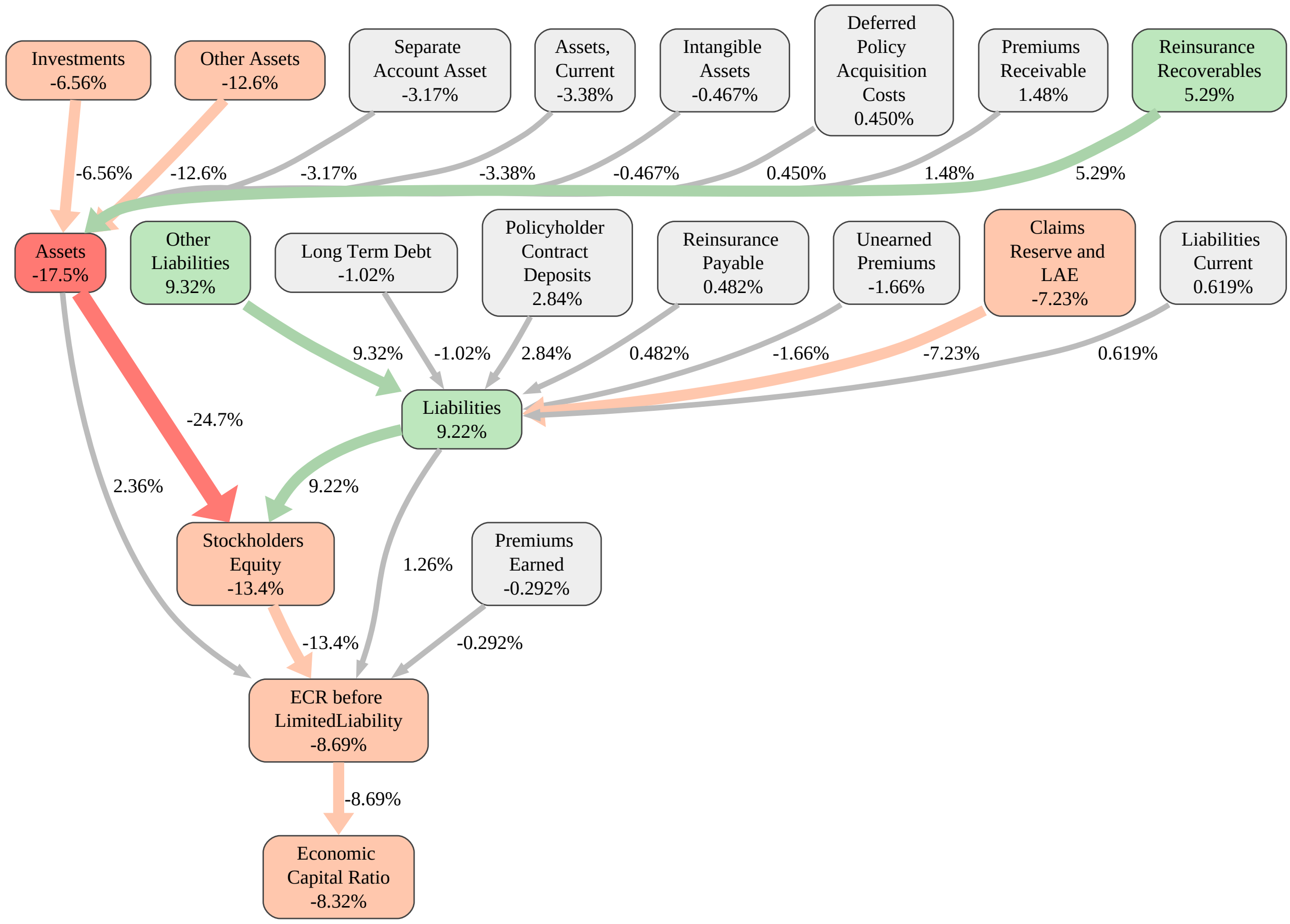
NON-LIFE INSURANCE 2015

Hanover Insurance Group Inc
Rank 36 of 47



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The relative strengths and weaknesses of Hanover Insurance Group Inc are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of Hanover Insurance Group Inc compared to the market average is the variable Other Liabilities, increasing the Economic Capital Ratio by 9.3% points.The greatest weakness of Hanover Insurance Group Inc is the variable Assets, reducing the Economic Capital Ratio by 18% points.

The company's Economic Capital Ratio, given in the ranking table, is 85%, being 8.3% points below the market average of 93%.

Input Variable	Value in 1000 USD
Assets, Current	373,300
Assets, Non-Current	486,600
Claims Reserve and LAE	6,391,700
Deferred Acquisition Costs Amortization	1,040,000
Deferred Policy Acquisition Costs	525,700
General and Administrative Expense	656,900
Insurance Commissions and Fees	0
Intangible Assets	184,600
Investment Income	325,900
Investments	8,250,300
Liabilities Current	0
Long Term Debt	903,500
Other Assets	310,100
Other Compr. Net Income	28,800
Other Expenses	160,900
Other Liabilities	809,800
Other Net Income	-300
Other Revenues	31,400
Policyholder Benefits and Claims	2,927,500
Policyholder Contract Deposits	0
Premiums Earned	4,710,300
Premiums Receivable	1,360,900
Reinsurance Payable	226,800
Reinsurance Recoverables	2,268,200
Revenues Y+1	0
Revenues Y+2	0
Revenues Y+3	0
Revenues Y+4	0
Revenues Y+5	0
Separate Account Asset	0
Unearned Premiums	2,583,900

Output Variable	Value in 1000 USD
Assets	13,759,700
Liabilities	10,915,700
Expenses	4,785,300
Revenues	5,067,600
Stockholders Equity	2,844,000
Net Income	282,000
Comprehensive Net Income	296,400
BaseVar	235,912,361
ECR before LimitedLiability	9.4%
Economic Capital Ratio	85%

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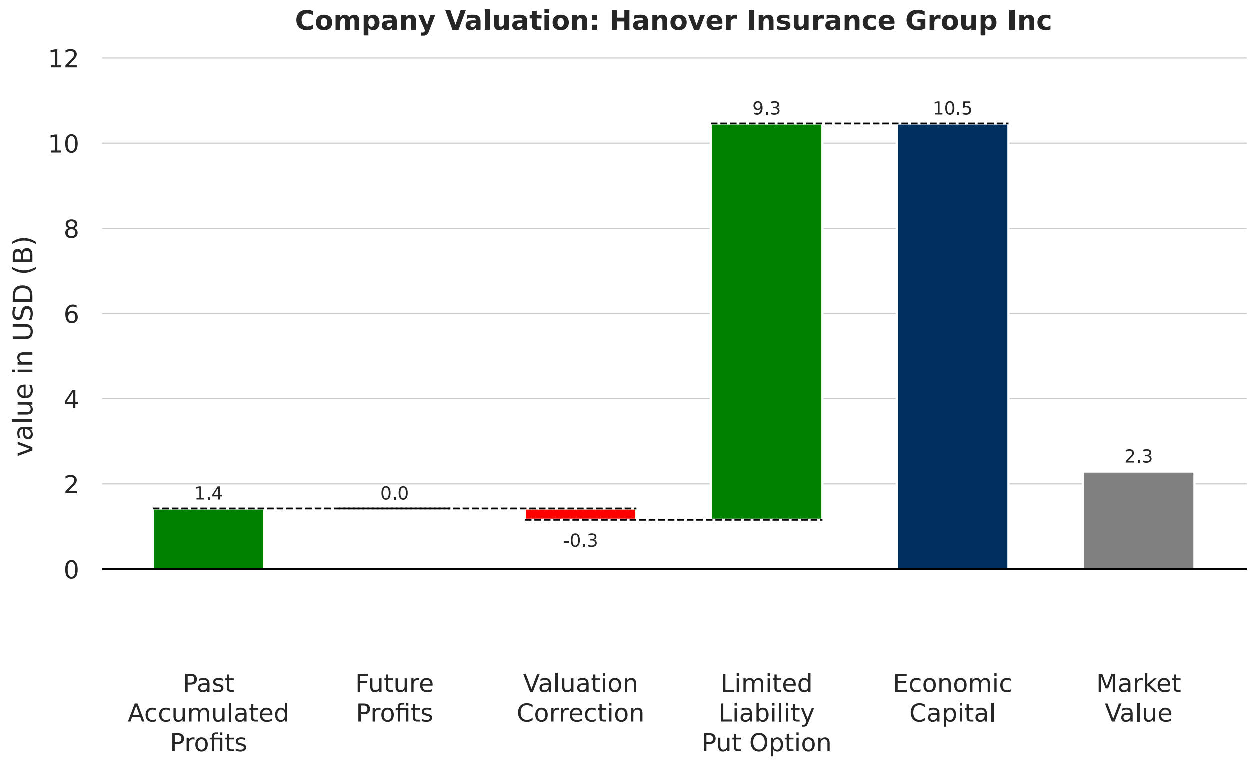

The RealRate Economic Capital of a company is its Past Accumulated Profits plus its Future Profits plus its Valuation Correction plus its Limited Liability Put Option. Past Accumulated Profits and Future Profits can be negative. The Limited Liability Put Option accounts for the limited liability of the shareholders, so the Economic Capital never falls below zero. Where the company is listed, its market value is shown next to it.