

HDI-Gerling Verzekeringen N.V.

Major Rating Factors

Strengths:

- Track record of strong operating results
- Strategic importance to the parent

Weaknesses:

- Concentration on the small and potentially volatile Dutch and Belgian industrial and commercial markets, which experience cyclical competitive pressure from global multi-line insurers
- Weakened capital adequacy to good from strong

Rationale

Netherlands-based HDI-Gerling Verzekeringen N.V. (HDI-Gerling N.V.) is the second-largest industrial and commercial writer in the Dutch insurance market. Following the integration of Gerling-Konzern Allgemeine Versicherungs-AG's (GKA; not rated) branch operations in the Benelux, it is also a leading industrial insurer in Belgium through its core subsidiary HDI-Gerling Assurances S.A. HDI-Gerling N.V. forms part of the international Property/Casualty division of Talanx Group and is ultimately held through Talanx AG (A-/Stable/—) via HDI-Gerling International Holding AG.

In Standard & Poor's Ratings Services' view, the ratings benefit from HDI-Gerling N.V.'s track record of strong operating results, and the financial flexibility (defined as the ability to source capital relative to capital requirements) derived from its status as a strategically important subsidiary of the Talanx Group. These strengths are partly offset by its concentration on the small and potentially volatile Dutch and Belgian industrial and

Holding Company:

Talanx AG

Counterparty Credit Rating

Local Currency

A-/Stable/—

Operating Companies Covered By
This Report

Financial Strength Rating

Local Currency

A-/Stable/—

Primary Credit Analysts:

Tatiana Grineva
London
(44) 20-7176-7061
tatiana_grineva@
standardandpoors.com

Secondary Credit Analyst:

Hiltrud Besgen
Frankfurt
(49) 69-33-999-192
hiltrud_besgen@
standardandpoors.com

Additional Contact: Insurance
Ratings Europe
InsuranceInteractive_Europe@stan
dardandpoors.com

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commercial markets, which experience cyclical competitive pressure from global multi-line insurers, and capital adequacy that has weakened to good from strong.

In our opinion, HDI-Gerling N.V.'s consolidated operating performance is strong, despite deterioration in underwriting performance in 2008. The net combined ratio (CR) at 100% (2006-2008 three-year average net CR is 92%) was below our expectation of 95%. However, this is partially offset by good investment return, which translates into a return on equity (ROE) of 27% overall. HDI-Gerling N.V.'s earnings in 2008 were weakened by the increased frequency by larger than average claims on the property book and reportedly HDI-Gerling N.V. has conducted some reserve strengthening following the merger of GKA's Dutch and Belgian units.

Standard & Poor's considers HDI-Gerling N.V. to be a strategically important subsidiary of the Talanx Group. It has demonstrated a successful track record of earnings and consistent outperformance of group financial targets. HDI-Gerling N.V.'s international strategy is focused on prominent industrial markets, which is a good indication of its long-term commitment to the Benelux. It is small in a group context, however, representing less than 3.5% of Talanx's total premium income.

In our view, the merger with GKA's Dutch branch, HDI-Gerling N.V. has further enhanced its strong competitive position in the Dutch industrial and commercial insurance market. HDI-Gerling N.V. is the market leader in engineering risks in the Benelux and now ranks in the top three across most other classes of industrial business domestically. The additional scale, particularly in liability business that the former GKA units bring to HDI-Gerling N.V., provides it with a stronger defensive position against increasing global competition. Other than its strong historical franchise, it has limited sustainable competitive advantages in a small and cyclical Benelux commercial market, however.

In line with our anticipations, HDI-Gerling N.V.'s capital position weakened in 2008. This was driven by the incorporation of GKA's branch operations in 2008, which caused some capital strain due to the increased premium and associated capital requirement. However, our anticipation that capitalization will return to a strong level in 2009 through retained earnings is now hindered due to challenging economic and market conditions in The Netherlands and Belgium. Capital quality is good, without external debt, and a consistent track record of reserve releases. There is a high reliance on reinsurance capacity at 74% of gross premiums, however.

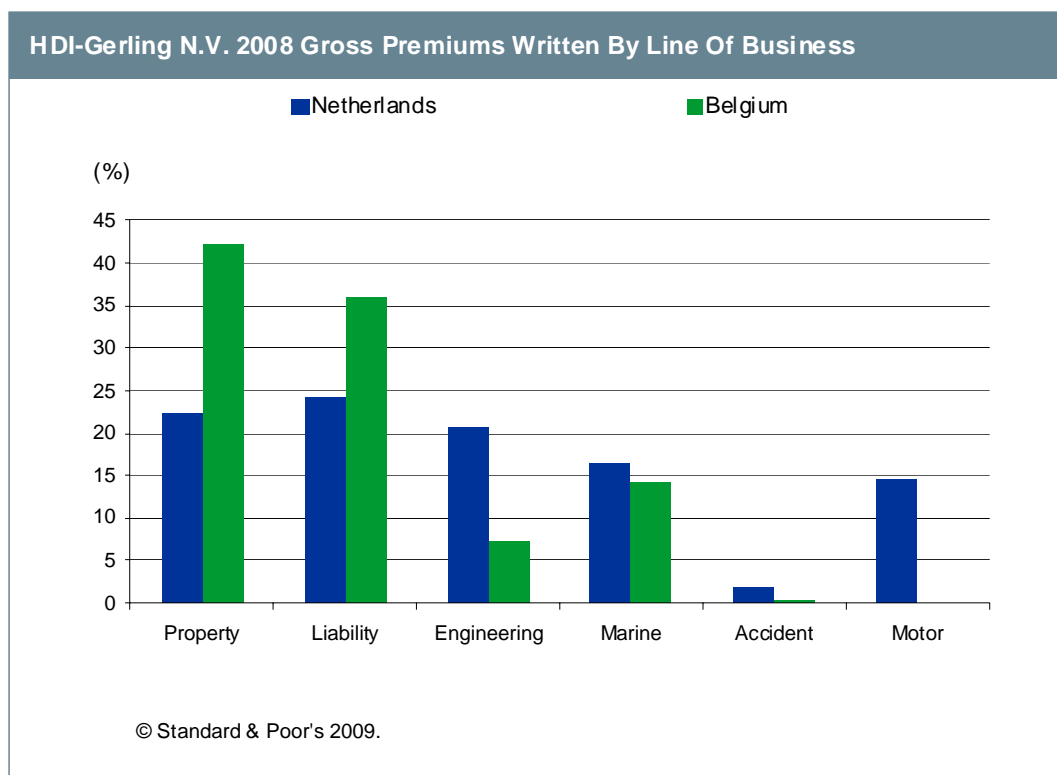
Outlook

The stable outlook is based on Standard & Poor's anticipation that HDI-Gerling N.V. will remain a strategically important subsidiary of the Talanx Group. We anticipate that capital adequacy will remain at least at a good level, and that the net combined ratio will stay below 100%, with ROE in excess of 10%. Future rating actions in both directions are dependent on those on its parent.

Corporate Profile: HDI-Gerling Is Second-Largest Dutch Commercial Underwriter

HDI-Gerling N.V., founded in May 1978 as an industrial insurer, is the second-largest Dutch commercial underwriter in The Netherlands. HDI-Gerling N.V. reportedly has significant market shares ranging from well over 10% to almost one third of the market in certain lines of business in The Netherlands and in the 9%-20% range across certain lines in Belgium. Talanx AG, the intermediate management holding company of Germany-based Talanx insurance and reinsurance group, owns via HDI-Gerling INTERNATIONAL Holding 100% of HDI-Gerling N.V. In March 2007, HDI Verzekeringen N.V. changed its name to HDI-Gerling Verzekeringen N.V. following Talanx AG's

acquisition of the primary insurance operations of the Germany-based Gerling group, including GKA in 2006. The legal merger of HDI-Gerling N.V. and GKA's branch in The Netherlands was effective Jan. 1, 2008. HDI-Gerling N.V.'s subsidiary in Belgium, which was in run-off, has been reactivated and renamed HDI-Gerling Assurances S.A. ahead of its merger with GKA's Belgian branch in 2008, which was successfully completed. The Belgian business has a heavier weighting to nonprofessional lines liability business and property compared with more balanced Dutch portfolio (see business mix below).



Competitive Position: Strong, Reinforced By Merger With GKA Branches

Table 1

HDI-Gerling Verzekeringen N.V./Business Statistics					
—Year ended Dec. 31—					
(Mil. €)	2008*	2007	2006	2005	2004
Net premiums earned	84.8	67.8	65.4	68.5	68.0
Non-life gross premiums written	342.0	180.3	193.7	209.7	206.1
Non-life annual change in gross premiums written (%)	89.6	(6.9)	(7.6)	1.7	5.1
Non-life net premiums written	88.4	69.4	67.5	76.7	71.9
Non-life annual change in net premiums written (%)	27.4	2.8	(12.0)	6.7	0.2
Non-life revenue	84.8	76.5	72.1	74.4	73.6
Non-life unearned premium reserves/net premiums earned (%)	47.2	54.2	54.8	49.8	37.5

*Figures for 2008 are consolidated and for the first time include both Dutch & Belgium operations. Prior years (2004-2007) are for Dutch operations only; five- or three-year averages are therefore distorted.

Through the integration of GKA's Dutch and Belgian branches, we consider that HDI-Gerling N.V. has further enhanced its strong competitive position by increasing business, customer, and, to a lesser

extent, distribution diversity. HDI-Gerling N.V. is the market leader in engineering risks in the Benelux and now ranks in the top three across most classes of industrial business domestically. The additional scale, particularly in liability business that the former GKA units bring to HDI-Gerling N.V., provides it with a stronger defensive position against increasing global competition. It has limited sustainable competitive advantages in a small and cyclical Benelux commercial market, however.

The integration of the GKA branches, in our view, is opportune. Since 2005, HDI-Gerling N.V. has been experiencing a challenging and competitive market environment in The Netherlands, demonstrated by a premium decline of 6.9% in 2007 to €180.3 million, following a 7.6% reduction in 2006. In 2008, the former GKA branch operations reportedly added approximately €50 million of premium income, boosting HDI-Gerling N.V.'s top line to €342 million in 2008. This, in our opinion, reinforces HDI-Gerling's No. 2 status within the Dutch market. The top-three position of the former GKA business in Belgium adds valued diversification. The former GKA business also provides some scope for HDI-Gerling N.V. to increase its penetration of international program business since it will have a larger international network from which to service multinational clients. This was a key part of GKA's competence previously. Growth opportunities are anticipated to be limited in this sector for now, however, given the strength of competition for large multinational risks. New infrastructure in Belgium is likely, in our view, to provide some new business opportunities over the next few years.

In our view, the main concern for HDI-Gerling N.V. is in the property class, where, in addition to reduced rates, the sizable capacity being offered by some insurers is causing the withdrawal of business from the co-insurance market, which is disadvantageous to HDI-Gerling N.V. given its strong leadership position. Smaller commercial risks provide some relief for the company, but most are broker-led and could attract equal competition. HDI-Gerling N.V.'s valued engineering account remains stable, however, and the motor account is less commoditized than its peers.

In 2009, we anticipate total premium income may increase mainly due to rate increases averaging 10% across the portfolio, rather than organic growth. Dutch and Belgian markets are not showing clear signs of hardening, despite adversely changing claims environment in 2008 and are likely to remain very competitive throughout the year, in our view.

Management And Corporate Strategy: Stable Management And Strategy, Strong Track Record, But Competitive Threats And Challenging Market Environment Persist

In our view, HDI-Gerling N.V.'s management team is experienced and stable. Management has followed a consistent strategy, writing a diversified commercial portfolio within the geographic confines of its ownership by Talanx. HDI-Gerling N.V. has demonstrated a successful track record of earnings growth and consistent outperformance of group financial targets. HDI's international strategy is focused on prominent industrial markets, which is a good indication of its long-term commitment to the Benelux. It also serves an important function by servicing a large number of group clients in the region.

We believe the merger with GKA's branches provides local management with a greater capacity to withstand the competitive threat posed by several international multi-line insurers. This challenge is unlikely to recede, however, and management may need to respond. Longer term, the merger creates some limited opportunities for growth, in our view.

Operational management

In our view, the effective integration of the Benelux operations has been protracted due to legal complexities related to the shareholding structure of GKA. This caused some local consternation and consequentially the loss of nearly 50% of GKA's staff, but this included no key underwriters. The legal merger of the GKA branches into HDI-Gerling N.V. in 2008 followed the operational integration of businesses and underwriting teams, including the transfer of GKA staff to Rotterdam. This enabled HDI-Gerling N.V. to validate the quality of GKA's underwriting portfolio going into the January 2008 renewals. While there are some examples of best practice being observed, we believe that the need to develop new integrated underwriting models may delay some of the possible benefits of the merger.

Financial management

In our view, HDI-Gerling N.V.'s financial strategy is conservative, focused on sustained profit growth and capital preservation through the prudent use of reinsurance provided by the captive broker within the Talanx group. Management has established a culture of profit-oriented underwriting and value creation throughout the firm, which has enabled HDI-Gerling N.V. to exceed Talanx's targeted ROE, which is a minimum of 750 basis points above the prevailing risk-free return in each of the last 10 years except 1999. In most cases, it has done so by a wide margin. The internal targets reportedly are a ROE above 18% and a less challenging return on premium of above 3%.

In our view, the integration of GKA's Dutch and Belgian branches may necessitate a more flexible group dividend policy prospectively to maintain a strong balance sheet and capitalization level due to the volume of assumed business. This, however, has not been observed in 2008.

Accounting: Satisfactory Level Of Transparency

HDI-Gerling N.V. reports under Dutch generally accepted accounting principles (GAAP). There is limited segmental information disclosure, despite being in line with regulatory requirements. The tables and ratios included in this report for 2008 are based on the consolidated financial statements published in 2008 for the first time. The consolidated accounts included acquired GKA business and Belgian operations. Prior years (2004-2007) are based on the HDI-Gerling N.V. company accounts.

HDI-Gerling is integrated into Talanx AG's consolidated financial statements, which are prepared according to International Financial Reporting Standards (IFRS).

Under Dutch GAAP, the valuation of the fixed-interest investment portfolio is at face value. This has been adjusted to market value in our capital model.

Enterprise Risk Management: Adequate, Traditional Risk Management Integrated Within Adequate Group Framework

As a strategically important entity to Talanx AG, HDI-Gerling N.V. is integrated into Talanx Primary Insurance Group's (TPG) enterprise risk management (ERM) system, which Standard & Poor's considers adequate. In our view, ERM is of high importance to the rating on TPG. The group operates in complex and potentially volatile business lines and is highly exposed to the competitive German insurance market. The main factors supporting this overall assessment are risk controls, which we consider to be either adequate or strong for the group's most significant risks. The effectiveness of TPG's ERM system has been proven in a sound track record of sustained strong earnings, even in a less benign capital market and claims environment. TPG's risk management culture is adequate in our

view, although there is still room for improvement in strategic risk management and emerging risk management because it has only recently implemented specific processes and major enhancements in these areas.

Within this framework, we view HDI-Gerling N.V.'s own ERM program as adequate. Our opinion mainly takes into account the company's at least adequate risk controls, which have resulted in a track record of stable results, even when capital markets deteriorated considerably. HDI-Gerling N.V.'s ERM program reflects the decentralized management philosophy of the Talanx group. We view the company's risk management culture as adequate. Its clear corporate governance structure, clear risk policies, and regular risk reporting that broadens the awareness of risk across the organization support its risk management culture. Individual risk management guidelines and limits are in place. The company's risk controls are at least adequate, taking into account its track record of sound underlying profitability over recent years. It is still developing strategic risk management to allow the inclusion of economic capital and risk-return considerations. We expect improvements to spring from the group's initiative to implement a holistic economic capital model.

Operating Performance: Weakened Underwriting, But Earnings Remain Strong

Table 2

<i>HDI-Gerling Verzekeringen N.V./Operating Statistics</i>					
	<i>—Year ended Dec. 31—</i>				
	<i>2008*</i>	<i>2007</i>	<i>2006</i>	<i>2005</i>	<i>2004</i>
ROE (reported equity) (%)	26.8	24.9	25.7	29.5	29.1
Return on revenue (%)	18.2	20.4	21.6	19.0	13.6
Non-life gross loss ratio (%)	75.7	67.1	60.3	54.1	54.3
Non-life gross combined ratio (%)	80.9	76.0	67.1	62.5	63.8
Non-life net loss ratio (%)	79.9	65.2	66.2	66.0	66.0
Non-life net combined ratio (%)	100.0	89.2	85.6	89.2	93.5
Non-life reinsurance result	(62.9)	(36.4)	(52.7)	(63.4)	(66.9)

*Figures for 2008 are consolidated and for the first time include both Dutch & Belgium operations. Prior years (2004-2007) are for Dutch operations only; five- or three-year averages are therefore distorted.

In our opinion, HDI-Gerling N.V.'s consolidated operating performance is strong, despite deterioration in underwriting performance in 2008. The net combined ratio at 100% (2006-2008 three-year average net CR is 92%) was below our expectation of 95%. This, however, is partially offset by good investment return, which translates into an ROE of 27% overall. HDI-Gerling N.V.'s earnings in 2008 were weakened by the increased frequency by larger than average claims on the property book and reportedly HDI-Gerling N.V. has conducted some reserve strengthening following the merger of GKA's Dutch and Belgian units.

In our view, the operating performance reflects the company's reportedly selective underwriting, efficient cost management, and prudent reserving.

HDI-Gerling N.V.'s historical performance has been strong (2003-2007 five-year average net CR 91%, ROE 25%, and return on revenue 19%). A main contributor to this is the company's engineering account. Other classes apart from motor have been volatile, which partly reflects the industrial nature of the risks underwritten. The average property renewal price in 2008 is anticipated to be about 10% higher, but this may be offset by notable growth in attritional claims.

Please note that in 2007 and prior years the financials reflect the position of the Dutch operations only. In 2008, consolidated financials have been used for the analysis for the first time; therefore five-year (2004-2008) average operating performance ratios will be distorted.

Based on Standard & Poor's projections, we anticipate the group delivering a net combined ratio below 100% for 2009 and 2010. We also anticipate that investment returns are likely to remain stable in excess of 4%.

Investments: Very Strong Credit Quality Is Offset By High Levels Of Concentration In Fixed-Income Portfolio

Table 3

HDI-Gerling Verzekeringen N.V./Investment Statistics					
	—Year ended Dec. 31—				
	2008	2007	2006	2005	2004
(Mil. €)	227.6	174.6	162.6	155.8	133.6
Investment in affiliates (%)	0.4	15.8	3.4	3.5	0.4
Loans to affiliates (%)	0.0	0.0	0.0	0.0	0.0
Bonds and other fixed-interest securities (%)	68.4	65.5	69.8	62.1	72.3
Mortgages (%)	0.0	0.0	0.0	0.0	0.0
Equities and other variable-interest securities (%)	0.3	7.9	8.5	8.4	9.6
Preference shares (%)	0.0	0.0	0.0	0.0	0.0
Property (%)	6.8	1.1	1.3	0.0	0.0
Cash and bank deposits (%)	24.2	9.7	17.1	26.1	17.7
Loans and private placements (%)	0.0	0.0	0.0	0.0	0.0
Derivatives (%)	0.0	0.0	0.0	0.0	0.0
Other investments (%)	0.0	0.0	0.0	0.0	0.0
Total nonlinked investments (%)	100.0	100.0	100.0	100.0	100.0
Total investment return (incl. unrealized and realized) (%)	6.1	5.0	4.2	4.3	6.1

*Figures for 2008 are consolidated and for the first time include both Dutch & Belgium operations. Prior years (2004-2007) are for Dutch operations only; five- or three-year averages are therefore distorted.

In our view, HDI-Gerling N.V.'s asset allocation strategy is generally conservative and viewed as strong. 68% of invested assets are held in high-quality, fixed-income bonds and loans and 24% in cash and deposits. The group has no direct exposure to equity. The weighted quality of the bond portfolio is within the 'AA' range and the company does not hold any non-investment-grade bonds. The portfolio does contain a material level of concentration risk in respect of Belgian government issuer. This is offset by HDI-Gerling N.V. having a fully operational subsidiary in Belgium, however, which covers its liabilities by the state's investments. We do not anticipate any significant changes in the investment strategy going forward as the company does not have any appetite to take more credit risk or any equity market risk to achieve higher investment returns.

Liquidity: Strong Owing To High Quality Bond Investments

We consider HDI-Gerling N.V.'s liquidity as strong. Coverage of technical reserves by liquid assets has been stable both prior to and after the merger of GKA business. Liquid assets covered technical reserves 1.3x on average over the past three years (2006-2008) and the cash in-over-cash out ratio was 1.1x for the same period. This is offset by a high level of concentration within the fixed-income investment

portfolio, despite the company's asset portfolio reportedly being mainly consistent of highly liquid bond investments, available for sale at relatively limited market volatility. Access to a guaranteed loan provides an additional cushion.

Capitalization: Rebuilding Capital Adequacy Weakened By The Merger May Take Longer Than Anticipated

In line with our anticipations, HDI-Gerling N.V.'s capital position weakened in 2008 to good from strong. This was driven by the incorporation of GKA's branch operations in 2008, which caused some capital strain due to the increased premium and associated capital requirement. However, our anticipation that capitalization will return to a strong level in 2009 through retained earnings is now hindered due to challenging economic and market conditions in The Netherlands and Belgium. Capital quality is good, with no external debt, and a consistent track record of reserve releases. There is a high reliance on reinsurance capacity at 74% of gross premiums, however.

HDI-Gerling N.V.'s capital adequacy based on our model benefits from the fact that HDI-Gerling N.V. is part of a larger group, which issues investment guidelines, monitors investment mix, and assists in executing investment strategy. For the assessment of capital adequacy we excluded reserve redundancies and deducted any intra-group investments from reported shareholders' funds.

An aggregate property catastrophe charge at a one-in-250 year return period has been included in the model, but total adjusted capital is insensitive to this number given the amount of reinsurance protection purchased.

Reserves

In our opinion, provisions for outstanding claims are prudent and conservative and have consistently been more than sufficient. The claims reserving level of 193% of net premiums written indicates a strong level of reserving for the business written in line with historic ratios for the company. The former GKA portfolio has a stronger liability component and increases HDI-Gerling N.V.'s reserve duration and risk. This business has been written over a long period, however, and all legacy reserves are reportedly reinsured by the HDI-Gerling Property/Casualty division of Talanx Group. The reserves contain some latent exposure to asbestos, but this too is reportedly 100% ceded to the group.

Reinsurance

In our view, HDI-Gerling N.V.'s net retention is sufficiently protected, particularly for low frequency, high severity claims. This is of paramount importance, due to the company's relatively small size and susceptibility to volatility from exposure to commercial risks. In 2008, the company experienced some exposure to high frequency and larger than average claims, which were close to, although below the attachment point on its XoL (excess of loss) program. This negatively contributed to net underwriting results. Reinsurance is placed collectively via a captive broker within the Talanx group. Although sister company Hannover Rueckversicherung-AG (AA-/Stable/—) is the main provider of facultative protection, the overall program consists of a broad panel of high quality reinsurers. The protection afforded under these arrangements enables HDI-Gerling N.V. to offer a level of capacity to its clients that is commensurate with its competitive position and its strategic objectives. A withdrawal of reinsurance capacity would undermine HDI-Gerling N.V.'s ability to underwrite larger risks.

Financial Flexibility: Commitment From Talanx To Provide Financial Support If Necessary

Table 4

HDI-Gerling Verzekeringen N.V./Financial Statistics					
	— Year ended Dec. 31—				
	2008	2007	2006	2005	2004
Non-life net technical reserves/gross technical reserves (%)	24.7	35.8	35.2	35.2	32.7
Non-life technical reserves/net premiums written (%)	192.7	214.7	205.9	171.2	156.7
Non-life loss reserves/net premiums written (%)	147.4	161.8	152.9	126.7	121.2

*Figures for 2008 are consolidated and for the first time include both Dutch & Belgium operations. Prior years (2004-2007) are for Dutch operations only; five- or three-year averages are therefore distorted.

HDI-Gerling N.V.'s financial flexibility almost mirrors Talanx' financial flexibility and is viewed as strong. Talanx AG has committed to making financial resources available should the need arise.

Ratings Detail (As Of 18-May-2009)*

Holding Company: Talanx AG

Issuer Credit Rating

Local Currency A-/Stable/—

Junior Subordinated (1 Issue)

BBB

Operating Companies Covered By This Report

HDI-Gerling Verzekeringen N.V.

Financial Strength Rating

Local Currency A/Stable/—

Counterparty Credit Rating

Local Currency A/Stable/—

Aspecta Lebensversicherung AG

Financial Strength Rating

Local Currency A+/Stable/—

Issuer Credit Rating

Local Currency A+/Stable/—

CiV Lebensversicherung AG

Financial Strength Rating

Local Currency A/Stable/—

Issuer Credit Rating

Local Currency A/Stable/—

E+S Reinsurance (Ireland) Ltd.

Financial Strength Rating

Local Currency AA-/Stable/—

Issuer Credit Rating

Local Currency AA-/Stable/—

E+S Rueckversicherung AG

Financial Strength Rating

Local Currency AA-/Stable/—

Issuer Credit Rating

Ratings Detail (As Of 18-May-2009)* (cont. 'd)

<i>Local Currency</i>	AA-/Stable/—
Hannover Life Reassurance Bermuda Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Life Reassurance Ireland Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Life Reassurance of Australasia Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Life Reassurance (U.K.) Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Re Bermuda Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Reinsurance Africa Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	A/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A/Stable/—
Hannover Reinsurance (Dublin) Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover Reinsurance (Ireland) Ltd.	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	AA-/Stable/—
Hannover ReTakaful B.S.C.	
Financial Strength Rating	
<i>Local Currency</i>	A/Stable/—
Issuer Credit Rating	

Ratings Detail (As Of 18-May-2009)* (cont. 'd)

<i>Local Currency</i>	A/Stable/—
Hannover Rueckversicherung AG	
Financial Strength Rating	
<i>Local Currency</i>	AA-/Stable/—
Issuer Credit Rating	AA-/Stable/—
Junior Subordinated (1 Issue)	A
Subordinated (3 Issues)	A
HDI Direkt Versicherung AG	
Financial Strength Rating	
<i>Local Currency</i>	A+/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A+/Stable/—
HDI-Gerling America Insurance Co.	
Financial Strength Rating	
<i>Local Currency</i>	A+/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A+/Stable/—
HDI-Gerling Assurances S.A.	
Financial Strength Rating	
<i>Local Currency</i>	A/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A/Stable/—
HDI-Gerling Firmen und Privat Versicherung AG	
Financial Strength Rating	
<i>Local Currency</i>	A+/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A+/Stable/—
HDI-Gerling Industrie Versicherung AG	
Financial Strength Rating	
<i>Local Currency</i>	A+/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A+/Stable/—
Subordinated (1 Issue)	A-
HDI-Gerling Lebensversicherung AG	
Financial Strength Rating	
<i>Local Currency</i>	A+/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A+/Stable/—
Junior Subordinated (1 Issue)	A-
HDI-Gerling Welt Service AG	
Financial Strength Rating	
<i>Local Currency</i>	A/Stable/—
Issuer Credit Rating	
<i>Local Currency</i>	A/Stable/—
HDI Haftpflichtverband der Deutschen Industrie VaG	

Ratings Detail (As Of 18-May-2009)* (cont. 'd)

Financial Strength Rating	
Local Currency	A+/Stable/—
Issuer Credit Rating	
Local Currency	A+/Stable/—
International Insurance Co. of Hannover Ltd.	
Financial Strength Rating	
Local Currency	AA-/Stable/—
Issuer Credit Rating	
Local Currency	AA-/Stable/—
neue leben Lebensversicherung AG	
Financial Strength Rating	
Local Currency	A+/Stable/—
Issuer Credit Rating	
Local Currency	A+/Stable/—
Domicile	Netherlands

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