HANOVER INSURANCE GROUP, INC.
Form 424B2
June 15, 2011

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CALCULATION OF REGISTRATION FEE

Title of each class of securities to be registered	**Proposed maximum aggregate offering price**	**Amount of registration fee (1)**
6.375% Notes due 2021	$300,000,000	$34,830

(1) Calculated in accordance with Rule 457(r) under the Securities Act.

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Filed Pursuant to Rule 424(b)(2)

Registration No. 333-164446

Prospectus Supplement

(To Prospectus dated January 21, 2010)

$300,000,000

6.375% Notes due 2021

We will pay interest on the notes on June 15 and December 15 of each year, commencing on December 15, 2011. The notes will mature on June 15, 2021. We may redeem the notes in whole or in part at any time at the redemption price set forth under Description of Notes Optional Redemption. We will redeem the notes at a redemption price equal to 101% of the aggregate principal amount of the notes, plus accrued and unpaid interest if the acquisition of Chaucer Holdings PLC is not consummated. See Description of Notes Special Mandatory Redemption .

The notes will be our senior unsecured obligations and will rank equal in right of payment to all of our other existing and future indebtedness and other liabilities that are not, by their terms, expressly subordinated in right of payment to the notes.

We do not intend to apply for listing of the notes on any securities exchange. Currently, there is no public market for the notes.

Investing in the notes involves risks. See Risk Factors beginning on page S-11 of this prospectus supplement, and under Item 1A. Risk Factors in our Annual Report on Form 10-K for the year ended December 31, 2010 and any other risk factors described in any Quarterly Report on Form 10-Q or Current Report on Form 8-K filed after the date of our Annual Report, which are incorporated by reference in this prospectus supplement and the accompanying prospectus.

	Per Note	Total
Public offering price (1)	99.331%	$ 297,993,000
Underwriting discount	0.650%	$ 1,950,000
Proceeds, before expenses, to The Hanover Insurance Group, Inc. (1)	98.681%	$ 296,043,000

(1) Plus accrued interest, if any, from June 17, 2011 to the date of delivery.

Neither the U.S. Securities and Exchange Commission nor any state securities commission has approved or disapproved of the notes or passed upon the adequacy or accuracy of this prospectus supplement or the accompanying prospectus. Any representation to the contrary is a criminal offense.

The notes will be ready for delivery in book-entry form only through The Depository Trust Company for the accounts of its participants, including Clearstream Banking, *société anonyme*, and Euroclear Bank, S.A./N.V., on or about June 17, 2011.

Joint Book-Running Managers

Goldman, Sachs & Co. **Morgan Stanley** **Wells Fargo Securities**

Co-Managers

Barclays Capital

BB&T Capital Markets

J.P. Morgan

Lloyds Securities

Prospectus Supplement dated June 14, 2011

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Prospectus Supplement

Prospectus

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ABOUT THIS PROSPECTUS SUPPLEMENT

This document is in two parts. The first part is this prospectus supplement, which contains the terms of this offering of notes. The second part is the accompanying prospectus dated January 21, 2010, which is part of our Registration Statement on Form S-3 as filed with the U.S. Securities and Exchange Commission (the SEC).

This prospectus supplement may add to, update or change the information in the accompanying prospectus. If information in this prospectus supplement is inconsistent with information in the accompanying prospectus, this prospectus supplement will apply and will supersede that information in the accompanying prospectus.

It is important for you to read and consider all information contained in this prospectus supplement and the accompanying prospectus in making your investment decision. You should also read and consider the information incorporated by reference in the documents to which we have referred you in Where You Can Find More Information in the accompanying prospectus and Incorporation of Certain Documents by Reference in this prospectus supplement.

We have not, and the underwriters have not, authorized anyone to provide you any information other than that contained or incorporated by reference in this prospectus supplement, in the accompanying prospectus or in any free writing prospectus filed by us with the SEC. We take no responsibility for, and can provide no assurance as to the reliability of, any other information that others may give you. Neither the delivery of this prospectus supplement and the accompanying prospectus, nor any sale made hereunder, shall under any circumstances create any implication that there has been no change in our affairs since the date of this prospectus supplement, or that the information contained in this prospectus supplement, the accompanying prospectus or the documents incorporated by reference is correct as of any time after the date of the respective document.

The distribution of this prospectus supplement and the accompanying prospectus and the offering of the notes in certain jurisdictions may be restricted by law. This prospectus supplement and the accompanying prospectus do not constitute an offer, or an invitation on behalf of us or the underwriters or any of them, to subscribe to or purchase any of the notes, and may not be used for or in connection with an offer or solicitation by anyone, in any jurisdiction in which such an offer or solicitation is not authorized or to any person to whom it is unlawful to make such an offer or solicitation. See Underwriting .

In this prospectus supplement and the accompanying prospectus, unless otherwise stated or the context otherwise requires, references to THG, we, us and our refer to The Hanover Insurance Group, Inc., a Delaware corporation, and its subsidiaries.

In this prospectus supplement, unless otherwise stated or the context otherwise requires, references to the indenture refer to the indenture dated as of January 21, 2010 between THG and U.S. Bank National Association, as trustee, as supplemented by the first supplemental indenture between THG and the trustee and the second supplemental indenture between THG and the trustee.

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CAUTIONARY NOTE REGARDING FORWARD-LOOKING STATEMENTS

This prospectus supplement, the accompanying prospectus and the documents incorporated by reference contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. We have based our forward-looking statements on management s belief and assumptions based on information available to our management at the time these statements are made. These forward-looking statements may relate, without limitations, to such matters as the completion of, and the expected benefits from, our pending acquisition of Chaucer Holdings PLC, future actions, integration of strategic acquisitions, prospects related to our strategic initiatives, anticipated premiums, expenses, interest rates, foreign exchange rates, financial performance or business prospects in future periods, the outcome of contingencies, liquidity, and similar matters. Forward-looking statements are inherently subject to risks and uncertainties. The Private Securities Litigation Reform Act of 1995 provides a safe harbor for forward-looking statements. These statements may be identified by the use of forward-looking words or phrases such as anticipate, believe, could, estimate, expect, forecast, intend, likely, may, plan, possible, potentia and would or any variations of words with similar meanings. A variety of factors could cause our actual results and experience to differ materially from the anticipated results or other expectations expressed, anticipated or implied in our forward-looking statements. The factors listed in this prospectus supplement, the accompanying prospectus and the documents incorporated by reference, as well as in our other filings with the SEC, such as on Forms 8-K, 10-Q and 10-K, are illustrative and other risks and uncertainties may arise as may be detailed from time to time in our public announcements and in our filings with the SEC. Our forward-looking statements speak only as of the dates on which they are made, and we do not undertake any obligation to update any forward-looking statement to reflect events or circumstances after the date of the statement. If we do update or correct one or more of these statements, investors and others should not conclude that we will make additional updates or corrections. For a further description of these risks, see Risk Factors beginning on page S-11 of this prospectus supplement, and under Item 1A. Risk Factors in our Annual Report on Form 10-K for the year ended December 31, 2010 and any other risk factors described in any Quarterly Report on Form 10-Q or Current Report on Form 8-K filed after the date of our Annual Report.

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PROSPECTUS SUPPLEMENT SUMMARY

The following summary is provided solely for your convenience. It is not intended to be complete. You should read carefully this entire prospectus supplement, the accompanying prospectus and all the information included or incorporated by reference herein or therein, especially the risks discussed in the section titled Risk Factors beginning on page S-11 of this prospectus supplement and in our periodic reports filed with the SEC.

The Hanover Insurance Group, Inc.

THG is a holding company organized as a Delaware corporation in 1995. The Hanover Insurance Company (Hanover Insurance) and Citizens Insurance Company of America (Citizens) are our principal property and casualty subsidiaries.

Our primary business operations include insurance products and services in three property and casualty segments: Commercial Lines, Personal Lines and Other Property and Casualty. We underwrite commercial and personal property and casualty insurance through Hanover Insurance, Citizens and other THG subsidiaries, primarily through an independent agent network concentrated in the Northeast, Southeast and Midwest U.S. In 2010, we expanded our geographic network of independent agents into the western parts of the U.S. Additionally, our Other Property and Casualty segment consists of: Opus Investment Management, Inc., which markets investment management services to institutions, pension funds and other organizations; earnings on THG assets; and a voluntary pools business which is in run-off.

Our strategy focuses on strong agency relationships and active agency management, disciplined underwriting, pricing, quality claim handling, and customer service. In Commercial Lines, we are increasingly segmenting our business into industry groups and coverages, which require higher levels of industry underwriting and claims expertise and specialized coverage forms. In Personal Lines, we are focusing on account business, with policy holders who purchase multiple lines of insurance. Overall, we seek to diversify our underwriting risks on a geographic and line of business basis.

Our principal executive offices are located at 440 Lincoln Street, Worcester, Massachusetts, 01653 and our telephone number is (508) 855-1000. We make available free of charge on or through our website, www.hanover.com, our annual report on Form 10-K, quarterly reports on Form 10-Q, current reports on Form 8-K, and amendments to those reports filed or furnished pursuant to Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended, as soon as reasonably practicable after we electronically file such material with, or furnish it to, the Securities and Exchange Commission (SEC). Additionally, our Code of Conduct is available, free of charge, on our website. The information contained in our website has not been, and shall not be deemed to be, incorporated by reference into this prospectus supplement and the accompanying prospectus.

Acquisition of Chaucer Holdings PLC

On April 20, 2011, THG announced the terms of a recommended cash offer pursuant to Rule 2.5 of the United Kingdom City Code on Takeovers and Mergers (the Initial Offer Document) to acquire Chaucer Holdings PLC (Chaucer), a U.K. based insurance business (the Acquisition). The Initial Offer Document was amended by the supplementary circular relating to the recommended cash acquisition of Chaucer by 440 Tessera Limited (Tessera), a wholly-owned subsidiary of THG, dated May 20, 2011 (the Supplementary Circular , and, collectively with the Initial Offer Document, the Offer). Under the terms of the Offer and subject to the satisfaction of a number of customary terms and conditions, shareholders of Chaucer would be entitled to receive 53.3 pence for each Chaucer Share (the Acquisition Price) in cash and 2.7 pence in cash for each Chaucer Share as a final dividend (the Final Dividend). The Final Dividend was paid on May 27, 2011.

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Certain shareholders of Chaucer may elect to receive the Acquisition Price in the form of unsecured loan notes with an annual interest rate of 0.25%, paid semi-annually, issued by Tessera, subject to certain restrictions (Acquisition Notes). In the aggregate, the Acquisition Price and the Final Dividend valued Chaucer s fully diluted share capital at approximately 313 million Pounds Sterling (GBP), or approximately US$508 million (assuming a currency exchange rate of 1.623 on June 10, 2011). For more information on the terms of the Acquisition, see Prospectus Supplement Summary Offer and Implementation Agreement .

Having completed a number of strategic initiatives to expand and strengthen our business since 2003, we believe that the Acquisition would represent a natural step to delivering on our strategic vision to build a world-class property and casualty insurance company. We also believe that the Acquisition would be consistent with our existing strategic and financial priorities, which include achieving a more balanced product and geographic mix and providing distinctive insurance products to agents and brokers for our customers.

We believe that Chaucer would be a highly complementary addition to our existing platform, in particular due to its history of achieving underwriting profitability, its attractive business mix, and experienced management and underwriting teams. Chaucer would also provide us with a leading presence at Lloyd s, which would offer us access to international licenses, sophisticated excess and surplus insurance business and an ability to syndicate certain risks.

We believe that the potential benefits of the Acquisition include:

- *Enhanced scale and market position and geographic and earnings diversity*: The combined company would enjoy enhanced scale and a broadened market position. Further, the Acquisition is consistent with our strategy of achieving a balanced split of net premiums earned among commercial, specialty and personal insurance. Chaucer would also add a presence outside the U.S.

- *Enhanced product and underwriting capabilities*: The Acquisition would result in broader product and underwriting capabilities that would expand our specialty insurance capabilities and market share in key product categories. Chaucer underwrites multiple major insurance and reinsurance classes of business, almost all of which are additive to our current product set. We believe that Chaucer has an experienced senior underwriting team, as evidenced by the fact that the members of Chaucer s senior underwriting team have an average of 32 years of industry experience.

- *Improved partner agent strategy*: We believe that the Acquisition would enhance our distribution strategy by enabling us to offer a broader and more specialized set of products to our partner agents and brokers. Specifically, products such as energy, aviation, engineering, marine and specie insurance are expected to become valuable additions to the current product portfolio offered to our key distribution partners.

We expect that, if completed, the Acquisition would be financially attractive with an expected improvement in future earnings and return on equity, and diversification of our risk profile. We currently expect the Acquisition to be neutral to modestly accretive to earnings per share in the year ending December 31, 2011, and that the Acquisition would result in earnings per share accretion of approximately 10% in the year ending December 31, 2012. A corresponding increase in return on equity is expected.

We believe that the Acquisition would result in a strong balance sheet for the combined company and would also facilitate the effective use of our capital and debt capacity.

Offer and Implementation Agreement

Under the terms of the Offer, Tessera will purchase the shares of Chaucer for the Acquisition Price. While we expect a majority of shareholders of Chaucer to elect to receive the Acquisition Price in cash, certain

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shareholders of Chaucer, subject to a 20 million GBP Cap (the Cap) and certain customary terms and conditions, may elect to receive the Acquisition Price in the form of Acquisition Notes in lieu of cash. The Final Dividend relates to the year ended December 31, 2010, and was paid on May 27, 2011. The Offer is structured as a court-sanctioned scheme of arrangement (the Scheme) under part 26 of the United Kingdom Companies Act 2006 (the 2006 Act), including an associated capital reduction (the Capital Reduction).

The Offer is subject to a number of customary terms and conditions, including U.K. and U.S. regulatory and other clearances, authorizations and approvals among them approval of the U.K. courts and regulators in various jurisdictions. Implementation of the Scheme and confirmation of the Capital Reduction will also require the sanction of the High Court of Justice in England and Wales. To date, the Offer has received approval under the Hart-Scott-Rodino Antitrust Improvements Act in the U.S. and from the U.K. Office of Fair Trading.

We also entered into an Implementation Agreement with Chaucer dated April 20, 2011 (the Implementation Agreement) containing obligations regarding the conduct of Chaucer prior to the closing of the Acquisition, the recommendation of the Offer by Chaucer s directors and other matters. Chaucer has given THG the right to match any superior offer and has agreed, under certain circumstances, to a break-up fee payable to THG equal to the greater of (i) 2,975,380 GBP (US$4,829,042), or (ii) the maximum amount permitted under rules of the United Kingdom Takeover Panel. This equates to approximately 1% of the aggregate Acquisition Price. The break-up fee is payable in the event that (a) the Chaucer directors do not unanimously and without qualification recommend the Offer to Chaucer s shareholders, or they subsequently withdraw or adversely amend their recommendation; (b) an alternative proposal or offer from another bidder is made and the Offer subsequently is withdrawn or lapses, and such other offer is completed within 12 months of such withdrawal or lapse; or (c) the Offer is not approved by the Chaucer shareholders and the Offer is subsequently withdrawn, is not implemented or lapses. The Implementation Agreement provides that the Acquisition will be unanimously recommended by the board of directors of Chaucer. The Scheme was approved by the requisite vote of shareholders on June 7, 2011.

The Acquisition is expected to close early in the third quarter of 2011. We will redeem the notes at a redemption price equal to 101% of the aggregate principal amount of the notes, plus accrued and unpaid interest if the Acquisition is not consummated as specified in Description of Notes Special Mandatory Redemption.

The foregoing summary of the Offer and Implementation Agreement does not purport to be complete and is subject to, and qualified in its entirety by, the full text of the Offer and Implementation Agreement, each of which is included in our Current Report on Form 8-K filed with the SEC on April 21, 2011.

Financing for the Acquisition

We intend to fund the aggregate Acquisition Price of approximately 298 million GBP (US$484 million this currency conversion assumes a currency exchange rate of 1.623 on June 10, 2011) through a combination of the net proceeds from this offering and funds on hand, which include a $99 million ordinary dividend paid to us by Hanover Insurance on April 15, 2011.

In order to meet funds certain requirements of The United Kingdom City Code on Takeovers and Mergers, we are required to have available sufficient resources to pay the cash consideration due on consummation of the Acquisition. In order to meet this requirement, we deposited US$328 million of cash and securities in escrow and entered into an acquisition bridge credit agreement (the Bridge Agreement), on April 20, 2011, for a senior unsecured term loan facility with the lenders named therein (the Lenders), Goldman Sachs Bank USA, as arranger and administrative agent, and Wells Fargo Bank, N.A. and Morgan Stanley Senior Funding, Inc., as co-agents. The Bridge Agreement provides for borrowings by us in an aggregate principal amount not exceeding $180.0 million. The Bridge Agreement is available only for the purposes of funding the proposed Acquisition of Chaucer. The Bridge Agreement will automatically terminate if the net

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proceeds from this offering exceed $180.0 million and the bridge facility will no longer be available to fund the Acquisition. Of the proceeds from this offering, $180.0 million will be deposited in an escrow account until the proposed Acquisition is consummated, to satisfy the funds certain requirements. We also entered into a series of currency exchange forward agreements designed to ensure that the U.S. dollar denominated funds in the escrow account and available under the Bridge Agreement would be sufficient to pay the Acquisition Price in GBP.

The foregoing description of the Bridge Agreement is qualified in its entirety by reference to the complete terms and conditions of the Bridge Agreement, which is filed as Exhibit 10.1 to our Current Report on Form 8-K, dated April 21, 2011.

Recent Developments

THG

On May 23, 2011, THG announced that it estimates its pre-tax losses resulting from catastrophe events in April of 2011 to be in the range of $70 to $85 million, or $1.00 to $1.22 per share after-tax, driven predominantly by storms that occurred between April 22nd and 28th, which affected policyholders in Tennessee, Arkansas and other states.

In addition, and in order to add additional capital flexibility and liquidity, THG expects to enter into a revolving credit agreement (the Proposed Credit Facility) for general corporate purposes. THG has not entered into a definitive agreement with respect to the Proposed Credit Facility, but THG expects such arrangement to provide additional credit of up to a principal amount of approximately $150 million with the ability to request and, if THG is able to obtain lender commitments therefor, borrow, an additional amount of up to approximately $100 million. Such agreement will be subject to certain usual and customary representations, warranties, conditions and covenants, and may include restrictions on future borrowing capacity and other restrictions. There can be no assurances that THG will enter into the Proposed Credit Facility or that the terms will be as contemplated by THG.

Chaucer

The following information regarding Chaucer s recent developments is derived from publicly available sources, such as Chaucer s press releases and Chaucer s Interim Management Statement for the three months ended March 31, 2011.

Chaucer reported gross written premiums of £274.1 million for the first quarter of 2011, representing a 9.6% increase over the £250.1 million gross written premiums in the first quarter of 2010. During the first quarter of 2011, Chaucer formally launched its new International Liability Business and entered into two new coverholder partnerships, one with Coastal Marine Services Limited and the other with Nakhodka Re.

As noted in Chaucer s 2010 annual report, it experienced natural catastrophe losses in the first quarter of 2011 that were exceptional in magnitude and frequency. Since December 31, 2010, Chaucer announced the estimate of losses associated with the following catastrophes:

Catastrophe	Event Date	Loss Estimate (1)
Queensland, Australia Floods	January 2011	£8 million
Christchurch, New Zealand earthquake	February 2011	£19 million
North Eastern Japan earthquake and tsunami	March 2011	£27.5 million to £35.0 million

(1) Net of reinstatement premiums and reinsurance

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In its interim management statement released May 19, 2011, Chaucer reported that its previously announced loss estimates for Queensland floods, New Zealand earthquake and Japan earthquake and tsunami remain unchanged. Chaucer announced that it does not expect any significant insured loss to arise in connection with the Japan earthquake and tsunami and subsequent events with respect to its specialist Nuclear Syndicate 1176. Chaucer also announced further releases of £13.1 million, during the first quarter of 2011, from net loss reserves created in 2010 and prior years that were primarily related to Chaucer s property and marine divisions, in addition to £7 million in releases announced on March 18, 2011 related to reduced claims arising from the Queensland floods and New Zealand earthquake.

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Summary Financial Information

THG

The following table presents summary historical consolidated financial information for THG as of and for the periods presented below from the consolidated financial statements and related notes thereto, which are incorporated by reference herein. Results for the three-month periods ended March 31, 2010 and March 31, 2011 are derived from the unaudited condensed consolidated financial statements which have been prepared on a basis consistent with our audited consolidated financial statements, and in the opinion of management, include all adjustments, consisting only of normal recurring adjustments, which are necessary for a fair presentation of our financial position and results of operations for these periods. The operating results for such interim periods are not necessarily indicative of the results that may be expected for the full year. This summary financial information is qualified by reference to, and should be read in conjunction with, our historical consolidated financial statements, including notes thereto, and the section entitled Management s Discussion and Analysis of Financial Condition and Results of Operations in our Annual Report on Form 10-K for the year ended December 31, 2010, and our Quarterly Report on Form 10-Q for the quarter ended March 31, 2011, which are incorporated by reference herein.

	Three Months Ended March 31,		Fiscal Year Ended December 31,		
	2011	2010	2010	2009	2008
	(amounts in millions, except per share amounts)				
Statement of Income data:					
Revenues					
Premiums	$ 761.7	$ 666.5	$ 2,841.0	$ 2,546.4	$ 2,484.9
Net investment income	60.4	61.1	247.2	252.1	258.7
Net realized gains (losses)	3.3	10.9	29.7	1.4	(97.8)
Fees and other income	8.4	8.1	34.3	34.2	34.6
Total revenues	833.8	746.6	3,152.2	2,834.1	2,680.4
Losses and Expenses					
Losses and loss adjustment expenses	511.0	431.6	1,856.3	1,639.2	1,626.2
Policy acquisition expenses	180.8	154.4	669.0	581.3	556.2
Loss (gain) from retirement of debt	2.5		2.0	(34.5)	
Other operating expenses	102.0	101.3	413.8	377.2	333.6
Total losses and expenses	796.3	687.3	2,941.1	2,563.2	2,516.0
Income from continuing operations before federal income taxes	37.5	59.3	211.1	270.9	164.4
Federal income tax expense	9.6	17.1	57.9	83.1	79.9
Income from continuing operations	27.9	42.2	153.2	187.8	84.5
Income (loss) from discontinued operations	1.4	(0.4)	1.6	9.4	(63.9)
Net income	$ 29.3	$ 41.8	$ 154.8	$ 197.2	$ 20.6
Earnings per common share (diluted)	$ 0.64	$ 0.87	$ 3.34	$ 3.86	$ 0.40
Dividends declared per common share	0.275	0.25	1.00	0.75	0.45
Balance Sheet data (at fiscal period end):					
Total assets	$ 8,514.9	$ 8,068.5	$ 8,569.9	$ 8,042.7	$ 9,230.2
Total liabilities	6,026.2	5,766.3	6,109.4	5,684.1	7,343.0
Debt	561.0	632.3	605.9	433.9	531.4
Shareholders equity	2,488.7	2,302.2	2,460.5	2,358.6	1,887.2
Other data:					
Ratio of earnings to fixed charges (1)	4.178x	6.491x	5.222x	7.672x	4.528x

(1) For purposes of the ratio of earnings to fixed charges, earnings consist of income from continuing operations before federal income taxes, minority interest, extraordinary items and cumulative effect of accounting changes plus appropriate fixed charges. Fixed charges consist of interest expense on debt and the portion of operating lease rental expense representative of an interest factor.

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Chaucer

The summary historical financial information for Chaucer, included in the left-hand columns of the following table, labeled Summary Historical Financial Information, as of and for the years ended December 31, 2010 and 2009 is derived from the audited consolidated financial statements for such years, which are incorporated by reference in this prospectus supplement and the accompanying prospectus from Exhibit 99.1 to THG s Current Report on Form 8-K dated June 14, 2011. Chaucer s audited consolidated financial statements as of and for the years ended December 31, 2010 and 2009 have been prepared using International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). This summary financial information is qualified by reference to, and should be read in conjunction with, Chaucer s historical consolidated financial statements, including notes thereto, as of and for the years ended December 31, 2010 and 2009, prepared using IFRS as issued by IASB, which are incorporated by reference herein. Financial information provided in accordance with IFRS should not be construed as a substitute for financial information determined in accordance with U.S. generally accepted accounting policies (GAAP).

For convenience, Chaucer s summary historical financial information described above for the years ended December 31, 2010 and 2009, which was prepared using IFRS as issued by the IASB, has been replicated in the right-hand columns of the table, labeled Unaudited, Non-GAAP Conversion to US Dollars, and converted into US Dollars. Financial data from Chaucer s consolidated income statement used in this section have been converted from GBP figures using a weighted average conversion rate of 1.5457 for the period starting January 1, 2010, and ending December 31, 2010 and 1.567 for the period starting January 1, 2009, and ending December 31, 2009. Financial data from Chaucer s consolidated balance sheet used in this section have been converted from GBP figures using a December 31, 2010 spot conversion rate of 1.5612 for the 2010 information and a December 31, 2009 spot conversion rate of 1.6173 for the 2009 information.