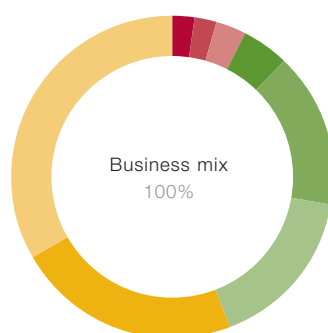


Business Statistics



■ Syndicate 4242 2.1%	■ Specialist Lines 2.2%	■ Nuclear 3.2%
■ Aviation 4.6%	■ Energy 15.6%	■ Marine 16.3%
■ Motor 22.5%	■ Property 33.5%	

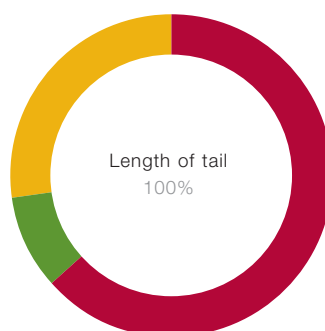
Forecast business split based on Chaucer's economic interest of £546.1m (2008 £519.8m) of underwriting capacity

Performance indicators	2004 £m	2005 £m	2006 £m	2007 £m	2008 £m
Gross premiums written	391.1	484.2	594.0	584.1	741.0
Reserve release	12.2	17.2	24.4	45.8	74.1
Profit/(loss) before tax	33.0	11.9	86.0	89.4	(26.2)
Shareholder equity	153.9	156.0	216.5	282.2	225.5
	%	%	%	%	%
Investment return	4.8	5.0	5.7	4.7	(6.8)
Post-tax return on equity	23.7	7.4	37.7	31.7	(7.0)
Gross gearing ¹	37.2	36.0	44.5	23.8	42.6
Combined ratio ²	90.1	104.5	84.7	81.6	90.8
Per share amounts	p	p	p	p	p
Net tangible assets	42.9	42.4	60.7	75.8	62.5
Basic earnings/(loss)	10.7	3.9	20.1	22.3	(6.0)
Annual dividend	2.8	3.1	4.0	5.0	5.5

¹ Gross gearing represents the sum of on and off balance sheet debt as a percentage of shareholders' funds

² The presentation of combined ratios is without any adjustments for foreign exchange on non-monetary items or inwards reinsurance to close premiums

Business Statistics



- **63.5%** Short: Over 75% of gross ultimate claims developed at 24 months
- **9.3%** Medium: Between 50% and 75% of gross ultimate claims developed at 24 months
- **27.2%** Long: Below 50% of gross ultimate claims developed at 24 months

Based on Chaucer's underwriting interests for the 2008 year of account

Business type	2008		2007	
	£m	%	£m	%
Delegated authorities	143.5	20.8	132.6	24.1
Direct	318.4	46.2	235.7	42.9
Facultative	112.7	16.3	79.5	14.5
Treaty	115.0	16.7	101.6	18.5
Run off	0.3	-	0.1	-
	689.9	100.0	549.5	100.0

Table based on adjusted gross premiums. Please see note 4 to the financial statements for reconciliation of gross written premiums to the Income Statement

Currency split	2008		2007	
	£m	%	£m	%
Sterling	313.9	45.5	242.0	44.1
US Dollar	357.4	51.8	293.6	53.4
Canadian Dollar	18.6	2.7	13.9	2.5
	689.9	100.0	549.5	100.0

Table based on adjusted gross premiums. Please see note 4 to the financial statements for reconciliation of gross written premiums to the Income Statement

Leading indicators	2004	2005	2006	2007	2008
	£m	£m	£m	£m	£m
Total investments and cash	536.8	668.1	829.0	957.8	1,219.5
Net unearned premium reserve	132.4	171.2	187.9	217.4	296.3

Premium Rating Index	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009E
Combined total	100	118	152	156	157	158	181	175	168	177