

Second Quarter 2005 Fact Sheet ▼ NYSE: FAF

MAXIMIZING VALUE



Parker S. Kennedy

From the Chairman

Our second quarter 2005 earnings were strong. Earnings were up 12.6% compared to the same quarter last year. All of our segments had strong quarters; especially our title insurance segment. The title insurance segment improved margins by 39% in the second quarter to 12.2% compared with margins of 7.4% in the first quarter. These strong margins reflect several years of hard work by the excellent people in the title group to build and implement a process that is transforming the way we produce our title information product.

We will continue to seek opportunities to leverage data in our businesses to create specialized analytic products. We expect the contribution of First American's credit businesses to First Advantage Corporation (NASDAQ: FADV) will be completed in the third quarter of this year. This strategic move positions First American as a leading real estate data company and First Advantage as a significant business information company.

Our earnings reflect our efforts over the last ten years to diversify and position our company to perform well in all markets. The Mortgage Bankers Association statistics show a quarter-over-quarter decline of about 3% in mortgage originations in terms of dollar volume, and yet, our earnings grew. This transformation, coupled with the separation of our real estate businesses into First American and our business information entities into First Advantage, gives us confidence that our earnings and our share price will be strong in any market.

Very truly yours,

Parker S. Kennedy
Chairman of the Board and Chief Executive Officer

FIRST AMERICAN

Strategies for Success

- 1 Sustain earnings
- 2 Grow national market share
- 3 Improve margins with data and technology solutions that enable centralized, efficient production
- 4 Achieve 10% margins in title insurance despite a weaker mortgage application market
- 5 Maintain favorable debt-to-capital ratio
- 6 Deliver 12% return on equity
- 7 Use cash to maximize shareholder value through stock repurchases and key acquisitions

\$

FINANCIAL STATISTICS

52-week range:	\$ 27.17 - \$ 44.90
Market capitalization* (2Q05):	\$ 4.19 billion
Average shares outstanding (diluted):	97.9 million
Dividend/yield*:	\$ 0.72/1.68%
EPS (diluted 2Q05):	\$ 1.43
EPS (diluted YE04):	\$ 3.83
EPS (consensus est. YE05):	\$ 4.56
PE (consensus est. YE05)*:	9.39
Book value (2Q05):	\$ 29.46

*Based on \$42.85 stock price

INVESTOR CONTACT

Denise M. Warren, Vice President and Director of Investor Relations
TEL 800.854.3643, ext. 3915
EMAIL dwarren@firstam.com

Direct Stock Purchase and Dividend Reinvestment
CONTACT Shareholder Services
TEL 800.894.4076
EMAIL shareholderservices.trust@firstam.com



The First American Corporation

1 First American Way, Santa Ana, CA 92707
800.854.3643 ▼ www.firstam.com ▼ NYSE: FAF

CONSOLIDATED SUMMARY STATEMENTS OF INCOME UNAUDITED

(in thousands, except per share amounts)

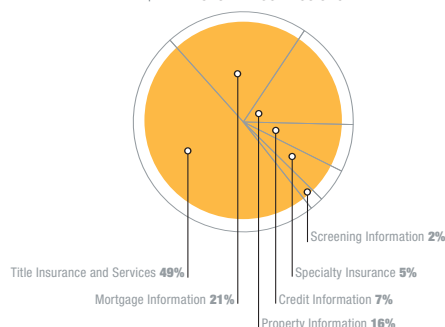
	Q2 05	Q1 05	Q4 04	Q3 04	Q2 04
Results of Operations					
Operating revenues					
Financial Services					
Title Insurance and Services	\$1,421,837	\$1,211,484	\$1,304,278	\$1,215,159	\$1,234,283
Specialty Insurance	63,785	60,509	60,384	61,617	51,847
Total Financial Services	1,485,622	1,271,993	1,364,662	1,276,776	1,286,130
Information Technology					
Mortgage Information	150,499	142,473	159,280	171,698	167,649
Property Information	127,525	110,902	110,033	100,181	99,525
Credit Information	78,350	66,345	57,126	60,322	62,912
Screening Information	82,903	71,845	68,127	71,910	68,882
Total Information Technology	439,277	391,565	394,566	404,111	398,968
Total operating revenues	1,924,899	1,663,558	1,759,228	1,680,887	1,685,098
Investment and other income	55,027	39,304	43,111	35,541	36,237
Net realized investment gains	4,049	1,622	678	5,057	2,718
Total revenues	1,983,975	1,704,484	1,803,017	1,721,485	1,724,053
Expenses	1,718,415	1,550,782	1,658,059	1,519,480	1,504,862
Income before income taxes and minority interests	\$ 265,560	\$ 153,702	\$ 144,958	\$ 202,005	\$ 219,191
Income Before Income Taxes and Minority Interests					
Financial Services					
Title Insurance and Services	\$ 180,685	\$ 91,256	\$ 76,194	\$ 123,509	\$ 140,497
Specialty Insurance	13,053	9,805	8,988	8,334	11,653
Total Financial Services	193,738	101,061	85,182	131,843	152,150
Information Technology					
Mortgage Information	41,606	30,619	43,839	52,690	47,992
Property Information	41,838	35,752	35,678	30,309	32,955
Credit Information	20,571	18,860	12,421	15,172	12,022
Screening Information	3,349	5,557	4,777	7,177	5,537
Total Information Technology	107,364	90,788	96,715	105,348	98,506
Total before corporate expenses	301,102	191,849	181,897	237,191	250,656
Corporate expenses	35,542	38,147	36,939	35,186	31,465
Income before income taxes and minority interests	265,560	153,702	144,958	202,005	219,191
Income taxes	100,700	53,800	55,700	70,800	79,300
Net income	\$ 139,493	\$ 79,162	\$ 70,402	\$ 107,215	\$ 116,526
Diluted earnings per share	\$ 1.43	\$ 0.83	\$ 0.76	\$ 1.17	\$ 1.27
Average common shares assuming dilution	97,990	95,131	93,306	91,594	92,083

SELECTED FINANCIAL DATA UNAUDITED

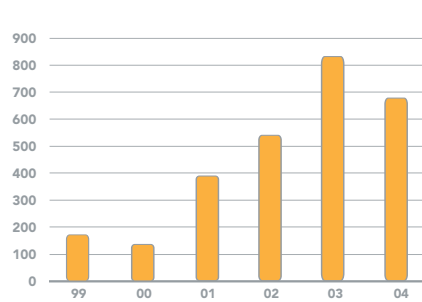
(in thousands, except percentages and per share amounts)

	YE 04	YE 03	YE 02	YE 01	YE 00
Revenues	\$6,722,326	\$6,213,714	\$4,704,209	\$3,750,723	\$2,934,255
Net income	\$ 349,099	\$ 451,022	\$ 234,367	\$ 167,268	\$ 82,223
Total assets	\$6,208,365	\$4,892,111	\$3,398,045	\$2,837,263	\$2,199,737
Notes and contracts payable	\$ 732,770	\$ 553,888	\$ 425,705	\$ 415,341	\$ 219,838
Stockholders' equity	\$2,463,564	\$1,879,520	\$1,364,589	\$1,104,452	\$ 870,237
Return of average stockholders' equity	16.1%	27.8%	19.0%	16.9%	9.8%
Cash dividends per common share (diluted)	\$ 0.60	\$ 0.50	\$ 0.33	\$ 0.27	\$ 0.24
Net income per share (diluted)	\$ 3.83	\$ 5.22	\$ 2.92	\$ 2.27	\$ 1.24

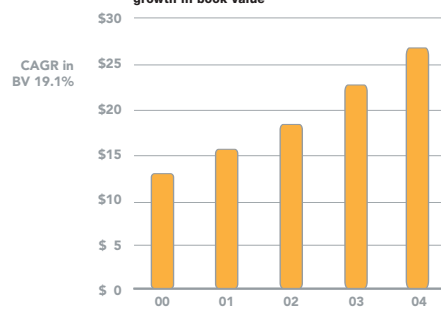
% 2004 INCOME BEFORE INCOME TAXES, MINORITY INTERESTS, AND CORPORATE EXPENSES BY BUSINESS SEGMENT



CASH FLOWS FROM OPERATING ACTIVITIES
(\$ in millions)



FINANCIAL PERFORMANCE
growth in book value



Certain statements made in this document, including those related to future earnings and share price, the continued evolution of the company into a data and analytics company, and the closing of the contribution of the company's credit businesses to First Advantage Corporation, 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; 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; and other factors described in the company's Annual Report on Form 10-K for the year ended Dec. 31, 2004, 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.