

FINANCIAL STRENGTH

Hudson Insurance Group (Hudson) and its operating companies are subsidiaries and share market recognition with Odyssey Re Holdings Corp. (OdysseyRe), a leading multinational insurance and reinsurance holding company. As a key strategic operating Division, Hudson's business represents 24% of OdysseyRe's global gross premiums written and has the benefit of financial support from OdysseyRe. While underwriting management of the Hudson companies operate independently of OdysseyRe's larger reinsurance operation, all OdysseyRe companies share financial, administrative and investment services.

OdysseyRe Financial Highlights

(US\$ in Millions except Ratios)

	Three Months Ended 3/31/12 ¹	Three Months Ended 3/31/11 ¹	Year Ended 12/31/11
<i>US GAAP Basis:</i>			
Total Assets	\$10,813.3	\$10,306.2	\$10,616.5
Shareholders' Equity	3,422.4	3,174.3	3,335.4
Gross Premiums Written	603.0	600.8	2,420.7
Net Loss	(12.1)	(207.3)	(67.7)
Combined Ratio	87.1%	150.4%	116.8%
Annualized Return on Equity	(1.4)%	(25.6)%	(2.1)%
Debt to Total Capital	11.5%	13.3%	11.8%
<i>US Statutory Basis:</i>			
Statutory Surplus	3,095.1	3,156.5	3,024.8
Net Premiums Written to Statutory Surplus	.7:1 ²	.6:1 ²	.7:1

¹Unaudited

²On an annualized basis

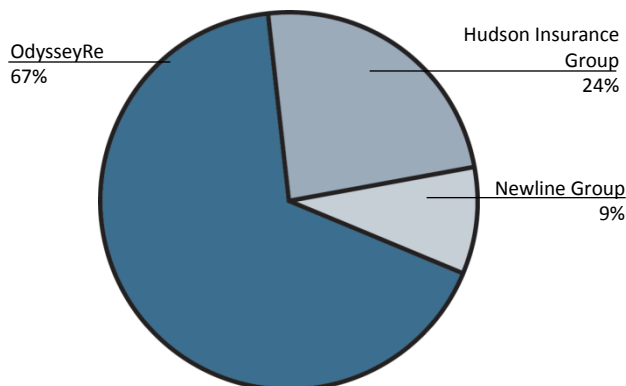
Financial Strength Ratings

	A.M. Best	S&P
Odyssey Reinsurance Company	A	A-
Hudson Insurance Company	A	No Rating
Hudson Specialty Insurance Company	A	A-
Newline Insurance Company Ltd.	A	No Rating
Newline Syndicate 1218	A	A+

Odyssey Reinsurance Company, Hudson Insurance Company, Hudson Specialty Insurance Company, Newline Insurance Company Limited and Newline Syndicate 1218 at Lloyd's are rated "A" (XV) (Excellent) by A.M. Best Company. Odyssey Reinsurance Company and Hudson Specialty Insurance Company are rated "A-" (Strong) with a positive outlook by Standard & Poor's. Newline Group operates Newline Syndicate 1218 at Lloyd's. Lloyd's is rated "A+" (Strong) by Standard & Poor's.

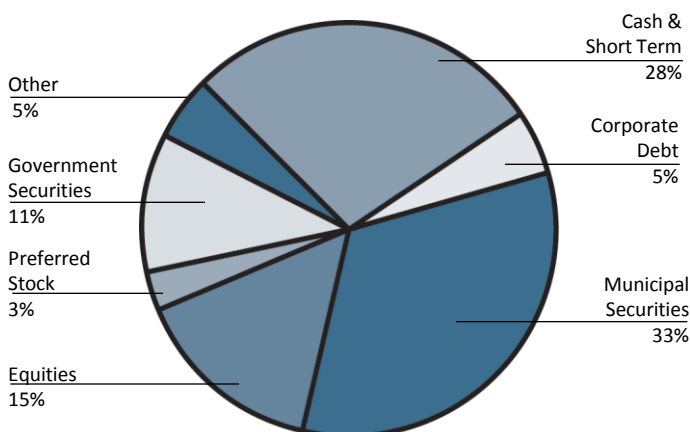
Gross Premiums Written

\$603.0 Million at 3/31/2012



OdysseyRe Investment Portfolio

Total Investments & Cash \$8.5 Billion at 3/31/2012



- High quality portfolio with ample liquidity
- 70% of fixed income securities rated "AA" with 9% rated below investment grade
- 100% of our equity exposure is hedged
- No commercial paper, auction rate securities or security lending

Hudson Insurance Group Gross Premiums Written

\$145.8 Million at 3/31/2012

