



MAIDEN HOLDINGS, LTD

November 8, 2017

## Maiden Holdings, Ltd. Announces Third Quarter 2017 Financial Results

### Highlights for the quarter ended September 30, 2017

- | Net loss attributable to Maiden common shareholders of \$63.6 million, or \$0.74 per diluted common share compared with net income attributable to Maiden common shareholders of \$31.8 million, or \$0.40 per diluted common share in the third quarter of 2016;
- | Non-GAAP net operating loss<sup>(1)</sup> of 56.4 million, or \$0.66 per diluted common share compared with non-GAAP operating earnings of \$30.2 million, or \$0.39 per diluted common share in the third quarter of 2016;
- | Net negative impact from catastrophes in the third quarter of 2017 was \$20.0 million;
- | Net adverse loss reserve development in the third quarter of 2017 was \$77.7 million. Primarily emanating from the AmTrust Reinsurance segment;
- | Gross premiums written decreased 10.7% to \$631.0 million compared to the third quarter of 2016;
- | Net premiums written decreased 10.6% to \$617.3 million compared to the third quarter of 2016;
- | Combined ratio<sup>(13)</sup> of 114.1% compared to 98.5% in the third quarter of 2016;
- | Net investment income of \$40.8 million increased 14.5% compared to \$35.7 million in the third quarter of 2016;
- | Book value per common share<sup>(4)</sup> of \$11.30 decreased 6.8% compared to year-end 2016; and
- | During the third quarter of 2017, Maiden repurchased a total of 2,015,700 common shares at an average price of \$7.11 per share.

### Highlights for the nine months ended September 30, 2017

- | Net loss attributable to Maiden common shareholders of \$65.5 million, or \$0.76 per diluted common share compared with net income attributable to Maiden common shareholders of \$90.0 million, or \$1.15 per diluted common share in the first nine months of 2016;
- | Non-GAAP operating loss<sup>(1)</sup> of \$46.2 million, or \$0.54 per diluted common share compared with non-GAAP operating earnings of \$87.0 million, or \$1.11 per diluted common share in the first nine months of 2016;
- | Gross premiums written were flat at \$2.26 billion compared to the first nine months of 2016;
- | Net premiums written increased 3.2% to \$2.20 billion compared to the first nine months of 2016;
- | Combined ratio<sup>(13)</sup> of 106.7% compared to 98.7% in the first nine months of 2016; and
- | Net investment income of \$123.5 million increased 15.1% compared to \$107.3 million in the first nine months of 2016.

HAMILTON, Bermuda, Nov. 08, 2017 (GLOBE NEWSWIRE) -- Maiden Holdings, Ltd. (NASDAQ:MHL) ("Maiden" or "the Company") today reported a third quarter 2017 net loss attributable to Maiden common shareholders of \$63.6 million or \$0.74 per diluted common share compared to net income attributable to Maiden common shareholders of \$31.8 million or \$0.40 per diluted common share in the third quarter of 2016. The non-GAAP operating loss<sup>(1)</sup> was \$56.4 million, or \$0.66 per diluted common share compared with non-GAAP operating earnings of \$30.2 million, or \$0.39 per diluted common share in the third quarter of 2016.

Commenting on the results, Art Raschbaum, Chief Executive Officer of Maiden stated, "While results in the quarter were impacted by both catastrophe related loss activity and loss development primarily in the AmTrust Reinsurance segment, there were a number of favorable underlying trends which we believe will benefit future quarters. In the quarter we realized improved non-catastrophe operating performance in the U.S. portion of our Diversified Reinsurance segment. Across all of the Diversified Reinsurance segment we enjoyed strong premium growth. Investment earnings and invested assets continue to grow and operating cash flow was strong. Maiden's common share count declined, reflecting share repurchases made during the quarter. Importantly, we believe that the actions we have taken to address historical loss reserve development while improving underlying business trends will benefit Maiden and our shareholders in the future."

### Results for the quarter ended September 30, 2017

Maiden reported a third quarter 2017 net loss attributable to Maiden common shareholders of \$63.6 million or \$0.74 per diluted common share compared to net income attributable to Maiden common shareholders of \$31.8 million or \$0.40 per diluted common share in the third quarter of 2016. The non-GAAP operating loss<sup>(1)</sup> was \$56.4 million, or \$ 0.66 per diluted

common share compared with non-GAAP operating earnings of \$30.2 million, or \$0.39 per diluted common share in the third quarter of 2016.

In the third quarter of 2017, gross premiums written decreased 10.7% to \$631.0 million from \$706.9 million in the third quarter of 2016. Gross premiums written in the Diversified Reinsurance segment totaled \$211.0 million, an increase of 13.0% versus the third quarter of 2016, primarily due the expansion of existing client relationships and new business development. In the AmTrust Reinsurance segment, gross premiums written were \$420.0 million, a decrease of 19.2% compared to the third quarter of 2016. A significant portion of the AmTrust Reinsurance segment's gross premiums written decrease was the result of changes in 2017 to the mix of programs in the Specialty Risk and Extended Warranty business and in 2016 the cession of premium for the first time from a series of acquisitions made by AmTrust in its Small Commercial and Specialty Program businesses.

Net premiums written totaled \$617.3 million in the third quarter of 2017, a decrease of 10.6% compared to the third quarter of 2016.

Net premiums earned were \$653.9 million, a decrease of 6.4% compared to the third quarter of 2016. In the Diversified Reinsurance segment, net premiums earned increased 24.2% to \$217.5 million compared to the third quarter of 2016. The AmTrust Reinsurance segment net premiums earned were \$436.4 million, down 16.6% compared to the third quarter of 2016.

Net loss and loss adjustment expenses of \$536.0 million were up 14.8% compared to the third quarter of 2016. The loss ratio<sup>(9)</sup> of 81.6% was higher than the 66.6% reported in the third quarter of 2016.

Commission and other acquisition expenses decreased 6.4% to \$193.5 million in the third quarter of 2017, compared to the third quarter of 2016. The expense ratio<sup>(12)</sup> increased to 32.5% for the third quarter of 2017 compared with 31.9% in the same quarter last year. General and administrative expenses for the third quarter of 2017 totaled \$19.5 million, a 15.0% increase compared with \$17.0 million in the third quarter of 2016. The general and administrative expense ratio<sup>(11)</sup> was 3.0% in the third quarter of 2017, compared to 2.4% in the third quarter of 2016.

The combined ratio<sup>(13)</sup> for the third quarter of 2017 totaled 114.1% compared with 98.5% in the third quarter of 2016. The Diversified Reinsurance segment combined ratio was 107.1% in the third quarter of 2017 compared to 102.2% in the third quarter of 2016. The Diversified Reinsurance segment results were impacted by \$15.0 million of losses from Hurricanes Harvey and Irma that occurred in the third quarter of 2017. In addition, prior year net adverse development of loss reserves was \$7.9 million in the third quarter of 2017. Absent the impact of hurricanes and notwithstanding adverse development, the Diversified Reinsurance segment combined ratio would have been 100.3% in the third quarter of 2017. The AmTrust Reinsurance segment combined ratio was 113.3% in the third quarter of 2017 compared to 95.9% in the third quarter of 2016. The AmTrust Reinsurance segment combined ratio was impacted by \$61.1 million of net adverse development in predominantly in the general liability line of business. In addition, the non-operating "Other" reporting category result reflects \$8.7 million of adverse development primarily emanating from increases in Superstorm Sandy loss reserves in the discontinued E&S property business.

Net investment income of \$40.8 million in the third quarter of 2017 increased 14.5% compared to the third quarter of 2016. As of September 30, 2017, the average yield on the fixed income portfolio (excluding cash) is 3.17% with an average duration of 4.69 years.

Total assets increased 9.4% to \$6.8 billion at September 30, 2017 compared to \$6.3 billion at year-end 2016. Shareholders' equity was \$1.4 billion, up 4.4% compared to December 31, 2016. Book value per common share<sup>(4)</sup> was \$11.30 at September 30, 2017 or 6.8% lower than at December 31, 2016.

During the third quarter of 2017, the Board of Directors declared dividends of \$0.15 per common share, \$0.515625 per Series A preference share, \$0.445313 per Series C preference share and \$0.418750 per Series D preference shares. During the third quarter of 2017, the Company repurchased a total of 2,015,700 common shares at an average price of \$7.11 per share. As at September 30, 2017, the Company has a remaining authorization of \$85.7 million for share repurchases.

### **Results for the nine months ended September 30, 2017**

Net loss attributable to Maiden common shareholders was \$65.5 million or \$0.76 per diluted common share in the first nine months of 2017 compared to net income attributable to Maiden common shareholders of \$90.0 million or \$1.15 per diluted common share in the first nine months of 2016. The non-GAAP net operating loss<sup>(1)</sup> for the first nine months of 2017 was \$46.2 million, or \$0.54 per diluted common share compared with non-GAAP operating income<sup>(1)</sup> of \$87.0 million, or \$1.11 per diluted common share in the first nine months of 2016.

In the first nine months of 2017, gross premiums written totaled \$2.3 billion, which was the same as the first nine months of 2016. Gross premiums written in the Diversified Reinsurance segment totaled \$683.8 million, an increase of 2.5% versus the first nine months of 2016. In the AmTrust Reinsurance segment, gross premiums written decreased by 1.0% to \$1.6 billion compared to the first nine months of 2016.

In the first nine months of 2017, net premiums written totaled \$2.2 billion, an increase of 3.2% compared to the first nine months of 2016.

Net premiums earned of \$2.1 billion increased 6.3% compared to the first nine months of 2016. Net premiums earned increased 15.9% in the Diversified Reinsurance segment to \$623.6 million compared to the first nine months of 2016. The AmTrust Reinsurance segment net premiums earned were up 2.6% to \$1.5 billion compared to the first nine months of 2016.

Net loss and loss adjustment expenses of \$1.5 billion were up 19.1% compared to the first nine months of 2016. The loss ratio<sup>(9)</sup> of 74.2% was higher than the 66.2% in the first nine months of 2016.

Commission and other acquisition expenses, increased 6.5% to \$625.5 million in the first nine months of 2017 compared to the first nine months of 2016, while the expense ratio<sup>(12)</sup> remained at 32.5% compared with the first nine months of 2016. General and administrative expenses for the first nine months of 2017 totaled \$52.3 million, 5.1% higher than in the first nine months of 2016. The general and administrative expense ratio<sup>(11)</sup> was 2.5% in the first nine months of both 2017 and 2016.

The combined ratio<sup>(13)</sup> for the first nine months of 2017 was 106.7% compared to the 98.7% combined ratio reported for the first nine months of 2016. The Diversified Reinsurance segment had a combined ratio of 106.6% in the first nine months of 2017 compared to 102.8% in the first nine months of 2016. The AmTrust Reinsurance segment combined ratio was 104.4% in the first nine months of 2017 compared to 95.4% in the first nine months of 2016.

Net investment income of \$123.5 million in the first nine months of 2017 increased 15.1% compared to \$107.3 million in the first nine months of 2016.

(1)(4) Please see the Non-GAAP Financial Measures table for additional information on these non-GAAP financial measures and reconciliation of these measures to GAAP measures.

(9)(11)(12)(13) Loss ratio, general and administrative expense ratio, expense ratio and combined ratio are non-GAAP operating metrics. Please see the additional information on these measures under Non-GAAP Financial Measures tables.

#### Conference Call

Maiden's Chief Executive Officer, Art Raschbaum and Chief Financial Officer, Karen Schmitt will review these results tomorrow via teleconference and live audio webcast beginning at 8:30 a.m. ET.

To participate in the conference call, please access one of the following at least five minutes prior to the start time:

U.S. Callers: 1.877.734.5373

Outside U.S. Callers: 1.973.200.3059

Passcode: 6998969

Webcast: [http://www.maiden.bm/news\\_events](http://www.maiden.bm/news_events)

A replay of the conference call will be available beginning at 11:30 a.m. ET on November 9, 2017 through 11:30 a.m. ET on November 16, 2017. To listen to the replay, please dial toll free: 1.855.859.2056 (U.S. Callers) or toll: 1.404.537.3406 (callers outside the U.S.) and enter the Passcode: 6998969; or access [http://www.maiden.bm/news\\_events](http://www.maiden.bm/news_events)

#### About Maiden Holdings, Ltd.

Maiden Holdings, Ltd. is a Bermuda-based holding company formed in 2007. Through its subsidiaries, which are each A rated (excellent) by A.M. Best, the Company is focused on providing non-catastrophic, customized reinsurance products

and services to small and mid-size insurance companies in the United States and Europe. As of September 30, 2017, Maiden had \$6.8 billion in assets and shareholders' equity of \$1.4 billion.

### Forward Looking Statements

This release contains "forward-looking statements" which are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. The forward-looking statements are based on the Company's current expectations and beliefs concerning future developments and their potential effects on the Company. There can be no assurance that actual developments will be those anticipated by the Company. Actual results may differ materially from those projected as a result of significant risks and uncertainties, including non-receipt of the expected payments, changes in interest rates, effect of the performance of financial markets on investment income and fair values of investments, developments of claims and the effect on loss reserves, accuracy in projecting loss reserves, the impact of competition and pricing environments, changes in the demand for the Company's products, the effect of general economic conditions and unusual frequency of storm activity, adverse state and federal legislation, regulations and regulatory investigations into industry practices, developments relating to existing agreements, heightened competition, changes in pricing environments, and changes in asset valuations. Additional information about these risks and uncertainties, as well as others that may cause actual results to differ materially from those projected is contained in Item 1A. Risk Factors in the Company's Annual Report on Form 10-K for the year ended December 31, 2016 as updated in periodic filings with the SEC. However these factors should not be construed as exhaustive. Forward-looking statements speak only as of the date they are made and the Company undertakes no obligation to update or revise any forward-looking statement that may be made from time to time, whether as a result of new information, future developments or otherwise, except as required by law.

### CONTACT:

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**Maiden Holdings, Ltd.**  
**Consolidated Balance Sheets**  
**(in thousands (000's), except per share data)**

	<b>September 30, 2017 (Unaudited)</b>	<b>December 31, 2016 (Audited)</b>
<b>Assets</b>		
Fixed maturities, available-for-sale, at fair value (Amortized cost 2017: \$3,844,996 ; 2016: \$4,005,642)	\$ 3,884,587	\$ 3,971,666
Fixed maturities, held-to-maturity, at amortized cost (Fair value 2017: \$1,152,106; 2016: \$766,135)	1,118,368	752,212
Other investments, at fair value (Cost 2017: \$5,640; 2016: \$10,057)	7,041	13,060
<b>Total investments</b>	<b>5,009,996</b>	<b>4,736,938</b>
Cash and cash equivalents	182,677	45,747
Restricted cash and cash equivalents	131,598	103,788
Accrued investment income	35,547	36,517
Reinsurance balances receivable, net	479,472	410,166
Reinsurance recoverable on unpaid losses	140,629	99,936
Loan to related party	167,975	167,975
Deferred commission and other acquisition expenses, net	469,617	424,605
Goodwill and intangible assets, net	76,116	77,715
Other assets	145,470	148,912
<b>Total Assets</b>	<b>\$ 6,839,097</b>	<b>\$ 6,252,299</b>
<b>Liabilities and Equity</b>		
<b>Liabilities</b>		
Reserve for loss and loss adjustment expenses	\$ 3,365,011	\$ 2,896,496
Unearned premiums	1,601,069	1,475,506
Accrued expenses and other liabilities	175,540	161,334
Liability for investments purchased	21,658	6,402
Senior notes - principal amount	262,500	362,500

Less: unamortized debt issuance costs	8,070	11,091
Senior notes, net	254,430	351,409
<b>Total Liabilities</b>	<b>5,417,708</b>	<b>4,891,147</b>
<i>Commitments and contingencies</i>		
<b>Equity</b>		
Preference Shares	465,000	315,000
Common shares	877	873
Additional paid-in capital	747,464	749,256
Accumulated other comprehensive income	46,079	14,997
Retained earnings	181,510	285,662
Treasury shares, at cost	(19,903)	(4,991)
<b>Total Maiden Shareholders' Equity</b>	<b>1,421,027</b>	<b>1,360,797</b>
<b>Noncontrolling interest in subsidiaries</b>	<b>362</b>	<b>355</b>
<b>Total Equity</b>	<b>1,421,389</b>	<b>1,361,152</b>
<b>Total Liabilities and Equity</b>	<b>\$ 6,839,097</b>	<b>\$ 6,252,299</b>

<b>Book value per common share<sup>(4)</sup></b>	<b>\$ 11.30</b>	<b>\$ 12.12</b>
<b>Common shares outstanding</b>	<b>84,624,829</b>	<b>86,271,109</b>

**Maiden Holdings, Ltd.**  
**Consolidated Statements of Income**  
(in thousands (000's), except per share data)  
(Unaudited)

	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2017	2016	2017	2016
<b>Revenues:</b>				
Gross premiums written	\$ 630,972	\$ 706,854	\$ 2,259,597	\$ 2,259,290
Net premiums written	\$ 617,330	\$ 690,653	\$ 2,201,950	\$ 2,133,911
Change in unearned premiums	36,536	7,625	(127,475)	(182,060)
<b>Net premiums earned</b>	653,866	698,278	2,074,475	1,951,851
Other insurance revenue	2,488	2,345	7,816	8,696
Net investment income	40,823	35,666	123,492	107,291
Net realized gains on investment	5,859	1,900	8,316	4,511
<b>Total revenues</b>	703,036	738,189	2,214,099	2,072,349
<b>Expenses:</b>				
Net loss and loss adjustment expenses	535,968	466,751	1,545,157	1,297,361
Commission and other acquisition expenses	193,462	206,706	625,530	587,501
General and administrative expenses	19,492	16,952	52,252	49,738
<b>Total expenses</b>	748,922	690,409	2,222,939	1,934,600
<b>Non-GAAP (loss) income from operations<sup>(2)</sup></b>	<b>(45,886)</b>	<b>47,780</b>	<b>(8,840)</b>	<b>137,749</b>
<b>Other expenses:</b>				
Interest and amortization expenses	(4,829)	(6,856)	(18,430)	(21,314)
Accelerated amortization of senior note issuance cost	-	-	(2,809)	(2,345)
Amortization of intangible assets	(533)	(616)	(1,599)	(1,846)
Foreign exchange (losses) gains	(3,550)	687	(12,193)	6,474

<b>Total other expenses</b>	<u>(8,912)</u>	<u>(6,785)</u>	<u>(35,031)</u>	<u>(19,031)</u>
<b>(Loss) income before income taxes</b>	<b>(54,798)</b>	<b>40,995</b>	<b>(43,871)</b>	<b>118,718</b>
Less: income tax expense	<u>256</u>	<u>199</u>	<u>1,017</u>	<u>1,206</u>
<b>Net (loss) income</b>	<b>(55,054)</b>	<b>40,796</b>	<b>(44,888)</b>	<b>117,512</b>
Add: net loss attributable to noncontrolling interest	<u>3</u>	<u>56</u>	<u>34</u>	<u>166</u>
<b>Net (loss) income attributable to Maiden</b>	<b>(55,051)</b>	<b>40,852</b>	<b>(44,854)</b>	<b>117,678</b>
Dividends on preference shares <sup>(6)</sup>	<u>(8,545)</u>	<u>(9,023)</u>	<u>(20,611)</u>	<u>(27,723)</u>
<b>Net (loss) income attributable to Maiden common shareholders</b>	<b>\$ (63,596)</b>	<b>\$ 31,829</b>	<b>\$ (65,465)</b>	<b>\$ 89,955</b>
<b>Basic (loss) earnings per common share attributable to Maiden shareholders</b>	<b>\$ (0.74)</b>	<b>\$ 0.42</b>	<b>\$ (0.76)</b>	<b>\$ 1.20</b>
<b>Diluted (loss) earnings per common share attributable to Maiden shareholders<sup>(8)</sup></b>	<b>\$ (0.74)</b>	<b>\$ 0.40</b>	<b>\$ (0.76)</b>	<b>\$ 1.15</b>
<b>Dividends declared per common share</b>	<b>\$ 0.15</b>	<b>\$ 0.14</b>	<b>\$ 0.45</b>	<b>\$ 0.42</b>
<b>Annualized return on average common equity</b>	<b>-25.3%</b>	<b>11.6%</b>	<b>-8.7%</b>	<b>12.2%</b>
<b>Weighted average number of common shares - basic</b>	85,859,201	75,993,451	86,256,481	74,625,839
<b>Adjusted weighted average number of common shares and assumed conversions - diluted<sup>(8)</sup></b>	85,859,201	86,150,951	86,256,481	86,018,019

**Maiden Holdings, Ltd.**  
**Supplemental Financial Data - Segment Information**  
(in thousands (000's))  
(Unaudited)

<b>For the Three Months Ended September 30, 2017</b>	<b>Diversified Reinsurance</b>	<b>AmTrust Reinsurance</b>	<b>Other</b>	<b>Total</b>
Gross premiums written	<u>\$ 210,953</u>	<u>\$ 420,019</u>	<u>\$ -</u>	<u>\$ 630,972</u>
Net premiums written	<u>\$ 207,137</u>	<u>\$ 410,193</u>	<u>\$ -</u>	<u>\$ 617,330</u>
Net premiums earned	<u>\$ 217,513</u>	<u>\$ 436,353</u>	<u>\$ -</u>	<u>\$ 653,866</u>
Other insurance revenue	2,488	-	-	2,488
Net loss and loss adjustment expenses ("loss and LAE")	(172,273)	(355,030)	(8,665)	(535,968)
Commissions and other acquisition expenses	(54,810)	(138,650)	(2)	(193,462)
General and administrative expenses <sup>(15)</sup>	<u>(8,595)</u>	<u>(771)</u>	<u>-</u>	<u>(9,366)</u>
<b>Underwriting loss<sup>(14)</sup></b>	<b>\$ (15,677)</b>	<b>\$ (58,098)</b>	<b>\$ (8,667)</b>	<b>\$ (82,442)</b>
<b>Reconciliation to net loss</b>				
Net investment income and realized gains on investment				46,682
Interest and amortization expenses				(4,829)
Amortization of intangible assets				(533)
Foreign exchange losses				(3,550)
Other general and administrative expenses <sup>(15)</sup>				(10,126)
Income tax expense				(256)
<b>Net loss</b>				<b>\$ (55,054)</b>

Net loss and LAE ratio <sup>(9)</sup>	78.3%	81.4%	81.6%
Commission and other acquisition expense ratio <sup>(10)</sup>	24.9%	31.7%	29.5%
General and administrative expense ratio <sup>(11)</sup>	3.9%	0.2%	3.0%
Expense ratio <sup>(12)</sup>	28.8%	31.9%	32.5%
<b>Combined ratio<sup>(13)</sup></b>	<b>107.1%</b>	<b>113.3%</b>	<b>114.1%</b>

<b>For the Three Months Ended September 30, 2016</b>	<b>Diversified Reinsurance</b>	<b>AmTrust Reinsurance</b>	<b>Other</b>	<b>Total</b>
Gross premiums written	\$ 186,750	\$ 520,104	\$ -	\$ 706,854
Net premiums written	\$ 179,092	\$ 511,561	\$ -	\$ 690,653
Net premiums earned	\$ 175,141	\$ 523,137	\$ -	\$ 698,278
Other insurance revenue	2,345	-	-	2,345
Net loss and LAE	(132,396)	(334,310)	(45)	(466,751)
Commissions and other acquisition expenses	(39,868)	(166,836)	(2)	(206,706)
General and administrative expenses <sup>(15)</sup>	(9,038)	(759)	-	(9,797)
<b>Underwriting (loss) income<sup>(14)</sup></b>	<b>\$ (3,816)</b>	<b>\$ 21,232</b>	<b>\$ (47)</b>	<b>\$ 17,369</b>

#### Reconciliation to net income

Net investment income and realized gains on investment	37,566
Interest and amortization expenses	(6,856)
Amortization of intangible assets	(616)
Foreign exchange gains	687
Other general and administrative expenses <sup>(15)</sup>	(7,155)
Income tax expense	(199)
<b>Net income</b>	<b>\$ 40,796</b>

Net loss and LAE ratio <sup>(9)</sup>	74.6%	63.9%	66.6%
Commission and other acquisition expense ratio <sup>(10)</sup>	22.5%	31.9%	29.5%
General and administrative expense ratio <sup>(11)</sup>	5.1%	0.1%	2.4%
Expense ratio <sup>(12)</sup>	27.6%	32.0%	31.9%
<b>Combined ratio<sup>(13)</sup></b>	<b>102.2%</b>	<b>95.9%</b>	<b>98.5%</b>

**Maiden Holdings, Ltd.**  
**Supplemental Financial Data - Segment Information**  
(in thousands (000's))  
(Unaudited)

<b>For the Nine Months Ended September 30, 2017</b>	<b>Diversified Reinsurance</b>	<b>AmTrust Reinsurance</b>	<b>Other</b>	<b>Total</b>
Gross premiums written	\$ 683,839	\$ 1,575,677	\$ 81	\$ 2,259,597
Net premiums written	\$ 671,880	\$ 1,529,980	\$ 90	\$ 2,201,950
Net premiums earned	\$ 623,574	\$ 1,450,811	\$ 90	\$ 2,074,475
Other insurance revenue	7,816	-	-	7,816

Net loss and LAE	(487,759)	(1,047,222)	(10,176)	(1,545,157)
Commissions and other acquisition expenses	(159,744)	(465,789)	3	(625,530)
General and administrative expenses <sup>(15)</sup>	(25,819)	(2,240)	-	(28,059)
<b>Underwriting loss<sup>(14)</sup></b>	<b>\$ (41,932)</b>	<b>\$ (64,440)</b>	<b>\$ (10,083)</b>	<b>\$ (116,455)</b>

#### Reconciliation to net loss

Net investment income and realized gains on investment				131,808
Interest and amortization expenses				(18,430)
Accelerated amortization of senior note issuance cost				(2,809)
Amortization of intangible assets				(1,599)
Foreign exchange losses				(12,193)
Other general and administrative expenses <sup>(15)</sup>				(24,193)
Income tax expense				(1,017)
<b>Net loss</b>				<b>\$ (44,888)</b>

Net loss and LAE ratio <sup>(9)</sup>	77.2%	72.2%		74.2%
Commission and other acquisition expense ratio <sup>(10)</sup>	25.3%	32.1%		30.0%
General and administrative expense ratio <sup>(11)</sup>	4.1%	0.1%		2.5%
Expense ratio <sup>(12)</sup>	29.4%	32.2%		32.5%
<b>Combined ratio<sup>(13)</sup></b>	<b>106.6%</b>	<b>104.4%</b>		<b>106.7%</b>

#### For the Nine Months Ended September 30, 2016

	Diversified Reinsurance	AmTrust Reinsurance	Other	Total
Gross premiums written	\$ 667,388	\$ 1,591,902	\$ -	\$ 2,259,290
Net premiums written	\$ 626,522	\$ 1,507,389	\$ -	\$ 2,133,911
Net premiums earned	\$ 538,152	\$ 1,413,699	\$ -	\$ 1,951,851
Other insurance revenue	8,696	-	-	8,696
Net loss and LAE	(395,718)	(898,703)	(2,940)	(1,297,361)
Commissions and other acquisition expenses	(139,895)	(447,604)	(2)	(587,501)
General and administrative expenses <sup>(15)</sup>	(26,717)	(2,308)	-	(29,025)
<b>Underwriting (loss) income<sup>(14)</sup></b>	<b>\$ (15,482)</b>	<b>\$ 65,084</b>	<b>\$ (2,942)</b>	<b>\$ 46,660</b>

#### Reconciliation to net income

Net investment income and realized gains on investment				111,802
Interest and amortization expenses				(21,314)
Accelerated amortization of senior note issuance cost				(2,345)
Amortization of intangible assets				(1,846)
Foreign exchange gains				6,474
Other general and administrative expenses <sup>(15)</sup>				(20,713)
Income tax expense				(1,206)
<b>Net income</b>				<b>\$ 117,512</b>

Net loss and LAE ratio <sup>(9)</sup>	72.4%	63.5%		66.2%
Commission and other acquisition expense ratio <sup>(10)</sup>	25.6%	31.7%		30.0%
General and administrative expense ratio <sup>(11)</sup>	4.8%	0.2%		2.5%
Expense ratio <sup>(12)</sup>	30.4%	31.9%		32.5%
<b>Combined ratio<sup>(13)</sup></b>	<b>102.8%</b>	<b>95.4%</b>		<b>98.7%</b>



**Maiden Holdings, Ltd.**  
**Non - GAAP Financial Measures**  
(in thousands (000's), except per share data)  
(Unaudited)

	<u>For the Three Months Ended</u> <u>September 30,</u>		<u>For the Nine Months Ended</u> <u>September 30,</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Non-GAAP operating (loss) earnings attributable to Maiden common shareholders<sup>(1)</sup></b>	<u>\$ (56,414)</u>	<u>\$ 30,196</u>	<u>\$ (46,226)</u>	<u>\$ 86,974</u>
<b>Non-GAAP basic operating (loss) earnings per common share attributable to Maiden shareholders</b>	<u>\$ (0.66)</u>	<u>\$ 0.40</u>	<u>\$ (0.54)</u>	<u>\$ 1.16</u>
<b>Non-GAAP diluted operating (loss) earnings per common share attributable to Maiden shareholders<sup>(8)</sup></b>	<u>\$ (0.66)</u>	<u>\$ 0.39</u>	<u>\$ (0.54)</u>	<u>\$ 1.11</u>
<b>Annualized non-GAAP operating return on average common equity<sup>(7)</sup></b>	-22.5%	11.0%	-6.2%	11.8%

**Reconciliation of net (loss) income attributable to Maiden common shareholders to non-GAAP operating (loss) earnings attributable to Maiden common shareholders:**

Net (loss) income attributable to Maiden common shareholders	\$ (63,596)	\$ 31,829	\$ (65,465)	\$ 89,955
Add (subtract)				
Net realized gains on investment	(5,859)	(1,900)	(8,316)	(4,511)
Foreign exchange losses (gains)	3,550	(687)	12,193	(6,474)
Amortization of intangible assets	533	616	1,599	1,846
Divested excess and surplus ("E&S") business and NGHC run-off	8,667	47	10,083	2,942
Accelerated amortization of senior note issuance cost	-	-	2,809	2,345
Non-cash deferred tax expense	291	291	871	871
<b>Non-GAAP operating (loss) earnings attributable to Maiden common shareholders<sup>(1)</sup></b>	<u>\$ (56,414)</u>	<u>\$ 30,196</u>	<u>\$ (46,226)</u>	<u>\$ 86,974</u>

<b>Weighted average number of common shares - basic</b>	85,859,201	75,993,451	86,256,481	74,625,839
<b>Adjusted weighted average number of common shares and assumed conversions - diluted<sup>(8)</sup></b>	85,859,201	86,150,951	86,256,481	86,018,019

**Reconciliation of diluted (loss) earnings per common share attributable to Maiden shareholders to non-GAAP diluted operating (loss) earnings per common share attributable to Maiden shareholders:**

Diluted (loss) earnings per common share attributable to Maiden shareholders <sup>(8)</sup>	\$ (0.74)	\$ 0.40	\$ (0.76)	\$ 1.15
Add (subtract)				
Net realized gains on investment	(0.07)	(0.02)	(0.10)	(0.05)
Foreign exchange losses (gains)	0.04	(0.01)	0.14	(0.08)
Amortization of intangible assets	0.01	0.02	0.02	0.02
Divested E&S business and NGHC run-off	0.10	-	0.12	0.03
Accelerated amortization of senior note issuance cost	-	-	0.03	0.03
Non-cash deferred tax expense	-	-	0.01	0.01
<b>Non-GAAP diluted operating (loss) earnings per</b>				

**common share attributable to Maiden shareholders<sup>(8)</sup>**

<b>\$ (0.66)</b>	<b>\$ 0.39</b>	<b>\$ (0.54)</b>	<b>\$ 1.11</b>
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**Reconciliation of net (loss) income attributable to Maiden to non-GAAP (loss) income from operations:**

Net (loss) income attributable to Maiden	\$ (55,051)	\$ 40,852	\$ (44,854)	\$ 117,678
Add (subtract)				
Foreign exchange losses (gains)	3,550	(687)	12,193	(6,474)
Amortization of intangible assets	533	616	1,599	1,846
Interest and amortization expenses	4,829	6,856	18,430	21,314
Accelerated amortization of senior note issuance cost	-	-	2,809	2,345
Income tax expense	256	199	1,017	1,206
Net loss attributable to noncontrolling interest	(3)	(56)	(34)	(166)
<b>Non-GAAP (loss) income from operations<sup>(2)</sup></b>	<b>\$ (45,886)</b>	<b>\$ 47,780</b>	<b>\$ (8,840)</b>	<b>\$ 137,749</b>

**Maiden Holdings, Ltd.**  
**Non - GAAP Financial Measures**  
(in thousands (000's), except per share data)  
(Unaudited)

	<b>September 30, 2017</b>	<b>December 31, 2016</b>
<b>Investable assets:</b>		
Total investments	\$ 5,009,996	\$ 4,736,938
Cash and cash equivalents	182,677	45,747
Restricted cash and cash equivalents	131,598	103,788
Loan to related party	167,975	167,975
<b>Total investable assets<sup>(3)</sup></b>	<b>\$ 5,492,246</b>	<b>\$ 5,054,448</b>

	<b>September 30, 2017</b>	<b>December 31, 2016</b>
<b>Capital:</b>		
Preference shares	\$ 465,000	\$ 315,000
Common shareholders' equity	956,027	1,045,797
<b>Total Maiden shareholders' equity</b>	<b>1,421,027</b>	<b>1,360,797</b>
2016 Senior Notes	110,000	110,000
2013 Senior Notes	152,500	152,500
2012 Senior Notes	-	100,000
<b>Total capital resources<sup>(5)</sup></b>	<b>\$ 1,683,527</b>	<b>\$ 1,723,297</b>

(1) Non-GAAP operating (loss) earnings is a non-GAAP financial measure defined by the Company as net (loss) income attributable to Maiden common shareholders excluding realized and unrealized investment gains and losses, foreign exchange and other gains and losses, amortization of intangible assets, divested E&S business and NGHC run-off, accelerated amortization of senior note issuance cost and non-cash deferred tax expense and should not be considered as an alternative to net (loss) income. The Company's management believes that non-GAAP operating (loss) earnings is a useful indicator of trends in the Company's underlying operations. The Company's measure of non-GAAP operating (loss) earnings may not be comparable to similarly titled measures used by other companies.

(2) Non-GAAP (loss) income from operations is a non-GAAP financial measure defined by the Company as net (loss) income attributable to Maiden excluding foreign exchange and other gains and losses, amortization of intangible assets, interest and amortization expenses, accelerated amortization of senior note issuance cost, income tax expense and net income or loss attributable to noncontrolling interest and should not be considered as an alternative to net (loss) income.

The Company's management believes that non-GAAP (loss) income from operations is a useful measure of the Company's underlying earnings fundamentals based on its underwriting and investment income before financing costs. This (loss) income from operations enables readers of this information to more clearly understand the essential operating results of the Company. The Company's measure of non-GAAP (loss) income from operations may not be comparable to similarly titled measures used by other companies.

(3) Investable assets is the total of the Company's investments, cash and cash equivalents and loan to a related party.

(4) Book value per common share is calculated using Maiden common shareholders' equity (shareholders' equity excluding the aggregate liquidation value of our preference shares) divided by the number of common shares outstanding.

(5) Total capital resources is the sum of the Company's principal amount of debt and Maiden shareholders' equity.

(6) Dividends on preference shares consist of \$3,094 and \$9,282 paid to Preference shares - Series A for the three and nine months ended September 30, 2017 and 2016, respectively, \$2,938 paid to Preference shares - Series C for the three months ended September 30, 2017 and 2016, and \$8,816 and \$9,470 for the nine months ended September 30, 2017 and 2016, respectively, and \$2,513 paid to Preference shares - Series D for the three and nine months ended September 30, 2017. It also includes \$2,991 and \$8,971 paid to Preference Shares - Series B during the three and nine months ended September 30, 2016, respectively. On September 15, 2016, each of then outstanding Preference share - Series B were automatically converted into 12,069,090 of the Company's common shares at a conversion rate of 3.6573 per preference share.

(7) Non-GAAP operating return on average common equity is a non-GAAP financial measure. Management uses non-GAAP operating return on average common shareholders' equity as a measure of profitability that focuses on the return to Maiden common shareholders. It is calculated using non-GAAP operating (loss) earnings attributable to Maiden common shareholders divided by average Maiden common shareholders' equity.

(8) During a period of loss, the basic weighted average common shares outstanding is used in the denominator of the diluted loss per common share computation as the effect of including potential dilutive shares would be anti-dilutive.

(9) Calculated by dividing net loss and LAE by the sum of net premiums earned and other insurance revenue.

(10) Calculated by dividing commission and other acquisition expenses by the sum of net premiums earned and other insurance revenue.

(11) Calculated by dividing general and administrative expenses by the sum of net premiums earned and other insurance revenue.

(12) Calculated by adding together the commission and other acquisition expense ratio and general and administrative expense ratio.

(13) Calculated by adding together the net loss and LAE ratio and the expense ratio.

(14) Underwriting (loss) income is a non-GAAP measure and is calculated as net premiums earned plus other insurance revenue less net loss and LAE, commission and other acquisition expenses and general and administrative expenses directly related to underwriting activities. Management believes that this measure is important in evaluating the underwriting performance of the Company and its segments. This measure is also a useful tool to measure the profitability of the Company separately from the investment results and is also a widely used performance indicator in the insurance industry.

(15) Underwriting related general and administrative expenses is a non-GAAP measure and includes expenses which are segregated for analytical purposes as a component of underwriting income.