

### Annual General Meeting

The Company's AGM is scheduled for 1 May 2024 and is to be held at the Company's registered and head office at Power House, 7 Par-la-Ville Road, Hamilton HM 11, Bermuda. Notice of this year's AGM and forms of proxy and direction shall be delivered to shareholders by electronic means. If you have any queries regarding the notice or AGM voting requirements please contact Chris Head, Company Secretary, using Tel: +44 (0) 20 7264 4000 and email: [chris.head@lancashiregroup.com](mailto:chris.head@lancashiregroup.com).

### Further information

Lancashire Holdings Limited is registered in Bermuda under company number EC 37415 and has its registered office at Power House, 7 Par-la-Ville Road, Hamilton HM 11, Bermuda. Further information about the Group including this Annual Report and Accounts, press releases and the Company's share price is available on our website at [www.lancashiregroup.com](http://www.lancashiregroup.com). Please address any enquiries to [info@lancashiregroup.com](mailto:info@lancashiregroup.com).

### Note regarding forward-looking statements

Some of the statements in this document include forward-looking statements which reflect the Directors' current views with respect to financial performance, business strategy, plans and objectives of management for future operations (including development plans relating to the Group's products and services). These statements include forward-looking statements both with respect to the Group and the sectors and industries in which the Group operates. Statements containing the words 'believes', 'anticipates', 'aims', 'plans', 'projects', 'forecasts', 'guidance', 'policy', 'intends', 'expects', 'estimates', 'predicts', 'may', 'can', 'likely', 'will', 'seeks', 'should' or, in each case, their negative or comparable terminology and similar statements are of a future or forward-looking nature. All forward-looking statements address matters that involve known and unknown risks and uncertainties. Accordingly, there are or will be 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.

These factors include, but are not limited to: the impact of the ongoing conflict in Ukraine, including any escalation or expansion thereof, on the Group's clients, reserves, the continued uncertainty of the situation in Russia, including issues relating to coverage and the impact of sanctions, the securities in our investment portfolio and on global financial markets generally, as well as any governmental or regulatory change arising therefrom; and a continuation in financial market volatility and other adverse market conditions generally; the impact of hostilities in the Middle East, including any escalation thereof and its impact on the stability of the region, global supply routes and insurance and financial markets, the actual development of losses and expenses impacting estimates for claims which arise as a result of hurricane Ian, which occurred in the third quarter of 2022, the COVID-19 pandemic, the Kentucky tornadoes, hurricane Ida and the European storms which occurred in the second half of 2021, winter storm Uri which occurred during the first quarter of 2021, hurricanes Laura and Sally, the Midwest

Derecho storm and the wildfires in California which occurred in 2020, the 2020 and 2021 large loss events across the Group's specialty business lines, typhoon Hagibis in the fourth quarter of 2019, hurricane Dorian and typhoon Faxai in the third quarter of 2019, the Californian wildfires and hurricane Michael which occurred in the fourth quarter of 2018, hurricane Florence, the typhoons and marine losses that occurred in the third quarter of 2018, hurricanes Harvey, Irma and Maria and the earthquakes in Mexico, that occurred in the third quarter of 2017 and the wildfires which impacted parts of California during 2017; the impact of complex and unique causation and coverage issues associated with attribution of losses to wind or flood damage or other perils such as fire or business interruption relating to such events; potential uncertainties relating to reinsurance recoveries, reinstatement premiums and other factors inherent in loss estimations; the Group's ability to integrate its business and personnel; the successful retention and motivation of the Group's key management; the increased regulatory burden facing the Group; the number and type of insurance and reinsurance contracts that the Group writes or may write; the Group's ability to successfully implement its business strategy during 'soft' as well as 'hard' markets; the premium rates which may be available at the time of such renewals within its targeted business lines; potentially unusual loss frequency; the impact that the Group's future operating results, capital position and rating agency and other considerations may have on the execution of any capital management initiatives or dividends; the possibility of greater frequency or severity of claims and loss activity than the Group's underwriting, reserving or investment practices have anticipated; the reliability of, and changes in assumptions to, catastrophe pricing, accumulation and estimated loss models; increased competition from existing alternative capital providers and insurance-linked funds and collateralised special purpose insurers, and the related demand and supply dynamics as contracts come up for renewal; the effectiveness of its loss limitation methods; the potential loss of key personnel; a decline in the Group's operating subsidiaries' ratings with A.M. Best, S&P Global Ratings, Moody's or other rating agencies; increased competition on the basis of pricing, capacity, coverage terms or other factors; cyclical downturns of the industry; the impact of a deteriorating credit environment for issuers of fixed maturity investments; the impact of swings in market interest rates, currency exchange rates and securities prices; changes by central banks regarding the level of interest rates; the impact of inflation or deflation in relevant economies in which the Group operates; the effect, timing and other uncertainties surrounding future business combinations within the insurance and reinsurance industries; the impact of terrorist activity in the countries in which the Group writes risks; a rating downgrade of, or a market decline in, securities in its investment portfolio; changes in governmental regulations or tax laws in jurisdictions where the Group conducts business; Lancashire or its Bermudian subsidiaries becoming subject to income taxes in the United States or in the United Kingdom; the impact of the change in tax residence on stakeholders of the Group; the availability to the Group of the exclusion that removes companies with a limited international presence from the scope of Bermuda corporate income tax for a period of up to five years from 1 January 2025 and the impact of the expiration of the transition period on 31 December 2020 following the United

Kingdom's withdrawal from the European Union on the Group's business, regulatory relationships, underwriting platforms or the industry generally, the focus and scrutiny on ESG-related matters regarding the insurance industry from key stakeholders of the Group, and any adverse asset, credit, financing or debt or capital market conditions generally which may affect the ability of the Group to manage its liquidity.

Any estimates relating to loss events involve the exercise of considerable judgement and reflect a combination of ground-up evaluations, information available to date from brokers and insureds, market intelligence, initial and/or tentative loss reports and other sources. Judgements in relation to loss arising from natural catastrophe and man-made events are influenced by complex factors. The Group cautions as to the preliminary nature of the information used to prepare such estimates as subsequently available information may contribute to an increase in these types of losses.

These forward-looking statements speak only as at the date of this document. The Company expressly disclaims any obligation or undertaking (save as required to comply with any legal or regulatory obligations including the rules of the LSE) to disseminate any updates or revisions to any forward-looking statement to reflect any changes in the Group's expectations or circumstances on which any such statement is based. All subsequent written and oral forward-looking statements attributable to the Group or individuals acting on behalf of the Group are expressly qualified in their entirety by this paragraph. Prospective investors should specifically consider the factors identified in this document which could cause actual results to differ before making an investment decision.

### Active Underwriter

The individual at a Lloyd's syndicate with principal authority to accept insurance and reinsurance risk on behalf of the syndicate

### Additional case reserves

Additional reserves deemed necessary by management

### Aggregate

Accumulations of insurance loss exposures which result from underwriting multiple risks that are exposed to common causes of loss

### AGM

Annual General Meeting

### AIC

Asset for incurred claims

### AIM

A sub-market of the LSE

### A.M. Best Company (A.M. Best)

A.M. Best is a full-service credit rating organisation dedicated to serving the financial services industry, focusing on the insurance sector

### APMs

Alternative performance measures

### ARC

Asset for remaining coverage

### BCP

Business Continuity Plan

### BMA

Bermuda Monetary Authority

### Board of Directors; Board

Unless otherwise stated refers to the LHL Board of Directors

### BREEAM

Building Research Establishment Environmental Assessment Method

### BSCR

Bermuda Solvency Capital Requirement

### BSX

Bermuda Stock Exchange

### CCHL

Cathedral Capital Holdings Limited

### CCL

Cathedral Capital Limited

### CCL 1998

Cathedral Capital (1998) Limited

### CCL 1999

Cathedral Capital (1999) Limited

### CCWG

Climate Change Working Group

### CDP

Carbon Disclosure Project

### Ceded

To transfer insurance risk from a direct insurer to a reinsurer and/or from a reinsurer to a retrocessionaire

### CEO

Chief Executive Officer

### CFO

Chief Financial Officer

### CGU

Cash generating unit

### Change in DBVS

The IRR of the change in DBVS in the period plus accrued dividends

### CIO

Chief Investment Officer

### CIT

Corporate income tax

### The Code

UK Corporate Governance Code published by the UK FRC ([www.frc.org.uk](http://www.frc.org.uk))

### Combined ratio (discounted)

Ratio, in per cent, of the sum net insurance expenses plus other operating expenses to net insurance revenue

### Combined ratio (undiscounted)

Ratio, in per cent, of the sum net insurance expense plus other operating expenses to net insurance revenue. This ratio excludes the impact of the initial discount recognised within net insurance expenses

## Consolidated financial statements

Includes the independent auditor's report, consolidated primary statements, accounting policies, risk disclosures and related notes

## Consolidated primary statements

Includes the consolidated statement of comprehensive income, the consolidated statement of financial position, the consolidated statement of changes in shareholders' equity and the consolidated statement of cash flows

## COO

Chief Operating Officer

## CRO

Chief Risk Officer

## CUL

Cathedral Underwriting Limited

## CUO

Chief Underwriting Officer

## DAE

Directly attributable expenses

## D&F

Direct and facultative (re)insurance

## DE&I

Diversity, equity and inclusion

## Delegated authorities

Arrangements under which a managing agent or (re)insurer delegates its authority to another to enter into contracts of insurance on its behalf

## Diluted book value per share (DBVS)

Calculated based on the value of the total shareholders' equity attributable to the Group and dilutive restricted stock units as calculated under the treasury method, divided by the sum of all shares and dilutive restricted stock units, assuming all are exercised

## Diluted earnings per share

Calculated by dividing the net profit for the year attributable to shareholders by the weighted average number of common shares outstanding during the year plus the weighted average number of common shares that would be issued on the conversion of all potentially dilutive equity-based compensation awards into common shares under the treasury stock method

## Directors' fees and expenses

Unless otherwise stated includes fees and expenses of all Directors across the Group

## DEC

Disasters Emergency Committee

## Dividend yield

Calculated by dividing the annual dividends per share by the share price on the last day of the given year

## Duration

Duration is the weighted average maturity of a security's cash flows, where the present values of the cash flows serve as the weights. The effect of the convexity, or sensitivity, of the portfolio's response to changes in interest rates is also factored into the calculation

## EAP

Employee Assistance Programme

## Earnings per share (EPS)

Calculated by dividing net profit for the year attributable to shareholders by the weighted average number of common shares outstanding during the year, excluding treasury shares and shares held by the EBT

## EBT

Lancashire Holdings Employee Benefit Trust

## ECA

Economic Capital Assessment

## ECL

Expected credit losses

## ERM

Enterprise Risk Management

## ESG

Environmental, Social and Governance

## E.U.

European Union

## Excess of loss

Reinsurance or insurance that indemnifies the reinsured or insured against all or a specified portion of losses on an underlying insurance policy in excess of a specified amount

## Facultative reinsurance

A reinsurance risk that is placed by means of a separately negotiated contract as opposed to one that is ceded under a reinsurance treaty

## FAL

Funds at Lloyd's

### **FCA**

Financial Conduct Authority

### **FCF**

Fulfilment cash flows

### **FRC**

Financial Reporting Council

### **FSMA**

The Financial Services and Markets Act 2000 (as amended from time to time)

### **FTE**

Full-Time Employee

### **FVTPL**

Fair value through profit or loss

### **FVOCI**

Fair value through other comprehensive income

### **G10**

Belgium, Canada, Germany, France, Italy, Japan, the Netherlands, Sweden, the United Kingdom, and the United States

### **GDPR**

General Data Protection Regulation

### **GHG**

Greenhouse gas emissions, covers carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), nitrous oxide (N<sub>2</sub>O), hydrofluorocarbons (HFC), perfluorocarbons (PFC), nitrogen trifluoride (NF<sub>3</sub>) and sulphur hexafluoride (SF<sub>6</sub>)

### **The Group or the Lancashire Group**

LHL and its subsidiaries

### **GAAP**

Generally accepted accounting principles

### **GMM**

General Measurement Model

### **GWP**

Gross premiums written. Amounts payable by the insured, excluding any taxes or duties levied on the premium, including any brokerage and commission deducted by intermediaries

### **IFRS**

International Financial Reporting Standard(s)

### **IFRS 9**

International Financial Reporting Standard on Financial Instruments: Classification and Measurement

### **IFRS 17**

International Financial Reporting Standard on Insurance Contracts

### **ILS**

Insurance Linked Securities

### **Incurred but not reported (IBNR)**

These are anticipated or likely losses that may result from insured events which have taken place, but for which no losses have yet been reported. IBNR also includes a reserve for possible adverse development of previously reported losses

### **Industry loss warranty (ILW)**

A type of reinsurance or derivative contract through which one party will purchase protection based on the total loss arising from an event to the entire insurance industry rather than their own losses

### **Internal Audit Charter**

A formal written document that sets out the mission, scope, responsibilities, authority, professional standards and the relationship with the external auditors and regulatory bodies of the internal audit function with the Company and its subsidiaries

### **International Accounting Standard(s) (IAS)**

Standards, created by the IASB, for the preparation and presentation of financial statements

### **International Accounting Standards Board (IASB)**

An international panel of accounting experts responsible for developing IAS and IFRS

### **IRR**

Internal rate of return

### **IRRC**

Investment Risk and Return Committee

### **ISA**

International Standards on Auditing (UK)

### **KHL**

Kinesis Holdings I Limited

### **Kinesis**

The Group's third-party capital management division encompassing LCM, LCMSL and the management of KHL and KRL

**KPMG LLP**

KPMG LLP, a UK limited liability partnership

**KPI**

Key performance indicator

**KRI**

Key risk indicator

**KRL (Kinesis Re)**

Kinesis Reinsurance I Limited

**Lancashire Foundation or Foundation**

The Lancashire Foundation is a charity registered in England and Wales

**Lancashire Insurance Companies**

LICL and LUK

**LAPL**

Lancashire Australia Pty Ltd

**LCM**

Lancashire Capital Management Limited

**LCMMSL**

LCM Marketing Services Limited. Formerly KCM Marketing Services Limited

**LHAPL**

Lancashire Holdings Australia Pty Limited

**LHL (The Company)**

Lancashire Holdings Limited

**LIC**

Liability for incurred claims

**LICL**

Lancashire Insurance Company Limited

**LICLIHL**

LICL Investment Holdings Limited, previously known as Lancashire Blocker (Cayman) Limited

**LIHL**

Lancashire Insurance Holdings (UK) Limited

**LIMSL**

Lancashire Insurance Marketing Services Limited

**LISL**

Lancashire Insurance Services Limited

**Listing Rules**

The listing rules made by the FCA under part VI of FSMA (as amended from time to time)

**Lloyd's**

The Society of Lloyd's

**LMSCL**

Lancashire Management Services (Canada) Limited

**LOC**

Letter of credit

**Losses**

Demand by an insured for indemnity under an insurance contract

**LSE**

London Stock Exchange

**LSL or Lancashire Syndicates**

Lancashire Syndicates Limited. The managing agent of the syndicates

**LRC**

Liability for remaining coverage

**LUAPL**

Lancashire Underwriting Australia Pty Ltd

**LUK or Lancashire UK**

Lancashire Insurance Company (UK) Limited

**LUS or Lancashire Insurance U.S.**

Lancashire U.S.

**LHUS**

Lancashire Insurance Holdings (U.S.) LLC

**Managed cash**

Managed cash includes both cash managed by external investment managers and non-operating cash managed internally

**MGA**

Managing General Agent

**MBRT**

Multi-beneficiary reinsurance trust

### Moody's Investors Service (Moody's)

Moody's Corporation is the parent company of Moody's Investors Service, which provides credit ratings and research covering debt instruments and securities, and Moody's Analytics, which offers software, advisory services and research for credit and economic analysis and financial risk management

### MSCI

A provider of tools and services for the global investment community

### Nameco

Nameco (No. 801) Ltd

### NAV

Net asset value

### NDIC

Non-distinct investment component

### Net insurance expenses

Net insurance expenses represent claims related insurance service expenses less amounts recoverables from reinsurers

### Net insurance ratio

Ratio, in per cent, of net insurance expenses to net insurance revenue

### Net insurance revenue

Net insurance revenue represents insurance revenue less allocation of reinsurance premiums

### Net loss ratio

Ratio, in per cent, of net insurance losses to net premiums earned

### Net premiums earned

Net premiums earned is equal to net premiums written less the change in unearned premiums and change in unearned premiums on premiums ceded

### Net premiums written

Net premiums written is equal to gross premiums written less outwards reinsurance premiums written

### OECD

Organisation for Economic Co-operation and Development

### OCI

Other comprehensive income

### Official List

The official list of the UK Listing Authority

### Onerous contract

A contract in which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it

### ORSA

Own Risk and Solvency Assessment

### Operating expense ratio

Ratio, in per cent, of other operating expenses, excluding restricted stock expenses, to net insurance revenue

### OTC

Over the counter

### PAA

Premium Allocation Approach

### PIPA

Personal Information Protection Act

### PMI

Private Mortgage Insurance

### PML

Probable maximum loss. The Group's exposure to certain peak zone elemental losses

### PRA

Prudential Regulation Authority

### Pro-rata/proportional

Reinsurance or insurance where the reinsurer or insurer shares a proportional part of the original premiums and losses of the reinsured or insured

### RCCC

Risk Capital and Compliance Committee

### RDS

Realistic Disaster Scenarios

## Renewal Price Index (RPI)

The RPI is an internal methodology that management uses to track trends in premium rates of a portfolio of insurance and reinsurance contracts. The RPI written in the respective segments is calculated on a per-contract basis and reflects management's assessment of relative changes in price, terms, conditions and limits and is weighted by premium volume. The RPI does not include new business, to offer a consistent basis for analysis. The calculation involves a degree of judgement in relation to comparability of contracts and assessment noted above. To enhance the RPI methodology, management may revise the methodology assumptions underlying the RPI, so that the trends in premium rates reflected in the RPI may not be comparable over time. Consideration is only given to renewals of a comparable nature so it does not reflect every contract in the portfolio of contracts. The future profitability of the portfolio of contracts within the RPI is dependent upon many factors besides the trends in premium rates. RPIs are expressed as an approximate percentage of pricing achieved on similar contracts written in the corresponding year

## Retrocession

The insurance of a reinsurance account

## ROE

Return on Equity

## Risk Free Rate of Return (RFRoR)

Being the 13-week U.S. Treasury bill rate, unless otherwise stated

## RMF

Risk Management Framework

## RMS

Risk Management Solutions

## RRC

Risk and Return Committee

## RSC

Reinsurance Security Committee

## RSS

Restricted share scheme

## S&P Global Ratings (S&P)

S&P Global Ratings is a worldwide insurance rating and information agency whose ratings are recognised as a benchmark for assessing the financial strength of insurance-related organisations

## SCR

Solvency Capital Requirement

## SECR

Streamlined Energy and Carbon Reporting

## SGT

St Giles Trust

## SPPI

Solely payments of principal and interest

## Syndicate 2010

Lloyd's Syndicate 2010, managed by LSL

## Syndicate 3010

Lloyd's Syndicate 3010, managed by LSL

## TCFD

Task Force on Climate-related Financial Disclosures

## TNFD

Task Force on Nature-related Financial Disclosures

## The syndicates

Syndicates 2010 and 3010

## TOBA

Terms of business agreement

## Total Investment Return

Total investment return measures investment income and net realised and unrealised gains and losses produced by the Group's managed investment portfolio

## Total Shareholder Return (TSR)

The increase/(decrease) in share price in the period, measured on a total return basis, which assumes the reinvestment of dividends

## Treaty reinsurance

A reinsurance contract under which the reinsurer agrees to offer and to accept all risks of a certain size within a defined class

## UK

United Kingdom

## UMCC

Underwriting Marketing Conference Call



**UNEP FI**

The United Nations Environment Programme Finance Initiative

**UNL**

Ultimate net loss

**UNPRI**

UN-supported Principles for Responsible Investment

**uSCR**

Ultimate solvency capital requirement

**U.S.**

United States of America

**U.S. GAAP**

Accounting principles generally accepted in the United States

**U.S.T**

U.S. Treasury Bills

**UTPR**

Undertaxed Profits Rule

**UURC**

The Underwriting and Underwriting Risk Committee, a committee of the Board

**Value at Risk (VaR)**

A measure of the risk of loss of a specific portfolio of financial assets

# Alternative Performance Measures (APMs)

As is customary in the insurance industry, the Group also utilises certain non-GAAP measures in order to evaluate, monitor and manage the business, and to aid users' understanding of the Group. Management believes that the APMs included in the Financial Statements are important for understanding the Group's overall results of operations and may be helpful to investors and other interested parties who may benefit from having a consistent basis for comparison with other companies within the industry. However, these measures may not be comparable to similarly labelled measures used by companies inside or outside the insurance industry. In addition, the information contained herein should not be viewed as superior to, or a substitute for, the measures determined in accordance with the accounting principles used by the Group for its consolidated financial statements or in accordance with GAAP.

In compliance with the Guidelines on APMs of the European Securities and Markets Authority and as suggested by the Financial Reporting Council, as applied by the Financial Conduct Authority, information on APMs which the Group uses is described below. This information has not been audited.

Effective from 1 January 2023, the Group adopted IFRS 9: Financial Instruments: Classification and Measurement and IFRS 17: Insurance Contracts. These new accounting standards resulted in a change to some of the Group's longstanding APMs. Comparatives have been restated to reflect the consistent application of IFRS 9 and IFRS 17, and to align with the current definition of the APMs.

All amounts, excluding share data, ratios, percentage or where otherwise stated, are in millions of U.S. dollars.

## Net insurance ratio:

Ratio, in per cent, of net insurance expenses to net insurance revenue. Net insurance expenses represent the insurance service expenses less amounts recoverable from reinsurers. Net insurance revenue represents insurance revenue less allocation of reinsurance premium. This ratio gives an indication of the underlying profitability per \$1.00 of net insurance revenue in the financial year.

For the year ended 31 December	2023	Restated 2022
Insurance service expense	696.2	994.6
Amounts recoverable from reinsurers	16.8	(281.5)
<b>Net insurance expense</b>	<b>713.0</b>	<b>713.1</b>
Insurance revenue	1,519.9	1,226.5
Allocation of reinsurance premium	(424.8)	(371.8)
<b>Net insurance revenue</b>	<b>1,095.1</b>	<b>854.7</b>
<b>Net insurance ratio</b>	<b>65.1%</b>	<b>83.4%</b>

## Operating expense ratio:

Ratio, in per cent, of other operating expenses, excluding restricted stock expenses, to net insurance revenue. This ratio gives an indication of the amount of operating expenses expected to be paid out per \$1.00 of net insurance revenue in the financial year.

For the year ended 31 December	2023	Restated 2022
Other operating expenses	107.4	58.3
Net insurance revenue	1,095.1	854.7
<b>Operating expense ratio</b>	<b>9.8%</b>	<b>6.8%</b>

## Combined ratio (discounted):

Ratio, in per cent, of the sum of net insurance expenses plus other operating expenses to net insurance revenue.

For the year ended 31 December	2023	Restated 2022
Net insurance ratio	65.1%	83.4%
Net operating expense ratio	9.8%	6.8%
<b>Combined ratio (discounted)</b>	<b>74.9%</b>	<b>90.2%</b>

## Combined ratio (undiscounted) (KPI):

Ratio, in per cent, of the sum of net insurance expense plus other operating expenses to net insurance revenue. This ratio excludes the impact of the discounting recognised within net insurance expenses. The Group aims to price its business, to ensure that the combined ratio (undiscounted) across the cycle is less than 100%.

For the year ended 31 December	2023	Restated 2022
Combined ratio	74.9%	90.2%
Discount included in net insurance expense	84.7	72.5
Net insurance revenue	1,095.1	854.7
Discounting impact on combined ratio	7.7%	8.5%
<b>Combined ratio (undiscounted)</b>	<b>82.6%</b>	<b>98.7%</b>

## Diluted book value per share ('DBVS') attributable to the Group:

Calculated based on the value of the total shareholders' equity attributable to the Group and dilutive restricted stock units as calculated under the treasury method, divided by the sum of all shares and dilutive restricted stock units, assuming all are exercised. This shows the Group net asset value on a diluted per share basis for comparison to the market value per share.

As at	31 December 2023	Restated 31 December 2022
Shareholders' equity attributable to the Group	1,507,869,627	1,326,124,728
Common voting shares outstanding*	239,037,977	238,333,570
Shares relating to dilutive restricted stock	5,355,909	3,700,547
Fully converted book value denominator	244,393,886	242,034,117
<b>Diluted book value per share</b>	<b>\$6.17</b>	<b>\$5.48</b>

\* Common voting shares outstanding comprise issued share capital less amounts held in trust.

**Change in DBVS (KPI):**

The internal rate of return of the change in DBVS in the period plus accrued dividends. Sometimes referred to as RoE. The Group's aim is to maximise risk-adjusted returns for shareholders across the cycle through a purposeful and sustainable business culture.

As at	31 December 2023	Restated 31 December 2022
Opening DBVS	\$5.48	\$5.70
Q1 dividend per share	–	–
Q2 dividend per share	\$0.10	\$0.10
Q3 dividend per share	\$0.05	\$0.05
Q4 dividend per share	\$0.50	–
Closing DBVS	\$6.17	\$5.48
<b>Change in DBVS*</b>	<b>24.7%</b>	<b>(1.2%)</b>

\* Calculated using the internal rate of return

**Total investment return (KPI):**

Total investment return in percentage terms is calculated by dividing the total investment return by the investment portfolio net asset value, including managed cash on a daily basis. These daily returns are then annualised through geometric linking of daily returns. The return can be approximated by dividing the total investment return excluding foreign exchange by the average portfolio net asset value, including managed cash. The Group's primary investment objectives are to preserve capital and provide adequate liquidity to support the Group's payment of claims and other obligations. Within this framework we aim for a degree of investment portfolio return.

For the year ended 31 December	2023	2022
Total investment return	160.5	(76.7)
Average invested assets*	2,592.5	2,387.0
Approximate total investment return	6.2%	(3.2%)
<b>Reported total investment return</b>	<b>5.7%</b>	<b>(3.5%)</b>

\* Calculated as the average between the opening and closing investments and our externally managed cash.

**Total shareholder return (KPI):**

The increase/(decrease) in share price in the period, measured on a total return basis, which assumes the reinvestment of dividends. The Group's aim is to maximise the Change in DBVS over the longer term, and we would expect that to be reflected in our share price and multiple. This is a long-term goal, recognising that the cyclical and volatility of both the insurance market and the financial markets in general will impact management's ability to maximise the Change in DBVS in the immediate term. The total return measurement basis used will generally approximate the simple method of calculating the increase/(decrease) in share price adjusted for dividends as recalculated below.

As at	31 December 2023	31 December 2022
Opening share price	\$7.86	\$7.17
Q1 dividend per share	–	–
Q2 dividend per share	\$0.10	\$0.10
Q3 dividend per share	\$0.05	\$0.05
Q4 dividend per share + closing share price	\$8.46	\$7.86
<b>Total shareholder return</b>	<b>9.5%</b>	<b>11.7%</b>

**Gross premiums written:**

The Group adopted IFRS 17 on 1 January 2023. Under IFRS 4, the previous insurance accounting standard, the Group reported gross premiums written on the consolidated income statement as amounts payable by the insured, excluding any taxes or duties levied on the premium, including brokerage and commission deducted by intermediaries and any inwards reinstatement premiums. The Group continues to report gross premiums written as a growth metric and non-GAAP APM.

The table below reconciles gross premiums written on an IFRS 4 basis to insurance revenue on an IFRS 17 basis.

For the year ended 31 December	2023	2022
Gross premiums written*	1,931.7	1,652.3
Change in unearned premiums*	(207.7)	(223.2)
<b>Gross earned premium*</b>	<b>1,724.0</b>	<b>1,429.1</b>
Less reinstatement premium and expected premium	(7.1)	(45.3)
Less commission and non-distinct investment components	(197.0)	(157.3)
<b>Total insurance revenue</b>	<b>1,519.9</b>	<b>1,226.5</b>

\* Numbers presented in the table above for the comparative period are as previously reported in the annual report.

**Gross premiums written under management (KPI):**

The gross premiums written under management equals the total of the Group's consolidated gross premiums written, plus the external names portion of the gross premiums written in Syndicate 2010, plus the gross premiums written in Lancashire Capital Management Limited on behalf of Kinesis Reinsurance Limited. The Group aims to operate nimbly through the cycle. We will grow in existing and new classes where favourable and improving market conditions exist, whilst monitoring and managing our risk exposures and not seek top-line growth for the sake of it in markets where we do not believe the right opportunities exist.

For the year ended 31 December	2023	2022
Gross premiums written by the Group	1,931.7	1,652.3
LSL Syndicate 2010 – external Names portion of gross premiums written (unconsolidated)	140.5	160.0
LCM gross premiums written (unconsolidated)	–	38.4
<b>Total gross premiums written under management</b>	<b>2,072.2</b>	<b>1,850.7</b>

## Contact information

### Registered and Head office

Lancashire Holdings Limited  
Power House  
7 Par-la-Ville Road  
Hamilton HM 11  
Bermuda

Phone: + 1 441 278 8950

### Bermuda office

Lancashire Insurance Company Limited  
Power House  
7 Par-la-Ville Road  
Hamilton HM 11  
Bermuda

Phone: + 1 441 278 8950

### UK office

Lancashire Insurance Company (UK) Limited  
20 Fenchurch Street  
London  
EC3M 3BY  
United Kingdom

Phone: + 44 (0) 20 7264 4000

### Lancashire Syndicates Limited

Lancashire Syndicates Limited  
20 Fenchurch Street  
London  
EC3M 3BY  
United Kingdom

Phone: + 44 (0) 20 7170 9000

### Lancashire Capital Management

Lancashire Capital Management Limited  
Power House  
7 Par-la-Ville Road  
Hamilton HM 11  
Bermuda

Phone: + 1 441 278 8950

### Lancashire Underwriting Australia Pty Ltd

Registered Office – Level 20, 56 Pitt Street,  
Sydney, NSW 2000,  
Australia

Trading Address – Suite 5.03, Level 5  
56, Pitt Street, Sydney,  
NSW 2000, Australia

### Lancashire Insurance (US) LLC

12 Havemeyer Place  
Greenwich, CT 06830  
United States

### Legal counsel to the Company

As to English and U.S. law:  
Willkie Farr & Gallagher (UK) LLP  
City Point  
1 Ropemaker Street  
London  
EC2Y 9AW  
United Kingdom

### Auditors

KPMG LLP  
15 Canada Square  
London  
E14 5GL  
United Kingdom

### Registrar

Link Market Services (Jersey) Limited  
P.O. Box 532  
St Helier  
Jersey  
JE4 5UW  
Channel Islands

### Depositary

Link Market Services Trustees Limited  
10<sup>th</sup> floor  
Central Square  
29 Wellington Street  
Leeds  
LS1 4DL  
United Kingdom