount.
2) UPB as of November 30, 2012.

1 Spin-Off of Residential Assets

Overview of Spin-Off

- **Newcastle is currently housing a commercial business and a residential business, each with significant growth potential**

- **Spin-off will create a residential-focused mortgage REIT ("New Residential")**
  - Target assets include Excess MSRs, RMBS, Non-Performing Loans, Servicing Advances
  - Fortress-managed – substantially similar terms to Newcastle's management agreement
  - NYSE listing expected

- **Expected to improve transparency and unlock shareholder value (1)**
  - Potential dividend yield tightening relative to Newcastle's average 2012 dividend yield at 12%

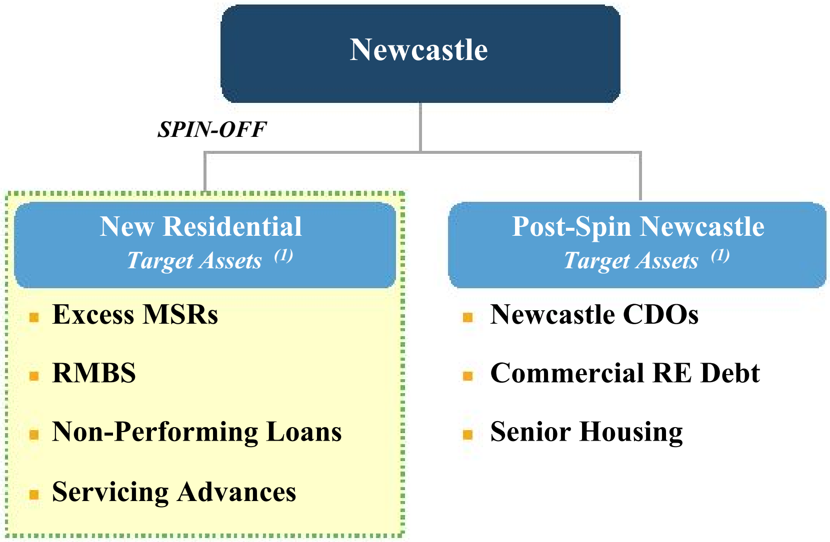
- **Plan to distribute one share of New Residential for each share of Newcastle common stock (2)**
  - Spin-off approved by Board of Directors
  - Filed Form 10 with the SEC

- **Next Steps:**
  - Complete SEC review and NYSE listing processes
  - Target distribution of New Residential shares in the first quarter of 2013

1) The spin-off may not have the full or any of the strategic and financial benefits that we expect, or such benefits may be delayed or may not materialize at all.
2) Distribution ratio is subject to change. The spin-off is subject to certain conditions, such as the Securities and Exchange Commission ("SEC") declaring the registration statement relating to the spin-off effective, the filing and approval of an application to list New Residential's common stock on the NYSE, and the formal declaration of the distribution by our Board of Directors.

Separating the Two Businesses

- **We believe separating the two businesses will improve transparency and unlock shareholder value**
- **With the new acquisitions, we anticipate each business will be sizable enough to stand alone**
- **We expect a significant investment pipeline for each business**



1) Investments other than the types highlighted may be made at the Manager's discretion as consistent with the company's investment guidelines.

Targeted Economics of Our Two Businesses*

New Residential [1]	
Excess MSRs [2]	$258 mm
New Excess MSR Transactions [3]	$350 mm
Non-Agency RMBS [4]	$200 mm
Less: Repo Debt	($60) mm
Investable Cash [5]	$92 mm
Total Residential Value [9]	**$840 mm**
Targeted Net IRR[10]	**14%**
	$115 mm[11]
Per share[12]	*$0.54*

Assumed Dividend Yield[13]	7%	8%	9%	10%
Implied price / share:	$7.71	$6.75	$6.00	$5.40
Implied Market Cap.	$1.6bn	$1.4bn	$1.3bn	$1.1bn

Newcastle Post-Spin	
Real Estate Debt [6]	$725 mm
Senior Housing [7]	$65 mm
Less: Corporate Debt [8]	($112) mm
Investable Cash [5]	$92 mm
Total Commercial Value [9]	**$770 mm**
Targeted Net IRR[10]	**14%**
	$106 mm[11]
Per Share[12]	*$0.50*

Assumed Dividend Yield [13]	7%	8%	9%	10%
Implied price / share:	$7.14	$6.25	$5.56	$5.00
Implied Market Cap.	$1.5bn	$1.3bn	$1.2bn	$1.1bn

* Please refer to the following page for explanatory notes and specific disclaimers related to the information presented on this page.

Targeted Economics of Our Two Businesses – *Explanatory Notes*

1) Newcastle's ability to complete a spin-off of New Residential is subject to certain conditions, such as the SEC declaring the registration statement relating to the spin-off effective, the filing and approval of an application to list New Residential's common stock on the NYSE, and the formal declaration of the distribution by our Board of Directors.

2) Reflects carrying value as of September 30, 2012 of $258 million.

3) Reflects pro forma adjustments for $320 million expected investment in Excess MSR Transaction 1 and $27 million investment in Excess MSR Transaction 2.

4) Reflects the carrying value as of September 30, 2012.

5) Investable cash for each of New Residential and Newcastle post-spin reflect half of Newcastle's total investable cash as of September 30, 2012 of $184 million. The allocation of the September 30, 2012 cash balance is for illustrative purposes only. Actual cash balance may differ materially.

6) Reflects an unaudited estimate of expected future recovery value of the principal as of September 30, 2012. This amount reflects a variety of assumptions, and actual recovery value may differ materially from the current estimate.

7) Reflects net investment in senior housing as of September 30, 2012, including working capital and related transaction costs.

8) Reflects face amount of the junior subordinated notes and preferred equity as of September 30, 2012.

9) Does not reflect all of the assets New Residential and Newcastle will own post-spin. Each of New Residential and Newcastle intend to own other assets, including Agency RMBS, which could affect the total value of each business.

10) Targeted Net IRR may differ materially from actual returns. Targeted Net IRRs indicated are based on a variety of assumptions and estimates, including assumptions with respect to gross investment returns, attainable leverage and estimates of corporate overhead expenses, which will differ for each business. Net IRR will also be affected by the matters identified in the prospectus supplement under "Risk Factors." Following the spin-off, corporate overhead expenses of Newcastle and New Residential are expected to increase on an aggregate basis as a result of management compensation and general and administrative expenses payable by New Residential.

11) Represents the product of Targeted Net IRR and Total Residential Value or Total Commercial Value, as applicable. Slight inaccuracies are due to rounding.

12) Assumes completion of the proposed equity offering described herein and the distribution of one share of New Residential for each share of Newcastle, which may change prior to the distribution. Implied share price does not reflect Newcastle's expectation of the price at which it may offer shares. Per share amount does not reflect potential dilution from outstanding options for shares of Newcastle common stock and options that Newcastle expects to issue for shares of New Residential. Such dilution could be material.

13) Dividend yields presented are for illustrative purposes only. Actual dividends may differ materially. Corresponding price per share assumes 100% payout of stated per share amount.

New Residential – Potential Dividend Yield Tightening

- **Residential peers with comparable portfolios trade at a 6 – 9% yield, vs. Newcastle 2012 average at 12%**

Public Residential Mortgage REITs(1,2)

		Dividend Yield	Market Cap *($mm)*	*Portfolio Composition*
More comparable subset (3)	**Redwood**	5.6%	$1,467	***Non-Agency MBS, Residential loans, Commercial loans (15%)***
	HLSS	7.4%	$1,081	***MSRs (10%), Servicing Advances (90%)***
	PennyMac Mortgage Inv.	8.8%	$1,521	***Distressed Mortgage Loans, MSRs***
	MFA Financial	9.3%	$3,061	*Agency MBS (60%), Non-Agency MBS (40%)*
	Dynex Capital Inc.	11.8%	$535	*Agency MBS (64%), CMBS (32%)*
Less comparable subset (3)	Invesco Mortgage Capital	12.3%	$2,456	*Agency MBS (76%), Non-Agency MBS (14%), CMBS (10%)*
	AG Mortgage Inv. Trust	13.2%	$654	*Agency MBS (80%), Non-Agency MBS (16%)*
	Two Harbors Inv. Corp.	18.8%	$3,462	*Agency MBS (84%), Non-Agency MBS (16%)*
	Minimum	***5.6%***	***$535***	
	Average	***10.9%***	***$1,780***	
	Maximum	***18.8%***	***$3,462***	

1) Source: SNL Financial. Stock Price as of 1/4/2013, dividend yield based on last declared regular dividend.
2) Portfolio composition from recent 3Q 2012 filings and presentations. Peer group is a non-exhaustive list and inclusion of others may change minimum, maximum and average.
3) Determination of comparability of subsets has been made by management. Other industry participants may express a different view .

Newcastle – Potential Dividend Yield Tightening

- **Based on comparable peers, potential dividend yield tightening could take place at Newcastle as well**
  - As senior housing portfolio grows, further tightening expected toward range of public healthcare REITs

Public Commercial Finance REITs (1,2)

	Dividend Yield	Market Cap ($mm)
Arbor Realty Trust	6.7%	$205
RAIT Financial Trust	6.8%	$345
Colony Financial	7.0%	$1,056
Starwood Property Trust	7.4%	$3,224
NorthStar	9.2%	$1,206
Apollo Commercial RE	9.4%	$476
CreXus Investment Corp	10.3%	$955
Resource Capital	13.4%	$599
Minimum	***6.7%***	***$205***
Average	***8.8%***	***$1,008***
Maximum	***13.4%***	***$3,224***

Public Healthcare REITs (1,2)

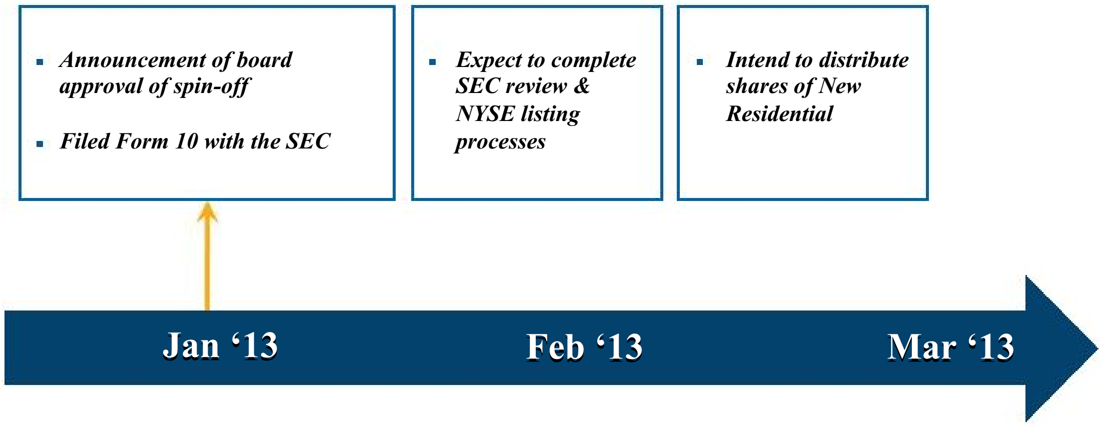
	Dividend Yield	Market Cap ($mm)
Ventas Inc.	3.8%	$19,205
HCP Inc.	4.4%	$20,735
National Health Investors	4.6%	$1,636
Health Care REIT Inc.	4.8%	$16,030
Healthcare Realty Trust	4.8%	$2,177
LTC Properties Inc.	5.1%	$1,108
Senior Housing Properties	6.4%	$4,303
Medical Properties Trust	6.5%	$1,678
Minimum	***3.8%***	***$1,108***
Average	***5.0%***	***$8,359***
Maximum	***6.5%***	***$20,735***

Additional yield tightening expected as senior housing portfolio grows (3)

1) Source: SNL Financial. Stock Price as of 1/4/2013, dividend yield based on last declared regular dividend.
2) Peer group is a non -exhaustive list and inclusion of others ma y change minimum, maximum and average.
3) The ability to grow the senior housing portfolio is subject to a number of factors and may not occur. Please see "Forward Lo oking Statements."

Anticipated Separation Timing

- **We intend to distribute shares of New Residential in the first quarter of 2013** (1)



1) There can be no assurance that the spin-off of New Residential will be completed as anticipated or at all. The spin-off is subject to certain conditions, such as the SEC declaring the registration statement relating to the spin-off effective, the filing and approval of an application to list New Residential's common stock on the NYSE, and the formal declaration of the distribution by our Board of Directors.

2 Two New Excess MSR Transactions

Investment Highlights

- **Transaction 1 – Approximately $215 billion UPB (1)**
  - We committed to invest approximately $340 million (2) to acquire a 33% interest in Excess MSRs
  - In our base case, we target a 16% unleveraged IRR, 2.0x investment multiple and a break-even CPR of 54%(3)
  - Four loan pools: 47% Agency/Government loans and 53% PLS loans

- **Transaction 2 – $13 billion UPB**
  - On January 4, 2013, we invested $27 million to acquire a 33% interest in Excess MSRs on a pool of Ginnie Mae loans
  - In our base case, we target a 16% unleveraged IRR, 2.1x investment multiple and a break-even CPR of 55%(3)

Collateral Characteristics

	UPB	*NCT Commitment (4)*	*Total MSR*	*Basic Fee*	*Excess MSR*	*Avg. Balance*	*WAC*	*Seasoning*	*Current LTV*	*Orig. FICO*	*30+ DQ*
Transaction 1	$215bn (1)	$340 mm (2)	33 bps	19 bps	14 bps	$159k	5.32%	5.9 yrs	101%	704	27%
Transaction 2	$13 bn	$27 mm	40 bps	15 bps	25 bps	$149k	5.64%	3.6 yrs	101%	674	16%
TOTAL / WA	**$228 bn**	**$367 mm**	**33 bps**	**19 bps**	**14 bps**	**$158k**	**5.34%**	**5.8 yrs**	**101%**	**702**	**26%**

1) UPB as of November 30, 2012.
2) Expect to invest $320 million based on expected UPB at time of close. Targeted returns and cash flows assume this investment amount.
3) Based upon various assumptions of management, including prepayment, recapture and default rates. Actual results may differ materially.
4) Represents Newcastle's 33% interest in the Excess MSR.

Transaction 1 – Overview (1)

- **Newcastle committed to invest approximately $340 million (2) for a 33% interest in the Excess MSRs on four Agency/Government and Private Label pools that total approximately $215 billion UPB (3,4)**
  - Nationstar will service the loans – paid a 19 bps basic fee and will receive all originations and ancillary income
  - Nationstar and a Fortress Fund will each own a 33% interest in the Excess MSRs on the same terms as Newcastle
  - Newcastle will not have servicing duties or advance obligations associated with the pools

- **Newcastle targets receipt of $635 million of total cash flows vs. $320 million expected investment (2)**

Structure

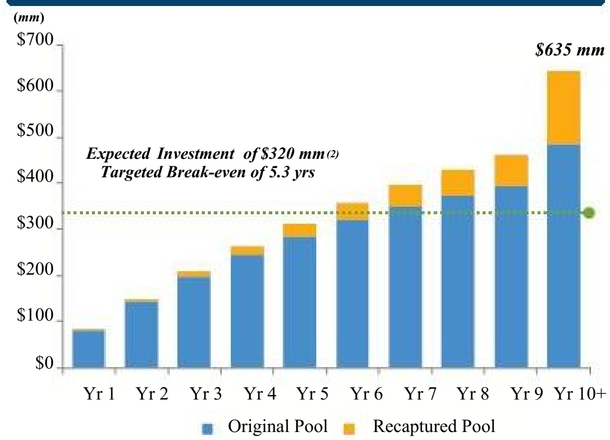
Transaction 1	
UPB	$215 bn (3)
Total MSR	33 bps
WAC	5.3%
Seasoning	5.9yrs

MSR Breakdown	
Total MSR	33 bps
Basic Fee	(19 bps)
Excess MSR	14bps

Paid to Nationstar (Loan Servicer)

33% Fortress Fund | *33% Newcastle* | *33% Nationstar*

Targeted NCT Cumulative Cash Flows



1) Based upon various assumptions of management, including prepayment, recapture and default rates. Actual results may differ materially.
2) Expect to invest $320 million based on expected UPB at time of close. Targeted returns and cash flows assume this investment amount.
3) UPB as of November 30, 2012.
4) Investment is subject to closing conditions and third party approvals.

Transaction 1 – Newcastle Targeted Returns

- **We target a base case return of 15.5% unleveraged IRR, $635 million of cashflows and a 2.0x investment multiple – assumes 15% CPR and 28% recapture rate (1)**
  - Loans from the pools refinanced by Nationstar will remain within the pools post refinance
  - As recapture percentage increases, yield profile becomes less sensitive to changes in prepayments
  - In our base case, we target a break-even CPR of 54%

(Cash Flows: $mm)

0% Recapture

CPR	5%	10%	15%	20%	25%
IRR	19.5%	14.4%	**10.4%**	5.1%	3.7%
Cash Flows	$786.7	$592.4	**$488.2**	$389.3	$319.0

28% Recapture (*Base Case*)

CPR	5%	10%	15%	20%	25%
IRR	21.3%	17.7%	**15.5%**	12.6%	10.1%
Cash Flows	$868.0	$721.8	**$635.2**	$568.1	$510.3
Investment Multiple	2.72x	2.26x	**1.99x**	1.78x	1.60x

Recapture mitigates prepayment risk

45% Recapture

CPR	5%	10%	15%	20%	25%
IRR	22.2%	19.4%	**17.7%**	15.6%	13.8%
Cash Flows	$912.0	$789.4	**$729.5**	$662.8	$613.0

1) Actual results may differ materially from base case returns. Base case numbers reflect a weighted average of four discrete pools each with their own set of default, delinquency, prepayment and recapture assumptions. Weighted average Recapture Rate of 28%, which depending on the pool ranges from 20% to 35%. Weighted average CPR of 15% (CPR ramp assumes 21% for Year 1, 19% for Year 2). Weighted average lifetime uncollected payment for Agency/Government loans of 8% (Uncollected payment 10% for Year 1 , 9% for Year 2). Recaptured loans assume 10 CPR (8 CRR; 2 CDR); 28% Recapture, which depending on the pool ranges from 20% to 35%.

Transaction 2 – Overview (1)

- **On January 4, 2013, Newcastle invested $27 million for a 33% interest in the Excess MSRs on a $13 billion UPB Ginnie Mae pool of loans**
  - Nationstar services the loans – paid a 15 bps basic fee and receives all originations and ancillary income
  - Nationstar and a Fortress Fund each own a 33% interest in the Excess MSRs on the same terms as Newcastle
  - Newcastle does not have servicing duties or advance obligations associated with the pools

- **Newcastle targets receipt of $57 million of total cash flows vs. $27 million initial investment**

Structure

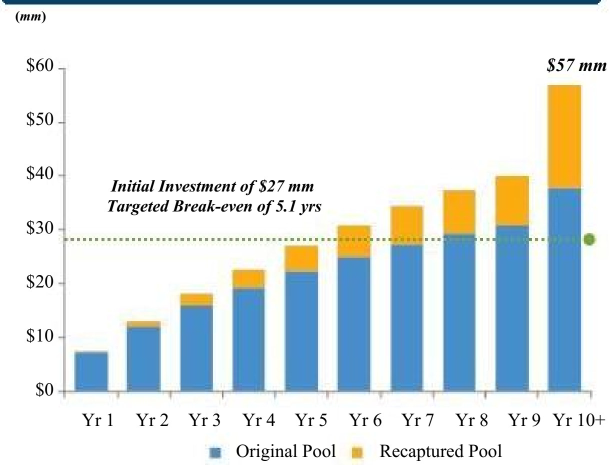
Transaction 2	
UPB	$13 bn
Total MSR	40 bps
WAC	5.6%
Seasoning	3.6 yrs

MSR Breakdown	
Total MSR	40 bps
Basic Fee	(15 bps)
Excess MSR	25 bps

Paid to Nationstar (Loan Servicer)

33% Fortress Fund | *33% Newcastle* | *33% Nationstar*

Targeted NCT Cumulative Cash Flows



1) Based upon various assumptions of management, including prepayment, recapture and default rates. Actual results may differ materially.

Transaction 2 – Newcastle Targeted Returns

- **We target a base case return of 15.8% unleveraged IRR, $57 million of cashflows and a 2.1x investment multiple – assumes 20% CPR and 35% recapture rate (1)**
  - Loans from the pools refinanced by Nationstar will remain within the pools post refinance
  - As recapture percentage increases, yield profile becomes less sensitive to changes in prepayments
  - In our base case, we target a break-even CPR of 55%

(Cash Flows: $mm)

0% Recapture

CPR	10%	15%	20%	25%	30%
IRR	17.5%	12.4%	**7.9%**	3.4%	-1.2%
Cash Flows	$65.3	$47.7	**$37.8**	$31.0	$26.2

35% Recapture (*Base Case*)

CPR	10%	15%	20%	25%	30%
IRR	21.1%	18.1%	**15.8%**	13.7%	12.0%
Cash Flows	$78.0	$64.9	**$57.0**	$51.4	$47.3
Investment Multiple	2.86x	2.38x	**2.09x**	1.89x	1.74x

Recapture mitigates prepayment risk

50% Recapture

CPR	10%	15%	20%	25%	30%
IRR	22.6%	20.3%	**18.5%**	17.0%	15.6%
Cash Flows	$83.5	$72.3	**$65.3**	$60.2	$56.4

1) Actual results may differ materially from base case returns. Recapture ramp assumes 0% for 2 months after transfer date, 17% in month 3, and 35% thereafter. CPR ramp assumes 30% to Dec 2014, 15% thereafter. Weighted average lifetime uncollected payment of 10% (Uncollected payment 11% for Year 1 , 11% for Year 2). Recaptured loans assume 10 CPR (8 CRR; 2 CDR); 35% Recapture; 25 yr loan term; 37.5 bps MSR; 4.00% WAC.

3 Public Offering of Common Stock

Offering Summary

Issuer	▪ Newcastle Investment Corp.
Exchange / Ticker	▪ NYSE / NCT
Shares Offered	▪ 40,000,000 shares (100% primary)
Overallotment Amount	▪ 6,000,000 shares (15%)
Use of Proceeds	▪ General corporate purposes, including Excess MSR acquisitions
Joint Bookrunners	▪ Credit Suisse Securities (USA) LLC, Barclays Capital Inc., Citigroup and UBS Securities LLC
Co-Managers	▪ Keefe, Bruyette & Woods, Inc. and Macquarie Capital (USA) Inc.