

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 8-K

**CURRENT REPORT
Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**

June 10, 2014
Date of Report (Date of earliest event reported)

WHITE MOUNTAINS INSURANCE GROUP, LTD.
(Exact name of registrant as specified in its charter)

Bermuda
(State or other jurisdiction of
incorporation or organization)

1-8993
(Commission file
number)

94-2708455
(I.R.S. Employer
Identification No.)

80 South Main Street, Hanover, New Hampshire 03755
(Address of principal executive offices)

(603) 640-2200
(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 7.01 Regulation FD Disclosure.

The Registrant's executive officers intend to utilize the presentation attached as Exhibit 99.1 to this Form 8-K, in whole or in part, at the Registrant's Annual Investor Information Meeting to be held on June 10, 2014.

ITEM 9.01 Financial Statements and Exhibits.

(d) Exhibits. The following exhibit is furnished herewith:

EXHIBIT INDEX

99.1 Supplemental Regulation FD Disclosure.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

WHITE MOUNTAINS INSURANCE GROUP, LTD.

DATED: June 10, 2014

By:

/s/ J. BRIAN PALMER

J. Brian Palmer
Vice President and
Chief Accounting Officer

White Mountains Insurance Group, Ltd.

Annual Investor Meeting

June 10, 2014



Forward-Looking Statements

This presentation contains, and management may make, certain statements that are not historical facts but that are forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical facts, included or referenced in this presentation which address activities, events or developments which White Mountains expects or anticipates will or may occur in the future are forward-looking statements. Please see our discussion on page 108 of our 2013 report on Form 10-K and on page 75 of OneBeacon's 2013 report on Form 10-K for a more detailed discussion of the types of expressions that may identify forward-looking statements. Such statements are subject to risks and uncertainties, many of which are difficult to predict and generally beyond our control, that could cause actual results to differ materially from those expressed in, or implied or projected by, the forward-looking information and statements.

In connection with the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995, we provide the following cautionary remarks regarding important risks and uncertainties which, among others, could cause our actual results to differ materially from our expectations, including those reflected in our forward-looking statements. These risks and uncertainties include, but are not limited to: (i) the risks associated with Item 1A of the Company's and OneBeacon's 2013 reports on Form 10-K; (ii) claims arising out of catastrophic events, such as hurricanes, earthquakes, floods, fires, terrorist attacks or severe winter weather; (iii) the continued availability of capital and financing; (iv) general economic, market or business conditions; (v) business opportunities (or lack thereof) that may be presented to us and pursued; (vi) competitive forces, including the conduct of other property and casualty insurers and reinsurers; (vii) changes in domestic or foreign laws or regulations, or their interpretation, applicable to us, our competitors or our clients; (viii) an economic downturn or other economic conditions adversely affecting our financial position; (ix) recorded loss reserves subsequently proving to have been inadequate; (x) actions taken by rating agencies from time to time, such as financial strength or credit ratings downgrades or placing ratings on negative watch; and (xi) other factors, most of which are beyond our control. Consequently, all of the forward-looking statements made in this presentation are qualified by these cautionary statements, and there can be no assurance that the actual results or developments anticipated by us will be realized or, even if substantially realized, they will have the expected consequences to, or effects on our business or operations. Our forward-looking statements speak only as of the date of this presentation and we assume no obligation to update publicly any such forward-looking statements, whether as a result of new information, future events or otherwise.

Non-GAAP Financial Measures

Within this presentation, we use the following non-GAAP financial measures: (i) Adjusted Book Value Per Share (ABVPS); (ii) Sirius Group's Adjusted Book Value (ABV); (iii) Symetra's Operating ROE; (iv) Equity Exposure; (v) Investments Adjusted Shareholders' Equity; (vi) Total Return; (vii) Fixed Income Total Return; (viii) Equity Total Return; and (ix) Adjusted Shareholders' Equity. Please see the appendix at the end of the presentation for an explanation of each such non-GAAP financial measure and a reconciliation of the measure to its most closely comparable GAAP financial measure.

An electronic copy of this presentation can be found at our website: www.whitemountains.com



White Mountains Annual Investor Meeting

Ray Barrette:

- Introduction and Highlights
- Allocation of Capital
- HG Global/BAM

Allan Waters:

- Sirius Group

Manning Rountree:

- Insurance Services
- Investments

David Foy:

- Share Repurchases
- Capital

Ray Barrette:

- Final Comments and Q&A



WTM - Solid Performance in 2013 and So Far in 2014

| | <u>2013</u> | <u>1Q14</u> |
|--------------------------|-------------|-------------|
| <u>White Mountains</u> | | |
| Growth in ABVPS | 9.5% | 2.2% |
| Investments Total Return | 5.2% | 1.3% |
| | | |
| <u>OneBeacon</u> | | |
| Growth in BVPS | 17.3% | 4.2% |
| Combined ratio | 92.4% | 88.8% |
| | | |
| <u>Sirius Group</u> | | |
| Growth in ABV | 11.3% | 3.8% |
| Combined ratio | 82.1% | 73.3% |



WTM - Solid Performance in 2013 and So Far in 2014

- HG Global/BAM executed well in tough environment:
 - Cumulative par insured = \$6 billion at 1Q14 (700 members)
 - 54% market share of insured deals in 1Q14 (48% of par insured)
 - Strong trading value
- Insurance Services Businesses:
 - Insurance marketing/technology investments around the world
 - Low capital/high potential opportunities
- Symetra had a good year with 9% Operating ROE; good start to 2014
- Undeployed capital of about \$1 billion/low leverage
- Focused on closing sale of OneBeacon runoff



WTM – Allocation of Equity Capital (\$ in billions)

| | |
|---------------------------------|--------|
| Sirius Group, excluding Symetra | \$ 1.2 |
| OneBeacon | 0.9 |
| HG Global/BAM | 0.6 |
| Symetra | 0.4 |
| Insurance Services | 0.1 |
| Parent/Other | 0.9 |
| | <hr/> |
| | \$ 4.0 |



WTM – Our Track Record

Return Period Ended December 31, 2013

| (growth including dividends) | 1-year | 3-year | 5-year | 7-year | 10-year | Since WTM IPO |
|------------------------------|--------|--------|--------|--------|---------|------------------|
| White Mountains - ABVPS | 10% | 14% | 13% | 7% | 9% | 15% |
| S&P 500 | 32% | 16% | 18% | 6% | 7% | 11% |
| Berkshire Hathaway - BVPS | 18% | 12% | 14% | 10% | 10% | 17% |



HG Global/BAM



HG Global/BAM – Great Execution in a Tough Environment

2012-2013:

- Funded HG Global/BAM in July 2012
- BAM is the leader in its target market:
 - Strong team, systems and risk management
 - Licensed in all 50 states and DC
 - Significant market position with broad range of dealers/issuers

1Q14:

- Cumulative \$6 billion par insured (700 members)
- 54% of insured transactions/48% of par insured
- Strong trading value
- Pricing below target
- Surplus note interest converted to variable rate

2Q14:

- Significant price deterioration



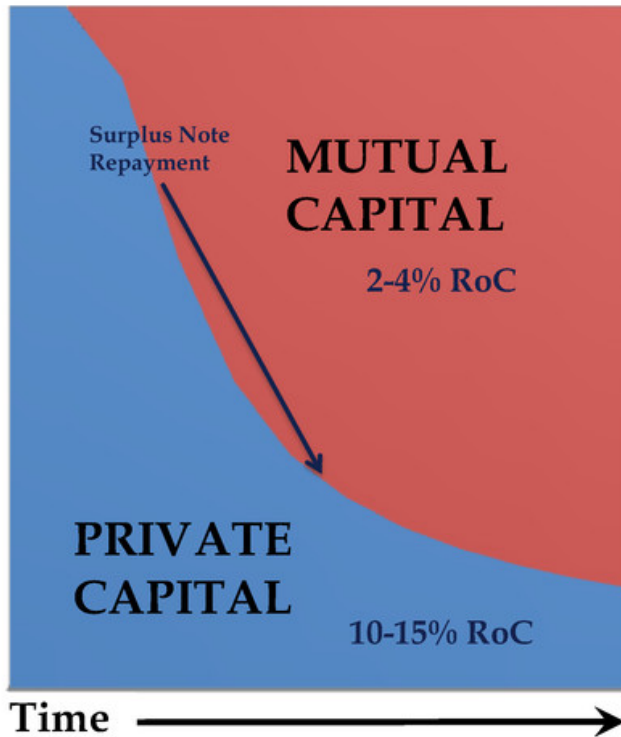
HG Global/BAM – Market Deterioration since 2012

- Lower new issue volume:
 - \$350B ➔ \$275B
- Tighter spreads on low interest rates
- Low but improving insured penetration
- Severe price competition



HG Global/BAM - The Capital Advantage

4-6% RoC (5-7% S&P RAP)



WTM economics derived from:

- Interest on surplus notes
- Repayment of surplus notes
- Reinsurance premiums and float
- Long-term franchise value



HG Global/BAM – Pricing

- Competition limits the share of available market spreads captured by bond insurers
- Expect “Capture %” to increase when volume and interest rates increase:

| | 1Q14 | Sensitivities | |
|-----------------|---------|---------------|---------------|
| Credit spread | 15 bps | 15 bps | 22 bps |
| Capture % | 37% | 50% | 50% |
| Annual cost | 5.6 bps | 7.5 bps | 11.0 bps |
| Upfront premium | 0.75% | 1.00% | 1.47% |
| S&P RAP | 3.5% | ~5% | ~7% |



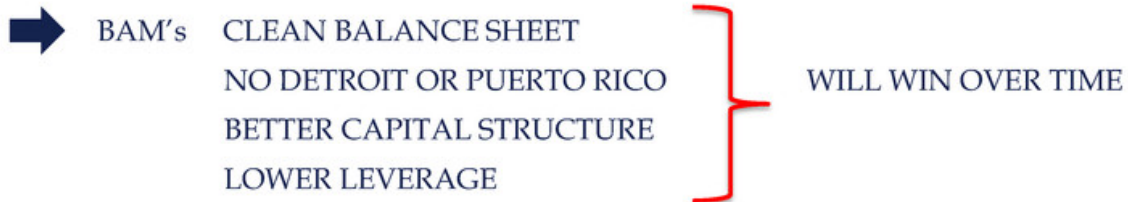
HG Global/BAM – Secondary Market Opportunity

- Secondary market trades demonstrate that BAM adds significantly more value than it currently captures in the primary market:
 - 15-30 bps for “A” rated bonds versus uninsured
 - 25-40 bps for “BBB” rated bonds versus uninsured
- Secondary market offers better insurance pricing:
 - 2013 – 6.4% vs. 3.2% RAP
 - 1Q14 – 7.1% vs. 3.5% RAP
- Secondary premium as a % of total:
 - 2013 – 16%
 - 1Q14 – 24%
- Increasing BAM’s market liquidity, name recognition and secondary market trading activity is key to improving trading value in the primary market



HG Global/BAM --- BUILT TO LAST

- Current environment:
 - Credit quality is on target
 - Market share is high
 - Pricing is below target
 - Competition is severe
- Drivers of further success are:
 - Higher interest rates (“magic” 5% muni rate at retail)
 - Higher new issue volume
 - Better insured penetration
 - Pricing discipline among insurance competitors



Sirius Group



Sirius Group – Strong Current Results

2013:

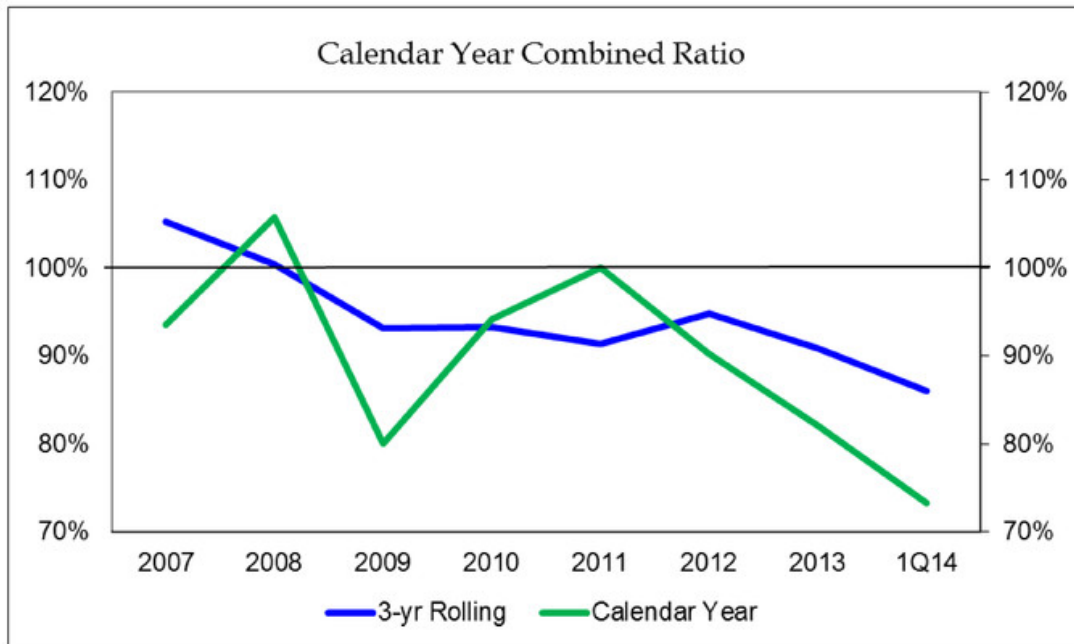
- ABV grew 11.3%, including dividends
- 82% combined ratio:
 - \$85 million (10 pts) of catastrophe losses
- 5% decline in gross written premiums to \$1.1 billion:
 - 19% reduction in A&H writings to \$271 million
 - 4% increase in property premiums to \$637 million
- \$15 million of after-tax gains from WM Solutions

1Q14:

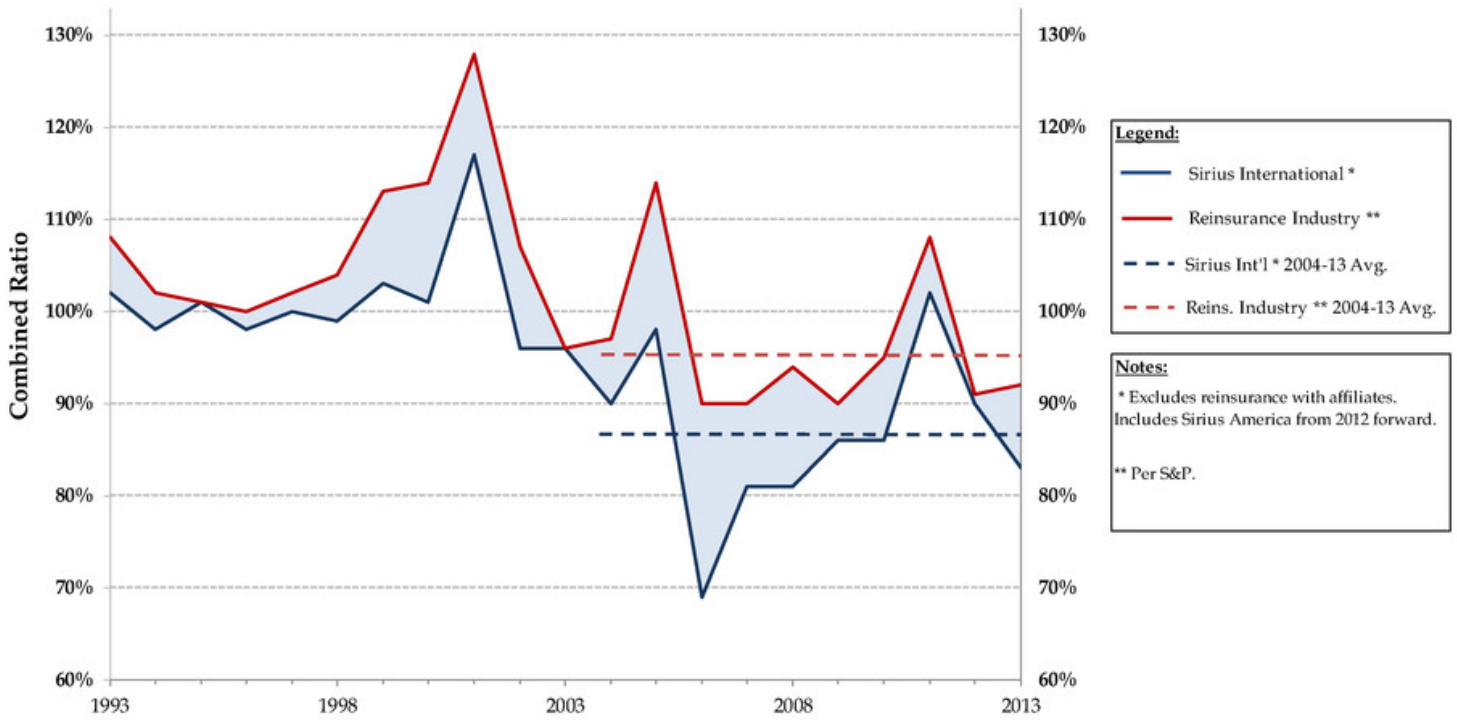
- ABV grew 3.8%
- 73% combined ratio:
 - No significant catastrophes or large losses
- Premiums flat in an increasingly competitive environment:
 - Gross A&H writings up 14%; property premiums flat
- Transition in Sirius International leadership – Göran ➡ Monica



Sirius Group - Long-Term Improvement



Sirius International - Göran Thorstensson's Record



Sirius Group – Why We Are Different

- Focus on local and regional companies:
 - Over 5,000 treaties and over 3,800 direct/facultative
- Long-term partnerships with clients:

| (\$ in millions) | 2013 Gross Premium | |
|--------------------|--------------------|-------------|
| 20 years or more | \$ 350 | 31% |
| 10-20 years | 322 | 29% |
| Less than 10 years | 448 | 40% |
| Total | <u>\$ 1,120</u> | <u>100%</u> |



Sirius Group - 2014 Outlook

- Increasing competition across most territories and lines:
 - Growing excess capacity – traditional & capital markets
 - Sirius Group's book is well-positioned relative to peers
 - Maintaining underwriting discipline
 - All writings remain adequately priced or better
- Perception of long-term property price change > true price change
- Expecting significant growth in A&H this year:
 - Further strengthening deep-rooted partnerships
- Expecting final Lloyd's managing agency approval today



Insurance Services



Insurance Services – A Growing Focus

- Pivot from “traditional” balance sheet transactions

- Focus on new / emerging areas:
 - Low capital
 - High potential

- Thematic investments:
 - Price comparison
 - Insurance technology
 - Specialization
 - Global reach

- Progress to date:
 - 8 deals
 - \$150 million capital committed
 - More to come



Insurance Services - Deals to Date

| <u>Theme</u> | <u>Investment</u> | <u>Domicile</u> | <u>Commitment</u> (\$ in millions) |
|-----------------------------|-------------------|----------------------|---------------------------------------|
| 1. Global Price Comparison: | Inspop/CompareNow | United States | \$20 |
| | TaCerto | Brazil | 3 |
| | Wobi | Israel | 8 |
| 2. Insurance Technology: | QuoteLab | United States | 36 |
| | PassportCard | Israel/International | 21 |
| | Valen | United States | 2 |
| 3. Specialization: | Star & Shield | United States | 33 |
| | Enlightenment | United States | 25 |



QuoteLab – A Game Changing Solution

- Advertising technology business, with focus on insurance:
 - Auto
 - Life & health
 - Expansion to new verticals
- WTM acquired 60% interest in March:
 - Paid cash plus an earn-out tied to gross profit
 - Founders retain 40% interest
- “MediaAlpha Exchange” => superior platform for buying & selling leads
- Small team (3 founders; 9 employees)
- Strong growth; positive free cash flow; low/no capital requirement



Wobi – A Local Market Breakthrough

- Israeli price comparison / online agency business:
 - Auto
 - Homeowners, travel, mortgage
- Small but attractive market:
 - 4 million cars / \$4 billion in addressable premiums
 - High internet penetration & propensity to shop
 - High premium levels & commission rates
 - Concentrated carrier market / fragmented broker market
 - Concentrated media market
- WTM acquired 61% interest in February (common stock & preferred):
 - CEO and one local institutional investor retain 39% interest
- Strong response to advertising campaign => new policy sales up 5x since February
- Wobi “game plan” is replicable => pursuing similar transactions around the world



Investments



WTM Approach to Investments

- Invest for total return

- Policyholder funds invested conservatively:
 - Fixed income portfolio is short, safe and sound

- Shareholder funds invested more aggressively:
 - Equity Exposure is 47% of Adjusted Shareholders' Equity at 1Q14
 - Generally value-oriented
 - Includes common stocks, convertibles, high-yield bonds, alternatives, affiliates

- Non-USD exposures at Sirius Group managed carefully:
 - Assets and liabilities matched by currency
 - Sirius Group's capital invested "neutrally"
 - Current lean toward USD, SEK

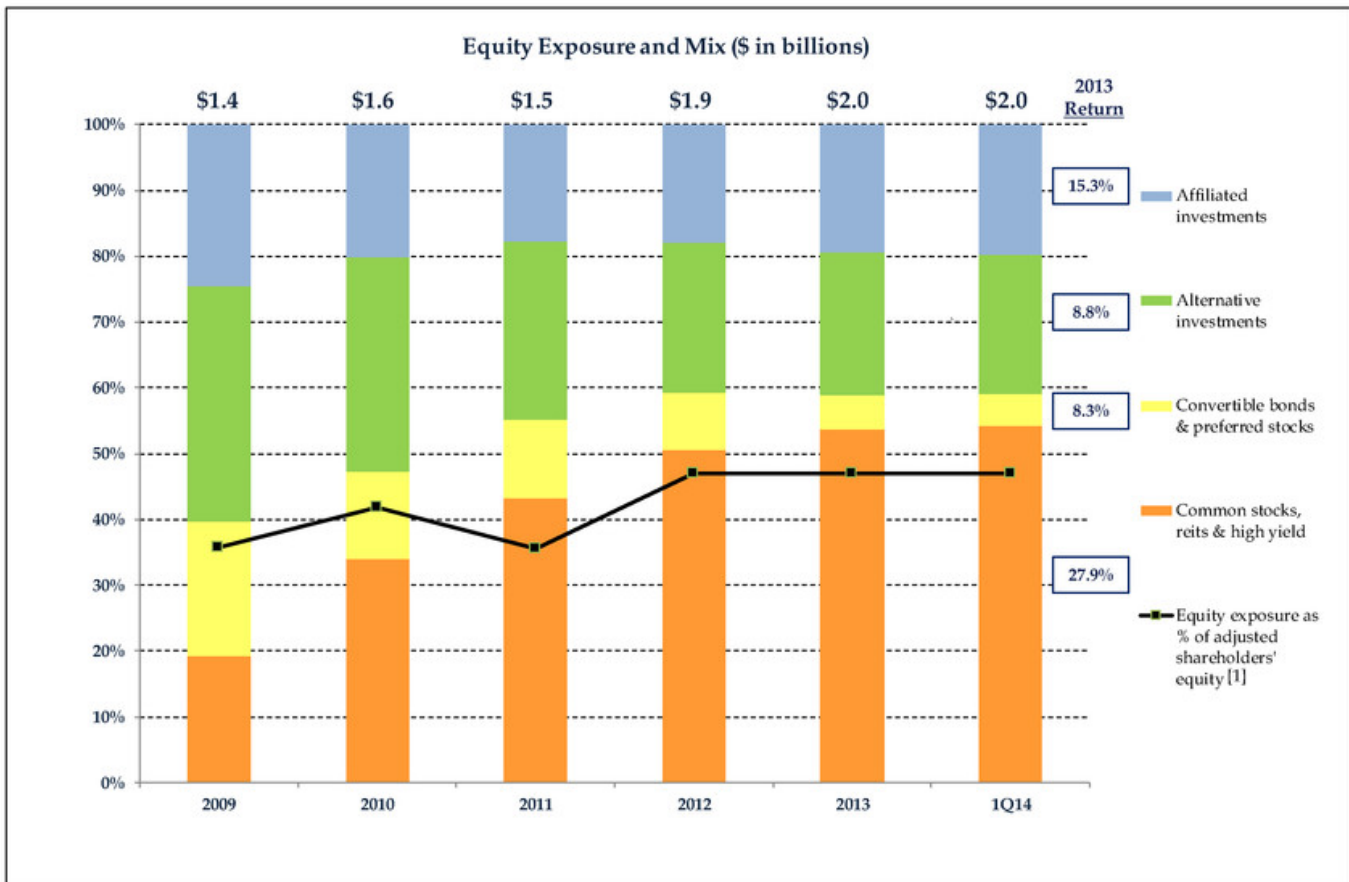


Good Long-Term Track Record

| | <u>1Q14</u> | Total Return (periods ending 12/31/13) | | |
|---------------------------------|-------------|---|---------------|----------------|
| | | <u>1-year</u> | <u>5-year</u> | <u>13-year</u> |
| fixed income, ex currency | 0.8% | 0.6% | 3.9% | 4.6% |
| equity, ex currency | 2.7% | 19.6% | 9.9% | 9.2% |
| currency | 0.0% | -0.1% | 0.4% | 0.1% |
| total portfolio | 1.3% | 5.2% | 5.6% | 5.5% |
| <u>benchmarks:</u> | | | | |
| barclays intermediate aggregate | 1.2% | -1.0% | 4.2% | 5.0% |
| s&p 500 | 1.8% | 32.4% | 17.9% | 4.6% |
| BAML 10Y US treasury | 3.4% | -7.8% | 1.8% | 5.0% |
| conventional wisdom | 1.9% | 2.6% | 6.5% | 5.3% |



Equity Exposure at Comfortable Levels



[1] Defined as common shareholders' equity excluding equity in net urg(l) on Symetra's fixed maturity portfolio plus OneBeacon & HG Global non-controlling interests.



Fixed Income Playbook for 2014

- We face an asymmetric market landscape:
 - Low rates
 - Tight spreads
 - More downside than upside

- We are positioned for this market:
 - Short duration (2.0 – 2.5 years)
 - High credit quality (AA- weighted average)
 - Corporate debt focus (roughly 35% of the bond portfolio)
 - Ample liquidity

- Playbook going forward:
 - More of the same => stay patient
 - Buy and sell on volatility
 - Rotate sectors on relative value
 - Dollar cost average on rising rates



Capital



Share Repurchases (2007-2013)

- Repurchased 4.9 million shares (45% of the Company) for \$2.2 billion at an average of \$458 per share (71% of 2013 ABVPS)

| | Repurchases | | | Beginning Shares O/S millions |
|-------|-----------------|----------------|----------------------|-------------------------------------|
| | Shares (000) | \$ millions | Average per share | |
| 2007 | 291 | \$ 145 | \$ 499 | 10.8 |
| 2008 | 1,765 | 851 | 482 | 10.6 |
| 2009 | - | - | - | 8.8 |
| 2010 | 688 | 226 | 328 | 8.9 |
| 2011 | 647 | 253 | 391 | 8.2 |
| 2012 | 1,330 | 669 | 503 | 7.6 |
| 2013 | 142 | 80 | 564 | 6.3 |
| Total | 4,861 | \$ 2,224 | 458 | |



Consolidated Capitalization

| (\$ in millions) | 2012 | 2013 | 1Q14 |
|--|----------|----------|----------|
| Debt | \$ 751 | \$ 676 | \$ 678 |
| Non-controlling interest - SIG preference shares | 250 | 250 | 250 |
| Non-controlling interest - OneBeacon | 251 | 274 | 279 |
| Non-controlling interest - HG Global | 17 | 17 | 18 |
| Adjusted shareholders' equity | 3,674 | 3,946 | 4,018 |
| Total adjusted capital | \$ 4,943 | \$ 5,163 | \$ 5,243 |
| Debt to total adjusted capital | 15% | 13% | 13% |
| Debt and preferred to total adjusted capital | 20% | 18% | 18% |



What to Expect

- Growth in adjusted book value per share

- Commitment to our operating principles:
 - Underwriting comes first
 - Maintain a disciplined balance sheet
 - Invest for total return
 - Think like owners

- Capital management

- Opportunistic approach to the business





Benjamin Graham

“In the short run, the market is a voting machine, but in the long run it is a weighing machine.”

Q&A



Appendix



Non-GAAP Measure: WTM Adjusted Book Value per Share (ABVPS)

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP book value per share to adjusted book value per share
(\$ in millions, except per share amounts; shares in thousands)

| Numerator | 2012 | 2013 | 1Q14 |
|---|-----------------|-----------------|-----------------|
| GAAP common shareholders' equity (GAAP book value per share numerator) \$ | 3,732 | \$ 3,906 | \$ 4,015 |
| equity in net unrealized (gains) losses from Symetra's fixed maturity portfolio, net of applicable taxes | (58) | 40 | 4 |
| adjusted book value per share numerator | <u>\$ 3,674</u> | <u>\$ 3,946</u> | <u>\$ 4,018</u> |
| Denominator | | | |
| common shares outstanding (GAAP book value per share denominator) | 6,291 | 6,177 | 6,174 |
| unearned restricted shares | (39) | (33) | (46) |
| adjusted book value per share denominator | <u>6,252</u> | <u>6,144</u> | <u>6,129</u> |
| GAAP book value per share (BVPS) | \$ 593 | \$ 632 | \$ 650 |
| adjusted book value per share (ABVPS) | \$ 588 | \$ 642 | \$ 656 |
| growth in GAAP BVPS, including dividends [1] | | 6.8% | 3.0% |
| growth in ABVPS, including dividends [1] | | 9.5% | 2.2% |

[1] White Mountains declared \$1.00 per share dividend in the first quarter of each period shown.



Non-GAAP Measure: Sirius Group's Adjusted Book Value (ABV)

White Mountains Insurance Group, Ltd.

Reconciliation of Sirius Group's GAAP book value to adjusted book value
(\$ in millions)

| | 2012 | 2013 | 1Q14 |
|---|-----------------|-----------------|-----------------|
| GAAP common shareholder's equity | \$ 1,713 | \$ 1,627 | \$ 1,721 |
| equity in net unrealized (gains) losses from Symetra's fixed maturity portfolio, net of applicable taxes | (58) | 36 | 5 |
| adjusted book value | <u>\$ 1,655</u> | <u>\$ 1,663</u> | <u>\$ 1,726</u> |
| growth in GAAP BV, including dividends [1] | | 5.2% | 5.8% |
| growth in ABV, including dividends [1] | | 11.3% | 3.8% |

[1] Sirius Group declared \$175 million of dividends in 2013; no dividends were declared in 1Q14.



Non-GAAP Measure: Symetra's Operating ROE

White Mountains Insurance Group, Ltd.

Reconciliation of Symetra's GAAP ROE to operating ROE
(\$ in millions)

| | <u>2013</u> |
|--|-----------------|
| GAAP net income | \$ 221 |
| certain net realized gains | <u>(20)</u> |
| adjusted operating income | <u>\$ 201</u> |
| | |
| GAAP average common shareholders' equity | \$ 3,246 |
| less: average AOCI | <u>(952)</u> |
| average adjusted book value | <u>\$ 2,294</u> |
| | |
| GAAP ROE | 7% |
| operating ROE | 9% |



Non-GAAP Measure: Equity Exposure and Investments Adjusted Shareholders' Equity

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP equity investments to equity exposure
(\$ in millions)

| | 2009 | 2010 | 2011 | 2012 | 2013 | 1Q14 |
|---|----------|----------|----------|----------|----------|----------|
| GAAP common, convertible and alternative investments | \$ 1,033 | \$ 1,246 | \$ 1,200 | \$ 1,451 | \$ 1,526 | \$ 1,551 |
| GAAP investments in unconsolidated affiliates | 345 | 390 | 275 | 388 | 321 | 373 |
| Total GAAP equity investments | 1,378 | 1,636 | 1,475 | 1,839 | 1,848 | 1,924 |
| OneBeacon pension equity investments | 112 | 131 | 127 | 128 | 150 | 155 |
| unwind consolidation of certain limited partnerships | (29) | (67) | (48) | (50) | (53) | (66) |
| investment reclassifications & valuations | (31) | (12) | (5) | (7) | (12) | (11) |
| affiliate investment adjustments | 9 | (64) | - | (56) | 66 | 26 |
| equity exposure | \$ 1,439 | \$ 1,624 | \$ 1,549 | \$ 1,854 | \$ 1,998 | \$ 2,028 |
| GAAP common shareholders' equity | | | | | | \$ 4,015 |
| equity in net unrealized losses from Symetra's fixed maturity portfolio, net of applicable taxes | | | | | | 4 |
| adjusted shareholders' equity | | | | | | \$ 4,018 |
| non-controlling interest - OneBeacon | | | | | | 279 |
| non-controlling interest - HG Global | | | | | | 18 |
| investments adjusted shareholders' equity | | | | | | \$ 4,316 |
| equity exposure as % of investments adjusted shareholders' equity | | | | | | 47% |



Non-GAAP Measure: 1Q14 Total Return, Fixed Income Total Return and Equity Total Return

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP investment returns to total return, fixed income total return and equity total return

Investment Return Reconciliation - 1Q14

| | <u>GAAP Return</u> | <u>Adjusting Items</u> | <u>Total Return</u> | <u>Total Return ex-currency</u> |
|---------------------------|------------------------|----------------------------|-------------------------|---|
| fixed income total return | 0.8% | 0.0% [1] | 0.8% | 0.8% |
| equity total return | 2.4% | 0.3% [2] | 2.7% | 2.7% |
| total return | 1.1% | 0.2% | 1.3% | 1.3% |

- [1] Difference primarily attributable to consolidation under GAAP of fixed income investments held by HG Global and BAM, exclusion of interest earned on funds held by ceding companies, the inclusion of OneBeacon's pension plan fixed income investments, and the impact of time value weighting of capital flows.
- [2] Difference primarily attributable to consolidation under GAAP of investments held by certain limited partnerships, the inclusion of OneBeacon's pension plan equity investments, the inclusion of Symetra common stock, and the impact of time value weighting of capital flows.



Non-GAAP Measure: 2013 Total Return, Fixed Income Total Return and Equity Total Return

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP investment returns to total return, fixed income total return and equity total return

Investment Return Reconciliation - 2013

| | <u>GAAP Return</u> | <u>Adjusting Items</u> | <u>Total Return</u> | <u>Total Return ex-currency</u> |
|---------------------------|------------------------|----------------------------|-------------------------|---|
| fixed income total return | 0.4% | 0.1% [1] | 0.5% | 0.6% |
| equity total return | 18.9% | 0.5% [2] | 19.4% | 19.6% |
| total return | 4.1% | 1.1% | 5.2% | 5.3% |

[1] Difference primarily attributable to consolidation under GAAP of fixed income investments held by HG Global and BAM, exclusion of interest earned on funds held by ceding companies, the inclusion of OneBeacon's pension plan fixed income investments, and the impact of time value weighting of capital flows.

[2] Difference primarily attributable to consolidation under GAAP of investments held by certain limited partnerships, the inclusion of OneBeacon's pension plan equity investments, the inclusion of Symetra common stock, and the impact of time value weighting of capital flows.



Non-GAAP Measure: 5-Year and 13-Year Periods Total Return, Fixed Income Total Return and Equity Total Return

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP investment returns over 5-year and 13-year periods to total return, fixed income total return and equity total return

| <u>Total</u> | <u>GAAP Return</u> | <u>Adjusting Items [1]</u> | <u>Total Return</u> |
|---------------------|------------------------|--------------------------------|--------------------------------------|
| 5-year | 5.2% | 0.4% | 5.6% |
| 13-year | 5.1% | 0.4% | 5.5% |
| | | | |
| <u>Fixed Income</u> | <u>GAAP Return</u> | <u>Adjusting Items [1]</u> | <u>Fixed Income Total Return</u> |
| 5-year | 4.1% | -0.2% | 3.9% |
| 13-year | 4.6% | 0.0% | 4.6% |
| | | | |
| <u>Equity</u> | <u>GAAP Return</u> | <u>Adjusting Items [1]</u> | <u>Equity Total Return</u> |
| 5-year | 10.3% | -0.4% | 9.9% |
| 13-year | 8.0% | 1.2% | 9.2% |

- [1] Difference primarily attributable to the (i) inclusion of investment results of OneBeacon's pension plan and certain investments that under GAAP are accounted for as investments in unconsolidated affiliates, (ii) exclusion of investment results of reciprocal insurance exchanges, HG Global and BAM, (iii) impact of consolidation of certain entities consolidated under GAAP, (iv) inclusion of investment income resulting from interest credited on funds withheld by ceding companies, and (v) impact of time value weighting of capital flows and certain intra-portfolio reclassifications when calculating investment returns.



Non-GAAP Measure: Adjusted Shareholders' Equity

White Mountains Insurance Group, Ltd.

Reconciliation of GAAP common shareholders' equity to adjusted shareholders' equity
(\$ in millions)

| | <u>2012</u> | <u>2013</u> | <u>1Q14</u> |
|---|-----------------|-----------------|-----------------|
| GAAP common shareholders' equity | \$ 3,732 | \$ 3,906 | \$ 4,015 |
| equity in net unrealized (gains) losses from Symetra's fixed maturity portfolio, net of applicable taxes | <u>(58)</u> | <u>40</u> | <u>4</u> |
| adjusted shareholders' equity | <u>\$ 3,674</u> | <u>\$ 3,946</u> | <u>\$ 4,018</u> |



