

# Financial Strength

Hudson Insurance Group (Hudson) and its operating companies are subsidiaries and share market recognition with OdysseyRe a publicly traded multinational (re)insurance company listed on the New York Stock Exchange under the ticker symbol "ORH." As a key strategic operating division, Hudson's insurance business represents 24% of OdysseyRe's global gross premiums written and has the benefit of financial support from the OdysseyRe Group. While underwriting management of the Hudson companies operate independently of OdysseyRe's larger reinsurance operation, all companies within the OdysseyRe Group share financial, administrative and investment services.

## Financial Performance

(\$ millions, except per share amounts)

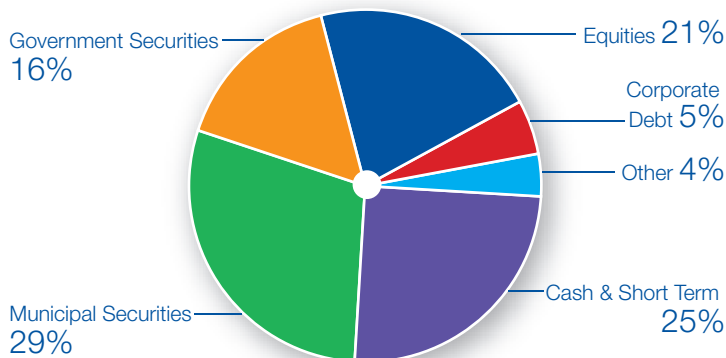
	Year Ended 12/31/08	Year Ended 12/31/07	Year Ended 12/31/06
Gross Premiums Written	\$2,294.5	\$2,282.7	\$2,335.7
Net Income	543.1	587.2	499.6
Total Assets	9,726.5	9,501.0	8,953.7
Total Shareholders' Equity	2,827.7 <sup>1,2</sup>	2,654.7 <sup>2</sup>	2,083.6
Annualized Return on Equity	20.5%	25.9%	28.3%
Debt to Total Capital	14.8%	15.6%	19.7%
R/I Recoverables to Total Shareholders' Equity	27.3%	27.4%	38.3%
Statutory Surplus	2,951.3	2,922.8	2,501.6
Net Premiums Written to Statutory Surplus	.7:1	.7:1	.9:1

<sup>1</sup> Net of \$351.3 common shares repurchased during the twelve months of 2008

<sup>2</sup> Net of \$94.5 common shares repurchased in 2007

## Investment Portfolio

Total investments & cash \$7,892.5 million at 12/31/2008

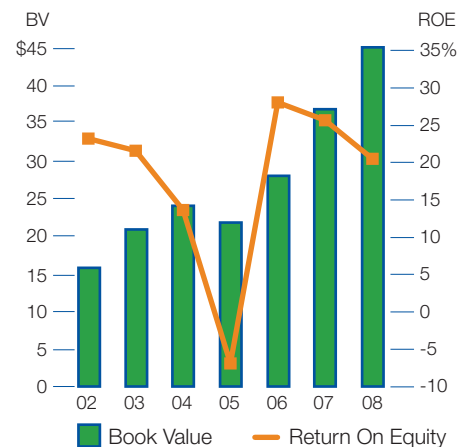


- High quality portfolio with ample liquidity
- 82% of fixed income securities rated "AAA" with minimal amount rated below investment grade
- No commercial paper, auction rate securities or security lending
- Less than 1% asset-backed or mortgage-backed securities
- Liquidity is augmented by a \$200 million credit facility, which expires in July of 2012.

## Financial Strength Ratings

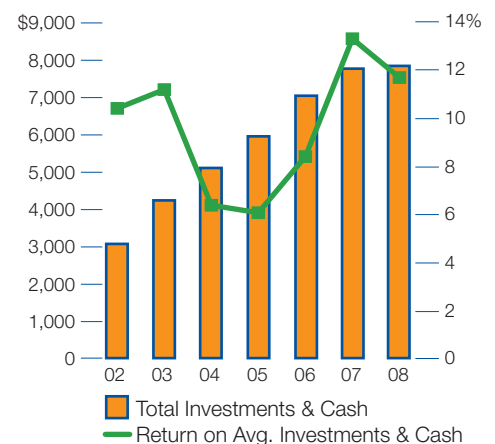
	A.M. Best	S&P
Odyssey America Reinsurance Corp.	A (XV)	A-
<b>Hudson Insurance Company</b>	A (XV)	No Rating
<b>Hudson Specialty Insurance Company</b>	A (XV)	A-
Newline Insurance Company Ltd.	A (XV)	No Rating
Newline Syndicate 1218	A (XV)	A+

## Book Value per Common Share/Return on Equity



## Total Return on Investments & Cash

(\$ in millions except ratios)



This presentation is based on OdysseyRe's consolidated results. For complete financial results, the reader is referred to OdysseyRe's filings with the Securities and Exchange Commission. Such filings also contain additional information concerning factors that may cause OdysseyRe's future results to differ materially from those reflected in or suggested by this presentation.