

—2016—

CORPORATE PROFILE

OneBeacon: Where Specialty Expertise Matters

At OneBeacon we believe that specialized expertise matters. Through our underwriting companies, we offer a broad range of specialty insurance products and services sold through independent agencies, regional and national brokers, wholesalers and managing general agencies. Each OneBeacon business is managed by an experienced team of specialty insurance professionals focused on a specific customer group or industry segment they know well.

OneBeacon Insurance Group, Ltd. is a Bermuda-domiciled holding company that is publicly traded on the New York Stock Exchange under the symbol "OB." The company's financial strength ratings of its underwriting companies are as follows:

- A.M. Best: "A"
(Excellent, the third highest of 16 ratings), class X
- Moody's: "A3"
(Good, the seventh highest of 21 ratings)
- Standard & Poor's: "A-"
(Strong, the seventh highest of 21 ratings)
- Fitch: "A"
(Strong, the sixth highest of 19 ratings)

White Mountains Insurance Group, Ltd. is the majority owner.



OUR BUSINESSES

A.W.G. Dewar has been a leading provider of tuition reimbursement insurance since 1930. Dewar's product protects both schools and parents from the financial consequences of a student's withdrawal or dismissal from school.

Contact: Dana Tufts
617.774.1555 or dana@dewarinsurance.com
Website: tuitionrefundplan.com

International Marine Underwriters

traces its roots to the early 1900s, and offers a full range of ocean and inland marine insurance solutions. Ocean marine products include, but are not limited to, commercial hull and marine liabilities at both the primary and excess levels; ocean and air cargo with coverage extensions such as inland transit, warehousing and processing; yachts; and several marine package products with comprehensive property, auto and liability coverage. Inland marine solutions include builders risks, contractors equipment, installation floaters, fine arts, motor truck cargo, transportation, miscellaneous articles floaters, warehousemen's legal liability and other inland marine opportunities.

Contact: Michelle O'Donovan
212.440.6544 or modonovan@imu.com
Website: imu.com

OneBeacon Accident Group focuses on analyzing and developing unique accident solutions for the transportation, non-subscription and corporate accident marketplace, while also developing specialized accident insurance programs. The group continually canvasses the marketplace for niches that could benefit from accident solutions. The group's product suite includes accidental death and dismemberment, occupational accident, sports accident, non-truckers liability, vehicle physical damage and other accident coverages. The group also provides employers and affinity groups with access to unique services including identity management services and travel assistance services.

Contact: Tina Angelone
609.613.0010 or tangelone@onebeacon.com
Website: onebeaconaccident.com

OneBeacon Architects & Engineers

offers professional liability coverages for various design customer groups including architects, civil engineers, construction managers, design/build contractors, electrical engineers, interior designers, landscape architects, mechanical engineers, structural engineers and sustainable design firms. Project-specific policy endorsements are available where specific project limits of liability are required.

Contact: Marc Garganigo
212.440.6548 or mgarganigo@onebeacon.com
Website: onebeaconae.com

OneBeacon Entertainment provides specialized commercial products and coverage solutions for the entertainment, sports and leisure industries. An all-lines coverage solution is provided for feature film, television and DICE productions; theatrical companies, touring entertainers, loan-out corporations, venues, rental house and post-production facilities. Specialized products are offered for non-appearance, event cancellation, event liability, premises liability, participant liability and TULIP. Dedicated claims and loss control specialists complement our expert underwriting team to provide superior products and services to our customers. Additional specialized coverages can be offered in the marketplace through Specialty Advantage Insurance Services (SAIS), a OneBeacon agency/brokerage affiliate.

Contact: Joe Fitzgerald
781.332.8080 or jfitzgerald@onebeacon.com
Website: onebeaconentertainment.com

OneBeacon Environmental specializes in environmental risk solutions designed to address a variety of exposures for a broad range of businesses, including multiline casualty placements for the environmental industry. The product suite includes commercial general liability, contractors environmental liability, professional services liability, environmental premises liability, products pollution liability, follow-form excess, environmental excess and business auto.

Contact: Devin Claypool
303.531.3812 or dclaypool@onebeacon.com
Website: onebeaconenvironmental.com

OneBeacon Financial Institutions

provides a wide range of coverage solutions to address the insurance needs of financial institutions, including, but not limited to, professional and management liability. Target industries include banks (greater than \$5 billion in corporate assets), security broker dealers and captive agents, insurance companies, insurance agents and brokers, investment advisors, mutual funds, hedge funds, real estate investment trusts, business development companies, private equity and venture capital firms, and miscellaneous financial institutions. Products include directors and officers liability (ABC and Side A/DIC), professional liability, fiduciary liability, cyber liability, and financial institutions bonds.

Contact: Kevin Koehler
212.440.6555 or kkoehler@onebeacon.com
Website: onebeacon.com

OneBeacon Financial Services

offers property and casualty coverages for commercial banks, savings banks and savings and loan institutions, security broker-dealers, investment advisors, insurance companies and credit unions. Specialty coverages, including professional liability, trust errors & omissions, cyber liability and financial institution bond, are additionally available for institutions with less than \$3 billion in assets.

Contact: Craig Collins
952.852.2434 or ccollins@onebeacon.com
Website: onebeaconfs.com

OneBeacon Government Risks provides solutions for municipalities and counties, special districts including water, sanitation and fire, non-rail transit authorities and other publicly funded agencies, primarily on an admitted basis. Products include property, casualty and professional liability comprised of law enforcement, public officials and employment practices liability offered on a fully insured, deductible, self-insured retention or assumed reinsurance basis. Solutions are delivered by a dedicated team with deep industry knowledge serving underwriting, business development, risk control and claims needs.

Contact: Bradley York
781.332.8505 or byork@onebeacongov.com
Website: onebeacongov.com

OneBeacon Healthcare Group provides professional liability coverages and other specialized coverages including provider excess insurance and excess of loss or HMO reinsurance, targeting a variety of customer groups, including: hospitals, physicians and complex risks; free-standing medical facilities; senior living organizations; and managed care organizations.

Contact: Steve Spina
860.321.2600 or sspina@onebeacon.com
Website: onebeaconhc.com

OneBeacon Management Liability offers directors and officers liability, employment practices liability, fiduciary liability and crime insurance for nonprofit organizations (all classes), private/nonprofit healthcare organizations and private for-profit companies of all sizes and types. Coverages are available on a modular form approach, allowing for tailored solutions.

Contact: Stacy Paquet
212.440.6521 or spaquet@onebeacon.com
Website: onebeaconml.com

OneBeacon Program Group provides a full range of multiline package insurance and turnkey systems (as needed) for select specialty programs overseen by dedicated agencies that perform all policy administration functions. Products are available on an admitted and nonadmitted basis with sufficient capacity to match most programs. OneBeacon Program Group works primarily with managing general agents and managing general underwriters, commonly referred to as program administrators.

Contact: Dan Beaudette
303.531.3870 or dbeaudette@onebeacon.com
Website: onebeaconprogramgroup.com

OneBeacon Specialty Property provides excess property and inland marine solutions for layered insurance policies. Target classes of business include apartments and condominiums, commercial real estate, small-to-medium manufacturing, retail/wholesale, education and public entities. OneBeacon Specialty Property products are provided primarily through surplus lines wholesalers.

Contact: Jim Heitkemper
781.332.8250 or jheitkemper@onebeacon.com
Website: onebeaconssp.com

OneBeacon Surety Group offers a broad range of commercial bonds targeting Fortune 2500 and large private companies written through a network of independent agencies, brokers and wholesalers. Business is serviced through eight regions throughout the United States.

Contact: Chad Anderson
212.440.6522 or canderson@onebeacon.com
Website: onebeaconsurety.com

OneBeacon Technology Insurance delivers all-lines underwriting solutions for the technology, life science and medical technology, and telecommunications industries, as well as content and media companies. The specific capabilities offered include risk control, claims and third-party vendor solutions. Products span property, casualty, cyber, errors & omissions, international, media liability, products liability and professional coverages. Our dedicated team of insurance professionals delivers custom solutions as needed to each of our customers.

Contact: Lloyd Takata
952.852.6028 or ltakata@onebeacontech.com
Website: onebeacontech.com



Financial Highlights

As of and for the twelve months ended December 31

(in millions except per share amounts)

	2014	2015
Book value per share	\$10.97	\$10.53
Gross written premiums	\$1,323	\$1,316
Net earned premium	\$1,177	\$1,176

Key Performance Metrics

Loss and LAE ratio	69.2%	59.6%
Expense ratio	32.5%	36.7%
Combined ratio	101.7%	96.3%
Operating income ^{NGM}	\$27.2	\$59.8
Total return on averaged invested assets	3.5%	0.6%

Balance sheet data

Total invested assets	\$2,526	\$2,591
Total assets	\$3,578	\$3,605
Loss and LAE reserves	\$1,342	\$1,390
Shareholders' equity	\$1,046	\$1,001

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The superscript "NGM" denotes a non-GAAP financial measure. For an explanation and reconciliation of this non-GAAP financial measure to its most closely comparable GAAP measure, see pages ii and 3 of the company's December 31, 2015 Investor Financial Supplement available on its website at: onebeacon.com.

Policies may be underwritten by one of the following insurance companies: Atlantic Specialty Insurance Company; Homeland Insurance Company of Delaware; Homeland Insurance Company of New York; OBI America Insurance Company; OBI National Insurance Company.