

Underwriting comes **first**

Effectively **balance** risk and return

Operate **nimbly** through the cycle

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CERTAIN STATEMENTS AND INDICATIVE PROJECTIONS (WHICH MAY INCLUDE MODELED LOSS SCENARIOS) MADE IN THIS RELEASE OR OTHERWISE THAT ARE NOT BASED ON CURRENT OR HISTORICAL FACTS ARE FORWARD-LOOKING IN NATURE INCLUDING, WITHOUT LIMITATION, STATEMENTS CONTAINING THE WORDS “BELIEVES”, “ANTICIPATES”, “PLANS”, “PROJECTS”, “FORECASTS”, “GUIDANCE”, “INTENDS”, “EXPECTS”, “ESTIMATES”, “PREDICTS”, “MAY”, “CAN”, “LIKELY”, “WILL”, “SEEKS”, “SHOULD”, OR, IN EACH CASE, THEIR NEGATIVE OR COMPARABLE TERMINOLOGY. ALL SUCH STATEMENTS OTHER THAN STATEMENTS OF HISTORICAL FACTS INCLUDING, WITHOUT LIMITATION, THE GROUP’S FINANCIAL POSITION, LIQUIDITY, RESULTS OF OPERATIONS, PROSPECTS, GROWTH, CAPITAL MANAGEMENT PLANS AND EFFICIENCIES, ABILITY TO CREATE VALUE, DIVIDEND POLICY, OPERATIONAL FLEXIBILITY, COMPOSITION OF MANAGEMENT, BUSINESS STRATEGY, PLANS AND OBJECTIVES OF MANAGEMENT FOR FUTURE OPERATIONS (INCLUDING DEVELOPMENT PLANS AND OBJECTIVES RELATING TO THE GROUP’S INSURANCE BUSINESS) ARE FORWARD LOOKING STATEMENTS. SUCH FORWARD-LOOKING STATEMENTS INVOLVE KNOWN AND UNKNOWN RISKS, UNCERTAINTIES AND OTHER IMPORTANT FACTORS THAT COULD CAUSE THE ACTUAL RESULTS, PERFORMANCE OR ACHIEVEMENTS OF THE GROUP TO BE MATERIALLY DIFFERENT FROM FUTURE RESULTS, PERFORMANCE OR ACHIEVEMENTS EXPRESSED OR IMPLIED BY SUCH FORWARD-LOOKING STATEMENTS.

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ALL FORWARD-LOOKING STATEMENTS IN THIS RELEASE SPEAK ONLY AS AT THE DATE OF PUBLICATION. LANCASHIRE EXPRESSLY DISCLAIMS ANY OBLIGATION OR UNDERTAKING (SAVE AS REQUIRED TO COMPLY WITH ANY LEGAL OR REGULATORY OBLIGATIONS INCLUDING THE RULES OF THE LONDON STOCK EXCHANGE) TO DISSEMINATE ANY UPDATES OR REVISIONS TO ANY FORWARD-LOOKING STATEMENTS TO REFLECT ANY CHANGES IN THE GROUP’S EXPECTATIONS OR CIRCUMSTANCES ON WHICH ANY SUCH STATEMENT IS BASED.

Lancashire Holdings Limited
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Lancashire Holdings Limited
basis of presentation and non-GAAP financial measures



LANCASHIRE HOLDINGS LIMITED'S ("LANCASHIRE" OR "THE GROUP") AUDITED CONSOLIDATED FINANCIAL STATEMENTS ARE PREPARED IN ACCORDANCE WITH ACCOUNTING PRINCIPLES GENERALLY ACCEPTED UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRS") ENDORSED BY THE EUROPEAN UNION. WHERE IFRS IS SILENT, AS IT IS IN RESPECT OF THE MEASUREMENT OF INSURANCE PRODUCTS, THE IFRS FRAMEWORK ALLOWS REFERENCE TO ANOTHER COMPREHENSIVE BODY OF ACCOUNTING PRINCIPLES. IN SUCH INSTANCES, MANAGEMENT DETERMINES APPROPRIATE MEASUREMENT BASES, TO PROVIDE THE MOST USEFUL INFORMATION TO USERS OF THE CONSOLIDATED FINANCIAL STATEMENTS, USING THEIR JUDGMENT AND CONSIDERING THE ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES ("US GAAP").

THIS FINANCIAL SUPPLEMENT HAS NOT BEEN AUDITED AND MAY CONTAIN DIFFERENCES TO NUMBERS AND DISCLOSURES PROVIDED IN OUR AUDITED AND / OR INTERIM FINANCIAL STATEMENTS. THESE DIFFERENCES ARE DUE TO MANAGEMENT'S PREFERRED PRESENTATION OR TO AID USERS' UNDERSTANDING OF THE GROUP.

THE FOLLOWING INFORMATION INCLUDED IN THIS DOCUMENT HAS NOT BEEN PREPARED IN ACCORDANCE WITH THE ACCOUNTING PRINCIPLES USED BY LANCASHIRE FOR ITS AUDITED AND / OR INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND INCLUDES NON IFRS/US GAAP MEASURES:

NET OPERATING INCOME (LOSS) ATTRIBUTABLE TO LANCASHIRE - NET OPERATING INCOME (LOSS) EXCLUDES: REALISED GAINS AND LOSSES; FOREIGN EXCHANGE AND TAX .

NET LOSS RATIO - THE NET LOSS RATIO IS THE NET INSURANCE LOSSES AND LOSS ADJUSTMENT EXPENSES DIVIDED BY NET PREMIUMS EARNED.

ACCIDENT YEAR LOSS RATIO - THE ACCIDENT YEAR LOSS RATIO IS CALCULATED USING THE ULTIMATE LIABILITY REVALUED AT THE CURRENT BALANCE SHEET DATE, DIVIDED BY PREMIUMS EARNED.

NET ACQUISITION COST RATIO - THE NET ACQUISITION COST RATIO IS THE NET ACQUISITION EXPENSES DIVIDED BY NET PREMIUMS EARNED

ADMINISTRATIVE EXPENSE RATIO - THE ADMINISTRATIVE EXPENSE RATIO IS THE GENERAL AND ADMINISTRATIVE EXPENSES ("OTHER OPERATING EXPENSES"), BUT EXCLUDING WARRANTS, OPTIONS AND RESTRICTED STOCK EXPENSES, DIVIDED BY NET PREMIUMS EARNED

COMBINED RATIO - THE COMBINED RATIO IS THE SUM OF THE NET LOSS RATIO, THE NET ACQUISITION COST RATIO AND THE ADMINISTRATIVE EXPENSE RATIO

FULLY CONVERTED BOOK VALUE PER SHARE ("FCBVS") ATTRIBUTABLE TO LANCASHIRE - THE CALCULATION IS BASED ON THE FOLLOWING: THE VALUE OF SHAREHOLDERS' EQUITY ATTRIBUTABLE TO LANCASHIRE PLUS THE PROCEEDS THAT WOULD BE RECEIVED FROM THE EXERCISE OF ALL DILUTIVE WARRANTS AND DILUTIVE RESTRICTED STOCK UNITS AS CALCULATED UNDER THE TREASURY METHOD; DIVIDED BY: THE SUM OF ALL SHARES, DILUTIVE WARRANTS AND DILUTIVE RESTRICTED STOCK UNITS, ASSUMING ALL ARE EXERCISED. TANGIBLE FULLY CONVERTED BOOK VALUE PER SHARE ATTRIBUTABLE TO LANCASHIRE EXCLUDES INTANGIBLE ASSETS FROM CAPITAL.

CHANGE IN FULLY CONVERTED BOOK VALUE PER SHARE ADJUSTED FOR DIVIDENDS - THE CALCULATION IS THE INTERNAL RATE OF RETURN OF THE CHANGE IN FULLY CONVERTED BOOK VALUE PER SHARE IN THE PERIOD PLUS DIVIDENDS ACCRUED

COMPOUND ANNUAL CHANGE IN FULLY CONVERTED BOOK VALUE PER SHARE ADJUSTED FOR DIVIDENDS ABOVE 3 MONTH TREASURY - THE CALCULATION IS THE INTERNAL RATE OF RETURN ON THE MOVEMENT IN FULLY CONVERTED BOOK VALUE SINCE INCEPTION ON AN ANNUALISED BASIS PLUS DIVIDENDS ACCRUED LESS THE ANNUALISED 3 MONTH TREASURY RATE

FULLY DILUTED BOOK VALUE PER SHARE ("FDBVS") ATTRIBUTABLE TO LANCASHIRE - THE CALCULATION IS BASED ON THE FOLLOWING: THE VALUE OF SHAREHOLDERS' EQUITY ATTRIBUTABLE TO LANCASHIRE DIVIDED BY: THE SUM OF ALL SHARES OUTSTANDING AFTER THE EXERCISE OF ALL DILUTIVE WARRANTS AND DILUTIVE RESTRICTED STOCK UNITS, AS CALCULATED UNDER THE TREASURY METHOD, ASSUMING ALL ARE EXERCISED. TANGIBLE FULLY CONVERTED BOOK VALUE PER SHARE ATTRIBUTABLE TO LANCASHIRE EXCLUDES INTANGIBLE ASSETS FROM CAPITAL.

DEBT TO TOTAL CAPITAL RATIO - THE CALCULATION IS BASED ON THE FOLLOWING AND IS AN INDICATION OF THE LEVERAGE OF THE COMPANY: LONG-TERM DEBT DIVIDED BY LONG-TERM DEBT PLUS SHAREHOLDERS' EQUITY ATTRIBUTABLE TO LANCASHIRE

DEBT TO TOTAL TANGIBLE CAPITAL RATIO - THE CALCULATION IS BASED ON THE FOLLOWING AND IS AN INDICATION OF THE LEVERAGE OF THE COMPANY: LONG-TERM DEBT DIVIDED BY LONG-TERM DEBT PLUS SHAREHOLDERS' EQUITY ATTRIBUTABLE TO LANCASHIRE LESS INTANGIBLE ASSETS

MANAGED CASH INCLUDES BOTH CASH MANAGED BY EXTERNAL INVESTMENT MANAGERS AND NON-OPERATING CASH MANAGED INTERNALLY

ALL AMOUNTS, EXCLUDING SHARE DATA OR WHERE OTHERWISE STATED, ARE IN MILLIONS OF UNITED STATES DOLLARS

MANAGEMENT BELIEVES THE FINANCIAL MEASURES INCLUDED IN THIS FINANCIAL SUPPLEMENT ARE IMPORTANT FOR UNDERSTANDING THE GROUP'S OVERALL RESULTS OF OPERATIONS. WE BELIEVE THAT THE MEASURES INCLUDED IN THIS DOCUMENT ARE IMPORTANT TO INVESTORS AND OTHER INTERESTED PARTIES AND THAT SUCH PERSONS BENEFIT FROM HAVING A CONSISTENT BASIS FOR COMPARISON WITH OTHER COMPANIES WITHIN THE INDUSTRY. HOWEVER, THESE MEASURES MAY NOT BE COMPARABLE TO SIMILARLY LABELED MEASURES USED BY COMPANIES INSIDE OR OUTSIDE THE INSURANCE INDUSTRY. IN ADDITION, THE INFORMATION HEREIN SHOULD NOT BE VIEWED AS A SUBSTITUTE FOR THE MEASURES DETERMINED IN ACCORDANCE WITH THE ACCOUNTING PRINCIPLES USED BY THE GROUP FOR ITS AUDITED CONSOLIDATED FINANCIAL STATEMENTS AND IN ACCORDANCE WITH IFRS/US GAAP. WHERE INDICATED THROUGHOUT THIS DOCUMENT, REFERENCE SHOULD BE MADE TO COMPARABLE INFORMATION IN THE GROUP'S AUDITED CONSOLIDATED FINANCIAL STATEMENTS AND INTERIM RESULTS ANNOUNCEMENT.

Lancashire Holdings Limited
consolidated financial highlights



| | q1 2015 | q1 2014 | % change q1-15 vs. q1-14 |
|--|------------|------------|--------------------------------|
| highlights | | | |
| gross premiums written | \$ 244.3 | \$ 316.7 | (23%) |
| net premiums written | 129.2 | 204.4 | (37%) |
| net premiums earned | 154.2 | 174.9 | (12%) |
| net insurance losses | 45.1 | 59.7 | (24%) |
| net investment income | 7.6 | 7.1 | 7% |
| net realised gains (losses) and impairments | (0.2) | (2.9) | 93% |
| profit after tax attributable to Lancashire | 53.7 | 60.1 | (11%) |
| change in net unrealised gains / losses on investments | 9.0 | 3.4 | 165% |
| comprehensive income attributable to Lancashire | 62.7 | 63.5 | (1%) |
| net operating income attributable to Lancashire ⁽¹⁾ | \$ 52.1 | \$ 62.9 | (17%) |
| total investments and cash | \$ 2,321.6 | \$ 2,499.7 | (7%) |
| shareholders' equity attributable to Lancashire | \$ 1,302.1 | \$ 1,458.5 | (11%) |
| per share data attributable to Lancashire | | | |
| net operating income per share - diluted ⁽²⁾ | \$ 0.27 | \$ 0.31 | |
| profit after tax per share - diluted ⁽²⁾ | \$ 0.28 | \$ 0.30 | |
| fully converted book value per share | \$ 6.52 | \$ 7.49 | |
| change in FCBVS adj for dividends ⁽³⁾ | 2.3% | 3.9% | |
| change in FCBVS adj for dividends - tangible ⁽⁴⁾ | 2.3% | 5.3% | |
| change in FCBVS adj for dividends - excluding warrant exercises ⁽⁵⁾ | 4.3% | 3.9% | |
| fully diluted book value per share | \$ 6.51 | \$ 7.25 | |
| change in FDBVS adj for dividends ⁽⁶⁾ | 3.5% | 5.0% | |
| change in FDBVS adj for dividends - tangible ⁽⁷⁾ | 4.1% | 6.5% | |
| financial ratios | | | |
| net loss ratio | 29.2% | 34.1% | |
| net acquisition cost ratio | 25.4% | 16.9% | |
| administrative expense ratio | 17.4% | 15.4% | |
| combined ratio | 72.0% | 66.4% | |
| accident year net loss ratio | 45.4% | 28.4% | |
| net return on total investments including internal FX hedges | 1.0% | 0.3% | |
| net return on total investments excluding internal FX hedges | 0.7% | 0.3% | |

⁽¹⁾ excludes realised gains and losses, tax and foreign exchange gains and losses

⁽²⁾ earnings per share calculations use weighted average common shares outstanding - basic when in a net loss position

⁽³⁾ change in fully converted book value per share adjusted for dividends ("FCBVS") is the internal rate of return of the change in fully converted book value per share in the period adjusted for dividends accrued

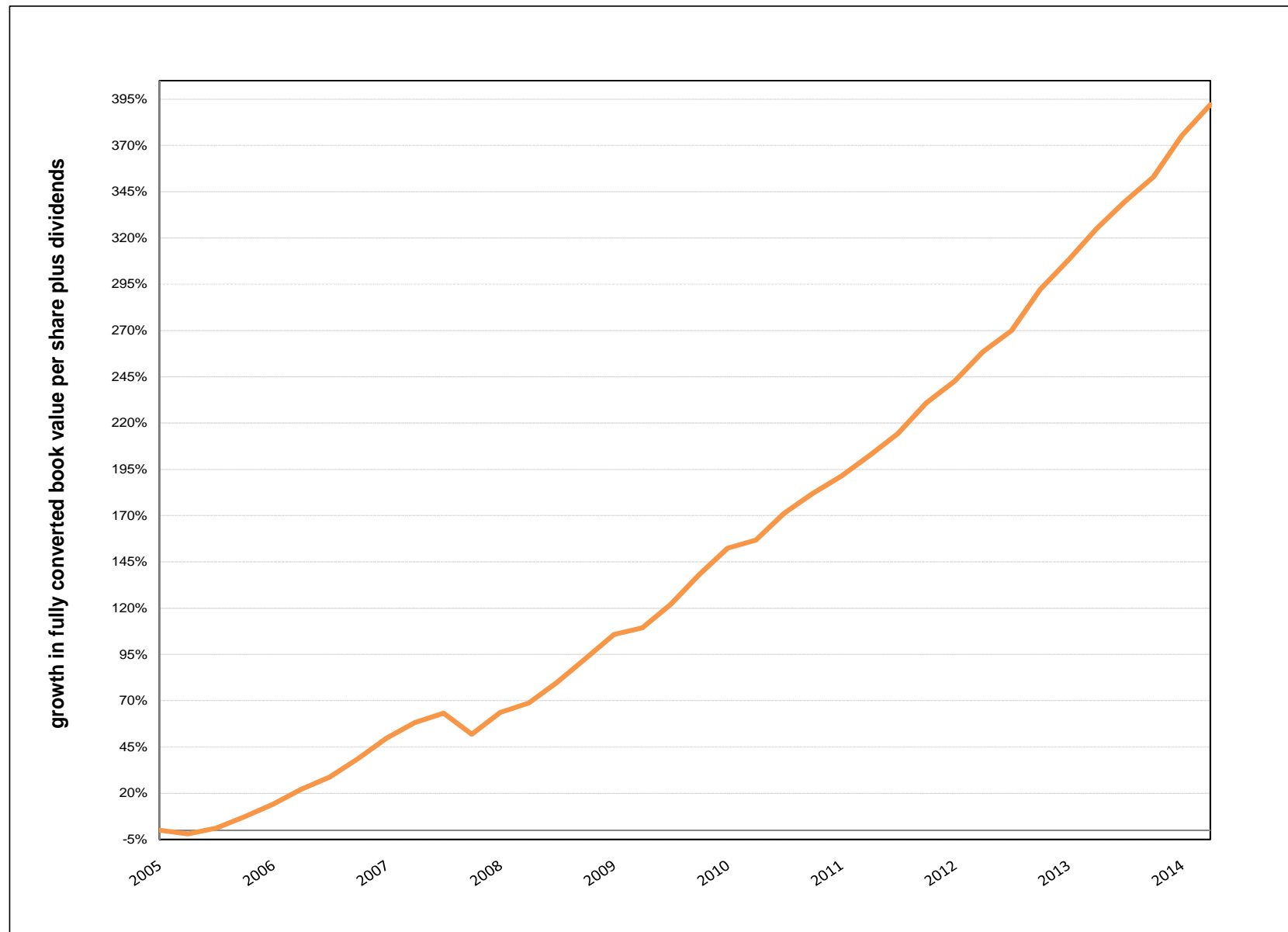
⁽⁴⁾ change in tangible fully converted book value per share adjusted for dividends ("FCBVS") excludes intangible assets from capital

⁽⁵⁾ change in tangible fully converted book value per share adjusted for dividends ("FCBVS") excludes the impact of warrants exercised

⁽⁶⁾ change in fully diluted book value per share adjusted for dividends ("FDBVS") is the internal rate of return of the change in fully diluted book value per share in the period adjusted for dividends accrued

⁽⁷⁾ change in tangible fully diluted book value per share adjusted for dividends ("FDBVS") excludes intangible assets from capital

Lancashire Holdings Limited
growth in fully converted book value per share plus dividends since inception



*growth in fully converted book value per share plus dividends since inception to Q1 2015

Lancashire Holdings Limited
summary consolidated income statements



| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|--|----------------|----------------|----------------|----------------|----------------|-------------------|
| gross premiums written | \$ 244.3 | \$ 120.4 | \$ 152.1 | \$ 318.4 | \$ 316.7 | \$ 907.6 |
| outwards reinsurance premiums | (115.1) | (10.1) | (14.5) | (27.9) | (112.3) | (164.8) |
| net premiums written | 129.2 | 110.3 | 137.6 | 290.5 | 204.4 | 742.8 |
| change in unearned premiums | (51.2) | 96.5 | 67.3 | (97.6) | (103.2) | (37.0) |
| change in unearned premiums on premiums ceded | 76.2 | (32.1) | (25.3) | (6.5) | 73.7 | 9.8 |
| net premiums earned | 154.2 | 174.7 | 179.6 | 186.4 | 174.9 | 715.6 |
| net investment income | 7.6 | 7.2 | 6.7 | 7.6 | 7.1 | 28.6 |
| net other investment income (losses) | 5.0 | 1.4 | 0.9 | (1.2) | 0.3 | 1.4 |
| net realised gains (losses) and impairments | (0.2) | (1.6) | (0.4) | (1.0) | (2.9) | (5.9) |
| share of profit of associates | 0.7 | 1.6 | 1.8 | 0.9 | 1.6 | 5.9 |
| other income | 6.2 | 8.1 | 3.3 | 3.9 | 4.0 | 19.3 |
| net foreign exchange gains (losses) | (0.9) | 3.3 | (0.1) | (0.8) | (2.5) | (0.1) |
| total net revenue | 172.6 | 194.7 | 191.8 | 195.8 | 182.5 | 764.8 |
| insurance losses | 58.9 | 19.7 | 92.4 | 57.8 | 68.0 | 237.9 |
| insurance losses recoverable | (13.8) | 1.6 | (11.9) | 7.2 | (8.3) | (11.4) |
| net insurance acquisition expenses | 39.2 | 39.7 | 40.7 | 43.4 | 29.6 | 153.4 |
| equity based compensation | 4.4 | 8.9 | 3.7 | 8.3 | 2.4 | 23.3 |
| other operating expenses | 26.8 | 27.0 | 26.7 | 30.6 | 27.0 | 111.3 |
| total expenses | 115.5 | 96.9 | 151.6 | 147.3 | 118.7 | 514.5 |
| profit before tax and finance costs | 57.1 | 97.8 | 40.2 | 48.5 | 63.8 | 250.3 |
| financing expenses | (5.6) | (6.3) | (4.1) | (7.0) | (6.4) | (23.8) |
| profit before tax | 51.5 | 91.5 | 36.1 | 41.5 | 57.4 | 226.5 |
| tax credit (expense) | 2.5 | (4.5) | 1.8 | 3.2 | 2.6 | 3.1 |
| profit after tax | \$ 54.0 | \$ 87.0 | \$ 37.9 | \$ 44.7 | \$ 60.0 | \$ 229.6 |
| (income) loss attributable to non-controlling interest | (0.3) | (0.2) | (0.3) | 0.1 | 0.1 | (0.3) |
| profit after tax attributable to Lancashire | \$ 53.7 | \$ 86.8 | \$ 37.6 | \$ 44.8 | \$ 60.1 | \$ 229.3 |
| change in net unrealised gains / losses on investments | 9.0 | (3.3) | (9.0) | 6.8 | 3.4 | (2.1) |
| comprehensive income attributable to Lancashire | \$ 62.7 | \$ 83.5 | \$ 28.6 | \$ 51.6 | \$ 63.5 | \$ 227.2 |
| net loss ratio | 29.2% | 12.2% | 44.8% | 34.9% | 34.1% | 31.7% |
| net acquisition cost ratio | 25.4% | 22.7% | 22.7% | 23.3% | 16.9% | 21.4% |
| administrative expense ratio | 17.4% | 15.5% | 14.9% | 16.4% | 15.4% | 15.6% |
| combined ratio | 72.0% | 50.4% | 82.4% | 74.6% | 66.4% | 68.7% |
| net return on total investments including internal FX hedges | 1.0% | 0.2% | - | 0.5% | 0.3% | 1.0% |
| net return on total investments excluding internal FX hedges | 0.7% | 0.1% | (0.3%) | 0.6% | 0.3% | 0.7% |
| basic earnings per share attributable to Lancashire | \$ 0.28 | \$ 0.46 | \$ 0.20 | \$ 0.24 | \$ 0.33 | \$ 1.24 |
| diluted earnings per share attributable to Lancashire | \$ 0.28 | \$ 0.44 | \$ 0.19 | \$ 0.23 | \$ 0.30 | \$ 1.16 |

Lancashire Holdings Limited
premiums by line of business



| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-------------------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-------------------|
| gross premiums written | | | | | | |
| property cat excess of loss | \$ 46.2 | \$ 1.3 | \$ 18.1 | \$ 35.4 | \$ 69.4 | \$ 124.2 |
| terrorism | 15.2 | 4.4 | 10.8 | 18.4 | 21.6 | 55.2 |
| property political risk | 3.4 | 14.6 | 14.6 | 3.2 | 12.0 | 44.4 |
| property retrocession | 7.9 | (0.4) | 1.3 | 6.5 | 10.7 | 18.1 |
| property direct and facultative | - | 1.0 | 0.1 | - | (0.1) | 1.0 |
| other property | 4.1 | 3.8 | 6.0 | 6.4 | 3.9 | 20.1 |
| total property | 76.8 | 24.7 | 50.9 | 69.9 | 117.5 | 263.0 |
| worldwide offshore energy | 27.1 | 29.6 | 34.1 | 48.8 | 37.4 | 149.9 |
| gulf of mexico offshore energy | 2.6 | 0.3 | (5.3) | 70.5 | 4.4 | 69.9 |
| energy liabilities | 1.5 | 1.5 | 1.0 | 3.8 | 2.2 | 8.5 |
| construction energy | 3.5 | (0.8) | 0.1 | 2.2 | 5.0 | 6.5 |
| onshore energy | 0.3 | 0.1 | - | 0.9 | 0.7 | 1.7 |
| other energy | 1.6 | 0.1 | 1.5 | 1.1 | 0.2 | 2.9 |
| total energy | 36.6 | 30.8 | 31.4 | 127.3 | 49.9 | 239.4 |
| marine hull and total loss | 6.6 | 3.2 | 4.5 | 14.0 | 7.9 | 29.6 |
| marine P&I clubs | 10.0 | 1.5 | 0.2 | 0.4 | 10.7 | 12.8 |
| marine builders risk | 2.1 | 1.0 | 3.7 | 3.3 | 4.2 | 12.2 |
| marine hull war | 2.2 | 2.0 | 2.1 | 3.1 | 3.1 | 10.3 |
| other marine | 1.4 | 0.5 | 0.4 | 1.1 | 0.8 | 2.8 |
| total marine | 22.3 | 8.2 | 10.9 | 21.9 | 26.7 | 67.7 |
| AV 52 | 5.1 | 7.2 | 5.2 | 7.6 | 5.9 | 25.9 |
| aviation satellite | 5.5 | 5.4 | 2.3 | 9.1 | 8.0 | 24.8 |
| other aviation | 0.4 | 0.3 | 1.1 | 0.6 | 0.5 | 2.5 |
| total aviation | 11.0 | 12.9 | 8.6 | 17.3 | 14.4 | 53.2 |
| property reinsurance | 51.9 | 2.3 | 16.5 | 25.6 | 59.9 | 104.3 |
| property direct and facultative | 15.9 | 14.0 | 15.5 | 30.4 | 20.8 | 80.7 |
| marine cargo | 10.0 | 8.4 | 7.7 | 9.1 | 12.3 | 37.5 |
| aviation and satellite | 12.4 | 7.3 | 4.9 | 2.1 | 13.3 | 27.6 |
| energy | 4.4 | 9.2 | 4.0 | 12.7 | - | 25.9 |
| contingency | 1.9 | 0.9 | 0.6 | 1.4 | 1.9 | 4.8 |
| terrorism | 1.1 | 1.7 | 1.1 | 0.7 | - | 3.5 |
| total lloyd's | 97.6 | 43.8 | 50.3 | 82.0 | 108.2 | 284.3 |
| total gross premiums written | \$ 244.3 | \$ 120.4 | \$ 152.1 | \$ 318.4 | \$ 316.7 | \$ 907.6 |

Lancashire Holdings Limited
summary consolidated underwriting segment results

| three months ending 31 march 2015 | | | | | | |
|---|----------|---------|---------|----------|---------|--------------|
| | property | energy | marine | aviation | lloyd's | consolidated |
| gross premiums written | \$ 76.8 | \$ 36.6 | \$ 22.3 | \$ 11.0 | \$ 97.6 | \$ 244.3 |
| net premiums written | 40.1 | 10.3 | 8.4 | 8.1 | 62.3 | 129.2 |
| net premiums earned | 43.6 | 40.8 | 10.7 | 8.1 | 51.0 | 154.2 |
| net insurance (recoveries) losses | (5.1) | 25.8 | 3.6 | 2.3 | 18.5 | 45.1 |
| net insurance acquisition expenses | 9.1 | 12.8 | 4.5 | 2.0 | 10.8 | 39.2 |
| other operating expenses ⁽¹⁾ | | | | | | 26.8 |
| | \$ 39.6 | \$ 2.2 | \$ 2.6 | \$ 3.8 | \$ 21.7 | \$ 43.1 |
| net loss ratio | (11.7%) | 63.2% | 33.6% | 28.4% | 36.3% | 29.2% |
| net acquisition cost ratio | 20.9% | 31.4% | 42.1% | 24.7% | 21.2% | 25.4% |
| administrative expense ratio ⁽¹⁾ | | | | | | 17.4% |
| combined ratio | 9.2% | 94.6% | 75.7% | 53.1% | 57.5% | 72.0% |

| three months ending 31 march 2014 | | | | | | |
|---|----------|---------|---------|----------|----------|--------------|
| | property | energy | marine | aviation | lloyd's | consolidated |
| gross premiums written | \$ 117.5 | \$ 49.9 | \$ 26.7 | \$ 14.4 | \$ 108.2 | \$ 316.7 |
| net premiums written | 89.3 | 18.7 | 17.2 | 11.7 | 67.5 | 204.4 |
| net premiums earned | 56.6 | 40.8 | 12.6 | 11.6 | 53.3 | 174.9 |
| net insurance losses | 5.3 | 25.3 | 3.9 | 0.5 | 24.7 | 59.7 |
| net insurance acquisition expenses | 1.9 | 10.2 | 3.8 | 2.2 | 11.5 | 29.6 |
| other operating expenses ⁽¹⁾ | | | | | | 27.0 |
| | \$ 49.4 | \$ 5.3 | \$ 4.9 | \$ 8.9 | \$ 17.1 | \$ 58.6 |
| net loss ratio | 9.4% | 62.0% | 31.0% | 4.3% | 46.3% | 34.1% |
| net acquisition cost ratio | 3.4% | 25.0% | 30.2% | 19.0% | 21.6% | 16.9% |
| administrative expense ratio ⁽¹⁾ | | | | | | 15.4% |
| combined ratio | 12.8% | 87.0% | 61.2% | 23.3% | 67.9% | 66.4% |

⁽¹⁾ administrative expenses are not allocated by segment

Lancashire Holdings Limited
property segment - underwriting statement

| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| underwriting income | | | | | | |
| gross premiums written | \$ 76.8 | \$ 24.7 | \$ 50.9 | \$ 69.9 | \$ 117.5 | \$ 263.0 |
| outwards reinsurance premiums | (36.7) | 0.2 | (0.9) | (5.4) | (28.2) | (34.3) |
| net premiums written | 40.1 | 24.9 | 50.0 | 64.5 | 89.3 | 228.7 |
| change in unearned premiums | (20.3) | 35.0 | 12.4 | (3.9) | (53.4) | (9.9) |
| change in unearned premiums on premiums ceded | 23.8 | (8.6) | (7.9) | (1.5) | 20.7 | 2.7 |
| net premiums earned | \$ 43.6 | \$ 51.3 | \$ 54.5 | \$ 59.1 | \$ 56.6 | \$ 221.5 |
| underwriting expenses | | | | | | |
| net insurance (recoveries) losses | (5.1) | 6.0 | 20.7 | (10.4) | 5.3 | 21.6 |
| net insurance acquisition expenses | 9.1 | 6.2 | 8.7 | 9.4 | 1.9 | 26.2 |
| total underwriting expenses (recoveries) | 4.0 | 12.2 | 29.4 | (1.0) | 7.2 | 47.8 |
| net underwriting income | \$ 39.6 | \$ 39.1 | \$ 25.1 | \$ 60.1 | \$ 49.4 | \$ 173.7 |
| net loss ratio (% of net premiums earned) | (11.7%) | 11.7% | 38.0% | (17.6%) | 9.4% | 9.8% |
| net acquisition cost ratio (% of net premiums earned) | 20.9% | 12.1% | 16.0% | 15.9% | 3.4% | 11.8% |
| | 9.2% | 23.8% | 54.0% | (1.7%) | 12.8% | 21.6% |

Lancashire Holdings Limited
energy segment - underwriting statement

| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| underwriting income | | | | | | |
| gross premiums written | \$ 36.6 | \$ 30.8 | \$ 31.4 | \$ 127.3 | \$ 49.9 | \$ 239.4 |
| outwards reinsurance premiums | (26.3) | (4.5) | (2.1) | (10.0) | (31.2) | (47.8) |
| net premiums written | 10.3 | 26.3 | 29.3 | 117.3 | 18.7 | 191.6 |
| change in unearned premiums | 11.4 | 23.8 | 19.3 | (70.0) | 4.4 | (22.5) |
| change in unearned premiums on premiums ceded | 19.1 | (8.3) | (8.6) | (0.2) | 17.7 | 0.6 |
| net premiums earned | \$ 40.8 | \$ 41.8 | \$ 40.0 | \$ 47.1 | \$ 40.8 | \$ 169.7 |
| underwriting expenses | | | | | | |
| net insurance losses (recoveries) | 25.8 | (2.7) | 6.7 | 12.6 | 25.3 | 41.9 |
| net insurance acquisition expenses | 12.8 | 14.6 | 13.4 | 14.2 | 10.2 | 52.4 |
| total underwriting expenses | 38.6 | 11.9 | 20.1 | 26.8 | 35.5 | 94.3 |
| net underwriting income | \$ 2.2 | \$ 29.9 | \$ 19.9 | \$ 20.3 | \$ 5.3 | \$ 75.4 |
| net loss ratio (% of net premiums earned) | 63.2% | (6.5%) | 16.8% | 26.8% | 62.0% | 24.7% |
| net acquisition cost ratio (% of net premiums earned) | 31.4% | 34.9% | 33.5% | 30.1% | 25.0% | 30.9% |
| | 94.6% | 28.4% | 50.3% | 56.9% | 87.0% | 55.6% |

Lancashire Holdings Limited
marine segment - underwriting statement

| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| underwriting income (loss) | | | | | | |
| gross premiums written | \$ 22.3 | \$ 8.2 | \$ 10.9 | \$ 21.9 | \$ 26.7 | \$ 67.7 |
| outwards reinsurance premiums | (13.9) | (0.3) | 0.1 | - | (9.5) | (9.7) |
| net premiums written | 8.4 | 7.9 | 11.0 | 21.9 | 17.2 | 58.0 |
| change in unearned premiums | (6.9) | 8.6 | 6.9 | (4.2) | (11.6) | (0.3) |
| change in unearned premiums on premiums ceded | 9.2 | (2.3) | (2.4) | (2.3) | 7.0 | - |
| net premiums earned | \$ 10.7 | \$ 14.2 | \$ 15.5 | \$ 15.4 | \$ 12.6 | \$ 57.7 |
| underwriting expenses | | | | | | |
| net insurance losses | 3.6 | 1.0 | 0.9 | 21.8 | 3.9 | 27.6 |
| net insurance acquisition expenses | 4.5 | 3.6 | 5.0 | 5.3 | 3.8 | 17.7 |
| total underwriting expenses | 8.1 | 4.6 | 5.9 | 27.1 | 7.7 | 45.3 |
| net underwriting income (loss) | \$ 2.6 | \$ 9.6 | \$ 9.6 | \$ (11.7) | \$ 4.9 | \$ 12.4 |
| net loss ratio (% of net premiums earned) | 33.6% | 7.0% | 5.8% | 141.6% | 31.0% | 47.8% |
| net acquisition cost ratio (% of net premiums earned) | 42.1% | 25.4% | 32.3% | 34.4% | 30.2% | 30.7% |
| | 75.7% | 32.4% | 38.1% | 176.0% | 61.2% | 78.5% |

Lancashire Holdings Limited
aviation segment - underwriting statement

| | q1 | q4 | q3 | q2 | q1 | full year |
|---|---------------|----------------|-----------------|-----------------|----------------|------------------|
| | 2015 | 2014 | 2014 | 2014 | 2014 | 2014 |
| underwriting income (loss) | | | | | | |
| gross premiums written | \$ 11.0 | \$ 12.9 | \$ 8.6 | \$ 17.3 | \$ 14.4 | \$ 53.2 |
| outwards reinsurance premiums | (2.9) | (1.7) | - | (3.7) | (2.7) | (8.1) |
| net premiums written | 8.1 | 11.2 | 8.6 | 13.6 | 11.7 | 45.1 |
| change in unearned premiums | (0.9) | 2.0 | 7.2 | (2.6) | (1.9) | 4.7 |
| change in unearned premiums on premiums ceded | 0.9 | (0.1) | (1.5) | 2.6 | 1.8 | 2.8 |
| net premiums earned | \$ 8.1 | \$ 13.1 | \$ 14.3 | \$ 13.6 | \$ 11.6 | \$ 52.6 |
| underwriting expenses | | | | | | |
| net insurance losses | 2.3 | 0.7 | 14.3 | 17.4 | 0.5 | 32.9 |
| net insurance acquisition expenses | 2.0 | 2.9 | 1.6 | 2.9 | 2.2 | 9.6 |
| total underwriting expenses | 4.3 | 3.6 | 15.9 | 20.3 | 2.7 | 42.5 |
| net underwriting income (loss) | \$ 3.8 | \$ 9.5 | \$ (1.6) | \$ (6.7) | \$ 8.9 | \$ 10.1 |
| net loss ratio (% of net premiums earned) | 28.4% | 5.3% | 100.0% | 127.9% | 4.3% | 62.5% |
| net acquisition cost ratio (% of net premiums earned) | 24.7% | 22.1% | 11.2% | 21.3% | 19.0% | 18.3% |
| | 53.1% | 27.4% | 111.2% | 149.2% | 23.3% | 80.8% |

Lancashire Holdings Limited
Lloyd's segment - underwriting statement

| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| underwriting income | | | | | | |
| gross premiums written | \$ 97.6 | \$ 43.8 | \$ 50.3 | \$ 82.0 | \$ 108.2 | \$ 284.3 |
| outwards reinsurance premiums | (35.3) | (3.8) | (11.6) | (8.8) | (40.7) | (64.9) |
| net premiums written | 62.3 | 40.0 | 38.7 | 73.2 | 67.5 | 219.4 |
| change in unearned premiums | (34.5) | 27.1 | 21.5 | (16.9) | (40.7) | (9.0) |
| change in unearned premiums on premiums ceded | 23.2 | (12.8) | (4.9) | (5.1) | 26.5 | 3.7 |
| net premiums earned | \$ 51.0 | \$ 54.3 | \$ 55.3 | \$ 51.2 | \$ 53.3 | \$ 214.1 |
| underwriting expenses | | | | | | |
| net insurance losses | 18.5 | 16.3 | 37.9 | 23.6 | 24.7 | 102.5 |
| net insurance acquisition expenses | 10.8 | 12.4 | 12.0 | 11.6 | 11.5 | 47.5 |
| total underwriting expenses | 29.3 | 28.7 | 49.9 | 35.2 | 36.2 | 150.0 |
| net underwriting income | \$ 21.7 | \$ 25.6 | \$ 5.4 | \$ 16.0 | \$ 17.1 | \$ 64.1 |
| net loss ratio (% of net premiums earned) | 36.3% | 30.0% | 68.5% | 46.1% | 46.3% | 47.9% |
| net acquisition cost ratio (% of net premiums earned) | 21.2% | 22.8% | 21.7% | 22.7% | 21.6% | 22.2% |
| | 57.5% | 52.8% | 90.2% | 68.8% | 67.9% | 70.1% |

Lancashire Holdings Limited
other income

| | <u>q1</u> <u>2015</u> | <u>q4</u> <u>2014</u> | <u>q3</u> <u>2014</u> | <u>q2</u> <u>2014</u> | <u>q1</u> <u>2014</u> | <u>full year</u> <u>2014</u> |
|--|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------------|
| kinesis underwriting fees | \$ 0.7 | \$ 1.9 | \$ 2.9 | \$ 0.8 | \$ 0.6 | \$ 6.2 |
| kinesis profit commission | 5.1 | - | - | - | - | - |
| total kinesis | 5.8 | 1.9 | 2.9 | 0.8 | 0.6 | 6.2 |
| lloyd's managing agency fees | 0.4 | 0.3 | 0.4 | 0.4 | 0.4 | 1.5 |
| lloyd's profit commission 2012 year of account | - | 4.3 | - | 0.3 | - | 4.6 |
| lloyd's profit commission 2013 year of account | - | 1.6 | - | 2.4 | - | 4.0 |
| total lloyd's | 0.4 | 6.2 | 0.4 | 3.1 | 0.4 | 10.1 |
| other | - | - | - | - | 3.0 | 3.0 |
| total other | - | - | - | - | 3.0 | 3.0 |
| other income | \$ 6.2 | \$ 8.1 | \$ 3.3 | \$ 3.9 | \$ 4.0 | \$ 19.3 |

Lancashire Holdings Limited
summary consolidated cash flows

| cash flows | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net cash flows from operating activities | \$ 2.4 | \$ 32.7 | \$ 82.1 | \$ 68.4 | \$ 34.9 | \$ 218.1 |
| net cash flows from (used in) investing activities | 182.8 | 182.6 | (44.1) | (178.0) | 100.4 | 60.9 |
| net cash flows used in financing activities | (8.3) | (268.1) | (10.6) | (78.4) | (7.9) | (365.0) |
| net increase (decrease) in cash and cash equivalents | 176.9 | (52.8) | 27.4 | (188.0) | 127.4 | (86.0) |
| cash and cash equivalents, opening | 303.5 | 364.5 | 345.4 | 532.4 | 403.0 | 403.0 |
| effect of exchange rate fluctuations | (4.9) | (8.2) | (8.3) | 1.0 | 2.0 | (13.5) |
| cash and cash equivalents, closing | \$ 475.5 | \$ 303.5 | \$ 364.5 | \$ 345.4 | \$ 532.4 | \$ 303.5 |

Lancashire Holdings Limited
summary consolidated balance sheets



| | 31 march 2015 | 31 december 2014 | 30 september 2014 | 30 june 2014 | 31 march 2014 |
|---|-------------------|-------------------|-------------------|-------------------|-------------------|
| assets | | | | | |
| cash and cash equivalents | \$ 475.5 | \$ 303.5 | \$ 364.5 | \$ 345.4 | \$ 532.4 |
| accrued interest receivable | 7.4 | 7.7 | 7.6 | 8.5 | 8.0 |
| investments | | | | | |
| - fixed income securities - available for sale | 1,641.7 | 1,787.1 | 2,038.6 | 2,016.6 | 1,917.5 |
| - at fair value through profit or loss | 31.7 | 31.2 | 30.8 | 30.7 | 30.1 |
| - equity securities - available for sale | 15.6 | 15.8 | 16.1 | 17.2 | 15.4 |
| - hedge funds - at fair value through profit or loss | 156.6 | 152.1 | 99.9 | 89.5 | - |
| - other investments | 0.5 | 0.7 | 3.3 | 1.7 | 4.3 |
| reinsurance assets | | | | | |
| - unearned premiums on premiums ceded | 100.9 | 24.7 | 56.8 | 82.1 | 88.6 |
| - reinsurance recoveries | 97.6 | 112.4 | 124.3 | 123.5 | 140.5 |
| - other receivables | 7.8 | 5.3 | 6.8 | 6.9 | 19.6 |
| deferred acquisition costs | 110.6 | 104.6 | 119.6 | 123.6 | 96.9 |
| inwards premiums receivable from insureds and cedants | 368.6 | 316.2 | 368.8 | 464.5 | 384.8 |
| investment in associates | 26.7 | 52.7 | 30.1 | 28.3 | 23.6 |
| goodwill and other intangible assets | 153.8 | 153.8 | 153.8 | 157.8 | 164.8 |
| other assets | 86.1 | 50.0 | 34.2 | 36.0 | 26.8 |
| total assets | \$ 3,281.1 | \$ 3,117.8 | \$ 3,455.2 | \$ 3,532.3 | \$ 3,453.3 |
| liabilities | | | | | |
| insurance contracts | | | | | |
| - losses and loss adjustment expenses | \$ 735.2 | \$ 752.6 | \$ 843.8 | \$ 831.5 | \$ 824.6 |
| - unearned premiums | 530.3 | 479.1 | 575.6 | 642.9 | 545.3 |
| - other payables | 38.2 | 40.8 | 36.1 | 39.3 | 29.0 |
| amounts payable to reinsurers | 81.5 | 34.2 | 40.9 | 70.5 | 78.9 |
| deferred acquisition costs ceded | 1.1 | 0.1 | 0.4 | 0.7 | 0.8 |
| other payables | 241.8 | 88.4 | 63.7 | 73.3 | 144.6 |
| deferred tax liability | 28.2 | 38.7 | 35.6 | 37.4 | 38.8 |
| long-term debt | 321.9 | 326.6 | 328.5 | 331.9 | 332.2 |
| total liabilities | 1,978.2 | 1,760.5 | 1,924.6 | 2,027.5 | 1,994.2 |
| shareholders' equity | | | | | |
| share capital | 100.2 | 96.1 | 96.1 | 94.6 | 92.7 |
| own shares | (33.5) | (43.3) | (28.6) | (21.2) | (34.4) |
| share premium | - | - | - | - | 192.2 |
| contributed surplus | 840.3 | 855.9 | 856.6 | 837.3 | 647.7 |
| accumulated other comprehensive income | 9.8 | 0.8 | 4.1 | 13.1 | 6.3 |
| other reserves | 34.5 | 31.2 | 24.9 | 31.0 | 49.3 |
| dividends | (119.0) | (321.0) | (73.6) | (63.2) | (63.2) |
| retained earnings | 469.8 | 737.1 | 650.3 | 612.7 | 567.9 |
| shareholders' equity attributable to Lancashire | \$ 1,302.1 | \$ 1,356.8 | \$ 1,529.8 | \$ 1,504.3 | \$ 1,458.5 |
| non-controlling interest | 0.8 | 0.5 | 0.8 | 0.5 | 0.6 |
| total shareholders' equity | \$ 1,302.9 | \$ 1,357.3 | \$ 1,530.6 | \$ 1,504.8 | \$ 1,459.1 |
| total liabilities and shareholders' equity | \$ 3,281.1 | \$ 3,117.8 | \$ 3,455.2 | \$ 3,532.3 | \$ 3,453.3 |
| basic book value per share attributable to Lancashire | \$ 6.61 | \$ 7.24 | \$ 8.10 | \$ 8.05 | \$ 8.02 |
| fully converted book value per share attributable to Lancashire | \$ 6.52 | \$ 6.96 | \$ 7.74 | \$ 7.67 | \$ 7.49 |
| fully diluted book value per share attributable to Lancashire | \$ 6.51 | \$ 6.87 | \$ 7.62 | \$ 7.50 | \$ 7.25 |
| debt to total capital ratio | 19.8% | 19.4% | 17.7% | 18.1% | 18.6% |
| debt to total tangible capital ratio | 21.9% | 21.4% | 19.3% | 19.8% | 20.4% |

Lancashire Holdings Limited
composition of investment portfolio



| | 31 march 2015 | % | 31 december 2014 | % | 30 september 2014 | % | 30 june 2014 | % | 31 march 2014 | % |
|---|-------------------|---------------|-------------------|---------------|-------------------|---------------|-------------------|---------------|-------------------|---------------|
| type of investment | | | | | | | | | | |
| short term investments | \$ 4.7 | 0.2% | \$ 30.4 | 1.4% | \$ 104.1 | 4.2% | \$ 158.2 | 6.5% | \$ 255.2 | 10.6% |
| fixed income funds | 13.5 | 0.6% | 15.4 | 0.7% | 16.7 | 0.7% | 20.9 | 0.9% | 26.2 | 1.1% |
| U.S. treasuries | 328.6 | 15.7% | 363.0 | 16.3% | 419.9 | 17.0% | 370.1 | 15.2% | 260.0 | 10.7% |
| other government bonds | 64.0 | 3.1% | 84.0 | 3.8% | 87.2 | 3.5% | 100.3 | 4.1% | 98.4 | 4.1% |
| U.S. municipal bonds | 25.3 | 1.2% | 28.9 | 1.3% | 18.7 | 0.8% | 20.5 | 0.8% | 20.5 | 0.8% |
| U.S. government agency debt | 16.9 | 0.8% | 17.5 | 0.8% | 34.1 | 1.4% | 42.5 | 1.7% | 41.9 | 1.7% |
| asset backed securities | 184.3 | 8.8% | 184.1 | 8.3% | 190.3 | 7.7% | 169.2 | 7.0% | 135.3 | 5.6% |
| U.S. government agency mortgage backed securities | 150.1 | 7.2% | 168.0 | 7.6% | 231.9 | 9.4% | 217.6 | 8.9% | 223.4 | 9.3% |
| non-agency mortgage backed securities | 23.9 | 1.1% | 20.8 | 0.9% | 23.2 | 0.9% | 30.7 | 1.3% | 33.0 | 1.4% |
| agency commercial mortgage backed securities | 1.9 | 0.1% | 2.4 | 0.1% | 5.5 | 0.2% | 5.6 | 0.2% | 4.0 | 0.2% |
| non-agency commercial mortgage backed securities | 38.1 | 1.8% | 39.6 | 1.8% | 46.1 | 1.9% | 47.3 | 1.9% | 36.9 | 1.5% |
| bank loans | 129.1 | 6.2% | 127.9 | 5.8% | 138.7 | 5.6% | 140.7 | 5.8% | 134.1 | 5.6% |
| corporate bonds | 661.3 | 31.7% | 705.1 | 31.7% | 722.2 | 29.1% | 693.0 | 28.5% | 648.6 | 26.9% |
| total fixed income securities - available for sale | 1,641.7 | 78.5% | 1,787.1 | 80.5% | 2,038.6 | 82.4% | 2,016.6 | 82.8% | 1,917.5 | 79.5% |
| fixed income - at fair value through profit or loss | 31.7 | 1.5% | 31.2 | 1.4% | 30.8 | 1.2% | 30.7 | 1.3% | 30.1 | 1.2% |
| equity securities - available for sale | 15.6 | 0.7% | 15.8 | 0.7% | 16.1 | 0.7% | 17.2 | 0.7% | 15.4 | 0.6% |
| hedge funds - at fair value through profit or loss | 156.6 | 7.5% | 152.1 | 6.8% | 99.9 | 4.0% | 89.5 | 3.7% | - | - |
| other investments | 0.5 | - | 0.7 | - | 3.3 | 0.1% | 1.7 | 0.1% | 4.3 | 0.2% |
| managed cash | 245.7 | 11.8% | 235.6 | 10.6% | 287.2 | 11.6% | 280.0 | 11.4% | 446.5 | 18.5% |
| total investments | \$ 2,091.8 | 100.0% | \$ 2,222.5 | 100.0% | \$ 2,475.9 | 100.0% | \$ 2,435.7 | 100.0% | \$ 2,413.8 | 100.0% |
| credit quality of fixed income securities | | | | | | | | | | |
| AAA | \$ 295.1 | 17.6% | \$ 347.3 | 19.1% | \$ 446.9 | 21.6% | \$ 481.0 | 23.5% | \$ 542.2 | 27.8% |
| AA+, AA, AA- | 674.4 | 40.4% | 759.3 | 41.7% | 931.9 | 45.0% | 887.2 | 43.3% | 775.3 | 39.8% |
| A+, A, A- | 365.6 | 21.8% | 385.1 | 21.2% | 365.6 | 17.7% | 353.6 | 17.3% | 339.8 | 17.5% |
| BBB+, BBB, BBB- | 202.1 | 12.1% | 192.0 | 10.6% | 187.7 | 9.1% | 188.7 | 9.2% | 162.4 | 8.3% |
| other | 136.2 | 8.1% | 134.6 | 7.4% | 137.3 | 6.6% | 136.8 | 6.7% | 127.9 | 6.6% |
| | \$ 1,673.4 | 100.0% | \$ 1,818.3 | 100.0% | \$ 2,069.4 | 100.0% | \$ 2,047.3 | 100.0% | \$ 1,947.6 | 100.0% |
| corporate bonds & bank loans (AFS) and fixed income (FVTPL) | | | | | | | | | | |
| industrials | \$ 471.7 | 57.4% | \$ 487.3 | 56.5% | \$ 486.0 | 54.5% | \$ 469.9 | 54.4% | \$ 432.9 | 53.3% |
| financials | 317.5 | 38.6% | 338.3 | 39.1% | 354.8 | 39.8% | 340.9 | 39.4% | 325.6 | 40.0% |
| utilities | 30.5 | 3.7% | 35.7 | 4.1% | 45.5 | 5.1% | 47.3 | 5.5% | 47.1 | 5.8% |
| supranationals | 2.4 | 0.3% | 2.9 | 0.3% | 5.4 | 0.6% | 6.3 | 0.7% | 7.2 | 0.9% |
| | \$ 822.1 | 100.0% | \$ 864.2 | 100.0% | \$ 891.7 | 100.0% | \$ 864.4 | 100.0% | \$ 812.8 | 100.0% |
| quarterly net return including the impact of internal FX hedges | | 1.0% | | 0.2% | | - | | 0.5% | | 0.3% |
| quarterly net return excluding the impact of internal FX hedges | | 0.7% | | 0.1% | | (0.3%) | | 0.6% | | 0.3% |
| rolling 12 month net return including the impact of internal FX hedges | | 1.7% | | 1.0% | | 1.1% | | 1.6% | | 0.5% |
| rolling 12 month net return excluding the impact of internal FX hedges | | 1.0% | | 0.7% | | 0.9% | | 1.6% | | 0.5% |
| average book yield of fixed income and managed cash | | 1.5% | | 1.5% | | 1.4% | | 1.3% | | 1.2% |
| average market yield of fixed income and managed cash | | 1.4% | | 1.5% | | 1.3% | | 1.1% | | 1.1% |
| average duration of fixed income and managed cash | | 1.8 years | | 1.8 years | | 1.8 years | | 1.7 years | | 1.5 years |
| average duration of fixed income, managed cash and derivative instruments | | 1.5 years | | 1.5 years | | 1.5 years | | 1.3 years | | 1.0 years |
| average credit quality of fixed income and managed cash | | AA- | | AA- | | AA- | | AA- | | AA- |
| average credit quality of fixed income only | | A+ | | AA- | | AA- | | AA- | | AA- |

| 31 march 2015 | | | | | |
|--|-------------------------|--------------------------------|----------------------------------|------------------------------|---|
| | estimated fair value | weighted average book yield | weighted average market yield | weighted average duration | weighted average rating ⁽²⁾ |
| type of investment | | | | | |
| short term investments | \$ 4.7 | 0.1% | 0.1% | 0.5 | AAA |
| fixed income funds | 13.5 | 2.1% | 2.1% | 1.4 | AA |
| U.S. treasuries | 328.6 | 0.8% | 0.8% | 2.7 | AA+ |
| other government bonds | 64.0 | 1.9% | 1.6% | 2.3 | AA |
| U.S. municipal bonds | 25.3 | 2.9% | 1.8% | 3.5 | AA |
| U.S. government agency debt | 16.9 | 2.4% | 1.9% | 5.8 | AA+ |
| asset backed securities | 184.3 | 1.3% | 1.3% | 0.8 | AAA |
| U.S. government agency mortgage backed securities | 150.1 | 2.2% | 1.8% | 2.5 | AA+ |
| non-agency mortgage backed securities | 23.9 | 1.3% | 1.3% | 0.3 | AA |
| agency commercial mortgage backed securities | 1.9 | 0.5% | 0.4% | 0.1 | AA+ |
| non-agency commercial mortgage backed securities | 38.1 | 1.7% | 1.2% | 1.2 | AAA |
| bank loans | 129.1 | 3.9% | 4.3% | - | BB |
| corporate bonds | 661.3 | 1.9% | 1.6% | 2.5 | A |
| total fixed income securities - available for sale | 1,641.7 | 1.8% | 1.6% | 2.1 | A+ |
| fixed income securities at fair value through profit or loss | 31.7 | - | - | 0.6 | A- |
| managed cash ⁽¹⁾ | 245.7 | - | - | - | AA- |
| total fixed income securities and managed cash | \$ 1,919.1 | 1.5% | 1.4% | 1.8 | AA- |

| 31 december 2014 | | | | | |
|--|-------------------------|--------------------------------|----------------------------------|------------------------------|---|
| | estimated fair value | weighted average book yield | weighted average market yield | weighted average duration | weighted average rating ⁽²⁾ |
| type of investment | | | | | |
| short term investments | \$ 30.4 | 0.1% | 0.1% | 0.5 | AAA |
| fixed income funds | 15.4 | 2.0% | 2.0% | 1.5 | AA+ |
| U.S. treasuries | 363.0 | 0.9% | 0.9% | 2.9 | AA+ |
| other government bonds | 84.0 | 1.8% | 1.7% | 2.3 | AA |
| U.S. municipal bonds | 28.9 | 2.9% | 1.8% | 3.3 | AA |
| U.S. government agency debt | 17.5 | 2.3% | 2.1% | 5.7 | AA+ |
| asset backed securities | 184.1 | 1.2% | 1.2% | 0.8 | AAA |
| U.S. government agency mortgage backed securities | 168.0 | 2.2% | 2.0% | 2.6 | AA+ |
| non-agency mortgage backed securities | 20.8 | 1.6% | 1.3% | 0.3 | AA- |
| agency commercial mortgage backed securities | 2.4 | 0.5% | 0.8% | 0.1 | AA+ |
| non-agency commercial mortgage backed securities | 39.6 | 1.7% | 1.4% | 1.3 | AAA |
| bank loans | 127.9 | 4.0% | 4.3% | - | BB- |
| corporate bonds | 705.1 | 1.8% | 1.6% | 2.3 | A |
| total fixed income securities - available for sale | 1,787.1 | 1.7% | 1.7% | 2.1 | AA- |
| fixed income securities at fair value through profit or loss | 31.2 | - | - | 0.8 | A- |
| managed cash ⁽¹⁾ | 235.6 | 0.1% | 0.1% | - | A+ |
| total fixed income securities and managed cash | \$ 2,053.9 | 1.5% | 1.5% | 1.8 | AA- |

⁽¹⁾ managed cash includes money market funds, t-bills, and repurchase agreements. Where book yields are not available, book yield is assumed to be equal to market yield

⁽²⁾ primary rating source is S&P. If it is not available, the S&P equivalent rating of other nationally recognised rating agencies is used

| 31 march 2015 | | | | | |
|---|--------------------|-------------------------|---------------------|---------------------------|----------------------------------|
| | par value units | estimated fair value | accrued interest | unrealised gain (loss) | credit quality ⁽¹⁾ |
| top twenty corporate holdings by issuer | | | | | |
| Lloyds Banking Group Plc | 34.6 | \$ 36.5 | \$ - | \$ 1.7 | A- |
| Mitsubishi UFJ Financial Group Inc. | 16.3 | 16.5 | 0.1 | 0.2 | A+ |
| Verizon Communications Inc. | 15.8 | 16.1 | - | 0.2 | BBB+ |
| JPMorgan Chase & Co. | 10.2 | 10.8 | 0.1 | 0.1 | A |
| The Goldman Sachs Group Inc. | 9.9 | 10.5 | 0.1 | 0.2 | A- |
| Stichting ING Aandelen | 9.5 | 9.5 | - | 0.1 | A |
| Berkshire Hathaway Inc. | 8.4 | 8.8 | 0.1 | 0.1 | A+ |
| Total SA | 8.6 | 8.7 | - | - | AA- |
| DNB Boligkreditt AS | 8.4 | 8.6 | - | 0.1 | AAA |
| BP Plc | 8.4 | 8.4 | 0.1 | 0.1 | A |
| Ford Motor Credit Company | 7.7 | 8.3 | 0.1 | 0.1 | BBB- |
| UBS AG | 7.0 | 7.5 | - | 0.1 | A+ |
| Bayer AG | 7.4 | 7.5 | 0.1 | 0.1 | A- |
| Morgan Stanley | 6.7 | 7.4 | 0.2 | 0.1 | A- |
| Australia & New Zealand Banking Group Ltd. | 7.0 | 7.0 | - | - | AA |
| Abbvie Inc. | 7.0 | 7.0 | 0.1 | 0.1 | A |
| Chevron Corp | 6.7 | 6.7 | - | - | AA |
| Credit Suisse Group AG | 6.1 | 6.5 | - | 0.3 | A- |
| Westpac Banking Group | 6.3 | 6.4 | - | - | AA- |
| General Electric Co | 6.0 | 6.2 | - | - | AA+ |
| | | <u>\$ 204.9</u> | <u>\$ 1.0</u> | <u>\$ 3.6</u> | <u>A</u> |
| top twenty holdings as a % of corporate bonds (AFS) and fixed income (FVTPL) | | 29.6% | | | |

| 31 march 2015 | | | | |
|-------------------------|-----------------|---------------------|----------------------|------------------------------|
| | financials | other industries | total ⁽²⁾ | other government bonds |
| bonds by country | | | | |
| United States | \$ 139.9 | \$ 370.5 | \$ 510.4 | \$ - |
| United Kingdom | 49.5 | 30.6 | 80.1 | 0.3 |
| Canada | 20.3 | 19.8 | 40.1 | 19.4 |
| Australia | 24.8 | 6.4 | 31.2 | 7.4 |
| Netherlands | 19.3 | 10.9 | 30.2 | 3.0 |
| France | 11.5 | 13.1 | 24.6 | 5.4 |
| Germany | 3.7 | 14.2 | 17.9 | 7.7 |
| Japan | 9.7 | 7.9 | 17.6 | - |
| Norway | 9.5 | 0.8 | 10.3 | 4.9 |
| Switzerland | 13.2 | 0.6 | 13.8 | 0.5 |
| Sweden | 13.7 | - | 13.7 | 0.2 |
| Luxembourg | 0.5 | 9.6 | 10.1 | - |
| Mexico | - | 3.1 | 3.1 | 3.6 |
| Hong Kong | - | 4.9 | 4.9 | - |
| Russian Federation | - | - | - | 3.3 |
| Belgium | - | 3.0 | 3.0 | 0.3 |
| Supranationals | 2.4 | - | 2.4 | - |
| Marshall Islands | - | 2.4 | 2.4 | - |
| Qatar | - | - | - | 2.2 |
| Spain | - | 2.0 | 2.0 | - |
| China | - | 0.2 | 0.2 | 1.5 |
| Macau | - | 1.6 | 1.6 | - |
| Chile | 1.3 | - | 1.3 | - |
| Brazil | - | - | - | 1.3 |
| Slovenia | - | - | - | 1.0 |
| Colombia | - | - | - | 0.9 |
| United Arab Emirates | - | 0.2 | 0.2 | 0.6 |
| Austria | - | 0.2 | 0.2 | 0.3 |
| Other | 0.6 | 0.2 | 0.8 | 0.2 |
| | <u>\$ 319.9</u> | <u>\$ 502.2</u> | <u>\$ 822.1</u> | <u>\$ 64.0</u> |

⁽¹⁾ credit quality is calculated based on the weighted average credit ratings of the underlying debt securities. Primary rating source is S&P. If it is not available, the S&P equivalent rating of other nationally recognised rating agencies is used

⁽²⁾ Includes corporate bonds & bank loans (AFS) and fixed income (FVTPL)

Lancashire Holdings Limited
net losses and loss ratios



| total | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 640.2 | \$ 719.5 | \$ 708.0 | \$ 684.1 | \$ 670.4 | 670.4 |
| paid losses | 45.3 | 95.9 | 54.3 | 43.6 | 51.9 | 245.7 |
| change in prior AY ⁽¹⁾ | (26.0) | (25.0) | (11.3) | (8.2) | 10.1 | (34.4) |
| current year incurred losses | 71.1 | 46.3 | 91.8 | 73.2 | 49.6 | 260.9 |
| foreign exchange | (2.4) | (4.7) | (14.7) | 2.5 | 5.9 | (11.0) |
| net reserves: end | \$ 637.6 | \$ 640.2 | \$ 719.5 | \$ 708.0 | \$ 684.1 | \$ 640.2 |
| net premiums earned | 154.2 | 174.7 | 179.6 | 186.4 | 174.9 | 715.6 |
| net loss ratio | 29.2% | 12.2% | 44.8% | 34.9% | 34.1% | 31.7% |
| IBNR as % of net reserves | 32.7% | 31.6% | 29.9% | 29.4% | 32.7% | 31.6% |

| property | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 170.5 | \$ 192.2 | \$ 187.8 | \$ 206.9 | \$ 202.0 | 202.0 |
| paid losses | 14.6 | 28.0 | 7.8 | 9.5 | 6.4 | 51.7 |
| change in prior AY ⁽¹⁾ | (14.4) | (1.3) | (1.2) | (16.0) | (1.3) | (19.8) |
| current year incurred losses | 9.3 | 7.3 | 21.9 | 5.6 | 6.6 | 41.4 |
| foreign exchange | 4.6 | 0.3 | (8.5) | 0.8 | 6.0 | (1.4) |
| net reserves: end | \$ 155.4 | \$ 170.5 | \$ 192.2 | \$ 187.8 | \$ 206.9 | \$ 170.5 |
| net premiums earned | 43.6 | 51.3 | 54.5 | 59.1 | 56.6 | 221.5 |
| net loss ratio | (11.7%) | 11.7% | 38.0% | (17.6%) | 9.4% | 9.8% |

| energy | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 161.3 | \$ 183.7 | \$ 181.9 | \$ 172.5 | \$ 150.7 | 150.7 |
| paid losses | 7.1 | 18.5 | 4.0 | 3.5 | 3.6 | 29.6 |
| change in prior AY ⁽¹⁾ | (8.8) | (7.6) | (5.6) | (2.0) | 9.8 | (5.4) |
| current year incurred losses | 34.6 | 4.9 | 12.3 | 14.6 | 15.5 | 47.3 |
| foreign exchange | (0.4) | (1.2) | (0.9) | 0.3 | 0.1 | (1.7) |
| net reserves: end | \$ 179.6 | \$ 161.3 | \$ 183.7 | \$ 181.9 | \$ 172.5 | \$ 161.3 |
| net premiums earned | 40.8 | 41.8 | 40.0 | 47.1 | 40.8 | 169.7 |
| net loss ratio | 63.2% | (6.5%) | 16.8% | 26.8% | 62.0% | 24.7% |

⁽¹⁾ AY = accident year

Lancashire Holdings Limited
net losses and loss ratios (cont.)

| <u>marine</u> | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 78.8 | \$ 87.8 | \$ 91.1 | \$ 76.9 | \$ 88.9 | \$ 88.9 |
| paid losses | 0.4 | 9.6 | 3.4 | 7.5 | 15.9 | 36.4 |
| change in prior AY ⁽¹⁾ | (1.6) | (2.2) | (3.3) | 16.0 | (0.8) | 9.7 |
| current year incurred losses | 5.2 | 3.2 | 4.2 | 5.8 | 4.7 | 17.9 |
| foreign exchange | (1.2) | (0.4) | (0.8) | (0.1) | - | (1.3) |
| net reserves: end | \$ 80.8 | \$ 78.8 | \$ 87.8 | \$ 91.1 | \$ 76.9 | \$ 78.8 |
| net premiums earned | 10.7 | 14.2 | 15.5 | 15.4 | 12.6 | 57.7 |
| net loss ratio | 33.6% | 7.0% | 5.8% | 141.6% | 31.0% | 47.8% |

| <u>aviation</u> | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 20.0 | \$ 32.4 | \$ 20.5 | \$ 3.1 | \$ 3.8 | \$ 3.8 |
| paid losses | 1.6 | 13.0 | 2.3 | - | 1.2 | 16.5 |
| change in prior AY ⁽¹⁾ | 1.0 | (0.4) | (0.5) | 0.3 | (0.3) | (0.9) |
| current year incurred losses | 1.3 | 1.1 | 14.8 | 17.1 | 0.8 | 33.8 |
| foreign exchange | (0.5) | (0.1) | (0.1) | - | - | (0.2) |
| net reserves: end | \$ 20.2 | \$ 20.0 | \$ 32.4 | \$ 20.5 | \$ 3.1 | \$ 20.0 |
| net premiums earned | 8.1 | 13.1 | 14.3 | 13.6 | 11.6 | 52.6 |
| net loss ratio | 28.4% | 5.3% | 100.0% | 127.9% | 4.3% | 62.5% |

| <u>lloyd's</u> | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------------|
| net reserves: start | \$ 209.6 | \$ 223.4 | \$ 226.7 | \$ 224.7 | \$ 225.0 | \$ 225.0 |
| paid losses | 21.6 | 26.8 | 36.8 | 23.1 | 24.8 | 111.5 |
| change in prior AY ⁽¹⁾ | (2.2) | (13.5) | (0.7) | (6.5) | 2.7 | (18.0) |
| current year incurred losses | 20.7 | 29.8 | 38.6 | 30.1 | 22.0 | 120.5 |
| foreign exchange | (4.9) | (3.3) | (4.4) | 1.5 | (0.2) | (6.4) |
| net reserves: end | \$ 201.6 | \$ 209.6 | \$ 223.4 | \$ 226.7 | \$ 224.7 | \$ 209.6 |
| net premiums earned | 51.0 | 54.3 | 55.3 | 51.2 | 53.3 | 214.1 |
| net loss ratio | 36.3% | 30.0% | 68.5% | 46.1% | 46.3% | 47.9% |

⁽¹⁾ AY = accident year

Lancashire Holdings Limited
losses by accident year



gross losses excluding Lloyd's segment

| <u>accident year</u> | <u>2006 & prior</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|---|-------------------------|----------------------|----------------------|----------------------|-----------------------|------------------------|-----------------------|-----------------------|------------------------|-----------------------|
| estimate of ultimate liability: | | | | | | | | | | |
| at end of accident year | 39.1 | 154.8 | 444.6 | 163.3 | 297.4 | 397.0 | 250.3 | 176.9 | 138.1 | - |
| one year later | 34.7 | 131.2 | 417.4 | 107.8 | 209.4 | 371.9 | 290.9 | 155.6 | - | - |
| two years later | 32.0 | 103.5 | 377.5 | 73.1 | 204.2 | 362.3 | 290.1 | - | - | - |
| three years later | 27.6 | 94.8 | 345.1 | 66.0 | 204.4 | 381.1 | - | - | - | - |
| four years later | 27.2 | 83.5 | 340.8 | 64.7 | 197.4 | - | - | - | - | - |
| five years later | 24.4 | 81.0 | 346.9 | 62.6 | - | - | - | - | - | - |
| six years later | 24.0 | 81.7 | 343.6 | - | - | - | - | - | - | - |
| seven years later | 24.9 | 82.3 | - | - | - | - | - | - | - | - |
| eight years later | 25.0 | - | - | - | - | - | - | - | - | - |
| as at 31 december 2014 | <u>\$ 25.0</u> | <u>\$ 82.3</u> | <u>\$ 343.6</u> | <u>\$ 62.6</u> | <u>\$ 197.4</u> | <u>\$ 381.1</u> | <u>\$ 290.1</u> | <u>\$ 155.6</u> | <u>\$ 138.1</u> | <u>\$ -</u> |
| as at 31 march 2015 | <u>\$ 25.2</u> | <u>\$ 82.4</u> | <u>\$ 347.3</u> | <u>\$ 61.4</u> | <u>\$ 199.6</u> | <u>\$ 390.3</u> | <u>\$ 289.5</u> | <u>\$ 148.4</u> | <u>\$ 126.2</u> | <u>\$ 49.5</u> |
| payments made | (23.3) | (77.9) | (337.5) | (55.8) | (180.4) | (256.1) | (214.5) | (89.4) | (19.1) | - |
| total gross liability | <u>\$ 1.9</u> | <u>\$ 4.5</u> | <u>\$ 9.8</u> | <u>\$ 5.6</u> | <u>\$ 19.2</u> | <u>\$ 134.2</u> | <u>\$ 75.0</u> | <u>\$ 59.0</u> | <u>\$ 107.1</u> | <u>\$ 49.5</u> |
| accident year gross loss ratio ⁽¹⁾ | 8.3% | 11.8% | 51.1% | 9.4% | 30.4% | 61.4% | 39.8% | 22.7% | 21.2% | 38.1% |

net losses excluding Lloyd's segment

| <u>accident year</u> | <u>2006 & prior</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> | <u>2010</u> | <u>2011</u> | <u>2012</u> | <u>2013</u> | <u>2014</u> | <u>2015</u> |
|--|-------------------------|----------------------|----------------------|----------------------|-----------------------|------------------------|-----------------------|-----------------------|------------------------|-----------------------|
| estimate of ultimate liability: | | | | | | | | | | |
| at end of accident year | 39.1 | 151.2 | 403.9 | 161.7 | 263.6 | 340.8 | 201.4 | 176.9 | 138.1 | - |
| one year later | 34.7 | 125.0 | 370.3 | 106.5 | 185.8 | 319.3 | 182.7 | 155.6 | - | - |
| two years later | 32.0 | 99.5 | 334.4 | 72.4 | 180.1 | 310.1 | 181.9 | - | - | - |
| three years later | 27.6 | 91.3 | 304.2 | 65.3 | 179.9 | 324.8 | - | - | - | - |
| four years later | 27.2 | 80.2 | 302.7 | 64.0 | 172.8 | - | - | - | - | - |
| five years later | 24.4 | 77.9 | 307.7 | 62.0 | - | - | - | - | - | - |
| six years later | 24.0 | 78.5 | 304.8 | - | - | - | - | - | - | - |
| seven years later | 24.9 | 79.1 | - | - | - | - | - | - | - | - |
| eight years later | 25.0 | - | - | - | - | - | - | - | - | - |
| as at 31 december 2014 | <u>\$ 25.0</u> | <u>\$ 79.1</u> | <u>\$ 304.8</u> | <u>\$ 62.0</u> | <u>\$ 172.8</u> | <u>\$ 324.8</u> | <u>\$ 181.9</u> | <u>\$ 155.6</u> | <u>\$ 138.1</u> | <u>\$ -</u> |
| as at 31 march 2015 | <u>\$ 25.2</u> | <u>\$ 79.2</u> | <u>\$ 307.9</u> | <u>\$ 60.8</u> | <u>\$ 175.0</u> | <u>\$ 319.8</u> | <u>\$ 181.3</u> | <u>\$ 148.3</u> | <u>\$ 126.2</u> | <u>\$ 49.5</u> |
| payments made | (23.3) | (74.7) | (298.9) | (55.2) | (157.2) | (213.1) | (106.3) | (89.4) | (19.1) | - |
| total net liability | <u>\$ 1.9</u> | <u>\$ 4.5</u> | <u>\$ 9.0</u> | <u>\$ 5.6</u> | <u>\$ 17.8</u> | <u>\$ 106.7</u> | <u>\$ 75.0</u> | <u>\$ 58.9</u> | <u>\$ 107.1</u> | <u>\$ 49.5</u> |
| accident year net loss ratio ⁽¹⁾ | 10.3% | 13.0% | 50.7% | 10.2% | 28.5% | 55.7% | 31.1% | 28.1% | 25.2% | 48.0% |
| initial accident year net loss ratio | 16.1% | 24.7% | 66.5% | 27.2% | 42.9% | 59.3% | 34.6% | 33.5% | 27.5% | n/a |
| reduction in net loss ratio post accident year end | 5.8% | 11.7% | 15.8% | 17.0% | 14.4% | 3.6% | 3.5% | 5.4% | 2.3% | n/a |

⁽¹⁾ accident year loss ratio is calculated using the ultimate liability revalued at the current balance sheet date

Lancashire Holdings Limited
losses by accident year (cont.)

gross losses lloyd's segment

accident year

estimate of ultimate lloyd's segment liability:
at acquisition⁽²⁾
as at 31 december 2013⁽²⁾
as at 31 december 2014

| | 2006 & prior | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|----------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| estimate of ultimate lloyd's segment liability: at acquisition ⁽²⁾ | 35.6 | 5.8 | 8.8 | 25.0 | 31.4 | 89.2 | 64.5 | 71.2 | - | - |
| as at 31 december 2013 ⁽²⁾ | 35.7 | 5.9 | 8.7 | 24.4 | 31.4 | 84.7 | 59.5 | 103.1 | - | - |
| as at 31 december 2014 | \$ 33.6 | \$ 5.5 | \$ 7.3 | \$ 19.1 | \$ 32.0 | \$ 69.3 | \$ 48.7 | \$ 104.2 | \$ 136.7 | \$ - |
| as at 31 march 2015 | \$ 33.0 | \$ 5.2 | \$ 7.3 | \$ 18.5 | \$ 30.8 | \$ 66.5 | \$ 48.8 | \$ 102.2 | \$ 134.2 | \$ 21.7 |
| payments made | (4.5) | (1.6) | (1.7) | (4.0) | (12.0) | (34.7) | (23.8) | (61.4) | (52.9) | (2.2) |
| total gross liability | \$ 28.5 | \$ 3.6 | \$ 5.6 | \$ 14.5 | \$ 18.8 | \$ 31.8 | \$ 25.0 | \$ 40.8 | \$ 81.3 | \$ 19.5 |

accident year gross loss ratio ⁽¹⁾

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|-------|-------|
| | | | | | | | | 60.3% | 48.7% | 34.4% |
|--|--|--|--|--|--|--|--|-------|-------|-------|

net losses lloyd's segment

accident year

estimate of ultimate lloyd's segment liability:
at acquisition⁽²⁾
as at 31 december 2013⁽²⁾
as at 31 december 2014

| | 2006 & prior | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|---------------|---------------|---------------|---------------|----------------|----------------|----------------|----------------|----------------|----------------|
| estimate of ultimate lloyd's segment liability: at acquisition ⁽²⁾ | 10.7 | 4.7 | 7.4 | 15.8 | 22.7 | 47.8 | 49.8 | 65.3 | - | - |
| as at 31 december 2013 ⁽²⁾ | 10.6 | 5.1 | 7.2 | 15.1 | 22.4 | 44.5 | 45.9 | 93.2 | - | - |
| as at 31 december 2014 | \$ 8.5 | \$ 4.6 | \$ 6.3 | \$ 12.7 | \$ 22.2 | \$ 36.7 | \$ 34.9 | \$ 95.3 | \$ 118.9 | \$ - |
| as at 31 march 2015 | \$ 8.0 | \$ 4.3 | \$ 6.3 | \$ 12.2 | \$ 21.0 | \$ 33.9 | \$ 35.2 | \$ 93.2 | \$ 119.1 | \$ 20.5 |
| payments made | (1.9) | (1.3) | (1.5) | (2.6) | (6.1) | (14.7) | (18.1) | (57.1) | (46.6) | (2.2) |
| total net liability | \$ 6.1 | \$ 3.0 | \$ 4.8 | \$ 9.6 | \$ 14.9 | \$ 19.2 | \$ 17.1 | \$ 36.1 | \$ 72.5 | \$ 18.3 |

accident year net loss ratio ⁽¹⁾

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|-------|-------|
| | | | | | | | | 70.1% | 55.6% | 40.2% |
|--|--|--|--|--|--|--|--|-------|-------|-------|

initial accident year net loss ratio
reduction in net loss ratio post accident year end

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|--------|-----|
| | | | | | | | | 70.1% | 55.5% | n/a |
| | | | | | | | | - | (0.1%) | n/a |

gross losses group

accident year

estimate of ultimate liability:
at end of accident year
one year later
two years later
three years later
four years later
five years later
six years later
seven years later
eight years later
as at 31 december 2014

| | 2006 & prior | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|----------------|---------------|----------------|----------------|----------------|-----------------|-----------------|----------------|-----------------|----------------|
| estimate of ultimate liability: at end of accident year | 39.1 | 154.8 | 444.6 | 163.3 | 297.4 | 397.0 | 250.3 | 280.0 | 274.8 | - |
| one year later | 34.7 | 131.2 | 417.4 | 107.8 | 209.4 | 371.9 | 350.4 | 259.8 | - | - |
| two years later | 32.0 | 103.5 | 377.5 | 73.1 | 204.2 | 447.0 | 338.8 | - | - | - |
| three years later | 27.6 | 94.8 | 345.1 | 66.0 | 235.8 | 450.4 | - | - | - | - |
| four years later | 27.2 | 83.5 | 340.8 | 89.1 | 229.4 | - | - | - | - | - |
| five years later | 24.4 | 81.0 | 355.6 | 81.7 | - | - | - | - | - | - |
| six years later | 24.0 | 87.6 | 350.9 | - | - | - | - | - | - | - |
| seven years later | 60.6 | 87.8 | - | - | - | - | - | - | - | - |
| eight years later | 58.6 | - | - | - | - | - | - | - | - | - |
| as at 31 december 2014 | \$ 58.6 | \$ 87.8 | \$ 350.9 | \$ 81.7 | \$ 229.4 | \$ 450.4 | \$ 338.8 | \$ 259.8 | \$ 274.8 | \$ - |
| as at 31 march 2015 | \$ 58.2 | \$ 87.6 | \$ 354.6 | \$ 79.9 | \$ 230.4 | \$ 456.8 | \$ 338.3 | \$ 250.6 | \$ 260.4 | \$ 71.2 |
| payments made | (27.8) | (79.5) | (339.2) | (59.8) | (192.4) | (290.8) | (238.3) | (150.8) | (72.0) | (2.2) |
| total gross liability | \$ 30.4 | \$ 8.1 | \$ 15.4 | \$ 20.1 | \$ 38.0 | \$ 166.0 | \$ 100.0 | \$ 99.8 | \$ 188.4 | \$ 69.0 |

accident year gross loss ratio ⁽¹⁾

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|-------|-------|
| | | | | | | | | 25.5% | 29.9% | 36.9% |
|--|--|--|--|--|--|--|--|-------|-------|-------|

net losses group

accident year

estimate of ultimate liability:
at end of accident year
one year later
two years later
three years later
four years later
five years later
six years later
seven years later
eight years later
as at 31 december 2014

| | 2006 & prior | 2007 | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 |
|--|---------------|---------------|----------------|----------------|----------------|-----------------|----------------|----------------|-----------------|----------------|
| estimate of ultimate liability: at end of accident year | 39.1 | 151.2 | 403.9 | 161.7 | 263.6 | 340.8 | 201.4 | 270.1 | 257.0 | - |
| one year later | 34.7 | 125.0 | 370.3 | 106.5 | 185.8 | 319.3 | 228.6 | 250.9 | - | - |
| two years later | 32.0 | 99.5 | 334.4 | 72.4 | 180.1 | 354.6 | 216.8 | - | - | - |
| three years later | 27.6 | 91.3 | 304.2 | 65.3 | 202.3 | 361.5 | - | - | - | - |
| four years later | 27.2 | 80.2 | 302.7 | 79.1 | 195.0 | - | - | - | - | - |
| five years later | 24.4 | 77.9 | 314.9 | 74.7 | - | - | - | - | - | - |
| six years later | 24.0 | 83.6 | 311.1 | - | - | - | - | - | - | - |
| seven years later | 35.5 | 83.7 | - | - | - | - | - | - | - | - |
| eight years later | 33.5 | - | - | - | - | - | - | - | - | - |
| as at 31 december 2014 | \$ 33.5 | \$ 83.7 | \$ 311.1 | \$ 74.7 | \$ 195.0 | \$ 361.5 | \$ 216.8 | \$ 250.9 | \$ 257.0 | \$ - |
| as at 31 march 2015 | \$ 33.2 | \$ 83.5 | \$ 314.2 | \$ 73.0 | \$ 196.0 | \$ 353.7 | \$ 216.5 | \$ 241.5 | \$ 245.3 | \$ 70.0 |
| payments made | (25.2) | (76.0) | (300.4) | (57.8) | (163.3) | (227.8) | (124.4) | (146.5) | (65.7) | (2.2) |
| total net liability | \$ 8.0 | \$ 7.5 | \$ 13.8 | \$ 15.2 | \$ 32.7 | \$ 125.9 | \$ 92.1 | \$ 95.0 | \$ 179.6 | \$ 67.8 |

accident year net loss ratio ⁽¹⁾

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|-------|-------|
| | | | | | | | | 31.0% | 34.3% | 45.4% |
|--|--|--|--|--|--|--|--|-------|-------|-------|

initial accident year net loss ratio
reduction in net loss ratio post accident year end

| | | | | | | | | | | |
|--|--|--|--|--|--|--|--|-------|-------|-----|
| | | | | | | | | 36.1% | 35.9% | n/a |
| | | | | | | | | 5.1% | 1.6% | n/a |

⁽¹⁾ accident year loss ratio is calculated using the ultimate liability revalued at the current balance sheet date

⁽²⁾ accident year loss allocations for the lloyd's segment at acquisition and at 31 December 2013 have been re-estimated to bring in line with the Lancashire Group methodology

Lancashire Holdings Limited
estimated exposures to peak zone elemental losses

| zones | perils | 1 april 2015 ⁽²⁾ | | 1 april 2015 ⁽²⁾ | |
|-------------------------------|------------|-----------------------------|--------------------|-----------------------------|--------------------|
| | | 100 year return period | | 250 year return period | |
| | | estimated gross loss | estimated net loss | estimated gross loss | estimated net loss |
| gulf of mexico ⁽¹⁾ | hurricane | \$ 376.2 | \$ 219.8 | \$ 539.3 | \$ 327.6 |
| non gulf of mexico - US | hurricane | 417.4 | 228.1 | 705.3 | 438.4 |
| california | earthquake | 282.3 | 142.1 | 431.1 | 228.5 |
| pacific northwest | earthquake | 51.4 | 35.6 | 183.0 | 93.4 |
| pan-european | windstorm | 231.2 | 88.4 | 338.3 | 130.7 |
| japan | earthquake | 141.8 | 73.2 | 321.8 | 150.7 |
| japan | typhoon | 116.4 | 43.1 | 183.5 | 63.8 |

THE GROUP HAS DEVELOPED THE ESTIMATES OF LOSSES EXPECTED FROM CERTAIN CATASTROPHES FOR ITS PORTFOLIO OF PROPERTY AND ENERGY CONTRACTS USING COMMERCIALY AVAILABLE CATASTROPHE MODELS, WHICH ARE APPLIED AND ADJUSTED BY THE GROUP. THESE ESTIMATES INCLUDE ASSUMPTIONS REGARDING THE LOCATION, SIZE AND MAGNITUDE OF AN EVENT, THE FREQUENCY OF EVENTS, THE CONSTRUCTION TYPE AND DAMAGEABILITY OF PROPERTY IN A ZONE, AND THE COST OF REBUILDING PROPERTY IN A ZONE, AMONG OTHER ASSUMPTIONS. RETURN PERIOD REFERS TO THE FREQUENCY WITH WHICH LOSSES OF A GIVEN AMOUNT OR GREATER ARE EXPECTED TO OCCUR.

GROSS LOSS ESTIMATES ARE NET OF REINSTATEMENT PREMIUMS AND GROSS OF OUTWARD REINSURANCE, BEFORE INCOME TAX. NET LOSS ESTIMATES ARE NET OF REINSTATEMENT PREMIUMS AND NET OF OUTWARD REINSURANCE, BEFORE INCOME TAX.

THE ESTIMATES OF LOSSES ABOVE ARE BASED ON ASSUMPTIONS THAT ARE INHERENTLY SUBJECT TO SIGNIFICANT UNCERTAINTIES AND CONTINGENCIES. IN PARTICULAR, MODELLED LOSS ESTIMATES DO NOT NECESSARILY ACCURATELY PREDICT ACTUAL LOSSES, AND MAY SIGNIFICANTLY DEVIATE FROM ACTUAL LOSSES. SUCH ESTIMATES, THEREFORE, SHOULD NOT BE CONSIDERED AS A REPRESENTATION OF ACTUAL LOSSES AND INVESTORS SHOULD NOT RELY ON THE ESTIMATED EXPOSURE INFORMATION WHEN CONSIDERING INVESTMENT IN THE GROUP. THE GROUP UNDERTAKES NO DUTY TO UPDATE OR REVISE SUCH INFORMATION TO REFLECT THE OCCURRENCE OF FUTURE EVENTS.

⁽¹⁾ landing hurricane from florida to texas

⁽²⁾ gross and net losses include lloyd's segment

Lancashire Holdings Limited
earnings per share



| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|--|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| basic earnings per share: | | | | | | |
| profit after tax attributable to Lancashire | \$ 53.7 | \$ 86.8 | \$ 37.6 | 44.8 | \$ 60.1 | \$ 229.3 |
| net operating income attributable to Lancashire | \$ 52.1 | \$ 89.4 | \$ 36.2 | 43.4 | \$ 62.9 | \$ 231.9 |
| dilutive shares | | | | | | |
| weighted average shares outstanding - basic | 189,492,108 | 188,018,962 | 188,991,523 | 183,734,282 | 181,376,857 | 185,558,086 |
| dilutive effect of warrants | 702,815 | 8,952,357 | 9,832,985 | 12,068,337 | 17,566,030 | 10,112,990 |
| dilutive effect of restricted stock | 2,240,826 | 2,209,021 | 1,955,980 | 1,672,315 | 3,170,523 | 2,442,255 |
| weighted average & equivalent shares outstanding - diluted | <u>192,435,749</u> | <u>199,180,340</u> | <u>200,780,488</u> | <u>197,474,934</u> | <u>202,113,410</u> | <u>198,113,331</u> |
| basic earnings per share attributable to Lancashire | <u>\$ 0.28</u> | <u>\$ 0.46</u> | <u>\$ 0.20</u> | <u>0.24</u> | <u>\$ 0.33</u> | <u>\$ 1.24</u> |
| diluted earnings per share attributable to Lancashire | <u>\$ 0.28</u> | <u>\$ 0.44</u> | <u>\$ 0.19</u> | <u>0.23</u> | <u>\$ 0.30</u> | <u>\$ 1.16</u> |
| diluted operating earnings per share attributable to Lancashire | <u>\$ 0.27</u> | <u>\$ 0.45</u> | <u>\$ 0.18</u> | <u>0.22</u> | <u>\$ 0.31</u> | <u>\$ 1.17</u> |

Lancashire Holdings Limited
basic and fully converted book value per share

| | <u>31 march 2015</u> | <u>31 december 2014</u> | <u>30 september 2014</u> | <u>30 june 2014</u> | <u>31 march 2014</u> |
|---|-----------------------|-------------------------|--------------------------|-----------------------|-----------------------|
| numerator (\$ in millions): | | | | | |
| shareholders' equity attributable to Lancashire | \$ 1,302.1 | \$ 1,356.8 | \$ 1,529.8 | \$ 1,504.3 | \$ 1,458.5 |
| proceeds from assumed exercise of outstanding dilutive warrants | 7.5 | 93.0 | 94.2 | 108.3 | 140.3 |
| book value numerator | <u>\$ 1,309.6</u> | <u>\$ 1,449.8</u> | <u>\$ 1,624.0</u> | <u>\$ 1,612.6</u> | <u>\$ 1,598.8</u> |
| deduction for goodwill and other intangible assets | 153.8 | 153.8 | 153.8 | 157.8 | 164.8 |
| tangible book value numerator | <u>\$ 1,155.8</u> | <u>\$ 1,296.0</u> | <u>\$ 1,470.2</u> | <u>\$ 1,454.8</u> | <u>\$ 1,434.0</u> |
| denominator (in shares): | | | | | |
| common voting shares outstanding | 197,047,291 | 187,504,582 | 188,814,736 | 186,756,533 | 181,771,038 |
| shares issuable upon exercise of outstanding dilutive warrants | 1,497,093 | 18,707,484 | 18,938,878 | 21,768,088 | 28,793,021 |
| shares relating to dilutive restricted stock | <u>2,187,855</u> | <u>2,031,974</u> | <u>1,963,584</u> | <u>1,677,037</u> | <u>2,900,651</u> |
| fully converted book value denominator | <u>200,732,239</u> | <u>208,244,040</u> | <u>209,717,198</u> | <u>210,201,658</u> | <u>213,464,710</u> |
| basic book value per share attributable to Lancashire | <u>\$ 6.61</u> | <u>\$ 7.24</u> | <u>\$ 8.10</u> | <u>\$ 8.05</u> | <u>\$ 8.02</u> |
| fully converted book value per share attributable to Lancashire | <u>\$ 6.52</u> | <u>\$ 6.96</u> | <u>\$ 7.74</u> | <u>\$ 7.67</u> | <u>\$ 7.49</u> |
| tangible basic book value per share attributable to Lancashire | <u>\$ 5.83</u> | <u>\$ 6.42</u> | <u>\$ 7.29</u> | <u>\$ 7.21</u> | <u>\$ 7.12</u> |
| tangible fully converted book value per share attributable to Lancashire | <u>\$ 5.76</u> | <u>\$ 6.22</u> | <u>\$ 7.01</u> | <u>\$ 6.92</u> | <u>\$ 6.72</u> |
| dividend per common share ⁽¹⁾ | \$ 0.60 | \$ 1.20 | \$ 0.05 | \$ - | \$ 0.30 |
| change in FCBVS adj for dividends ⁽²⁾ - quarter | 2.3% | 5.4% | 1.6% | 2.4% | 3.9% |
| change in FCBVS adj for dividends ⁽²⁾ - rolling 12 months | 12.3% | 13.9% | 12.1% | 18.6% | 17.9% |
| compound annual change in FCBVS adj for dividends ⁽²⁾ | 18.8% | 18.9% | 18.9% | 19.0% | 19.2% |
| compound annual change in FCBVS adj for dividends ⁽²⁾ - above 3 month treasury | 17.6% | 17.7% | 17.6% | 17.8% | 17.8% |
| change in FCBVS adj for dividends ⁽²⁾ - since inception | 392.0% | 375.3% | 353.0% | 339.8% | 325.1% |
| change in tangible FCBVS adj for dividends ⁽²⁾ - quarter | 2.3% | 5.9% | 2.0% | 3.0% | 5.3% |

⁽¹⁾ warrants and restricted stock contain anti-dilution provisions in regards to dividends; the exercise price of options may be adjusted for dividend payments

⁽²⁾ change in fully converted book value per share ("FCBVS") adjusted for dividends is the internal rate of return of the change in fully converted book value per share in the period plus dividends accrued

Lancashire Holdings Limited
basic and fully diluted book value per share



| | 31 march 2015 | 31 december 2014 | 30 september 2014 | 30 june 2014 | 31 march 2014 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| shareholders' equity attributable to Lancashire | \$ 1,302.1 | \$ 1,356.8 | \$ 1,529.8 | \$ 1,504.3 | \$ 1,458.5 |
| deduction for goodwill and other intangible assets | \$ 153.8 | \$ 153.8 | \$ 153.8 | \$ 157.8 | \$ 164.8 |
| tangible shareholders' equity attributable to Lancashire | <u>\$ 1,148.3</u> | <u>\$ 1,203.0</u> | <u>\$ 1,376.0</u> | <u>\$ 1,346.5</u> | <u>\$ 1,293.7</u> |
| weighted average exercise price per share of dilutive warrants | \$ 5.00 | \$ 4.97 | \$ 4.97 | \$ 4.98 | \$ 4.87 |
| denominator (in shares): | | | | | |
| common voting shares outstanding | 197,047,291 | 187,504,582 | 188,814,736 | 186,756,533 | 181,771,038 |
| unvested restricted shares and restricted share units | 2,187,855 | 2,031,974 | 1,963,584 | 1,677,037 | 2,900,651 |
| dilutive warrants outstanding | 1,497,093 | 18,707,484 | 18,938,878 | 21,768,088 | 28,793,021 |
| proforma warrants bought back | <u>(808,256)</u> | <u>(10,658,426)</u> | <u>(9,074,964)</u> | <u>(9,679,865)</u> | <u>(12,311,581)</u> |
| proforma net shares issued | 688,837 | 8,049,058 | 9,863,914 | 12,088,223 | 16,481,440 |
| proforma dilutive shares outstanding | <u>199,923,983</u> | <u>197,585,614</u> | <u>200,642,234</u> | <u>200,521,793</u> | <u>201,153,129</u> |
| basic book value per share attributable to Lancashire | <u>\$ 6.61</u> | <u>\$ 7.24</u> | <u>\$ 8.10</u> | <u>\$ 8.05</u> | <u>\$ 8.02</u> |
| fully diluted book value per share attributable to Lancashire | <u>\$ 6.51</u> | <u>\$ 6.87</u> | <u>\$ 7.62</u> | <u>\$ 7.50</u> | <u>\$ 7.25</u> |
| tangible basic book value per share attributable to Lancashire | <u>\$ 5.83</u> | <u>\$ 6.42</u> | <u>\$ 7.29</u> | <u>\$ 7.21</u> | <u>\$ 7.12</u> |
| tangible fully diluted book value per share attributable to Lancashire | <u>\$ 5.74</u> | <u>\$ 6.09</u> | <u>\$ 6.86</u> | <u>\$ 6.71</u> | <u>\$ 6.43</u> |
| dividend per common share ⁽¹⁾ | \$ 0.60 | \$ 1.20 | \$ 0.05 | \$ - | \$ 0.30 |
| change in FDBVS adj for dividends ⁽²⁾ - quarter | 3.5% | 5.9% | 2.3% | 3.5% | 5.0% |
| change in FDBVS adj for dividends ⁽²⁾ - rolling 12 months | 16.0% | 17.7% | 14.7% | 21.7% | 20.4% |
| compound annual change in FDBVS adj for dividends ⁽²⁾ | 18.8% | 18.8% | 18.7% | 18.9% | 19.0% |
| compound annual change in FDBVS adj for dividends ⁽²⁾ - above 3 month treasury | 17.6% | 17.6% | 17.5% | 17.6% | 17.6% |
| change in FDBVS adj for dividends ⁽²⁾ - since inception | 391.7% | 372.7% | 349.6% | 335.0% | 318.4% |
| change in tangible FDBVS adj for dividends ⁽²⁾ - quarter | 4.1% | 6.3% | 3.0% | 4.4% | 6.5% |

⁽¹⁾ warrants and restricted stock contain anti-dilution provisions in regards to dividends; the exercise price of options may be adjusted for dividend payments

⁽²⁾ change in fully diluted book value per share ("FDBVS") adjusted for dividends is the internal rate of return of the change in fully diluted book value per share in the period plus dividends accrued

Cathedral Capital Limited
summary consolidated income statements ⁽¹⁾

| | q1 2015 | q4 2014 | q3 2014 | q2 2014 | q1 2014 | full year 2014 |
|--|---------------|----------------|-----------------|---------------|---------------|-------------------|
| gross premiums written | \$ 97.6 | \$ 43.8 | \$ 50.3 | \$ 82.0 | \$ 108.2 | \$ 284.3 |
| outwards reinsurance premiums | (35.3) | (3.8) | (11.6) | (8.8) | (40.7) | (64.9) |
| net premiums written | 62.3 | 40.0 | 38.7 | 73.2 | 67.5 | 219.4 |
| change in unearned premiums | (34.5) | 27.1 | 21.5 | (16.9) | (40.7) | (9.0) |
| change in unearned premiums on premiums ceded | 23.2 | (12.8) | (4.9) | (5.1) | 26.5 | 3.7 |
| net premiums earned | 51.0 | 54.3 | 55.3 | 51.2 | 53.3 | 214.1 |
| net investment income | 0.9 | 0.8 | 0.5 | 0.6 | 0.6 | 2.5 |
| net other investment income (losses) | - | (0.1) | 0.1 | (0.2) | - | (0.2) |
| net realised gains (losses) and impairments | - | (0.2) | (0.3) | 0.2 | (0.1) | (0.4) |
| other income | 0.4 | 6.2 | 0.4 | 3.1 | 0.4 | 10.1 |
| net foreign exchange gains (losses) | (1.2) | 1.3 | (1.8) | 0.2 | (0.9) | (1.2) |
| total net revenue | 51.1 | 62.3 | 54.2 | 55.1 | 53.3 | 224.9 |
| insurance losses | 17.4 | 16.1 | 51.9 | 17.0 | 25.2 | 110.2 |
| insurance losses recoverable | 1.1 | 0.2 | (14.0) | 6.6 | (0.5) | (7.7) |
| net insurance acquisition expenses | 10.8 | 12.4 | 12.0 | 11.6 | 11.5 | 47.5 |
| equity based compensation | 2.1 | 4.4 | 0.7 | 1.5 | 1.0 | 7.6 |
| other operating expenses | 8.1 | 10.9 | 9.8 | 8.9 | 10.9 | 40.5 |
| total expenses | 39.5 | 44.0 | 60.4 | 45.6 | 48.1 | 198.1 |
| profit (loss) before tax and finance costs | 11.6 | 18.3 | (6.2) | 9.5 | 5.2 | 26.8 |
| financing expenses | (0.7) | (0.7) | (0.8) | (0.7) | (0.7) | (2.9) |
| profit (loss) before tax | 10.9 | 17.6 | (7.0) | 8.8 | 4.5 | 23.9 |
| tax credit (expense) | (1.6) | (1.7) | 1.1 | (0.1) | 2.5 | 1.8 |
| profit (loss) after tax | \$ 9.3 | \$ 15.9 | \$ (5.9) | \$ 8.7 | \$ 7.0 | \$ 25.7 |
| change in net unrealised gains / losses on investments | 0.5 | (0.5) | (0.9) | 1.0 | 0.1 | (0.3) |
| comprehensive income (loss) | \$ 9.8 | \$ 15.4 | \$ (6.8) | \$ 9.7 | \$ 7.1 | \$ 25.4 |
| net loss ratio | 36.3% | 30.0% | 68.5% | 46.1% | 46.3% | 47.9% |
| net acquisition cost ratio | 21.2% | 22.8% | 21.7% | 22.7% | 21.6% | 22.2% |
| administrative expense ratio | 15.9% | 20.1% | 17.7% | 17.4% | 20.5% | 18.9% |
| combined ratio | 73.4% | 72.9% | 107.9% | 86.2% | 88.4% | 89.0% |
| adjusted combined ratio ⁽²⁾ | 73.4% | 72.9% | 105.2% | 81.3% | 80.1% | 85.1% |

⁽¹⁾ Cathedral results include group adjustments and do not therefore reflect the company's stand-alone position.

⁽²⁾ Excludes group adjustments.