

HANNOVER FINANCE, INC.
CONSOLIDATED INCOME STATEMENT - IFRS BASIS
DECEMBER 31, 2012 vs PRIOR YEAR TO DATE
\$000's unless otherwise indicated
Package Results

	YTD 12/31/2012	YTD 12/31/2011	Increase (Decrease)	%
Gross written premium	-	1,063	(1,063)	-100.0%
Net earned premium	-	594	(594)	-100.0%
Gross incurred losses and loss adj expenses	-	105,914	(105,914)	-100.0%
Net incurred losses and loss adj expenses	-	10,839	(10,839)	-100.0%
Commissions - gross	-	268	(268)	-100.0%
Commissions - net	-	(207)	207	-100.0%
Fee income	-	0	(0)	-100.0%
Premium tax, assessments and fees	-	335	(335)	-100.0%
Other underwriting expenses	-	7,317	(7,317)	-100.0%
Change in DAC	-	(1)	1	-100.0%
Change in deferred fee income	-	0	(0)	-100.0%
Net underwriting expenses	-	7,860	(7,860)	-100.0%
Net underwriting result	-	(18,105)	18,105	-100.0%
Gross investment income	16,929	20,204	(3,276)	-16.2%
Interest paid on funds held	-	56	(56)	-100.0%
Other investment expenses	249	1,170	(921)	-78.7%
Realized capital gains (losses)	473	89,457	(88,984)	-99.5%
Net investment result	17,153	108,436	(91,283)	-84.2%
Interest expense	-	755	755	-100.0%
Depreciation and amortization	27	864	837	-96.9%
Write-offs and other	2,708	50,718	48,010	-94.7%
Total other income (loss)	(2,735)	(52,337)	(49,602)	-94.8%
Net income (loss) before FIT	14,418	37,993	(23,576)	-62.1%
Federal income taxes (benefit)	5,331	(23,976)	29,307	100.0%
Net income (loss) before discontinued ops.	9,087	61,969	(52,882)	-85.3%
Net income from discontinued operations	-	-	-	0.0%
Net income (loss) after discontinued ops.	9,087	61,969		

12/31/11 still includes Clarendon results

