

Consolidated Statements Of Earnings

	Twelve Months Ended December 31,		
	2004	2003	2002
<i>(In thousands, except per share data)</i>			
Revenue			
Earned premiums	\$ 872,324	\$ 698,714	\$ 645,857
Net investment income	65,676	57,175	61,260
Realized gains (losses) on investments	6,883	959	(6,707)
Other income	6,880	12,136	4,043
Total revenue	951,763	768,984	704,453
Costs and Expenses			
Losses and loss adjustment expenses	603,313	557,308	527,786
Commissions and other underwriting expenses	174,297	88,519	78,970
Interest expense	10,726	6,532	—
Corporate general and administrative expenses	6,432	6,901	—
Loss on retirement of long-term debt	3,436	—	—
Other expenses	24,098	22,320	26,764
Total expenses	822,302	681,580	633,520
Earnings before income taxes	129,461	87,404	70,933
Provision for income taxes	33,063	29,168	25,063
Net Earnings	\$ 96,398	\$ 58,236	\$ 45,870
Earnings per common share			
Basic	\$ 4.69	\$ 2.86	N/A
Diluted	\$ 4.62	\$ 2.83	N/A
Average number of common shares			
Basic	20,560	20,348	N/A
Diluted	20,859	20,594	N/A
Cash dividends per common share	\$ 0.220	\$ 0.0165	N/A

See Notes to Consolidated Financial Statements