



Investor Presentation
February 2019

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Further information on potential factors that could affect the financial results of Goosehead Insurance is included in our annual report on Form 10-K for the most recent fiscal year and in our quarterly report on Form 10-Q for the most recent fiscal quarter. These documents and others containing important disclosures are available on the SEC Filings section of the Investor Information section of our Web site.

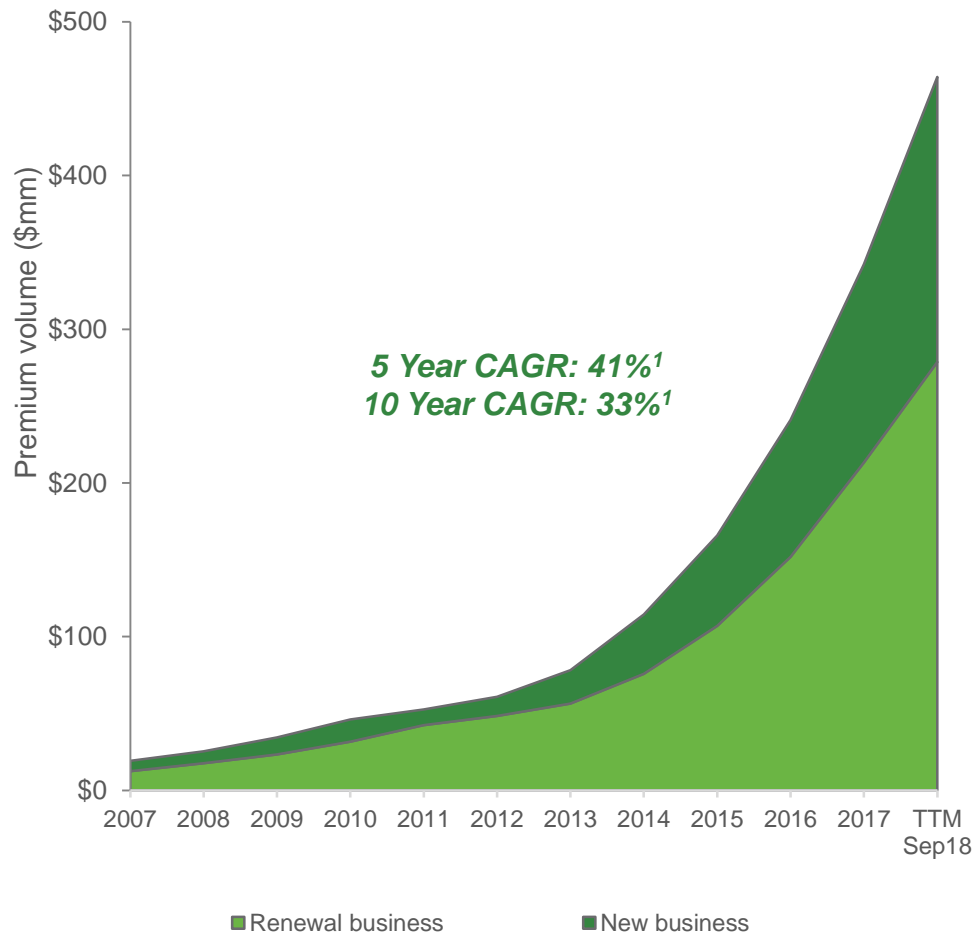
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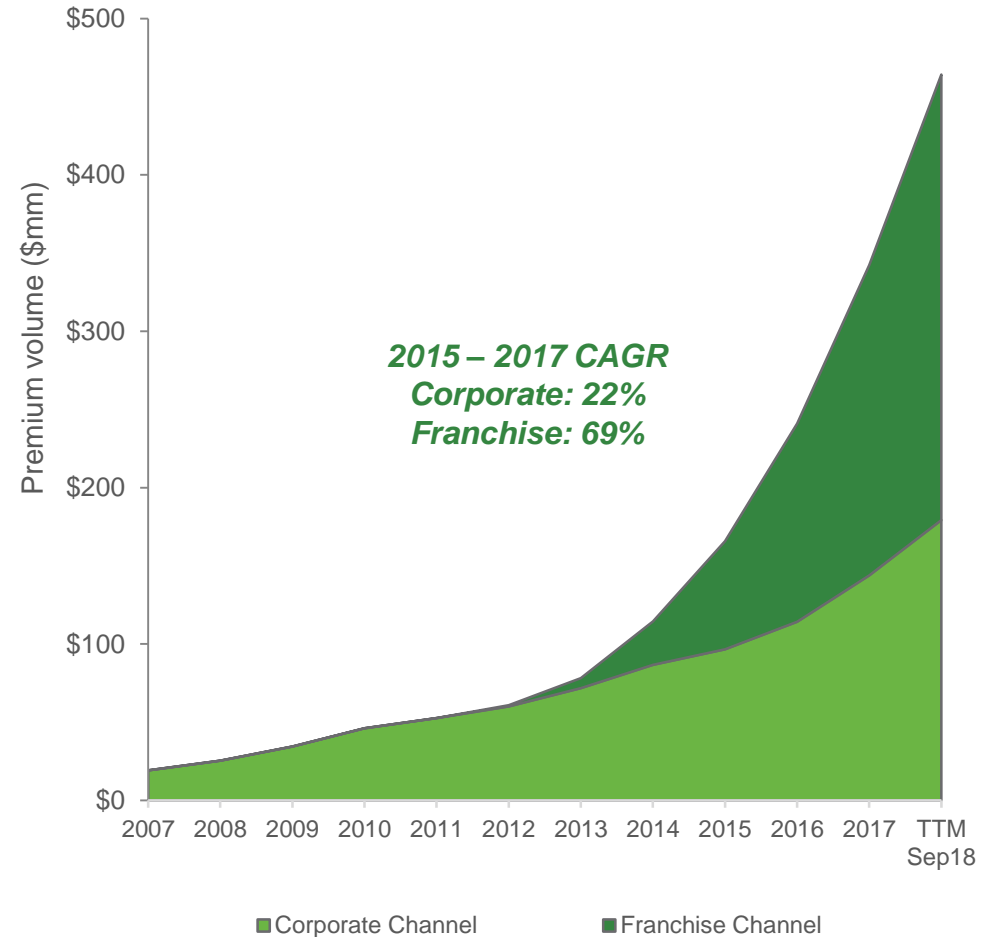
Strong and Stable Organic Growth



New Business and Renewal Premium Growth



Corporate and Franchise Channel Premium Growth



¹ 5 and 10 year CAGR calculations through 12/31/2017

Investment Highlights



Disruptive model positioned to substantially grow in a massive and fragmented industry

Outpaced revenue growth driven by strategically solving industry challenges

Comprehensive value proposition for clients, agents and carriers

Highly developed recruiting strategy with experienced evaluators of talent

Robust and innovative technology platform supports high growth business model

Committed and capable management team with ambitions of industry leadership

Recurring revenue with strong future visibility and expanding long-term margins

Personal Insurance Market Large and Highly Fragmented



Industry historically has struggled to find the right way to best serve the needs of customers



Offers products from multiple carriers with the support of a best-in-class service organization

Independent Agencies

Largely very small businesses which sell products from **multiple carriers**

Captive Agencies Owned By Carriers

Largely very small businesses which sell products from only **one carrier**

Carriers Direct To Customer

One carrier which sells products directly to clients

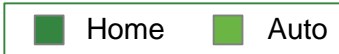
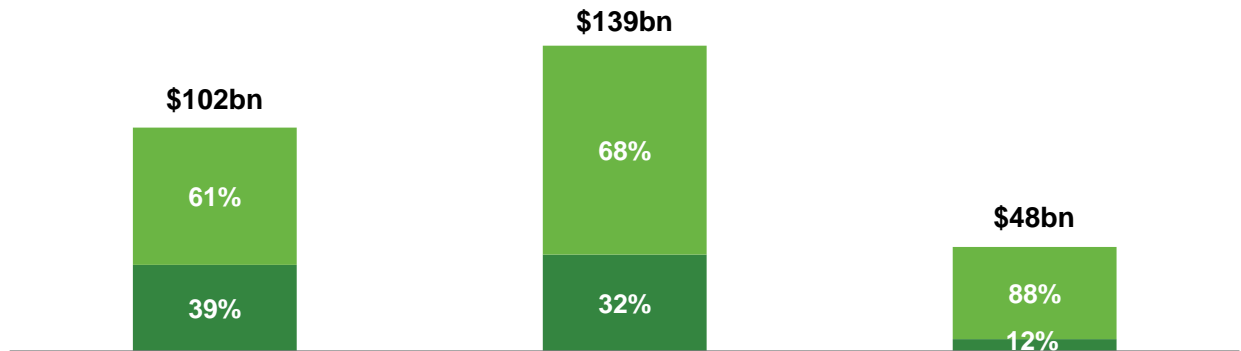
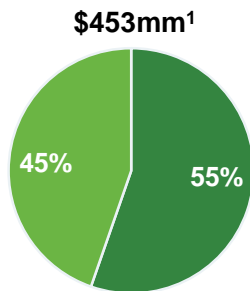
Key Attributes

Product Choice

Service Quality



2015 U.S. Premiums



Source: Independent Insurance Agents & Brokers of America

¹ Represents 2017 premiums excluding 'other personal lines products' premium. 'Other personal lines products' include flood, wind and earthquake insurance, excess liability or umbrella insurance, specialty lines insurance (motorcycle, recreational vehicle and other insurance), commercial lines insurance (general liability, property and auto insurance for small businesses), and life insurance.

Redefining the Industry



Personal lines property and casualty insurance broker



Considerably differentiated business model serving the American consumer producing strong, sustained growth and profitability

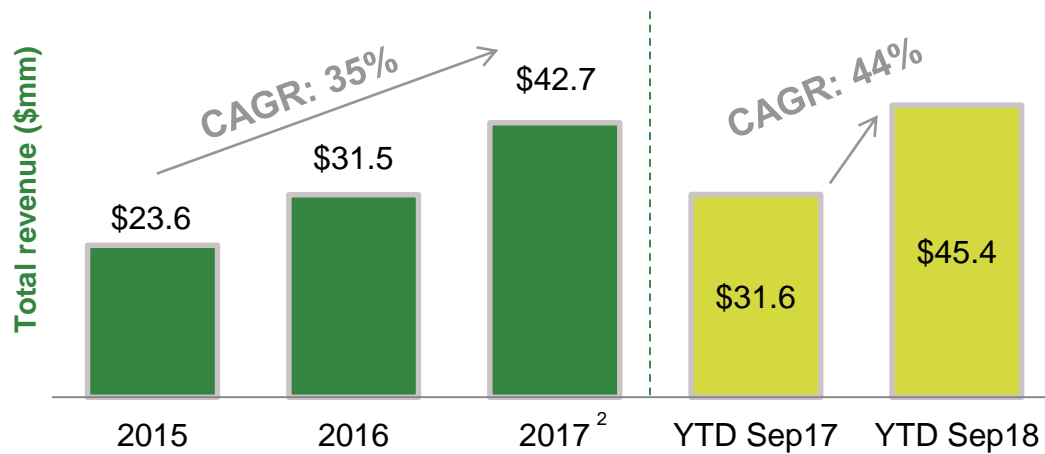


7 corporate sales offices in Texas and Illinois; 556 franchise locations¹ primarily in CA, TX, FL and IL

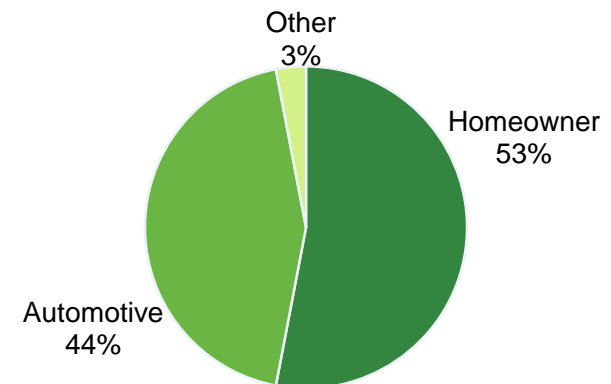


Well-established and positioned for sustained levels of strong growth and profitability

Accelerating Growth Trajectory



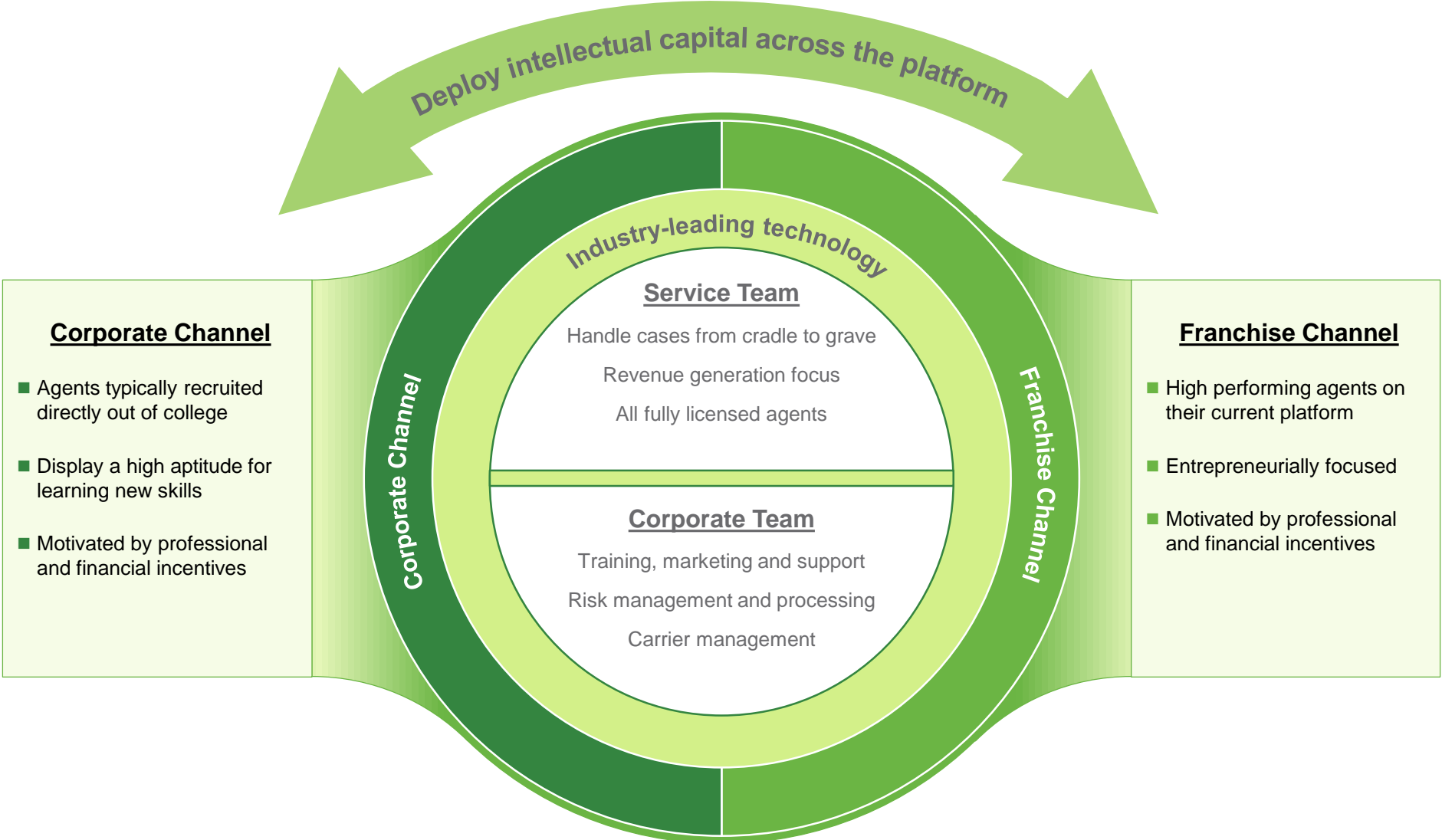
Focused on Personal Lines



TTM Sep18 Total premiums: \$464mm

¹ Number of franchise locations include 132 franchises which are under contract but yet to be opened as of 9/30/18; ² Excludes gain on sale of \$3.5mm

Compelling Business Model



Highly Developed Recruiting Strategy Supports Sustainable Outsized Growth



Corporate Channel



Franchise Channel



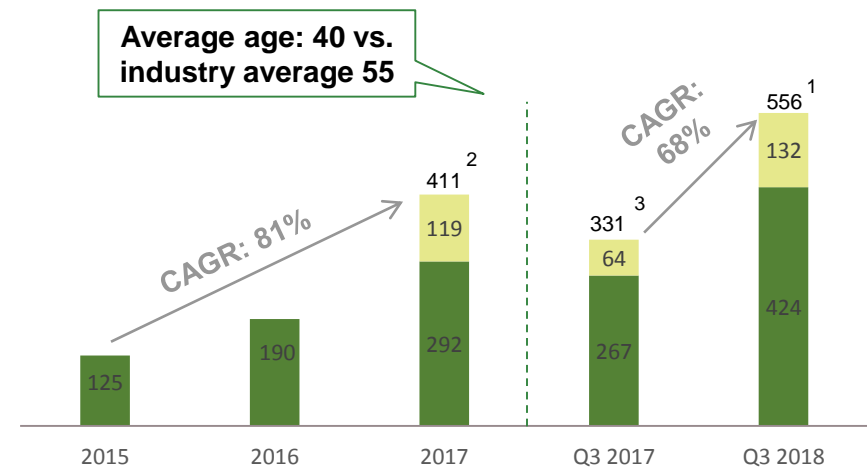
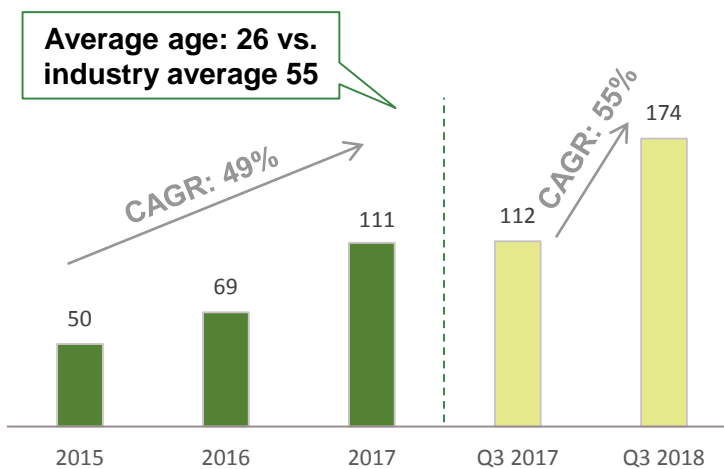
- New college graduates with entrepreneurial spirit
- Driven by professional development and financial reward based on personal performance
- Well defined target school list with strong on campus relationships and strong sponsorship

- Highly effective producers who are seeking autonomy
- Entrepreneurially motivated to continue to build their own business
- Target professionals from captive agencies and other independent agencies



- Continue to deploy highly refined recruiting and training process for new agents
- Expand geographically through recruiting at additional college campuses

- Continue to recruit and train top producers who desire autonomy from captive agencies and other independent agencies
- Approximately 51,000 potential franchise candidates in the current pipeline



¹ Number of franchise locations include 132 franchises which are under contract but yet to be opened as of 9/30/18; ² Includes 119 franchises which are under contract but yet to be opened as of 12/31/17 ³ Number of franchise locations include 62 franchises which are under contract but yet to be opened as of 9/30/17

Robust and Innovative Technology Platform Supports High Growth Business Model



“Goosehead Insurance leverages Salesforce technology to transform how it serves its partners and customers. Creating innovative applications that bring greater intelligence and value to their industry, Goosehead is a disruptor we are proud to support.”

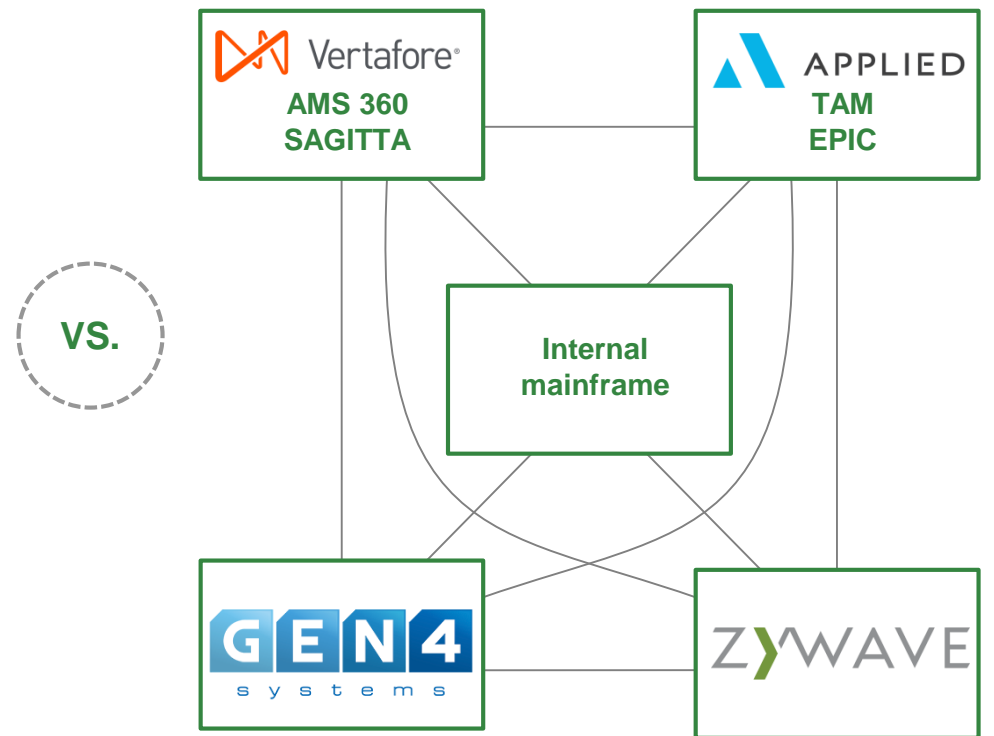
Michael Khoury, Vice President – Financial Services, Salesforce.com

Goosehead Systems



Entire business cycle managed
in the  cloud

Typical Agency Systems



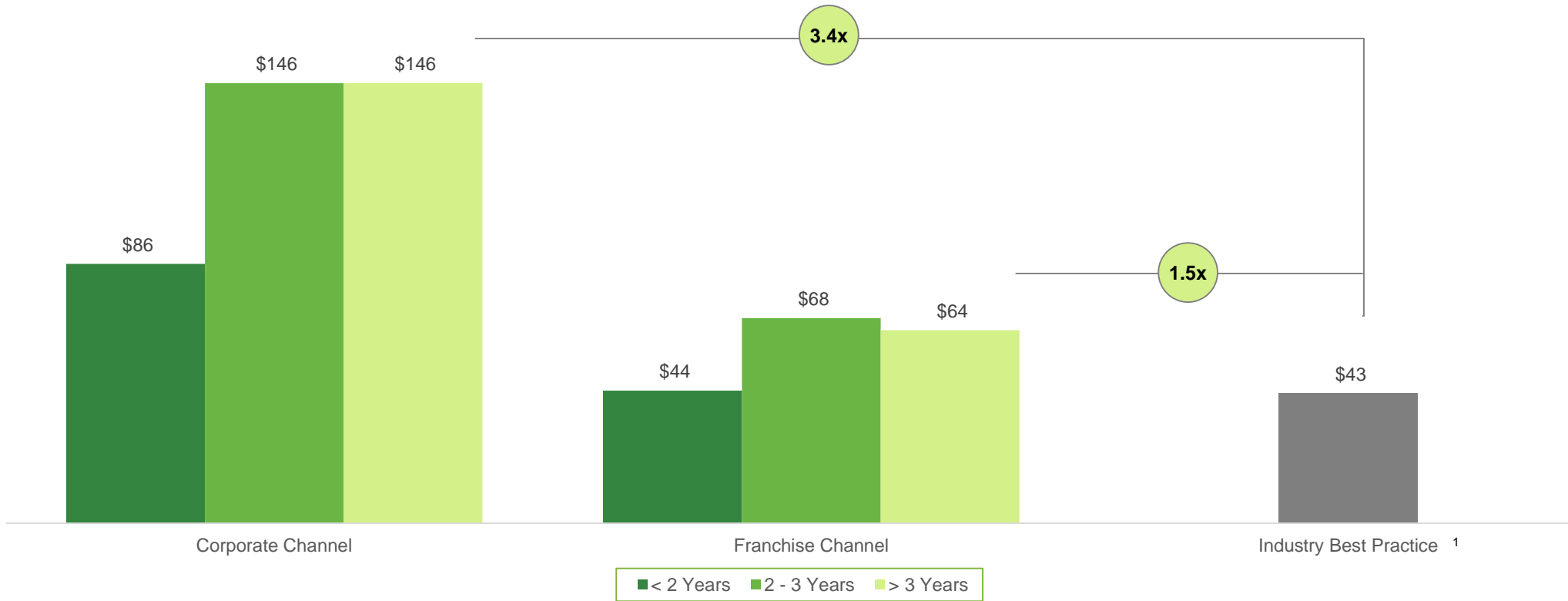
“Hodge-podge” of legacy systems
which lack continuity

Industry-Leading New Business Production For New and Seasoned Agents



Compelling and proven sales focused model has resulted in industry-leading production

New business per agent by tenure (\$000s)



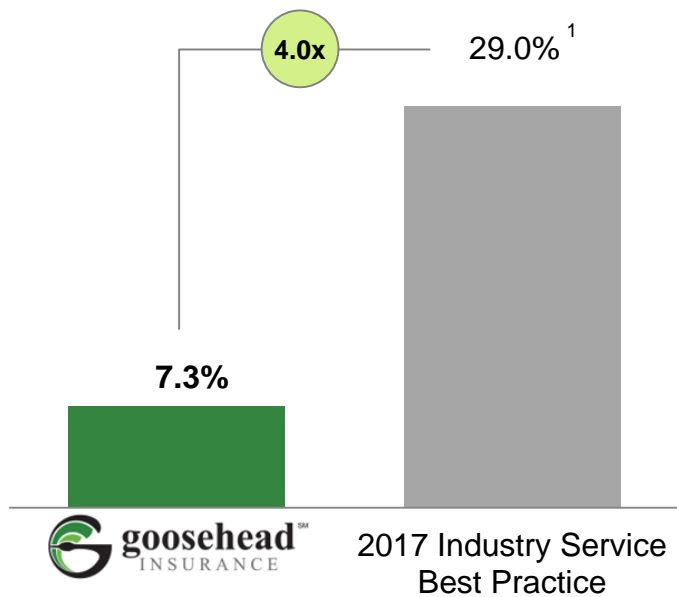
¹ Represents industry best practice per Reagan Consulting; most industry agents have tenures significantly longer than 2 to 3 years

Technology Drives Margins While Simultaneously Ensuring Client Satisfaction



Technology enables Company to deliver service highly efficiently

2017 Service payroll as a % of gross personal lines commissions



Key service center metrics



Net Promoter Score

88



Client hold times

< 60 Seconds



New business generation

Cross-sell / Upsell



In addition, we also carefully monitor call abandonment rate, call back rate and speed of answer



Service agent compensation

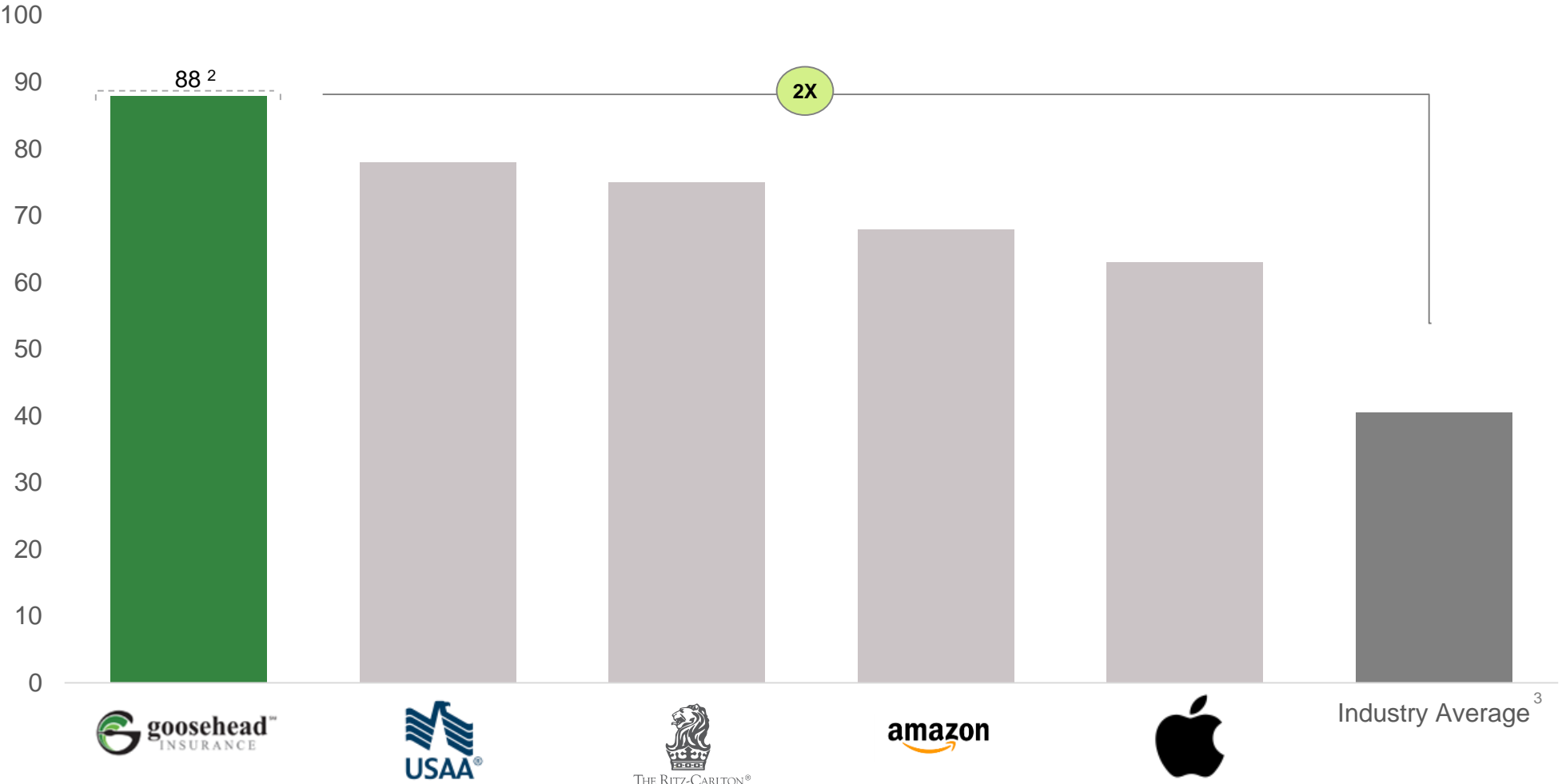
2017 compensation: \$47k

¹ Indicates service compensation as a percentage of personal lines revenue for agencies with revenues of greater than \$25M

Best-In-Class Customer Service Drives High Revenue Retention

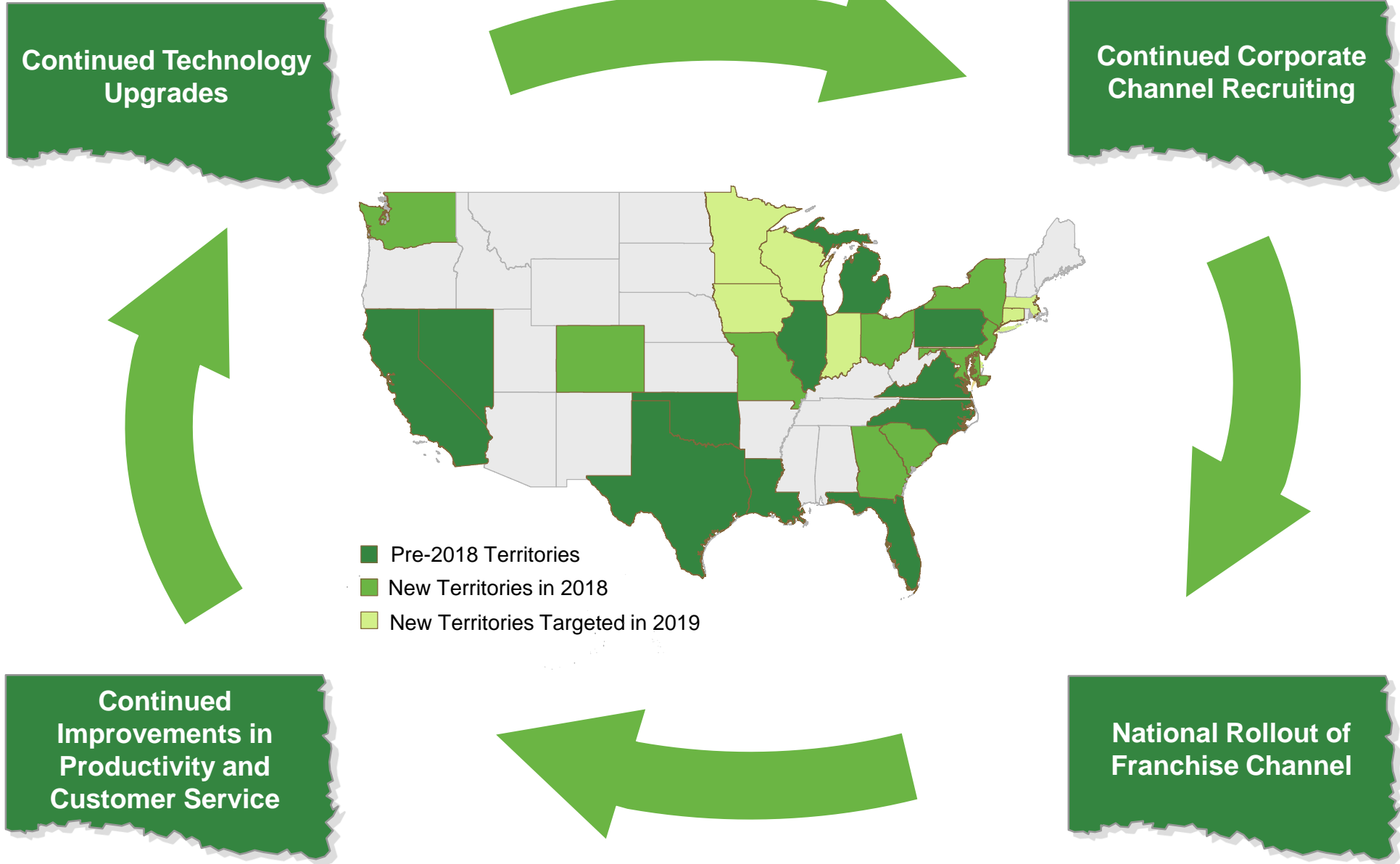


Net Promoter Scores (NPS) above several of the most respected brands in the U.S.¹ has resulted in stable and recurring revenue with a customer retention rate of 88% in 2017



Source: Satmetrix; ¹ Ritz, USAA, Apple, Amazon; ² Represents YTD NPS through 3Q18; ³ Represents average of auto industry and home industry

Meaningful Growth Opportunity



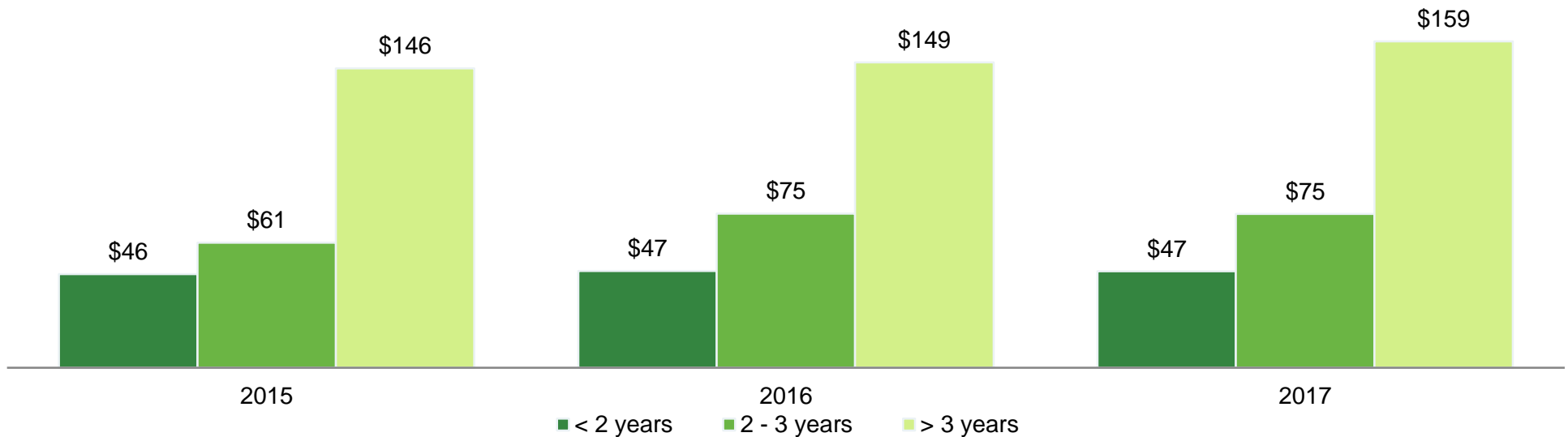
Continued Corporate Channel Recruiting



After working for more than three years, the typical Goosehead corporate agent earns more than \$150k annually

- Goosehead has a highly developed process for recruiting new agents which we have continually refined over the last 10+ years. Additional college campuses to be added
- The ongoing enhancements to our recruiting and training processes has resulted in higher success rates for our corporate agents

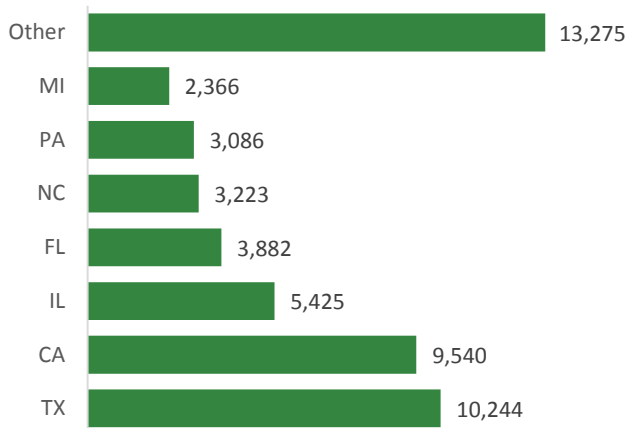
Average corporate agent compensation by tenure (\$000s)



National Rollout Of Franchise Channel



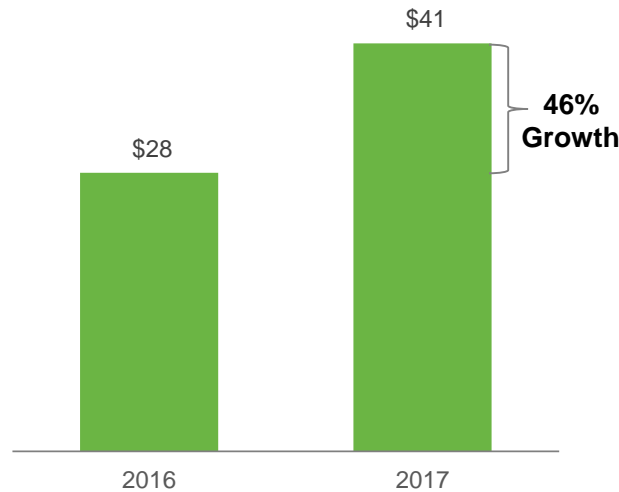
Pipeline Growth



Total Leads as of September 2018: 51,000

- 35 members on the Franchise recruiting team as of Q3 18
- Recruiting targets include the universe of nearly 400,000 U.S. insurance agents

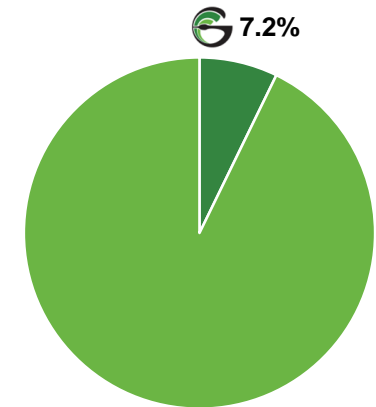
Production Ramp-up



- All incoming franchisees participate in a two week training program
- Through a combination of both refining the Franchise criteria and training, Goosehead significantly lifted productivity for Franchises in their first year

■ Non-Texas New Business per agent, <1 year (\$000s)

National Implications



Market share of homeowners insurance in new mortgage originations / refinancings in Texas

2017 TX mortgage originations / refinancing: ~559k¹

7.2% Goosehead market share × 7.3mm Originations / refinancing in the U.S.¹

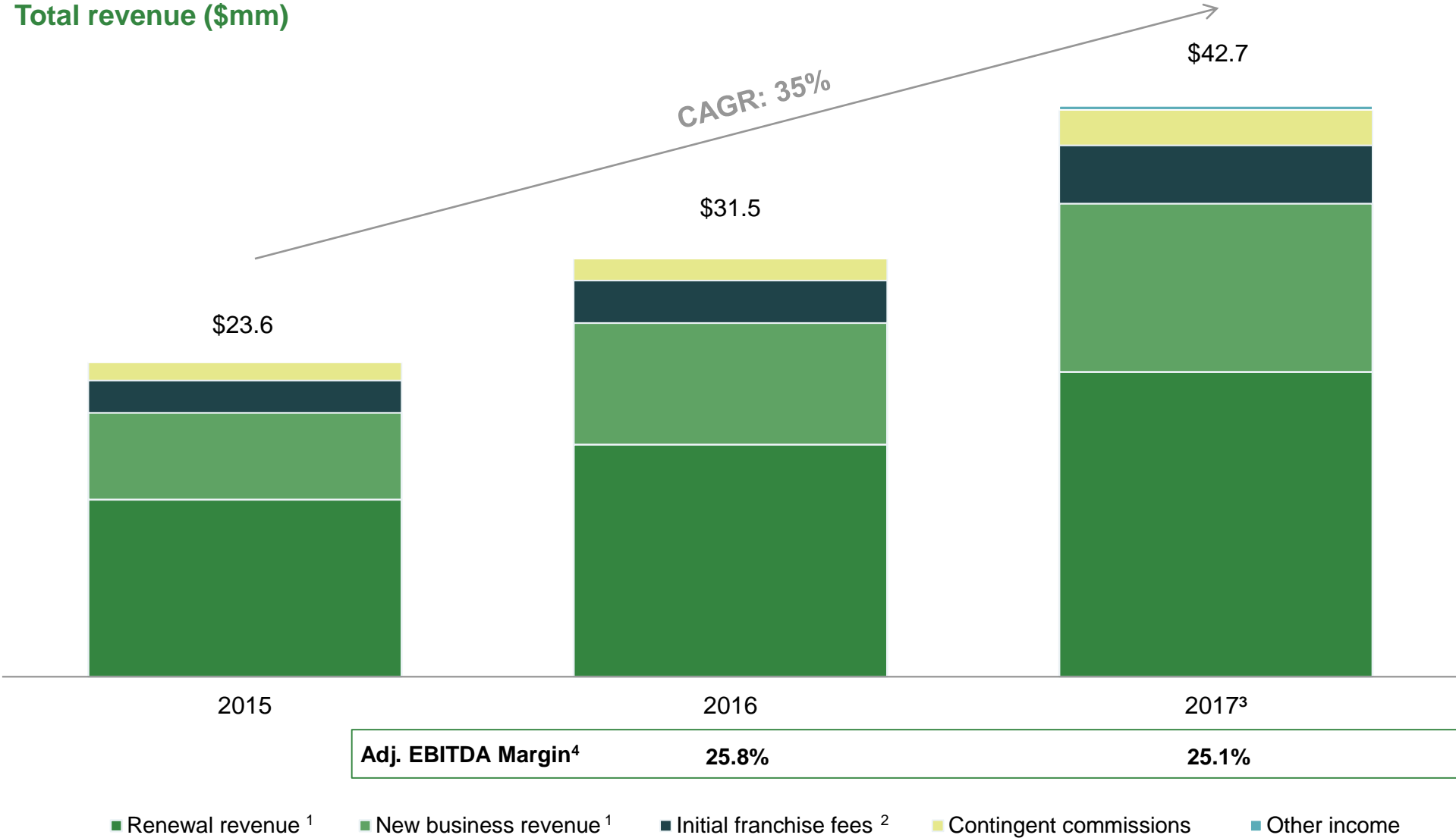
529k
Potential new clients each year

¹ Source: 2017 Home Mortgage Disclosure Act Data

Strong Revenue Growth And Stable Margins



Total revenue (\$mm)



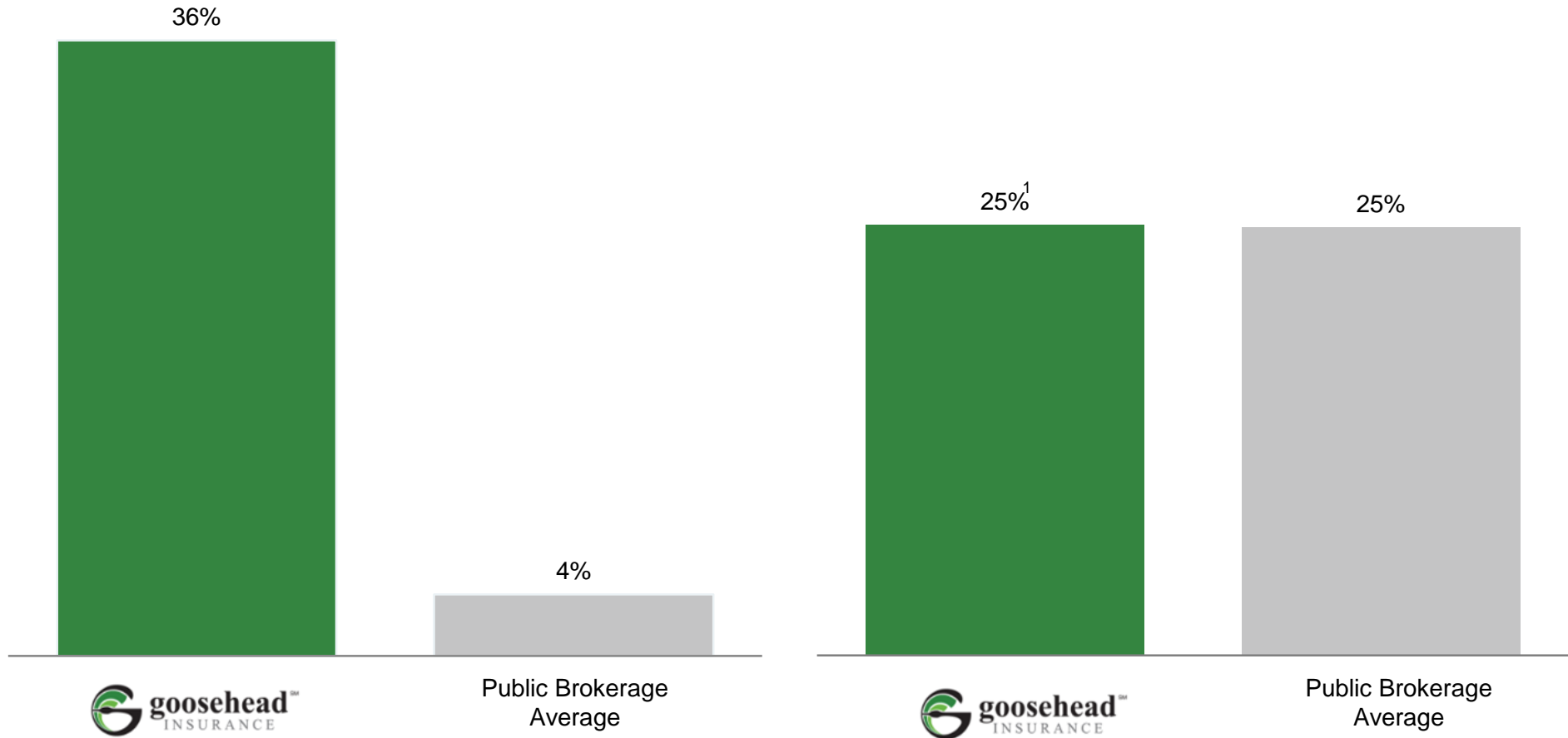
¹ Includes royalty fees; ² Related to the training and onboarding of new franchise locations; ³ Excludes gain on sale of \$3.5mm ⁴ See Appendix for GAAP reconciliation

Outpacing The Industry In Growth With A Clear Path To Margin Expansion



2017 Organic revenue growth

2017 Adjusted EBITDA margins



Source: Public filings; ¹ Represents 2017 Adjusted EBITDA margin; see Appendix for GAAP reconciliation.

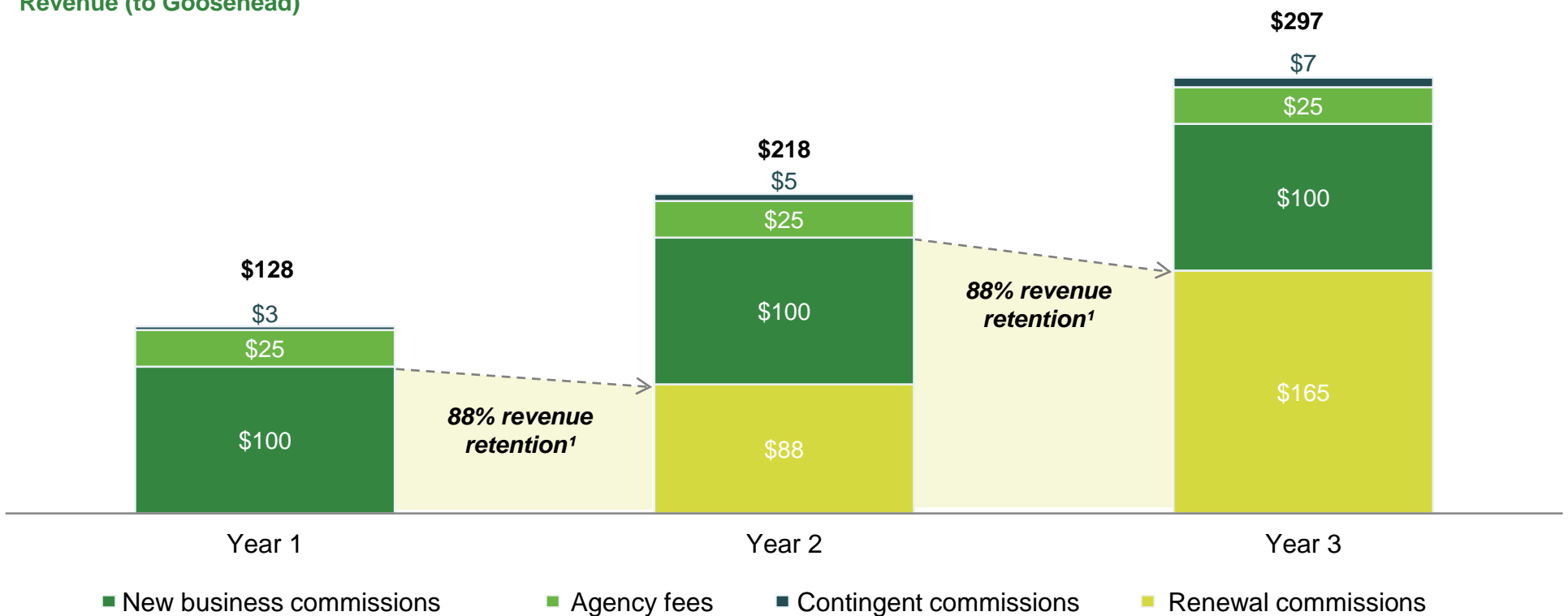
Note: Public comparables include AON, AJG, BRO, MMC and WLTW; represent North American retail insurance brokerage organic growth or closest approximation

Compelling Economics Drives Growth – Corporate Channel



Allowing agents to focus solely on selling creates a clear path to continued organic growth and revenue visibility

Revenue (to Goosehead)



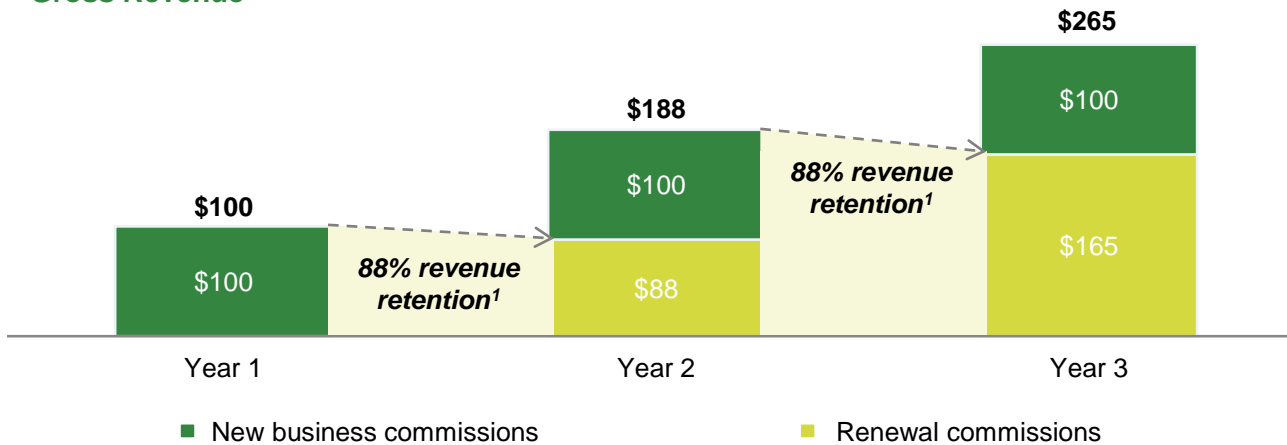
Note: Illustrative example

¹ Represents Q3 2018 client retention rate

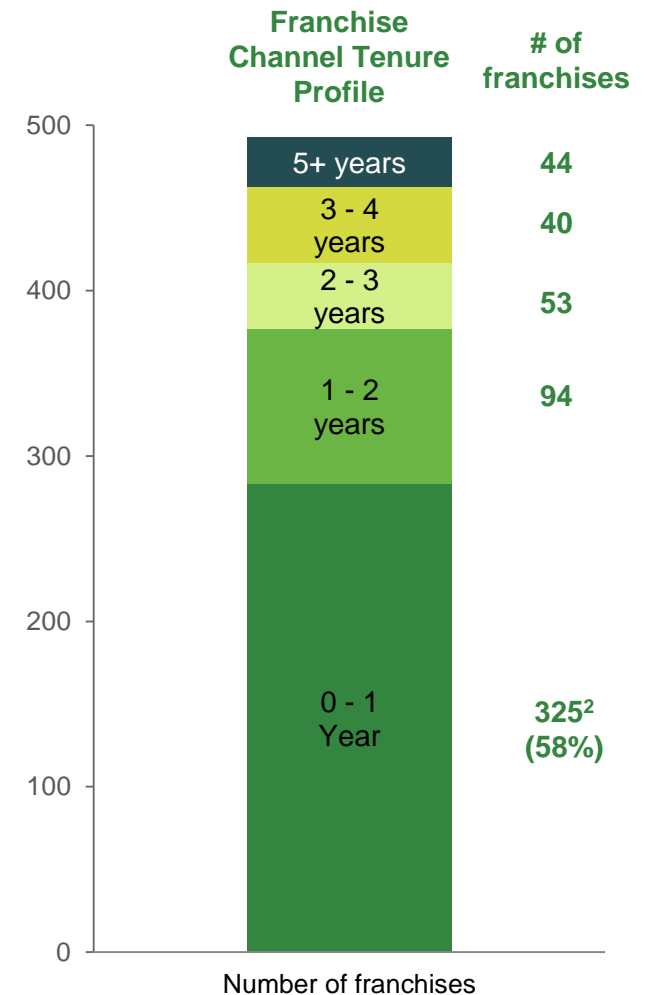
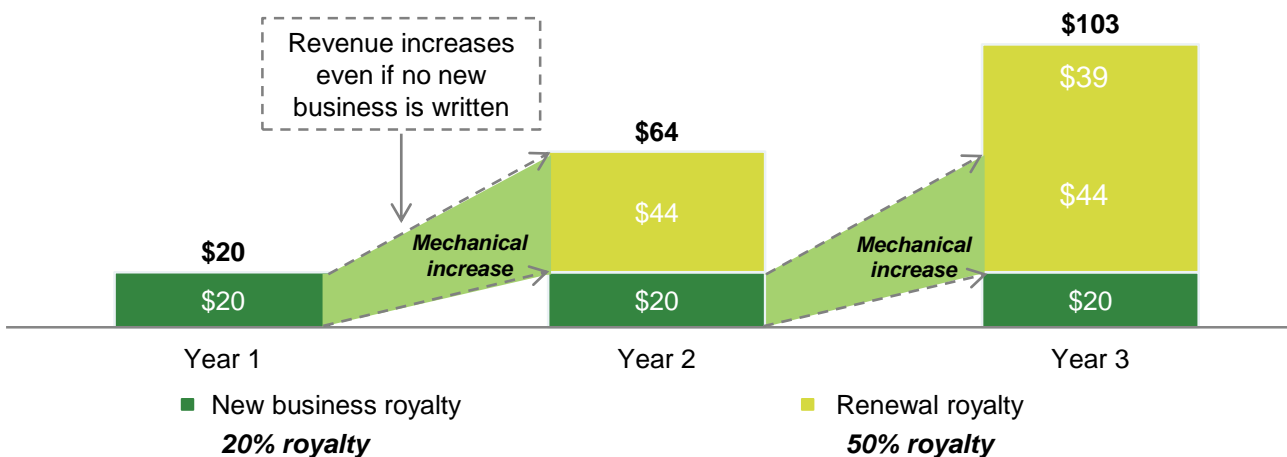
Compelling Economics Drives Growth And Visibility - Franchise Channel

Service model enables and incentivizes franchises to focus all of their time on new business

Gross Revenue



Net Revenue (to Goosehead)



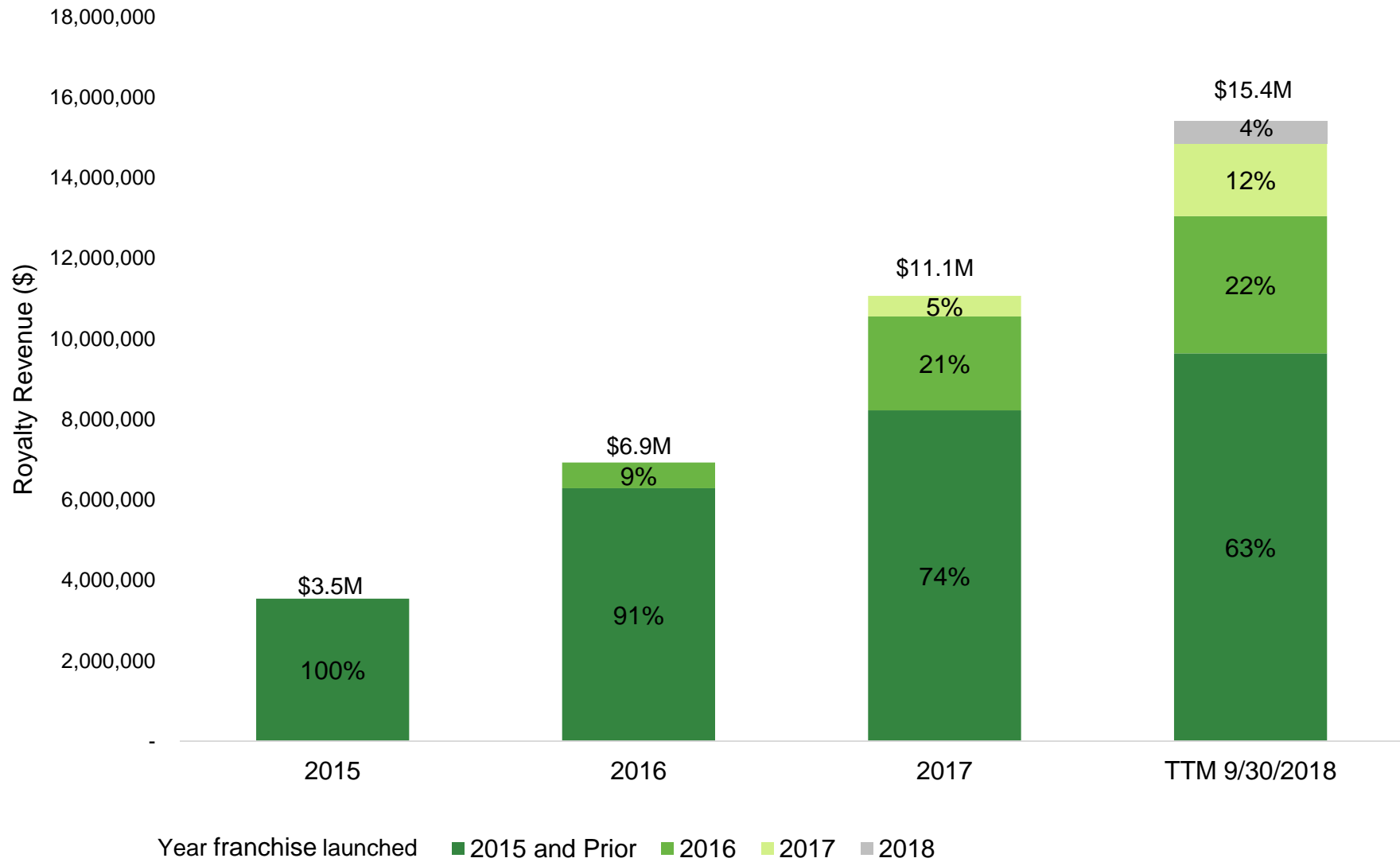
Note: Illustrative example

¹ Represents Q3 2018 client retention rate; ² Number of franchise locations include 132 franchises which are under contract but yet to be opened as of 9/30/18

The Loaded Gun



Historical Royalty Revenue by Launch Date



Margins Increase Mechanically As New Business Becomes Renewal Business



New and renewal business costs

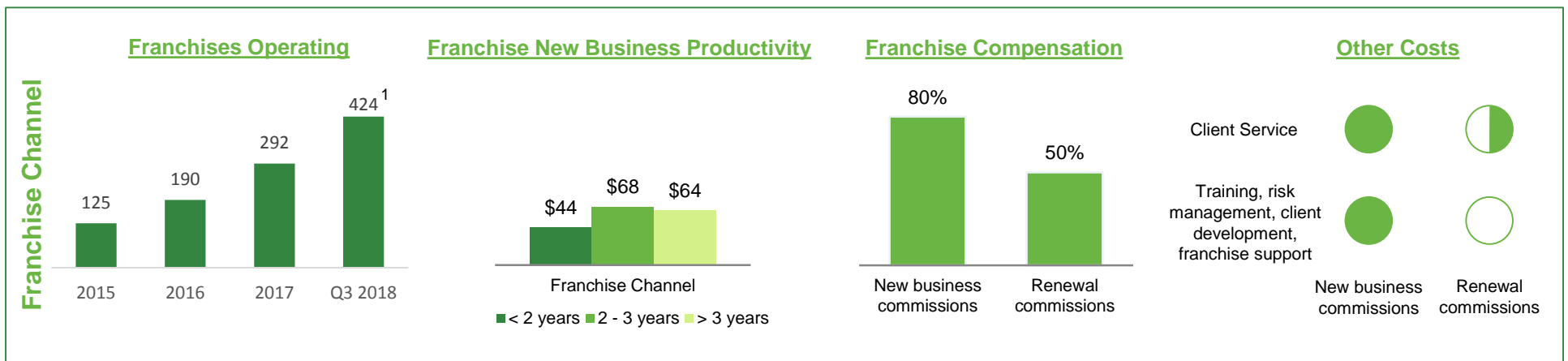
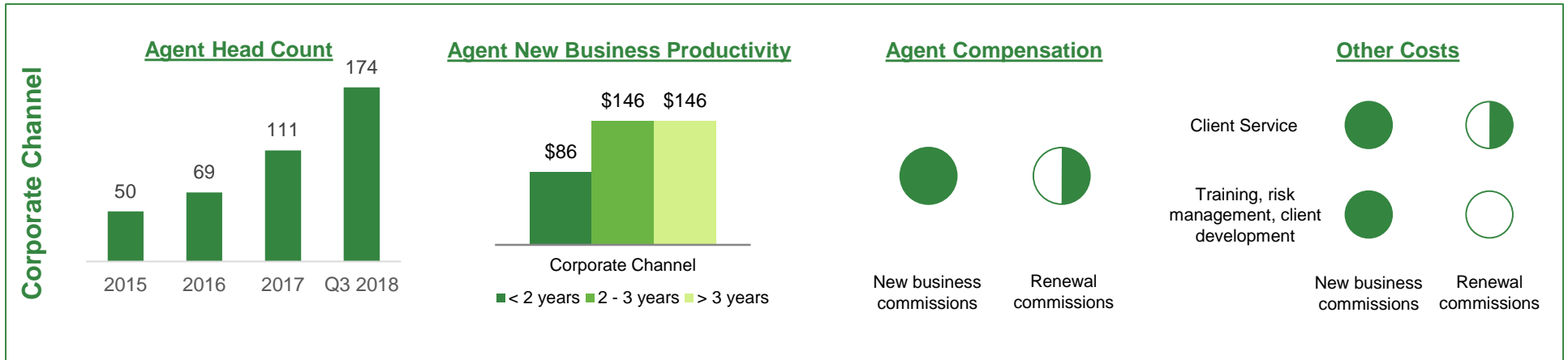
	New Business	Renewal Business	
Commissions to agents / franchisees (net revenue)	●	◐	■ >50% lower for renewal business
Client service salaries and bonuses	●	◐	■ Critical to both new and renewal business; burden heaviest for new clients
Risk management salaries and bonuses	●	○	■ Not relevant for renewal business
Training salaries	●	○	■ Not relevant for renewal business
Client development costs	●	○	■ Not relevant for renewal business
Franchise support	●	○	■ Not relevant for renewal business

Opportunities to further expand margins through operating leverage created by revenue growth

Investments In People Will Result In Long-Term Growth And Margin Expansion



Making significant investments today to ensure growth and profitability is sustainable for years to come



¹ Excludes all new signings and franchises in implementation

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Committed and capable management team with ambitions of industry leadership

Recurring revenue with strong future visibility and expanding long-term margins



Appendix

Executive biographies



Mark E. Jones



Co-Founder, Chairman and Chief Executive Officer

Mr. Jones is a co-founder of the company and has served as Chief Executive Officer since inception in 2003. Under his leadership, Goosehead has grown to be counted among the largest and fastest growing personal lines insurance agencies in the country. Prior to joining the company, he was a Senior Partner and Director of Bain & Company, the global management consulting firm. Earlier in his career, he worked in the audit and mergers and acquisitions practice groups for Ernst & Young. He holds a Bachelor of Commerce degree from the University of Alberta and an MBA from Harvard Business School

Michael Colby



President and Chief Operating Officer

Mr. Colby joined Goosehead Insurance in 2006, was promoted to Senior Vice President and Chief Financial Officer, and served in that role from 2010 to 2014. He was appointed Executive Vice President and Chief Operating Officer in 2011 and then promoted to President and COO in 2016. Mr. Colby has led the franchise operations of the company since 2011, leading Goosehead's exponential growth and expansion into several states. Earlier in his career, Mr. Colby worked with KPMG in their audit practice. He holds a B.B.A in Accounting and an M.S. in Finance from Texas A&M University

Mark Colby



Chief Financial Officer

Mr. Colby has served as Chief Financial Officer since 2016. Mr. Colby joined Goosehead in 2012 as Manager of Strategic Initiatives, where he worked on Information Systems platform development and migration, real estate planning, and business diversification initiatives. Since his promotion to Vice President of Finance in 2015, Mr. Colby has overseen Goosehead's internal and external financial reporting, budgeting and forecasting, payroll/401(k) administration, treasury function, and Quality Control/Risk Management department. Prior to joining Goosehead Insurance full-time, Mr. Colby worked in Ernst & Young's Transaction Advisory Services and Audit service lines from 2009 to 2012. He graduated cum laude from Texas A&M University in 2009 with a B.B.A. in Accounting and a M.S. in Finance and is a Certified Public Accountant

Ryan Langston



General Counsel

Mr. Langston joined Goosehead Insurance in 2014 as Vice President and General Counsel. He is responsible for coordinating and leading legal activity and compliance. Prior to joining Goosehead, Mr. Langston was an attorney with Strasburger & Price, LLP where he represented businesses in commercial litigation and arbitration involving business dissolutions, theft of trade secrets, enforcement of noncompetition agreements, and breach of contracts. He holds a Bachelor of Arts degree from Brigham Young University and received his J.D. from the University of Texas School of Law

Executive biographies (cont'd)



Michael Moxley



Vice President

Mr. Moxley serves as Vice President of Service Delivery for Goosehead Insurance. He joined the company from Transcom Global, an international BPO company, where he was Director of Service Delivery for North America, having oversight for a service operations team spanning four service centers and two countries. Prior to Transcom, Mr. Moxley worked with Alorica, another global BPO firm, where he was a key contributor to their expansion strategy, growing operations to over 3,000 agents in five centers. Earlier in his career Mr. Moxley spent more than 10 years leading various sales and service teams for AT&T. Mr. Moxley has over 13 years of experience in scaling service operations and driving client satisfaction

Megan Bailey



Vice President

Ms. Bailey serves as Vice President of Franchise Sales for Goosehead Insurance. She joined Goosehead in 2011 to launch the franchise division of the firm. Goosehead has since grown to over 400 franchise locations in six years. She has over 15 years of sales and management experience including retail, advertising, and software. Originally from Cedar Rapids, Iowa, Megan graduated from the University of Iowa with a Bachelor's degree in Business Communications

Matthew Colby



Vice President

Mr. Colby is a Co-Founder of Goosehead Insurance's Houston Office and currently serves as Vice President of Agency Sales. He began his professional career at Charles Schwab as a 401(k) Associate in their Plan Conversions Department. He joined Goosehead Insurance Dallas as an Account Executive in 2007, and was promoted to Manager in 2008. In 2009, Mr. Colby moved to Houston to open Goosehead's first satellite office. Prior to working at Goosehead, Mr. Colby obtained a Bachelor of Science at Texas A&M University where he majored in Political Science with a minor in Business Administration

Gary Delavan



Vice President

Mr. Delavan joined Goosehead Insurance as an Account Executive in 2005, became a Sales Manager in 2007, was promoted to Partner and Director in 2010, and now serves as Vice President of Corporate Sales. As Vice President of Corporate Sales, Mr. Delavan leads the strategic growth and development of the company's high octane Corporate Sales teams located in Irving, Fort Worth, Houston, Austin and Chicago. In his 12 years at Goosehead, Mr. Delavan has been involved in many aspects of the business, including recruiting top talent, training & development of that talent, geographic expansion and supporting Goosehead's network of franchise owners. As a third generation Longhorn, Mr. Delavan attended the University of Texas where he graduated Cum Laude with a Major in Finance and minor in Accounting



Drew Burks



Chief Information Officer

Mr. Burks joined Goosehead Insurance in 2006 serving in both risk management and technology roles. In 2013 he was promoted to Director of Risk Management, transitioned to Director of Information Systems in 2015, and now serves as Chief Information Officer. Mr. Burks is a Salesforce Certified Administrator and has led Goosehead's development of this platform since its implementation in 2009. He also holds DocuSign for Salesforce and Dell Boomi Integration Developer I certifications. Mr. Burks graduated from Baylor University in 2003 with a B.B.A. in Management Information Systems.

Non-GAAP Adjusted EBITDA Reconciliation



	<u>2016</u>		<u>2017</u>
Net Income	\$ 4.7	\$	8.7
Other (Income) Expense	-		(3.5)
Interest Expense	0.4		2.5
Depreciation and Amortization	0.5		0.9
Class B Share Compensation	2.7		2.2
Income Tax Expense	-		-
Adjusted EBITDA	\$ 8.1	\$	10.7
Adjusted EBITDA Margin	25.8%		25.1%

Note: Financials represent Goosehead Financial, LLC and Subsidiaries and Affiliates