

Letter to Mr. Glen A. Messina, dated October 9, 2013

orange capital

October 9, 2013  
Mr. Glen A. Messina  
President and Chief Executive Officer  
PHH Corporation  
3000 Leadenhall Road  
Mount Laurel, NJ 08054

Dear Glen:

We are encouraged by recent press reports that PHH Corporation (“PHH” or the “Company”) is considering a separation of its Fleet Management Services and/or Mortgage segments which may ultimately lead to a sale of the Company.

We urge PHH to publicly confirm (i) if these reports are accurate, (ii) which advisor(s) have been retained by the Company, if any, and (iii) the scope and objective of any separation process. By failing to substantiate these news reports, the Company has created significant uncertainty as market participants continue to buy and sell PHH shares while potentially relying on an unconfirmed story. We believe it is the responsibility of the board of directors to ensure that shareholders are adequately informed so they are able to make reasonable investment decisions.

Sincerely,



Daniel Lewis  
Managing Partner  
Orange Capital, LLC

cc:

Mr. Jon A. Boscia, Independent Director  
Mr. James O. Egan, Independent Director  
Mr. Thomas P. Gibbons, Independent Director  
Mr. Allan Z. Loren, Independent Director  
Mr. Gregory J. Parseghian, Independent Director  
Mr. Charles P. Pizzi, Independent Director  
Ms. Deborah M. Reif, Independent Director  
Mr. Carroll R. Wetzel, Jr., Independent Director  
Mr. Robert B. Crowl, Chief Financial Officer  
Mr. James S. Ballan, Investor Relations