





Cash dividends	(0.1900)	(0.5700)	(0.5625)	(0.7500)
Stock issuance, foreign exchange, and other transactions	0.03	0.06	0.03	0.01
Net change	0.24	0.89	0.11	2.18
Ending balance	\$ 18.09	\$ 18.09	\$ 17.13	\$ 17.29
Percentage change for the period	1.3%	5.2%	14.9%	14.9%

**Capitalization** – The following table indicates that Old Republic's capitalization has risen since September 30, 2016 due to the increase in equity in the shareholders' account.

	Capitalization		
	September 30, 2017	December 31, 2016	September 30, 2016
Debt:			
3.75% Convertible Senior Notes due 2018	\$ 549.1	\$ 547.8	\$ 547.3
4.875% Senior Notes due 2024	396.1	395.6	395.5
3.875% Senior Notes due 2026	545.0	544.6	544.4
ESSOP debt with an average yield of 4.5%	4.2	8.1	8.1
Other miscellaneous debt with an average yield of 2.4%	32.4	32.4	32.4
Total debt	1,526.9	1,528.7	1,528.0
Common shareholders' equity	4,730.0	4,471.6	4,446.1
Total capitalization	\$ 6,256.9	\$ 6,000.4	\$ 5,974.1
Capitalization ratios:			
Debt	24.4%	25.0%	25.6%
Common shareholders' equity	75.6	74.5	74.4
Total	100.0%	100.0%	100.0%

#### Managing Old Republic's Insurance Business for the Long-Run

The insurance business is distinguished from most others in that the price (premium) charged for various insurance products are set without certainty of the ultimate benefit and claim costs that will emerge, often many years after issuance and expiration of a policy. Old Republic's business is therefore conducted with a primary focus on achieving favorable underwriting results over cycles, and on the maintenance of financial soundness in support of its insurance subsidiaries' long-term obligations to insurance beneficiaries.

In this light, the Company's affairs are managed for the long run and without significant regard to the arbitrary strictures of quarterly or even annual reporting periods that American industry must observe. In Old Republic's view, such short reporting time frames do not comport well with the long-term nature of much of its business. Management therefore believes that the Company's operating results and financial condition can best be evaluated by observing underwriting and overall operating performance trends over succeeding five- or preferably ten-year intervals. A ten-year period in particular can likely encompass at least one economic and/or underwriting cycle and thereby provide an appropriate time frame for such cycle to run its course, and for premium rate changes and reserved claim costs to be quantified and emerge in financial results with greater clarity and effect.

#### Accompanying Financial Data and Other Information:

- Summary Financial Statements and Common Stock Statistics
- About Old Republic
- Safe Harbor Statement

#### Financial Supplement:

- A financial supplement to this news release is available on the Company's website: [www.oldrepublic.com](http://www.oldrepublic.com)

#### Old Republic International Corporation

##### Summary Financial Statements and Common Stock Statistics (Unaudited)

SUMMARY BALANCE SHEETS: September 30, 2017, December 31, 2016, September 30, 2016

Assets:

Cash and fixed maturity securities	\$ 10,297.2	\$ 9,973.1	\$ 9,955.1
Equity securities	3,140.2	2,896.1	2,787.4
Other invested assets	128.8	126.5	127.9
Cash and invested assets	13,566.3	12,995.8	12,870.5
Accounts and premiums receivable	1,589.8	1,390.2	1,508.6
Federal income tax recoverable: Current	-	14.9	27.2
Prepaid federal income taxes	114.3	82.4	82.4
Reinsurance balances recoverable	3,568.9	3,231.5	3,423.6
Sundry assets	907.9	876.5	898.0
Total	\$ 19,747.4	\$ 18,691.6	\$ 18,810.6

#### Liabilities and Shareholders' Equity:

Policy liabilities	\$ 2,308.6	\$ 2,035.0	\$ 2,162.0
Benefit and claim reserves	9,694.4	9,206.0	9,247.0
Federal income tax payable: Current	25.2	-	-
Deferred	71.4	42.6	52.3
Debt	1,526.9	1,528.7	1,528.0
Sundry liabilities	1,390.5	1,307.4	1,375.0
Shareholders' equity	4,730.0	4,471.6	4,446.1
Total	\$ 19,747.4	\$ 18,691.6	\$ 18,810.6

Quarters Ended, Nine Months Ended, Fiscal Twelve Months Ended

SUMMARY INCOME STATEMENTS:	September 30,		September 30,		September 30,	
	2017	2016	2017	2016	2017	2016
Net premiums and fees earned	\$ 1,433.4	\$ 1,365.4	\$ 4,097.3	\$ 3,925.1	\$ 5,905.5	\$ 5,264.3
Net investment income	103.3	95.7	305.7	287.0	405.7	396.8
Other income	20.4	27.5	76.3	81.4	102.1	108.3
Net realized investment gains (losses)	35.8	7.2	57.5	58.1	72.2	72.4
Total revenues	1,593.0	1,496.0	4,536.9	4,351.7	6,085.6	5,832.0
Benefits and claims	766.4	595.2	1,944.7	1,762.1	2,530.4	2,386.4
Sales and general expenses	751.1	724.0	2,173.1	2,060.3	2,829.1	2,763.9
Interest and other costs	15.8	12.6	48.3	34.0	64.5	44.9
Total expenses	1,533.3	1,331.9	4,166.2	3,896.5	5,524.1	5,195.3
Pre-tax income (loss)	59.6	164.0	370.7	495.2	561.4	636.6
Income taxes (credits)	13.4	63.1	169.7	160.2	168.5	211.0
Net income (loss)	\$ 46.1	\$ 110.9	\$ 260.9	\$ 335.0	\$ 392.8	\$ 425.6

#### COMMON STOCK STATISTICS:

Net income (loss):						
Basic	\$ 0.18	\$ 0.43	\$ 1.00	\$ 1.29	\$ 1.50	\$ 1.64
Diluted	\$ 0.17	\$ 0.39	\$ 0.91	\$ 1.17	\$ 1.37	\$ 1.49
Components of earnings per share:						
Basic, net operating income (loss)	\$ 0.09	\$ 0.41	\$ 0.86	\$ 1.15	\$ 1.32	\$ 1.46
Realized investment gains (losses)	0.09	0.02	0.14	0.14	0.18	0.18
Basic net income (loss)	\$ 0.18	\$ 0.43	\$ 1.00	\$ 1.29	\$ 1.50	\$ 1.64
Diluted, net operating income (loss)	\$ 0.09	\$ 0.37	\$ 0.79	\$ 1.04	\$ 1.21	\$ 1.33
Realized investment gains (losses)	0.08	0.02	0.12	0.13	0.16	0.16
Diluted net income (loss)	\$ 0.17	\$ 0.39	\$ 0.91	\$ 1.17	\$ 1.37	\$ 1.49
Cash dividends on common stock	\$ 0.1900	\$ 0.1875	\$ 0.5700	\$ 0.5625	\$ 0.7575	\$ 0.7475
Book value per share				\$ 18.09	\$ 17.13	
Common shares outstanding:						
Average basic	261,380,896	259,414,230	261,181,220	259,227,605	261,076,356	259,112,587
Average diluted	296,529,626	296,444,432	296,559,757	296,193,090	296,359,726	296,104,442
Actual, end of period					261,530,266	259,613,011

#### SUMMARY STATEMENTS OF COMPREHENSIVE INCOME (LOSS):

Net income (loss) as reported	\$ 46.1	\$ 110.9	\$ 260.9	\$ 335.0	\$ 392.8	\$ 425.6
Post-tax net unrealized gains (losses)	57.3	0.1	105.5	350.1	47.6	323.7
Other adjustments	8.7	(0.4)	12.2	7.4	6.9	7.2
Net adjustments	66.1	(0.2)	117.7	367.5	54.6	331.6
Comprehensive income (loss)	\$ 112.2	\$ 110.7	\$ 378.7	\$ 692.5	\$ 447.4	\$ 756.6

#### About Old Republic

Chicago-based Old Republic International Corporation is one of the nation's 50 largest publicly held insurance organizations. Its most recent financial statements reflect consolidated assets of approximately \$19.74 billion and common shareholders' equity of \$4.73 billion, or \$18.09 per share. Its current stock market valuation is approximately \$6.12 billion, or \$19.43 per share.

The Company is organized as an insurance holding company whose subsidiaries actively market, underwrite, and provide risk management services for a wide variety of coverages mostly in the general and life insurance fields. A long-term interest in mortgage guaranty and consumer credit indemnity coverages has devolved to a run-off operating mode in recent years.

The nature of Old Republic's business requires that it be managed for the long run. For the 25 years ended in 2016, the Company's total market return, with dividends reinvested, has grown at a compounded annual rate of 10.0 percent per share. For the same period, the total market return, with dividends reinvested, for the S&P 500 Index has grown at a 9.2 percent annual compound rate. During those years, Old Republic's shareholders' equity account, inclusive of cash dividends, has risen at an average annual rate of 9.5 percent per share, and the regular cash dividend has grown at a 9.0 percent annual compound rate. According to the most recent edition of Merger's Dividend Achievers, Old Republic is one of just 96 qualifying companies, out of thousands considered, that have posted at least 25 consecutive years of annual dividend growth.

#### Special Conference Call Information

Old Republic has scheduled a special conference call at 3:00 p.m. ET (2:00 p.m. CT) today, to discuss its third quarter 2017 performance and to review major operating trends and business developments. To access this call live in [listen-only mode](#):

- Log on to the Company's website at [www.oldrepublic.com](http://www.oldrepublic.com) 15 minutes before the call to download the necessary software, or, **alternatively**
- The call can also be accessed by phone at 877-440-5788.

Interested parties may also listen to a replay of the call through November 2, 2017 by dialing 844-512-2921, passcode 6205089, or by accessing it on Old Republic International's website through November 26, 2017.

#### Safe Harbor Statement

Historical data pertaining to the operating results, liquidity, and other performance indicators applicable to an insurance enterprise such as Old Republic are not necessarily indicative of results to be achieved in succeeding years. In addition to the factors cited below, the long-term nature of the insurance business, seasonal and annual patterns in premium production and incidence of claims, changes in yields obtained on invested assets, changes in government policies and free markets affecting inflation rates and general economic conditions, and changes in legal precedents or the application of law affecting the settlement of disputed and other claims can have a bearing on period-to-period comparisons and future operating results.

Some of the oral or written statements made in the Company's reports, press releases, and conference calls following earnings releases, can constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Of necessity, any such forward-looking statements involve assumptions, uncertainties, and risks that may affect the Company's future performance. With regard to Old Republic's General Insurance segment, its results can be affected, in particular, by the level of market competition, which is typically a function of available capital and expected returns on such capital among competitors, the levels of interest and reinsurance rates, and periodic changes in claim frequency and severity patterns caused by natural disasters, weather conditions, accidents, illnesses, work-related injuries, and unanticipated external events. Life insurance and RFIG run-off results can be affected by similar factors, and by changes in national and regional housing demand and values, the availability and cost of mortgage loans, employment trends, and default rates on mortgage loans. Life and accident insurance earnings can be affected by the levels of employment and consumer spending, variations in mortality and health trends, and changes in policy lapse rates. At the parent holding company level, operating earnings or losses are generally reflective of the amount of debt outstanding and its cost, interest income on temporary holdings of short-term investments, and period-to-period variations in the costs of administering the Company's widespread operations.

A more detailed listing and discussion of the risks and other factors which affect the Company's risk-taking insurance business are included in Part I, Item 1A - Risk Factors, of the Company's 2016 Form 10-K Annual Report and Part II, Item 1A - Risk Factors, of the Company's recent Form 10-Q filings to the Securities and Exchange Commission, which items are specifically incorporated herein by reference.

Any forward-looking statements or commentaries speak only as of their dates. Old Republic undertakes no obligation to publicly update or revise any and all such comments, whether as a result of new information, future events or otherwise, and accordingly they may not be unduly relied upon.

For Old Republic's latest news releases and other corporate documents:  
Please visit us at [www.oldrepublic.com](http://www.oldrepublic.com)

Alternatively, please write or call:  
Investor Relations  
Old Republic International Corporation  
307 North Michigan Avenue • Chicago, IL 60601  
312-346-8100

#### Further Information Contacts:

AT OLD REPUBLIC: AT FINANCIAL RELATIONS BOARD:  
A. C. Zucaro: Chairman & CEO Analysts/Investors: Marilyn Meek  
(312) 346-8100 (212) 837-3773

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