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

Date of Report (Date of earliest event reported):
August 6, 2014

MAIDEN HOLDINGS, LTD.

(Exact name of registrant as specified in its charter)

Bermuda (State or other jurisdiction of incorporation)

001-34042 (Commission File Number)

98-0570192 (IRS Employer Identification No.)

131 Front Street, Hamilton HM12, Bermuda

(Address of principal executive offices and zip code)

(441) 298-4900

(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:

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

Item 2.02 Results of Operations and Financial Condition.

On August 6, 2014, Maiden Holdings, Ltd. (the "Company") issued a press release announcing its results of operations for the fiscal quarter ended June 30, 2014. A copy of the press release is furnished herewith as Exhibit 99.1 and incorporated herein by reference.

The information contained in this Item 2.02 and in the accompanying exhibit shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act") or otherwise subject to the liabilities of that section, or incorporated by reference in any filing under the Exchange Act or the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

Exhibit

No. Description

99.1 Press Release of Maiden Holdings, Ltd., dated August 6, 2014

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 hereunto duly authorized.

Date: August 6, 2014 MAIDEN HOLDINGS, LTD.

By: /s/ Lawrence F. Metz

Lawrence F. Metz

Senior Vice President, General Counsel and

Secretary

EXHIBIT INDEX

Exhibit

No. <u>Description</u>

99.1 Press Release of Maiden Holdings, Ltd., dated August 6, 2014

Maiden Holdings, Ltd. Announces Record Quarterly Net Operating Earnings⁽¹⁾ of \$28.2 million or \$0.37 Per Diluted Common Share and Operating Return on Common Equity⁽¹⁾ of 13.0%

Highlights for the quarter ended June 30, 2014

- Annualized operating return on common equity⁽¹⁾ of 13.0% compared to 9.7% in the second quarter of 2013;
- Record net operating earnings⁽¹⁾ of \$28.2 million, or \$0.37 per diluted common share compared with net operating earnings of \$20.4 million, or \$0.28 per diluted common share in the second quarter of 2013;
- Net premiums written increased 8.6% to \$540.9 million for the second quarter of 2014 compared to the same period last year; excluding the cancelled National General Holdings Quota Share, the underlying growth rate was 27.1%;
- Combined ratio⁽¹⁰⁾ of 98.0% compared to 97.6% in the second quarter of 2013; and
- Net investment income was \$28.1 million, an increase of 35.5% compared to the second quarter of 2013.

Highlights for the six months ended June 30, 2014

- Annualized operating return on common equity⁽¹⁾ of 12.6% compared to 10.0% in the first six months of last year;
- Record net operating earnings ⁽¹⁾ of \$53.7 million, or \$0.70 per diluted common share compared with \$41.5 million, or \$0.56 per diluted common share in the first six months of 2013;
- Net premiums written increased 5.4% to \$1.3 billion versus the same period last year; excluding the cancelled National General Holdings Quota Share, the underlying growth rate was 20.6%;
- Combined ratio⁽¹⁰⁾ of 97.8% compared to 97.6% in the first six months of 2013;
- · Net investment income was \$55.9 million, an increase of 31.0% compared to the first six months of 2013; and
- Book value per common share⁽⁴⁾ of \$12.46 increased 11.8% compared to December 31, 2013 reflecting increased market values of Maiden's fixed income investment portfolio during the first half of 2014.

HAMILTON, Bermuda - Maiden Holdings, Ltd. (NASDAQ: MHLD) ("Maiden" or "the Company") today reported record second quarter 2014 net operating earnings⁽¹⁾ of \$28.2 million, or \$0.37 per diluted common share compared with \$20.4 million, or \$0.28 per diluted common share in the second quarter of 2013. In the second quarter of 2014, net income attributable to Maiden common shareholders was \$25.8 million compared to net income attributable to Maiden common shareholders of \$20.2 million in the second quarter of 2013.

Commenting on the Company's results, Art Raschbaum, Chief Executive Officer of Maiden, said: "Maiden continued to realize strong disciplined growth across the platform in both the Diversified and AmTrust segments. Our underwriting portfolio continues to benefit significantly from organic growth of existing client relationships and select additions of new client relationships. In the quarter, unrealized gains and net income boosted shareholders' equity by over \$79 million, an increase of 6.9%. Quarterly net operating income set a record at \$28.2 million, reflecting growth in invested assets partially offset by a slightly higher combined ratio. Going forward, we are focused on enhancing underwriting performance and strengthening operating returns."

Results for the quarter ended June 30, 2014

Record net operating earnings⁽¹⁾ for the second quarter of 2014 were \$28.2 million, or \$0.37 per diluted common share compared with \$20.4 million, or \$0.28 per diluted common share in the second quarter of 2013. Net income attributable to Maiden common shareholders was \$25.8 million compared to net income attributable to Maiden common shareholders of \$20.2 million in the second quarter of 2013. Excluded from second quarter 2014 operating earnings was an established provision of \$2.8 million comprised of loss activity and additional reinstatement premiums related to ceded losses in the Company's divested excess and surplus lines property insurance business that was sold to Brit Global Specialty in May of 2013.

In the second quarter of 2014, net premiums written totaled \$540.9 million, an increase of 8.6% compared to the second quarter of 2013. The Diversified Reinsurance segment's net premiums written totaled \$168.9 million, an increase of 25.2% versus the second quarter of 2013. The growth in the Diversified Reinsurance segment's premium was the result of both new business wins and increased shares of existing client relationships in the U.S. and internationally. In the AmTrust Quota Share Reinsurance segment, net premiums written increased by 28.0% to \$372.0 million compared to the second quarter of 2013, driven by favorable trends in lines of business such as worker's compensation. The NGHC Quota Share segment reflects the mutually agreed termination of that contract as of August 1, 2013.

Net premiums earned of \$531.9 million increased 3.6% compared to the second quarter of 2013. Earned premiums increased 12.6% in the Diversified Reinsurance segment to \$200.8 million compared to the second quarter of 2013. The AmTrust Quota Share Reinsurance segment earned premiums were up 24.3% to \$324.9 million compared to the second quarter of 2013. The NGHC Quota Share segment net premiums earned were \$6.1 million in the second quarter of 2014, down 91.7% compared to the second quarter of 2013, reflecting the termination of the NGHC quota share reinsurance contract as of August 1. 2013.

Net loss and loss adjustment expenses of \$351.2 million were up \$7.8 million compared to the second quarter of 2013. The loss ratio⁽⁶⁾ of 65.7% was lower than the 66.5% reported in the second quarter of 2013.

Commission and other acquisition expenses, including general and administrative expenses, increased \$12.4 million to \$172.8 million in the second quarter of 2014, compared to the year ago quarter, while the total expense ratio⁽⁹⁾ rose to 32.3% for the second quarter of 2014 compared with 31.1% in the same quarter last year, with the difference due to business mix. General and administrative expenses for the second quarter of 2014 totaled \$15.4 million compared with \$16.8 million in the second quarter of 2013. The general and administrative expense ratio⁽⁸⁾ decreased to 2.9% in the second quarter of 2014 versus 3.3% in the second quarter of 2013.

The combined ratio⁽¹⁰⁾ for the second quarter of 2014 totaled 98.0% compared with 97.6% in the second quarter of 2013. While moderated from first quarter 2014 levels, the Diversified Reinsurance segment experienced continued elevated losses from non-catastrophe U.S. property reinsurance contracts. The second quarter 2014 Diversified Reinsurance segment combined ratio also included the established provision of \$2.8 million, or 1.3 percentage points resulting from loss activity and additional ceded reinsurance reinstatement premiums both related to the divested excess and surplus lines property insurance business. These factors drove the combined ratio in the Diversified Reinsurance segment to increase to 99.9% compared to 97.4% in the second quarter of 2013. Excluding the impact of this divested business, the combined ratio for the Company would be 97.5% and the Diversified Reinsurance segment combined ratio would be 98.6%. The AmTrust Quota Share Reinsurance segment reported a combined ratio of 95.3% in the second quarter of 2014 compared to 95.5% in the second quarter of 2013.

Record net investment income of \$28.1 million in the second quarter of 2014 increased 35.5% compared to the second quarter of 2013. The average yield on the fixed income portfolio (excluding cash) is 3.54% with an average duration of 4.8 years.

Total assets increased 6.5% to \$5.0 billion at June 30, 2014 compared to \$4.7 billion at year-end 2013. Shareholders' equity was \$1.2 billion, up 8.8% compared to December 31, 2013. Book value per common share was \$12.46 at the end of the second quarter of 2014 or 11.8% higher than at December 31, 2013.

During the second quarter of 2014, the Board of Directors declared dividends of \$0.11 per common share, \$0.515625 per Series A preference share and \$0.90625 per Series B preference share.

Results for the six months ended June 30, 2014

Record net operating earnings⁽¹⁾ for the first six months of 2014 were \$53.7 million, or \$0.70 per diluted common share compared with \$41.5 million, or \$0.56 per diluted common share in the first half of 2013. Net income attributable to Maiden common shareholders was \$21.7 million compared to net income attributable to Maiden common shareholders of \$45.2 million in the first half of 2013. In the first quarter of 2014, net income was impacted by a non-recurring non-cash charge of \$28.2 million, representing the accelerated amortization of both the original issue discount and issuance costs associated with the TRUPs.

In the first half of 2014, net premiums written totaled \$1.3 billion, an increase of 5.4% compared to the first six months of 2013. Net premiums written in the Diversified Reinsurance segment totaled \$460.6 million, an increase of 14.4% versus the first half of 2013. In the AmTrust Quota Share Reinsurance segment, net premiums written increased by 24.5% to \$791.0 million compared to the first half of 2013. The NGHC Quota Share segment reflects the mutually agreed termination of that contract as of August 1, 2013.

Net premiums earned of \$1.1 billion increased 4.9% compared to the first six months of 2013. Net premiums earned increased 6.8% in the Diversified Reinsurance segment to \$400.2 million compared to the first half of 2013. The AmTrust Quota Share Reinsurance segment net premiums earned were up 30.8% to \$629.8 million compared to the first half 2013. The NGHC Quota Share segment net premiums earned were \$21.1 million in the first six months of 2014, down 85.5% compared to the second quarter of 2013, reflecting the termination of the NGHC quota share reinsurance contract as of August 1, 2013.

Net loss and loss adjustment expenses of \$702.5 million were up 3.6% compared to the first six months of 2013. The loss ratio⁽⁶⁾ of 66.3% was lower than the 67.2% recorded in the first half of 2013.

Commission and other acquisition expenses, including general and administrative expenses, increased \$27.0 million to \$333.8 million in the first half of 2014, compared to the comparable period a year ago, while the total expense ratio⁽⁹⁾ rose to 31.5% for the first six months of 2014 compared with 30.4% in the same period last year. General and administrative expenses for the first half of 2014 totaled \$30.3 million compared with \$30.9 million in the first six months of 2013. The general and administrative expense ratio⁽⁸⁾ decreased to 2.8% in the first half of 2014 versus 3.1% in the same period during 2013.

The combined ratio⁽¹⁰⁾ for the first half of 2014 totaled 97.8% compared with 97.6% in the first six months of 2013. The Diversified Reinsurance segment had a combined ratio of 99.6% in the first half of 2014 compared to 97.4% in the first six months of 2013. The AmTrust Quota Share Reinsurance segment reported a combined ratio of 95.3% in the first half of 2014 compared to 95.7% in the comparable period in 2013.

Record net investment income of \$55.9 million in the first half of 2014 increased 31.0% compared to the first half of 2013.

(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.

(6)(8)(9)(10) Loss ratio, general and administrative expense ratio, expense ratio and combined ratio are operating metrics. Please see the additional information on these measures under Segment information tables.

Conference Call

Maiden's Chief Executive Officer, Art Raschbaum and Chief Financial Officer, Karen Schmitt will review these results tomorrow morning 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: 74774051

Webcast: http://www.maiden.bm/presentations conferences

A replay of the conference call will be available beginning at 11:30 a.m. ET on August 7, 2014 through midnight on August 14, 2014. 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: 74774051; or access http://www.maiden.bm/presentations_conferences

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 June 30, 2014, Maiden had \$5.0 billion in assets and shareholders' equity of \$1.2 billion.

The Maiden Holdings, Ltd. logo is available at http://www.globenewswire.com/newsroom/prs/?pkgid=5006

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, 2013 as updated in periodic filings with the SEC. The Company undertakes no obligation to publicly update any forward-looking statements, except as may be required by law.

CONTACT:

Noah Fields, Vice President, Investor Relations Maiden Holdings, Ltd. Phone: 441.298.4927

E-mail: nfields@maiden.bm

Balance Sheet

(in thousands of U.S. dollars, except per share data)

| ACCUTE | | ıne 30, 2014 Unaudited) | December 31, 2013 (Audited) | | |
|---|-------------|----------------------------|--------------------------------|------------|--|
| ASSETS | | | | | |
| Investments: | | | | | |
| Fixed maturities, available-for-sale, at fair value (Amortized cost 2014: \$3,099,723; 2013: \$3,127,792) | \$ | 3,225,676 | \$ | 3,162,067 | |
| Other investments, at fair value (Cost 2014: \$10,438; 2013: \$4,522) | | 11,061 | | 5,092 | |
| Total investments | | 3,236,737 | | 3,167,159 | |
| Cash and cash equivalents | | 70,017 | | 139,833 | |
| Restricted cash and cash equivalents | | 221,545 | | 77,360 | |
| Accrued investment income | | 26,354 | | 25,238 | |
| Reinsurance balances receivable, net | | 672,526 | | 560,145 | |
| Prepaid reinsurance premiums | | 29,378 | | 39,186 | |
| Reinsurance recoverable on unpaid losses | | 100,199 | | 84,036 | |
| Loan to related party | | 167,975 | | 167,975 | |
| Deferred commission and other acquisition costs | | 360,179 | | 304,908 | |
| Goodwill and intangible assets, net | | 88,975 | | 90,613 | |
| Other assets | | 46,921 | | 56,926 | |
| Total assets | \$ | 5,020,806 | \$ | 4,713,379 | |
| LIABILITIES | | | | | |
| Reserve for loss and loss adjustment expenses | \$ | 2,104,660 | \$ | 1,957,835 | |
| Unearned premiums | | 1,224,830 | | 1,034,754 | |
| Accrued expenses and other liabilities | | 107,905 | | 110,114 | |
| Senior notes | | 360,000 | | 360,000 | |
| Junior subordinated debt | | _ | | 126,381 | |
| Total liabilities | | 3,797,395 | | 3,589,084 | |
| Commitments and Contingencies | | | | | |
| EQUITY | | | | | |
| Preference shares | | 315,000 | | 315,000 | |
| Common shares | | 738 | | 736 | |
| Additional paid-in capital | | 575,811 | | 574,522 | |
| Accumulated other comprehensive income | | 117,950 | | 25,784 | |
| Retained earnings | | 217,295 | | 211,602 | |
| Treasury shares, at cost | | (3,867) | | (3,801) | |
| Total Maiden shareholders' equity | | 1,222,927 | | 1,123,843 | |
| Noncontrolling interest in subsidiaries | | 484 | | 452 | |
| Total equity | | 1,223,411 | | 1,124,295 | |
| Total liabilities and equity | \$ | 5,020,806 | \$ | 4,713,379 | |
| Book value per common share ⁽⁴⁾ | \$ | 12.46 | \$ | 11.14 | |
| | <u> </u> | 12,.0 | Ť | 22,21 | |
| Common shares outstanding | | 72,877,657 | | 72,633,561 | |

Maiden Holdings, Ltd. Income Statement (in thousands of U.S. dollars, except per share data)

| Revenues: S 50.000 \$ \$3.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$ \$1.000 \$1.000 \$ \$1.000 </th <th></th> <th>or the Three oths Ended June 30, 2014</th> <th>or the Three oths Ended June 30, 2013</th> <th>the Six Months ed June 30, 2014</th> <th></th> <th>the Six Months</th> | | or the Three oths Ended June 30, 2014 | or the Three oths Ended June 30, 2013 | the Six Months ed June 30, 2014 | | the Six Months |
|---|---|---|---------------------------------------|------------------------------------|----|----------------|
| Nemerical promises within Change in unsamed premises are less are les sant les are les sant les are les sant les areas are les sant les areas a | Revenues: | | | | | |
| Change in innemend premiumise (9,024) 15,327 (1,010) 1,010,175 Net premiumscared 31,369 31,373 1,051,176 1,001,175 Chet investment rememe 2,810 2,012 5,549 4,272 Net resident (income) 2,810 3,037 5,559 4,272 Net resident (income) 3,537 3,037 5,559 4,272 Representation of picture sequence 3,517 3,337 7,001 3,002 Commission and other acquisition expenses 31,517 31,337 7,003 3,002 Commission and other acquisition expenses 31,530 16,161 3,033 3,002 3,002 Commission and other acquisition expenses 31,530 3,030 3,002 | Gross premiums written | \$ 560,008 | \$ 535,457 | \$ 1,282,390 | \$ | 1,250,177 |
| Net premium carred 531,986 513,273 1,051,126 1,001,75 Other insurance revenue 2,242 2,760 8,054 4,795 Net insurance revenue 2,627 0,053 5,509 4,272 Net insurance revenue 5,577 (5,3) 1,655 3,200 Net realized gains (losses) on investment 5,634 3,515 1,652 1,652 Total revenue 3,511,57 343,47 70,561 6,722 Septement 1,574 343,47 70,561 7,652 Commission and other acquisition expenses 1,573 1,613 3,003 9,002 Comeral and administrative expenses 1,573 1,613 3,003 9,002 9,002 Total expense 7,672 9,503 1,003 1,002 1,002 Total expense 1,672 9,507 1,003 1,003 1,002 Accelerated and antinization ceptismes 1,612 1,002 1,002 1,002 1,002 1,002 1,002 1,002 1,002 1,002< | Net premiums written | \$ 540,920 | \$ 497,949 | \$ 1,250,812 | \$ | 1,187,008 |
| Oble insumen income 2,844 2,700 30,100 7,700 Net incomes incomes (consequent income) 5,700 30,50 3,200 Total revenues 5,850 3,300 3,000 Total revenues 5,850 3,530 1,115,700 6,000 Net loss and use adjustment expenses 31,157 3,834 7,000 6,000 Commission and other adjustifich expenses 15,700 16,817 30,304 2,750,000 Commission and other adjustifich expenses 15,300 16,817 30,304 9,800,000 Complex flower expenses 15,300 16,817 30,300 9,800,000 Total expenses 7,472 80,500 10,500 9,800,000 Total expenses 7,472 80,500 10,500 9,800,000 Total expenses 7,472 80,500 10,500 10,500 Total expenses 1,400 10,500 10,500 10,500 10,500 10,500 10,500 10,500 10,500 10,500 10,500 10,500 10,500 | Change in unearned premiums | (9,024) | 15,324 | (199,686) | | (185,293) |
| Ne invision fination 28,107 30,40 50,50 20,30 Total receives 656322 30,50 1,115,74 10,305,60 Experience 656322 30,50 1,115,74 10,305,60 Experience 50,500 30,500 | Net premiums earned | 531,896 | 513,273 | 1,051,126 | - | 1,001,715 |
| Nerrealized gains (linesse) un investment 567 (56,342) 350,755 11,157 10,155,646 Total revenues 563,422 350,765 11,157 10,155,646 Expenses 157,402 343,347 702,501 678,242 Ner loss and loss adjustment expenses 157,402 143,502 30,304 275,902 General and administrative expenses 15,340 16,817 30,304 30,302 70,403 70,600 Total expenses 33,407 33,309 79,430 70,600 < | Other insurance revenue | 2,842 | 2,780 | 8,004 | | 7,995 |
| Total revenus 556,34.2 (s) 351,57 (s) 31,115,74 (s) 1,055,048 (s) Evenus: 351,15 (s) 343,34 (s) 702,50 (s) 678,248 (s) Cennal solos adjusment expenses 351,15 (s) 343,37 (s) 303,48 (s) 275,90 (s) Genar and administrative expenses 153,96 (s) 16,81 (s) 303,00 (s) 308,00 (s) Total expense 33,00 (s) 33,00 (s) 794,30 (s) 70,00 (s) Total expense 7,71 (s) 33,00 (s) 794,30 (s) 70,00 (s) Total expense (7,72 (s) 33,00 (s) 794,30 (s) 70,00 (s) Chere expense (7,72 (s) 9,5 (s) 1,01,0 (s) | Net investment income | 28,107 | 20,745 | 55,949 | | 42,724 |
| Represe: Serious and loss adjustment expenses 331,157 343,437 702,511 678,242 Commission and other acquisition expenses 157,402 143,572 303,484 275,902 General and administrative expenses 15,396 16,817 30,302 308,008 Total expense 233,955 50,3736 1,036,305 308,008 Home from operations? 70,772 9,507 1,052,305 1,018,000 Other expenses 77,772 9,507 1,052,305 1,019,000 Accelerad amortization expenses 77,772 9,507 1,052,305 1,019,000 Accelerad amortization expenses 8,199 1,049 1,012 2,508 Accelerad amortization of junior subordinated debt discount and sissance cost of propertices and applications of junior subordinated debt discount and sissance cost of propertices and applications and propertices and applications are applications and applications ano | Net realized gains (losses) on investment | 577 | (53) | 665 | | 3,230 |
| Net loss and loss adjustment expenses 351,157 343,347 702,501 678,242 Commission and other acquisition expenses 153,668 161,876 30,346 75,902 Total expenses 523,255 503,706 10,360 9,805 Total expenses 3,946 33,900 10,503 9,000 The result of the expenses (7,172) 9,575 15,250 10,100 The restricted anortization of junior subordinated debt discount and susance cost 2 4 1,000 1,0 | Total revenues | 563,422 | 536,745 | 1,115,744 | | 1,055,664 |
| Commission and other acquisition expenses 15,940 143,572 303,401 30,912 General and administrative expenses 15,369 15,037 10,030.00 30,912 Total expense 39,407 33,000 70,000 Chome from operations (%) 39,407 30,000 70,000 Week respect Total expense C/7,120 0,575 15,236 10,140 Accelerated and mortization of junior subordinated debt discount and Scale and amortization of junior subordinated debt discount and Scale and S | Expenses: | | | | | |
| General and administrative expenses 15,396 16,817 30,305 30,915 Total expense 52,395 503,736 1,005,505 95,056 Income from operations ¹⁰ 3,960 7,008 7,008 Other expenses C 9,575 (15,236) 1,914 Accelerated amortization of junior subordinated debt discount and issuance cost C —< | Net loss and loss adjustment expenses | 351,157 | 343,347 | 702,501 | | 678,242 |
| Tital expenses 523,355 503,736 1,000,000 7,000 Incere from operations ⁽¹⁾ 3,346 3,300 7,943 7,000 Other expenses 7,175 6,057 1,612,200 1,012,000 Enterest and amortization expenses 7,175 6,057 1,612,000 1,012,000 Amortization of intangible assets 8,089 9,045 1,020 2,030 Foreign exchange and other gains 934 1,040 1,012 2,030 Total other expense 7,050 2,040 1,012 2,030 Total other expense 4,50 2,040 1,042 2,030 Rome before income attases 4,50 2,040 3,030 1,142 7,66 Ret income attributable to Maiden 3,188 2,329 3,396 1,142 7,66 Ret income attributable to Maiden summens att | Commission and other acquisition expenses | 157,402 | 143,572 | 303,484 | | 275,902 |
| Income from operations(*) 33,467 33,009 79,439 70,608 Other expenses 1 (7,172) (9,570) (15,236) (19,104) Accelerated and mortization of junior subordinated debt discount and sustance cost - - - (28,240) - Amortization of intangible assets (819) (945) (1,638) (1,800) Foreign exchange and other gains (819) (945) (1,602) 2,506 Total other expense (7,057) (9,646) (44,042) (1,804) Income before income taxes 32,410 23,533 35,397 52,174 Income ax expense 495 212 1,421 75 Net income 31,915 33,31 35,397 51,438 Res: income attributable to Maiden 1,818 23,291 36,66 6,69 Net income attributable to Maiden common shareholders 6,084 3,092 21,712 5,451 Net income attributable to Maiden common 3,084 20,202 5,374 6,154 Ret operating earnings attrib | General and administrative expenses | 15,396 | 16,817 | 30,320 | | 30,912 |
| Ditter expenses | Total expenses | 523,955 | 503,736 | 1,036,305 | | 985,056 |
| Interest and amortization expenses (7,172) (9,570) (15,236) (19,140) Accelerated amorization of junior subordinated debt discount and issuance cost (819) (945) (1,638) (1,638) (1,830) Amortization of intangible assets (819) (945) (1,638) (1,638) (1,830) Foreign exchange and other gains 934 1,049 1,072 2,596 Total other expenses 32,410 23,531 33,976 52,174 Income before income taxes 32,410 23,331 33,976 51,438 Income before income taxes 31,915 23,331 33,976 51,438 Income attributable to moncontrolling interest (27) (32) (66) (59) Net income attributable to Maiden 31,838 22,99 33,910 51,379 Incidence attributable to Maiden (8,88) (8,88) (8,88) Net income attributable to Maiden common shareholders (8,88) (8,98) (8,98) (8,98) Net income attributable to Maiden common shareholders (8,88) (8,98) (8,98) (8,98) (8,98) Net operating earnings attributable to Maiden shareholder (8,88) (8,98) | Income from operations ⁽²⁾ | 39,467 | 33,009 | 79,439 | - | 70,608 |
| Commission of junior subordinated debt discount and issuance cost | Other expenses | | | | | |
| Same cost G819 | Interest and amortization expenses | (7,172) | (9,570) | (15,236) | | (19,140) |
| Foreign exchange and other gains 934 1,049 1,070 2,0460 1,040 1,083 Total other expenses 7,057 9,9460 44,042 1,083 Income before income taxes 32,410 23,533 35,337 52,174 Net income 31,915 23,331 3,967 51,438 Net income attributable to noncontrolling interest (27) (32) (66) 59,304 Net income attributable to Maiden 31,888 23,299 33,910 51,379 Net income attributable to Maiden common shared tributable to Maiden common common common common shared tributable to Maiden common | | _ | _ | (28,240) | | _ |
| Total other expenses (7,057) 9,466 (44,042) (18,434) Income before income taxes 32,410 23,543 35,397 52,174 Income tax expense 495 212 1,421 736 Net income 31,915 23,331 33,976 51,338 Less: income attributable to Maiden 31,888 23,299 33,910 51,378 Net income attributable to Maiden 6,6084 3,094 (12,168) 6,6189 Net income attributable to Maiden common shareholders 5 25,804 3 20,209 2 1,742 5 45,191 Net operating serrings attributable to Maiden common shareholders 5 28,193 2,0209 5 3,746 3 44,471 Basic earnings per common share attributable to Maiden common common share attributable to Maiden common common common share attributable to Maiden comm | Amortization of intangible assets | (819) | (945) | (1,638) | | (1,890) |
| Note tax expense 33,410 23,543 35,397 52,174 Income tax expense 495 212 1,421 736 Not income 31,915 23,331 33,976 51,438 Less: income attributable to noncontrolling interest 627 339 366 569 Not income attributable to Maiden 31,888 23,299 33,910 51,379 Dividends on preference shares 6,084 30,994 12,168 61,818 Not income attributable to Maiden common shareholders 5 25,804 20,205 5 21,742 45,191 Not income attributable to Maiden common shareholders 5 28,193 20,419 5 3,746 3 41,471 Not income attributable to Maiden common share attributable to Maiden shareholders 5 3,349 20,419 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,419 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,419 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,419 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,219 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,219 5 3,746 3 41,471 Not income attributable to Maiden shareholders 5 3,349 20,219 5 3,746 3 4,745 Not income attributable to Maiden shareholders 5 3,349 20,229 5 3,746 3 4,745 Not income attributable to Maiden shareholders 5 3,349 20,229 5 3,746 Not income attributable to Maiden shareholders 5 3,349 20,229 5 3,746 Not income attributable to Maiden shareholders 5 3,349 20,229 5 3,246 Not income attributable to Maiden shareholders 5 3,349 20,229 5 3,246 Not income attributable to Maiden shareholders 5 3,349 20,229 20,229 20,229 Not income attributable to Maiden shareholders 5 3,349 20,229 20,229 20,229 Not income attributable to Maiden shareholders 5 3,349 20,229 20,229 20,229 20,229 Not income attributable to Maiden shareholders 5 3,349 20,229 20,229 20,229 20,229 20,229 20,229 | Foreign exchange and other gains | 934 | 1,049 | 1,072 | | 2,596 |
| Modification | Total other expenses | (7,057) | (9,466) | (44,042) | | (18,434) |
| Net income 31,915 23,331 33,976 51,438 Less: income attributable to noncontrolling interest (27) (32) (66) (59) Net income attributable to Maiden 31,888 23,299 33,910 51,379 Dividends on preference shares (6084) (3,094) (12,168) (6,188) Net income attributable to Maiden common sharealtributable to Maiden common sharealtributable to Maiden common sharealtributable to Maiden shareholders 2 28,193 2 20,419 2 53,746 3 41,471 Basic cernings per common share attributable to Maiden shareholders 2 30,3 0.22 0.02 0.061 Diluted earnings per common share attributable to Maiden shareholders 3 0,3 0.22 0.061 0.061 Basic operating earnings per common share attributable to Maiden shareholders 5 0,3 0.22 0.051 0.051 Basic operating earnings per common share attributable to Maiden shareholders 0.03 0.22 0.051 Builded Operating earnings per common share attributable to Maiden shareholders 0.03 0.22 0.051 Dividends declared per common share 0.02 0.02 0.052 | Income before income taxes | 32,410 | 23,543 | 35,397 | | 52,174 |
| Commission autributable to noncontrolling interest | Income tax expense | 495 | 212 | 1,421 | | 736 |
| Net income attributable to Maiden 31,888 23,299 33,910 51,379 Dividends on preference shares (6,084) (3,094) (12,168) (6,188) Net income attributable to Maiden common shareholders \$ 25,804 20,205 21,742 \$ 45,191 Net operating earnings attributable to Maiden common shareholders (1) \$ 28,193 \$ 20,419 \$ 53,746 \$ 41,471 Basic earnings per common share attributable to Maiden shareholders \$ 0.35 0.28 0.28 0.30 0.62 Diluted earnings per common share attributable to Maiden shareholders \$ 0.34 \$ 0.27 \$ 0.29 \$ 0.61 Basic operating earnings per common share attributable to Maiden shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Diluted operating earnings per common share attributable to Maiden shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Dividends declared per common share \$ 0.37 \$ 0.28 \$ 0.70 \$ 0.56 Dividends declared per common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted | Net income | 31,915 | 23,331 | 33,976 | | 51,438 |
| Net income attributable to Maiden common shareholders \$ 25,804 \$ 20,205 \$ 21,742 \$ 45,191 Net operating earnings attributable to Maiden common shareholders \$ 28,193 \$ 20,419 \$ 53,746 \$ 41,471 Basic earnings per common share attributable to Maiden shareholders \$ 0.35 \$ 0.28 \$ 0.30 \$ 0.62 Diluted earnings per common share attributable to Maiden shareholders \$ 0.35 \$ 0.28 \$ 0.30 \$ 0.62 Diluted earnings per common share attributable to Maiden shareholders \$ 0.34 \$ 0.27 \$ 0.29 \$ 0.61 Basic operating earnings per common share attributable to Maiden shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Diluted operating earnings per common share attributable to Maiden shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Diluted operating earnings per common share attributable to Maiden shareholders \$ 0.37 \$ 0.28 \$ 0.70 \$ 0.56 Dividends declared per common share \$ 0.31 \$ 0.99 \$ 0.22 \$ 0.18 Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio (6) 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio (7) 29,4% 27.8% 22.8% 22.7% | Less: income attributable to noncontrolling interest | (27) | (32) | (66) | | (59) |
| Net income attributable to Maiden common shareholders Series 25,804 Series 20,205 Series 21,742 Series 28,193 Series 28,193 Series 20,419 Series 20,4 | Net income attributable to Maiden | 31,888 | 23,299 | 33,910 | | 51,379 |
| Net operating earnings attributable to Maiden common share attributable to Maiden shareholders \$ 0.35 \$ 0.28 \$ 0.30 \$ 0.62 \$ 0.6 | Dividends on preference shares | (6,084) | (3,094) | (12,168) | | (6,188) |
| Shareholders (1) Sasic earnings per common share attributable to Maiden shareholders (2) Sasic earnings per common share attributable to Maiden shareholders (2) Sasic earnings per common share attributable to Maiden shareholders (2) Sasic earnings per common share attributable to Maiden shareholders (2) Sasic earnings per common share attributable to Maiden shareholders (2) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common share attributable to Maiden shareholders (3) Sasic earnings per common shareholders (3) Sasic earnings | Net income attributable to Maiden common shareholders | \$ 25,804 | \$ 20,205 | \$ 21,742 | \$ | 45,191 |
| Diluted earnings per common share attributable to Maiden shareholders Basic operating earnings per common share attributable to Maiden shareholders Diluted operating earnings per common share attributable to Maiden shareholders S 0.39 S 0.28 S 0.74 S 0.57 Diluted operating earnings per common share attributable to Maiden shareholders S 0.37 S 0.28 S 0.70 S 0.56 Dividends declared per common share S 0.11 S 0.09 S 0.22 S 0.18 Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio (6) 65.7% 66.5% 66.5% 66.3% 67.2% 67.2% 67.2% | | \$ 28,193 | \$ 20,419 | \$ 53,746 | \$ | 41,471 |
| shareholders \$ 0.34 \$ 0.27 \$ 0.29 \$ 0.61 Basic operating earnings per common share attributable to Maiden shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Diluted operating earnings per common share attributable to Maiden shareholders \$ 0.37 \$ 0.28 \$ 0.70 \$ 0.56 Dividends declared per common share \$ 0.11 \$ 0.09 \$ 0.22 \$ 0.18 Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio ⁽⁶⁾ 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | Basic earnings per common share attributable to Maiden shareholders | \$ 0.35 | \$ 0.28 | \$ 0.30 | \$ | 0.62 |
| shareholders \$ 0.39 \$ 0.28 \$ 0.74 \$ 0.57 Diluted operating earnings per common share attributable to Maiden shareholders \$ 0.37 \$ 0.28 \$ 0.70 \$ 0.56 Dividends declared per common share \$ 0.11 \$ 0.09 \$ 0.22 \$ 0.18 Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio(6) 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio(7) 29.4% 27.8% 28.7% 27.3% | · · | \$ 0.34 | \$ 0.27 | \$ 0.29 | \$ | 0.61 |
| shareholders \$ 0.37 \$ 0.28 \$ 0.70 \$ 0.56 Dividends declared per common share \$ 0.11 \$ 0.09 \$ 0.22 \$ 0.18 Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio ⁽⁶⁾ 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | | \$ 0.39 | \$ 0.28 | \$ 0.74 | \$ | 0.57 |
| Weighted average number of common shares - basic 72,860,243 72,454,400 72,784,598 72,435,982 Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio ⁽⁶⁾ 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | 1 0 01 | \$ 0.37 | \$ 0.28 | \$ 0.70 | \$ | 0.56 |
| Adjusted weighted average number of common shares and assumed conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio ⁽⁶⁾ 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | Dividends declared per common share | \$ 0.11 | \$ 0.09 | \$ 0.22 | \$ | 0.18 |
| conversions - diluted 84,766,285 73,684,301 84,711,777 73,596,794 Net loss and loss adjustment expense ratio ⁽⁶⁾ 65.7% 66.5% 66.3% 67.2% Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | Weighted average number of common shares - basic | 72,860,243 | 72,454,400 | 72,784,598 | | 72,435,982 |
| Commission and other acquisition expense ratio ⁽⁷⁾ 29.4% 27.8% 28.7% 27.3% | | 84,766,285 | 73,684,301 | 84,711,777 | | 73,596,794 |
| | Net loss and loss adjustment expense ratio ⁽⁶⁾ | 65.7% | 66.5% | 66.3% | | 67.2% |
| General and administrative expense $\operatorname{ratio}^{(8)}$ 2.9% 3.3% 2.8% 3.1% | Commission and other acquisition expense ratio ⁽⁷⁾ | 29.4% | 27.8% | 28.7% | | 27.3% |
| | General and administrative expense ratio ⁽⁸⁾ | 2.9% | 3.3% | 2.8% | | 3.1% |

| Expense ratio ⁽⁹⁾ | 32.3% | 31.1% | 31.5% | 30.4% |
|--|-------|-------|-------|-------|
| Combined ratio ⁽¹⁰⁾ | 98.0% | 97.6% | 97.8% | 97.6% |
| Annualized return on common equity | 11.9% | 9.6% | 5.1% | 10.9% |
| Annualized operating return on common equity | 13.0% | 9.7% | 12.6% | 10.0% |

Non - GAAP Financial Measure

(in thousands of U.S. dollars, except per share data)

| | For the Three onths Ended June 30, 2014 | | For the Three nths Ended June 30, 2013 | the Six Months nded June 30, 2014 | the Six Months nded June 30, 2013 |
|--|---|----|--|---|---|
| Reconciliation of net income attributable to Maiden common shareholders to net operating earnings: | | | | | |
| Net income attributable to Maiden common shareholders | \$ 25,804 | \$ | 20,205 | \$ 21,742 | \$ 45,191 |
| Add (subtract) | | | | | |
| Net realized (gains) losses on investment | (577) | | 53 | (665) | (3,230) |
| Foreign exchange and other gains | (934) | | (1,049) | (1,072) | (2,596) |
| Amortization of intangible assets | 819 | | 945 | 1,638 | 1,890 |
| Divested excess and surplus ("E&S") business | 2,791 | | _ | 2,791 | _ |
| Interest expense incurred related to 7.75% senior notes prior to actual redemption of the junior subordinated debt | _ | | _ | 492 | _ |
| Accelerated amortization of junior subordinated debt discount and issuance cost | _ | | _ | 28,240 | _ |
| Non-cash deferred tax expense | 290 | | 265 | 580 | 216 |
| Net operating earnings attributable to Maiden common shareholders ⁽¹⁾ | \$ 28,193 | \$ | 20,419 | \$ 53,746 | \$ 41,471 |
| Operating earnings per common share attributable to Maiden shareholders: | | | | | |
| Basic earnings per common share attributable to Maiden shareholders | \$ 0.39 | \$ | 0.28 | \$ 0.74 | \$ 0.57 |
| Diluted earnings per common share attributable to Maiden shareholders | \$ 0.37 | \$ | 0.28 | \$ 0.70 | \$ 0.56 |
| Reconciliation of net income attributable to Maiden to income from operations: | | | | | |
| Net income attributable to Maiden | \$ 31,888 | \$ | 23,299 | \$ 33,910 | \$ 51,379 |
| Add (subtract) | | | | | |
| Foreign exchange and other gains | (934) | | (1,049) | (1,072) | (2,596) |
| Amortization of intangible assets | 819 | | 945 | 1,638 | 1,890 |
| Interest and amortization expenses | 7,172 | | 9,570 | 15,236 | 19,140 |
| Accelerated amortization of junior subordinated debt discount and issuance cost | _ | | _ | 28,240 | _ |
| Income tax expense | 495 | | 212 | 1,421 | 736 |
| Income attributable to noncontrolling interest | 27 | | 32 | 66 | 59 |
| Income from operations ⁽²⁾ | \$ 39,467 | \$ | 33,009 | \$ 79,439 | \$ 70,608 |
| | June 30, 2014 | De | cember 31, 2013 | | |
| Investable assets: | | | | | |
| Total investments | \$ 3,236,737 | \$ | 3,167,159 | | |
| Cash and cash equivalents | 70,017 | | 139,833 | | |
| Restricted cash and cash equivalents | 221,545 | | 77,360 | | |
| Loan to related party | 167,975 | | 167,975 | | |
| Total investable assets ⁽³⁾ | \$ 3,696,274 | \$ | 3,552,327 | | |
| | | | | | |

| | Ju | ne 30, 2014 | Dec | ember 31, 2013 |
|--|----|-------------|-----|----------------|
| Capital: | | | | |
| Preference shares | \$ | 315,000 | \$ | 315,000 |
| Common shareholders' equity | | 907,927 | | 808,843 |
| Total Maiden shareholders' equity | | 1,222,927 | | 1,123,843 |
| 2011 Senior Notes | | 107,500 | | 107,500 |
| 2012 Senior Notes | | 100,000 | | 100,000 |
| 2013 Senior Notes | | 152,500 | | 152,500 |
| Junior subordinated debt | | _ | | 126,381 |
| Total capital resources ⁽⁵⁾ | \$ | 1,582,927 | \$ | 1,610,224 |

- (1) Net operating earnings is a non-GAAP financial measure defined by the Company as net 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, interest expense incurred related to 7.75% senior notes prior to actual redemption of the junior subordinated debt, accelerated amortization of junior subordinated debt discount and issuance cost and non-cash deferred tax charge and should not be considered as an alternative to net income. The Company's management believes that net operating earnings is a useful indicator of trends in the Company's underlying operations. The Company's measure of net operating earnings may not be comparable to similarly titled measures used by other companies.
- (2) Income from Operations is a non-GAAP financial measure defined by the Company as net income attributable to Maiden excluding foreign exchange and other gains and losses, amortization of intangible assets, interest and amortization expenses, accelerated amortization of junior subordinated debt discount and issuance cost, income tax expense and income or loss attributable to noncontrolling interest and should not be considered as an alternative to net income. The Company's management believes that 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 income from operations enables readers of this information to more clearly understand the essential operating results of the Company. The Company's measure of 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 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 debt and Maiden shareholders' equity.

Supplemental Financial Data - Segment Information

(in thousands of U.S. dollars (000's))

| For the Three Months Ended June 30, 2014 | Diversified Reinsurance | An | nTrust Quota Share Reinsurance | NGHC Quota Share | Total |
|---|----------------------------|----|-----------------------------------|---------------------|---------------|
| Net premiums written | \$ 168,943 | \$ | 372,024 | \$ (47) | \$ 540,920 |
| Net premiums earned | \$ 200,840 | \$ | 324,926 | \$ 6,130 | \$ 531,896 |
| Other insurance revenue | 2,842 | | _ | _ | 2,842 |
| Net loss and loss adjustment expenses | (136,208) | | (210,680) | (4,269) | (351,157) |
| Commission and other acquisition expenses | (56,919) | | (98,510) | (1,973) | (157,402) |
| General and administrative expenses | (10,405) | | (514) | (188) | (11,107) |
| Underwriting income (loss) | \$ 150 | \$ | 15,222 | \$ (300) | 15,072 |
| Reconciliation to net income | | | | | |
| Net investment income and realized gains on investment | | | | | 28,684 |
| Amortization of intangible assets | | | | | (819) |
| Foreign exchange and other gains | | | | | 934 |
| Interest and amortization expenses | | | | | (7,172) |
| Other general and administrative expenses | | | | | (4,289) |
| Income tax expense | | | | | (495) |
| Net income | | | | | \$ 31,915 |
| | | | | | |
| Net loss and loss adjustment expense ratio ⁽⁶⁾ | 66.9% | | 64.8% | 69.6% | 65.7% |
| Commission and other acquisition expense ratio ⁽⁷⁾ | 27.9% | | 30.3% | 32.2% | 29.4% |
| General and administrative expense ratio ⁽⁸⁾ | 5.1% | | 0.2% | 3.1% | 2.9% |
| Combined ratio ⁽¹⁰⁾ | 99.9% | | 95.3% | 104.9% | 98.0% |

| For the Three Months Ended June 30, 2013 | Diversified Reinsurance | Am | Trust Quota Share Reinsurance | NGHC Quota Share | Total |
|---|----------------------------|----|----------------------------------|---------------------|---------------|
| Net premiums written | \$ 134,934 | \$ | 290,578 | \$ 72,437 | \$ 497,949 |
| Net premiums earned | \$ 178,336 | \$ | 261,404 | \$ 73,533 | \$ 513,273 |
| Other insurance revenue | 2,780 | | _ | _ | 2,780 |
| Net loss and loss adjustment expenses | (120,837) | | (172,925) | (49,585) | (343,347) |
| Commission and other acquisition expenses | (44,438) | | (76,198) | (22,936) | (143,572) |
| General and administrative expenses | (11,153) | | (505) | (179) | (11,837) |
| Underwriting income | \$ 4,688 | \$ | 11,776 | \$ 833 | 17,297 |
| Reconciliation to net income | | | | | |
| Net investment income and realized losses on investment | | | | | 20,692 |
| Amortization of intangible assets | | | | | (945) |
| Foreign exchange and other gains | | | | | 1,049 |
| Interest and amortization expenses | | | | | (9,570) |
| Other general and administrative expenses | | | | | (4,980) |
| Income tax expense | | | | | (212) |
| Net income | | | | | \$ 23,331 |
| | | | | | |
| Net loss and loss adjustment expense ratio ⁽⁶⁾ | 66.7% | | 66.2% | 67.4% | 66.5% |
| Commission and other acquisition expense ratio ⁽⁷⁾ | 24.5% | | 29.1% | 31.2% | 27.8% |
| General and administrative expense ratio ⁽⁸⁾ | 6.2% | | 0.2% | 0.3% | 3.3% |
| Combined ratio ⁽¹⁰⁾ | 97.4% | | 95.5% | 98.9% | 97.6% |

Supplemental Financial Data - Segment Information

(in thousands of U.S. dollars (000's))

| For the Six Months Ended June 30, 2014 | Diversified Reinsurance | Ar | nTrust Quota Share Reinsurance | NGHC Quota Share | Total |
|---|----------------------------|----|-----------------------------------|---------------------|-----------------|
| Net premiums written | \$ 460,562 | \$ | 791,034 | \$ (784) | \$ 1,250,812 |
| Net premiums earned | \$ 400,156 | \$ | 629,848 | \$ 21,122 | \$ 1,051,126 |
| Other insurance revenue | 8,004 | | _ | _ | 8,004 |
| Net loss and loss adjustment expenses | (277,572) | | (410,224) | (14,705) | (702,501) |
| Commission and other acquisition expenses | (107,760) | | (188,995) | (6,729) | (303,484) |
| General and administrative expenses | (21,395) | | (1,062) | (387) | (22,844) |
| Underwriting income (loss) | \$ 1,433 | \$ | 29,567 | \$ (699) | 30,301 |
| Reconciliation to net income | | | | | |
| Net investment income and realized gains on investment | | | | | 56,614 |
| Amortization of intangible assets | | | | | (1,638) |
| Foreign exchange and other gains | | | | | 1,072 |
| Interest and amortization expenses | | | | | (15,236) |
| Accelerated amortization of junior subordinated debt discount and issuance cost | | | | | (28,240) |
| Other general and administrative expenses | | | | | (7,476) |
| Income tax expense | | | | | (1,421) |
| Net income | | | | | \$ 33,976 |
| | | | | | |
| Net loss and loss adjustment expense ratio ⁽⁶⁾ | 68.0% | | 65.1% | 69.6% | 66.3% |
| Commission and other acquisition expense ratio ⁽⁷⁾ | 26.4% | | 30.0% | 31.9% | 28.7% |
| General and administrative expense ratio ⁽⁸⁾ | 5.2% | | 0.2% | 1.8% | 2.8% |
| Combined ratio ⁽¹⁰⁾ | 99.6% | | 95.3% | 103.3% | 97.8% |

| For the Six Months Ended June 30, 2013 | Diversified Reinsurance | Am | Trust Quota Share Reinsurance | NGHC Quota Share | Total |
|--|----------------------------|----|----------------------------------|---------------------|-----------------|
| Net premiums written | \$ 402,544 | \$ | 635,396 | \$ 149,068 | \$ 1,187,008 |
| Net premiums earned | \$ 374,585 | \$ | 481,692 | \$ 145,438 | \$ 1,001,715 |
| Other insurance revenue | 7,995 | | _ | _ | 7,995 |
| Net loss and loss adjustment expenses | (261,600) | | (318,570) | (98,072) | (678,242) |
| Commission and other acquisition expenses | (89,220) | | (141,330) | (45,352) | (275,902) |
| General and administrative expenses | (21,951) | | (994) | (353) | (23,298) |
| Underwriting income | \$ 9,809 | \$ | 20,798 | \$ 1,661 | 32,268 |
| Reconciliation to net income | | | | | |
| Net investment income and realized gains on investment | | | | | 45,954 |
| Amortization of intangible assets | | | | | (1,890) |
| Foreign exchange and other gains | | | | | 2,596 |
| Interest and amortization expenses | | | | | (19,140) |
| Other general and administrative expenses | | | | | (7,614) |
| Income tax expense | | | | | (736) |
| Net income | | | | | 51,438 |
| Net loss and loss adjustment expense ratio ⁽⁶⁾ | 68.4% | | 66.1% | 67.4% | 67.2% |
| Commission and other acquisition expense ${\rm ratio}^{(7)}$ | 23.3% | | 29.3% | 31.2% | 27.3% |
| General and administrative expense ratio ⁽⁸⁾ | 5.7% | | 0.3% | 0.3% | 3.1% |
| Combined ratio ⁽¹⁰⁾ | 97.4% | | 95.7% | 98.9% | 97.6% |

⁽⁶⁾ Calculated by dividing net loss and loss adjustment expenses by net premiums earned and other insurance revenue.

⁽⁷⁾ Calculated by dividing commission and other acquisition expenses by net premiums earned and other insurance revenue.

⁽⁸⁾ Calculated by dividing general and administrative expenses by net premiums earned and other insurance revenue.

⁽⁹⁾ Calculated by adding together the commission and other acquisition expense ratio and general and administrative expense ratio.

⁽¹⁰⁾ Calculated by adding together the net loss and loss adjustment expense ratio and expense ratio.