



J. Brian Palmer
Vice President and Chief Accounting Officer

January 18, 2013

Mr. Frank Wyman
U.S. Securities and Exchange Commission
Division of Corporation Finance
100 F Street, NE
Washington, D.C. 20549

Re: **White Mountains Insurance Group, Ltd. (the "Company")**
Form 10-K for Fiscal Year Ended December 31, 2011
Filed February 28, 2012
File No. 001-08993

Dear Mr. Wyman,

I refer to a voicemail message that you left for our Chief Financial Officer, David Foy, on January 8, 2013. In that voicemail message, you requested that we disclose the amount of the Company's equity that is restricted as a result of restrictions on dividends that our insurance and reinsurance subsidiaries may make under the laws of the states and jurisdictions in which they are domiciled. As you noted in your message, the requirements for making such a disclosure are found in ASC 944-505-50-1c and Rule 4-08 (e)(1) of Regulation S-X.

We will comply with your request by including additional disclosure in our December 31, 2012 Form 10-K. An example of this disclosure, which has been edited from **Exhibit A** contained in our comment response letter dated December 17, 2012, has been included as **Exhibit A** to this letter.

Please feel free to call me at (617) 725-7115 should you have any questions.

Sincerely,

/s/ J. Brian Palmer
J. Brian Palmer

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EXHIBIT A:

NOTE 13. Statutory Capital and Surplus

White Mountains' insurance and reinsurance operations are subject to regulation and supervision in each of the jurisdictions where they are domiciled and licensed to conduct business. Generally, regulatory authorities have broad supervisory and administrative powers over such matters as licenses, standards of solvency, premium rates, policy forms, investments, security deposits, methods of accounting, form and content of financial statements, reserves for unpaid loss and LAE, reinsurance, minimum capital and surplus requirements, dividends and other distributions to shareholders, periodic examinations and annual and other report filings. In general, such regulation is for the protection of policyholders rather than shareholders. In addition, the NAIC uses risk-based capital ("RBC") standards for property and casualty insurers as a means of monitoring certain aspects affecting the overall financial condition of insurance companies. At December 31, 2011, White Mountains' active insurance and reinsurance operating subsidiaries exceeded their respective RBC requirements.

OneBeacon's consolidated combined policyholders' surplus of its insurance operating subsidiaries as reported to various regulatory authorities as of December 31, 2011 and 2010 was \$1.0 billion and \$1.1 billion. OneBeacon's consolidated combined statutory net income (loss) for the years ended December 31, 2011, 2010 and 2009 was \$119.6 million, \$257.2 million and \$210.5 million. The principal differences between OneBeacon's combined statutory amounts and the amounts reported in accordance with GAAP include deferred acquisition costs, deferred taxes, market value adjustments for debt securities and recognition of pension plans. The minimum policyholders' surplus necessary to satisfy OneBeacon's regulatory requirements was \$362.1 million, which equals the authorized control level of the NAIC risk-based capital based on the consolidated combined policyholders' surplus of OneBeacon's insurance operating subsidiaries at December 31, 2011.

Sirius International's total regulatory capital at December 31, 2011 was \$2.1 billion. In accordance with Swedish regulations, Sirius International holds restricted equity of \$1.6 billion as a component of Swedish statutory regulatory capital. This restricted equity cannot be paid as dividends. The minimum regulatory capital necessary to satisfy Sirius International's regulatory requirements was \$273.0 million at December 31, 2011.

Sirius America's policyholders' surplus, as reported to various regulatory authorities as of December 31, 2011 and 2010, was \$533.7 million and \$742.6 million. Sirius America's statutory net income (loss) for the years ended December 31, 2011, 2010 and 2009 was \$101.4 million, \$70.2 million and \$46.9 million. The principal differences between Sirius America's statutory amounts and the amounts reported in accordance with GAAP include deferred acquisition costs, deferred taxes, gains recognized under retroactive reinsurance contracts and market value adjustments for debt securities. The minimum

policyholders' surplus necessary to satisfy Sirius America's regulatory requirements was \$142.0 million, which equals the authorized control level of the NAIC risk-based capital based on Sirius America's policyholders surplus at December 31, 2011.

Central National's policyholders' surplus, as reported to various regulatory authorities as of December 31, 2011 and 2010, was \$13.4 million and \$15.0 million. Central National's statutory net income (loss) for the years ended December 31, 2011 and 2010 was \$0.1 million and \$1.6 million. The minimum policyholders' surplus necessary to satisfy Central National's regulatory requirements was \$2.2 million, which equals the authorized control level of the NAIC risk-based capital based on Central National's policyholders' surplus at December 31, 2011.

Scandinavian Re and White Shoals Re are also subject to regulation and supervision by the Bermuda Monetary Authority ("BMA"). Generally, the BMA has broad supervisory and administrative powers over such matters as licenses, standards of solvency, investments, methods of accounting, form and content of financial statements, minimum capital and surplus requirements, and annual and other report filings. In general, such regulation is for the protection of policyholders rather than shareholders. As of December 31, 2011, Scandinavian Re and White Shoals Re had statutory capital and surplus of \$27.6 million and \$15.4 million. The minimum statutory capital and surplus necessary to satisfy the BMA's regulatory requirements for Scandinavian Re and White Shoals Re was \$13.7 million and \$3.4 million, respectively at December 31, 2011.

WM Life Re is subject to regulation and supervision by the BMA. As of December 31, 2011, WM Life Re had statutory capital and surplus of \$26.4 million. The minimum statutory capital and surplus necessary to satisfy the BMA's regulatory requirements for WM Life Re was \$0.3 million at December 31, 2011.

Dividend Capacity

Under the insurance laws of the states and jurisdictions under which White Mountains' insurance and reinsurance operating subsidiaries are domiciled, an insurer is restricted with respect to the timing and the amount of dividends it may pay without prior approval by regulatory authorities. At December 31, 2011, approximately \$2.4 billion of White Mountains' common shareholders' equity held by its insurance and reinsurance subsidiaries cannot be distributed to White Mountains without prior approval by regulatory authorities. When determining whether to make distributions from its insurance and reinsurance operating subsidiaries, White Mountains also considers factors such as internal capital targets and rating agency capital requirements. Accordingly, there can be no assurance regarding the amount of such dividends that may be paid by such subsidiaries in the future.
