



Supplemental Investor Package

Fourth Quarter and Full Year 2015

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Selective Insurance Group, Inc. & Consolidated Subsidiaries
Fourth Quarter and Full Year 2015 Investor Package
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Selective Reports Fourth Quarter 2015 Net Income per Diluted Share of \$0.78 and Operating Income¹ per Diluted Share of \$0.81
Achieves Record Underwriting Results with 2015 Statutory Combined Ratio of 92.4%

In the fourth quarter of 2015:

- Net premiums written grew 9.5%
- GAAP combined ratio was 90.5%
- Statutory combined ratio was 93.2%
- After-tax net investment income declined 5%
- Total return on equity was 13.2% and operating return on equity¹ was 13.7%

Branchville, NJ – February 4, 2016 – Selective Insurance Group, Inc. (NASDAQ: SIGI) today reported its financial results for the fourth quarter ended December 31, 2015. Net income per diluted share was \$0.78, compared to \$0.72 in 2014, and operating income¹ per diluted share grew 13% to \$0.81, compared to \$0.72 in 2014.

“Selective finished 2015 with a strong fourth quarter, generating a profitable 93.2% statutory combined ratio, or 92.6% excluding catastrophe losses,” said Gregory E. Murphy, Chairman and Chief Executive Officer. “Growth in the quarter was solid, as overall net premiums written increased 9.5%. For the full-year 2015, Selective generated 10% net premiums written growth and a record statutory combined ratio of 92.4%, or 89.4% excluding catastrophe losses, our best since becoming a listed company.”

Murphy continued, “Our success in 2015 reflects Selective’s continued ability to outperform our industry and drive sustainable and profitable growth. The three-year profitability improvement plan we laid out in 2012, achieved in 2014 and exceeded in 2015 is the result of a unique field model armed with sophisticated underwriting and claims tools, delivering true franchise value to our distribution partners, and providing superior customer service. These three pillars have positioned Selective with a competitive advantage in our industry. With the benefit of these unique differentiators, our goal for 2016 and beyond is to continue to outpace industry growth rates while maintaining profitability margins.”

Consolidated Financial Results <i>\$ in millions, except per share data</i>	<i>Quarter Ended December 31,</i>		Change	<i>Year-to-date December 31,</i>		Change
	2015	2014		2015	2014	
Net premiums written	\$474.7	\$433.6	9%	\$2,069.9	\$1,885.3	10%
Net premiums earned	\$516.1	\$469.9	10%	\$1,989.9	\$1,852.6	7%
Net investment income earned	\$30.1	\$32.1	(6)%	\$121.3	\$138.7	(13)%
Net realized (losses) gains, pre-tax	\$(2.6)	\$(0.4)	(568)%	\$13.2	\$26.6	(50)%
Total revenues	\$545.6	\$503.6	8%	\$2,131.9	\$2,034.9	5%
Operating income ¹	\$47.1	\$41.6	13%	\$157.3	\$124.5	26%
Net realized (losses) gains, net of tax	\$(1.7)	\$(0.3)	(568)%	\$8.6	\$17.3	(50)%
Net income	\$45.4	\$41.4	10%	\$165.9	\$141.8	17%
Statutory combined ratio	93.2%	93.2%	-	92.4%	95.7%	(3.3) pts
Catastrophe losses	0.6 pts	(1.5) pts	2.1 pts	3.0 pts	3.2 pts	(0.2) pts
Non-catastrophe property losses	11.4 pts	13.4 pts	(2.0) pts	13.3 pts	15.5 pts	(2.2) pts
(Favorable) prior year statutory reserve development on casualty lines	(2.3) pts	(1.9) pts	(0.4) pts	(3.4) pts	(2.6) pts	(0.8) pts
GAAP combined ratio	90.5%	91.8%	(1.3) pts	92.5%	95.8%	(3.3) pts
Operating income per diluted share ¹	\$0.81	\$0.72	13%	\$2.70	\$2.17	24%
Net income per diluted share	\$0.78	\$0.72	8%	\$2.85	\$2.47	15%
Weighted average diluted shares	58.4M	57.5M	1%	58.2M	57.4M	1%
Book value per share				\$24.37	\$22.54	8%

¹Operating income differs from net income by the exclusion of realized gains and losses on investments. It is used as an important financial measure by management, analysts, and investors, because the realization of investment gains and losses on sales in any given period is largely discretionary as to timing. In addition, these investment gains and losses, as well as other-than-temporary investment impairments that are charged to earnings, could distort the analysis of trends. Operating income is not intended as a substitute for net income prepared in accordance with U.S. generally accepted accounting principles (GAAP). A reconciliation of operating income to net income is provided in the Consolidated Financial Results table. Statutory data is prepared in accordance with statutory accounting rules as defined by the National Association of Insurance Commissioners Accounting Practices and Procedures Manual and, therefore, is not reconciled to GAAP.

Note: All amounts included in this release exclude intercompany transactions.

Operating Highlights

Standard Commercial Lines

Standard Commercial Lines premiums, which represent 77% of total net premiums written, were up 11% compared to the fourth quarter a year ago, driven by a 21% increase in new business to \$77 million, renewal pure price increases of 2.7%, and strong retention of 83%. The quarter's statutory combined ratio improved by 6.8 points to 89.2%, largely due to earned rate continuing to outpace expected claims inflation and favorable prior year net casualty reserve development of 5.0 points compared to 2.2 points in the year-ago period.

Standard Commercial Lines \$ in millions, statutory results	Quarter Ended December 31,		Change	Year-to-date December 31,		Change
	2015	2014		2015	2014	
Net premiums written	\$356.9	\$321.4	11%	\$1,597.0	\$1,441.0	11%
Net premiums earned	\$397.2	\$359.6	10%	\$1,529.4	\$1,415.7	8%
Statutory loss & loss expense ratio	50.2%	58.0%	(7.8) pts	53.6%	61.3%	(7.7) pts
Statutory underwriting expense ratio	38.8%	37.4%	1.4 pts	35.2%	33.8%	1.4 pts
Statutory dividends to policyholders ratio	0.2%	0.6%	(0.4) pts	0.4%	0.4%	-
Statutory combined ratio	89.2%	96.0%	(6.8) pts	89.2%	95.5%	(6.3) pts
GAAP combined ratio	86.1%	94.1%	(8.0) pts	89.2%	95.7%	(6.5) pts

Standard Personal Lines

Standard Personal Lines premiums, which represent 14% of total net premiums written, decreased 2% in the quarter compared to the fourth quarter of 2014, largely driven by a decrease in new business. Retention improved by three points to 83% and renewal pure price was 4.2%. The take up rate for our consultative buyer focused product, the Selective Edge™, continued to improve in the fourth quarter.

The statutory combined ratio in the fourth quarter for Standard Personal Lines was 94.7%, which included 1.9 points of catastrophe losses. There was \$2 million or 2.8 points of favorable prior year casualty reserve development this quarter, compared to favorable prior year net casualty reserve development of \$3 million, or 4.1 combined ratio points, in the fourth quarter of 2014.

Standard Personal Lines \$ in millions, statutory results	Quarter Ended December 31,		Change	Year-to-date December 31,		Change
	2015	2014		2015	2014	
Net premiums written	\$66.0	\$67.5	(2)%	\$283.9	\$292.1	(3)%
Net premiums earned	\$71.5	\$73.0	(2)%	\$288.1	\$296.7	(3)%
Statutory loss & loss expense ratio	61.2%	47.6%	13.6 pts	69.6%	66.3%	3.3 pts
Statutory underwriting expense ratio	33.5%	30.6%	2.9 pts	30.3%	28.2%	2.1 pts
Statutory combined ratio	94.7%	78.2%	16.5 pts	99.9%	94.5%	5.4 pts
GAAP combined ratio	92.1%	77.5%	14.6 pts	99.5%	94.4%	5.1 pts

Excess and Surplus Lines

Our Excess and Surplus lines business, which represents 9% of net premiums written, reported a 16% increase in net premiums written in the quarter. The statutory combined ratio in the fourth quarter was 125.6%, largely due to adverse prior year casualty reserve development of \$10 million, or 21.1 points. We also recorded a \$5 million adjustment to the 2015 accident year.

Excess & Surplus Lines <i>\$ in millions, statutory results</i>	<i>Quarter Ended December 31,</i>		Change	<i>Year-to-date December 31,</i>		Change
	2015	2014		2015	2014	
Net premiums written	\$51.8	\$44.7	16%	\$189.0	\$152.2	24%
Net premiums earned	\$47.4	\$37.2	27%	\$172.3	\$140.2	23%
Statutory loss & loss expense ratio	91.6%	63.7%	27.9 pts	74.7%	64.5%	10.2 pts
Statutory underwriting expense ratio	34.0%	32.9%	1.1 pts	33.7%	34.7%	(1.0) pts
Statutory combined ratio	125.6%	96.6%	29.0 pts	108.4%	99.2%	9.2 pts
GAAP combined ratio	124.8%	97.8%	27.0 pts	109.8%	99.7%	10.1 pts

Investment Income

After-tax investment income in the fourth quarter was \$23 million, down 5% compared to the same period a year ago. Investment income continued to be negatively impacted by lower returns in the alternative investment portfolio for the fourth quarter, due to the ongoing decline of oil prices and lower new money yields. The 2015 total after-tax portfolio yield declined to 1.9% from 2.2% a year ago due to alternative investment results and the declining interest rate environment.

Investments <i>\$ in millions, except per share data</i>	<i>Quarter Ended December 31,</i>		Change	<i>Year-to-date December 31,</i>		Change
	2015	2014		2015	2014	
Invested assets per dollar of stockholders' equity				\$3.64	\$3.77	(3)%
Net investment income earned, after-tax	\$23.3	\$24.5	(5)%	\$93.8	\$104.2	(10)%
Net investment income per share	\$0.40	\$0.43	(7)%	\$1.61	\$1.82	(12)%
Effective tax rate	22.6%	23.6%	(1.0) pt	22.7%	24.9%	(2.2) pts
Average yields:						
Fixed Income Securities:						
Pre-tax				2.7%	3.0%	(0.3) pts
After-tax				2.1%	2.2%	(0.1) pts
Portfolio:						
Pre-tax				2.5%	3.0%	(0.5) pts
After-tax				1.9%	2.2%	(0.3) pts

Balance Sheet

Balance Sheet <i>\$ in millions, except per share data</i>	<i>December</i> <i>31,</i>	<i>December</i> <i>31,</i>	Change
	2015	2014	
Total assets	\$6,904.4	\$6,574.9	5%
Investment portfolio	\$5,089.3	\$4,806.8	6%
Notes payable	\$388.2	\$372.7	4%
Statutory surplus	\$1,426.3	\$1,307.8	9%
Stockholders' equity	\$1,398.0	\$1,275.6	10%
Book value per share	\$24.37	\$22.54	8%

The increase in book value per share reflects \$2.85 in net income, partially offset by a \$0.62 reduction in unrealized investment gains and \$0.57 in shareholders' dividends.

Selective's Board of Directors declared a \$0.15 per share quarterly cash dividend on common stock payable March 1, 2016, to stockholders of record as of February 16, 2016.

Guidance

For 2016, Selective expects to generate the following results:

- A statutory combined ratio excluding catastrophes of approximately 91%;
- Catastrophe losses of 3.5 points;
- After-tax investment income of approximately \$100 million; and
- Weighted average shares of approximately 58.5 million.

The supplemental investor package, including financial information that is not part of this press release, is available on the Investor Relations' page of Selective's public website at www.Selective.com. Selective's quarterly analyst conference call will be simulcast at 8:30 a.m. ET, on February 5, 2016 at www.Selective.com. The webcast will be available for rebroadcast until the close of business on March 4, 2016.

About Selective Insurance Group, Inc.

Selective Insurance Group, Inc. is a holding company for ten property and casualty insurance companies rated "A" (Excellent) by A.M. Best. Through independent agents, the insurance companies offer standard and specialty insurance for commercial and personal risks, and flood insurance underwritten by the National Flood Insurance Program. Selective maintains a website at www.Selective.com.

Forward-Looking Statements

In this press release, Selective and its management discuss and make statements based on currently available information regarding their intentions, beliefs, current expectations and projections regarding Selective's future operations and performance.

Certain statements in this report, including information incorporated by reference, are "forward-looking statements" as that term is defined in the Private Securities Litigation Reform Act of 1995 ("PSLRA"). The PSLRA provides a safe harbor under the Securities Act of 1933 and the Securities Exchange Act of 1934 for forward-looking statements. These statements relate to our intentions, beliefs, projections, estimations or forecasts of future events or our future financial performance and involve known and unknown risks, uncertainties and other factors that may cause our or our industry's actual results, levels of activity, or performance to be materially different from those expressed or implied by the forward-looking statements. In some cases, you can identify forward-looking statements by use of words such as "may," "will," "could," "would," "should," "expect," "plan," "anticipate," "target," "project," "intend," "believe," "estimate," "predict," "potential," "pro forma," "seek," "likely" or "continue" or other comparable terminology. These statements are only predictions, and we can give no assurance that such expectations will prove to be correct. We undertake no obligation, other than as may be required under the federal securities laws, to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Factors that could cause our actual results to differ materially from those projected, forecasted or estimated by us in forward-looking statements, include, but are not limited to:

- difficult conditions in global capital markets and the economy;
- deterioration in the public debt and equity markets and private investment marketplace that could lead to investment losses and fluctuations in interest rates;
- ratings downgrades could affect investment values and, therefore, statutory surplus;
- the adequacy of our loss reserves and loss expense reserves;
- the frequency and severity of natural and man-made catastrophic events, including, but not limited to, hurricanes, tornadoes, windstorms, earthquakes, hail, terrorism, explosions, severe winter weather, floods and fires;
- adverse market, governmental, regulatory, legal or judicial conditions or actions;
- the concentration of our business in the Eastern Region;
- the cost and availability of reinsurance;
- our ability to collect on reinsurance and the solvency of our reinsurers;
- uncertainties related to insurance premium rate increases and business retention;
- changes in insurance regulations that impact our ability to write and/or cease writing insurance policies in one or more states;
- recent federal financial regulatory reform provisions that could pose certain risks to our operations;
- our ability to maintain favorable ratings from rating agencies, including A.M. Best, Standard & Poor's, Moody's and Fitch;
- our entry into new markets and businesses; and
- other risks and uncertainties we identify in filings with the United States Securities and Exchange Commission, including, but not limited to, our Annual Report on Form 10-K and other periodic reports.

These risk factors may not be exhaustive. We operate in a continually changing business environment, and new risk factors emerge from time-to-time. We can neither predict such new risk factors nor can we assess the impact, if any, of such new risk factors on our businesses or the extent to which any factor or combination of factors may cause actual results to differ materially from those expressed or implied in any forward-looking statements in this report. In light of these risks, uncertainties and assumptions, the forward-looking events discussed in this report might not occur.

Selective's SEC filings can be accessed through the Investor Relations' section of Selective's website, www.Selective.com, or through the SEC's EDGAR Database at www.sec.gov (Selective EDGAR CIK No. 0000230557).

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Selective Insurance Group, Inc. & Consolidated Subsidiaries
Selected Balance Sheet Data
(unaudited)

(\$ in thousands, except per share data)	December 31,			December 31,		
	2015			2014		
	Balance Sheet	Market Value	Unrecognized/Unrealized Gain	Balance Sheet	Market Value	Unrecognized/Unrealized Gain
Invested Assets:						
Corporate bonds ¹	\$ 2,955,001	2,957,427	8,276	\$ 2,693,324	2,697,332	47,437
Government and Municipal bonds	1,654,556	1,660,320	55,901	1,690,935	1,702,751	59,680
Total fixed income securities	4,609,557	4,617,747	64,177	4,384,259	4,400,083	107,117
Equities	207,051	207,051	13,235	191,400	191,400	32,389
Short-term investments	194,819	194,819	-	131,972	131,972	-
Other investments	77,842	77,842	-	99,203	99,203	-
Total invested assets	\$ 5,089,269	5,097,459	77,412	\$ 4,806,834	4,822,658	139,506
Invested assets per \$ of stockholders' equity	3.64			3.77		
Total assets	6,904,433			6,574,942		
Liabilities:						
Reserve for loss and loss expenses	3,517,728			3,477,870		
Unearned premium reserve	1,169,710			1,095,819		
Total liabilities	5,506,392			5,299,356		
Stockholders' equity	1,398,041			1,275,586		
Total debt to capitalization ratio	21.7%			22.6%		
Book value per share	24.37			22.54		
Book value per share excluding unrealized gain or loss on fixed income portfolio	23.74			21.49		
NPW per insurance segment employee	979			908		
Statutory premiums to surplus ratio	1.5x			1.4x		
Statutory surplus	1,426,320			1,307,842		

¹ Includes mortgage-backed and asset-backed securities.

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Selected Income Statement Data
(unaudited)

		Quarter Ended December 31,				Year-to-Date December 31,			
(\$ in thousands, except per share amounts)		2015		2014		2015		2014	
		Per diluted share		Per diluted share		Per diluted share		Per diluted share	
Consolidated									
Revenue	\$	545,530		\$	503,583	\$	2,131,852	\$	2,034,861
Operating income		47,079	0.81		41,603		157,300		124,538
Net realized (losses) gains, after tax		(1,690)	(0.03)		(253)		8,561		17,289
Net income		45,389	0.78		41,350		165,861		141,827
Operating return on equity		13.7%			13.1%		11.8%		10.3%
Total Insurance Operations									
Gross premiums written		558,607			512,046		2,427,367		2,254,576
Net premiums written		474,658			433,586		2,069,904		1,885,280
Net premiums earned		516,087			469,850		1,989,909		1,852,609
Underwriting gain	- before tax	49,053			38,637		149,029		78,143
	- after tax	31,885	0.55		25,114	0.44	96,869	1.67	50,793
GAAP combined ratio		90.5%			91.8%		92.5%		95.8%
Standard Commercial Lines									
Net premiums earned		397,162			359,621		1,529,442		1,415,712
GAAP combined ratio		86.1%			94.1%		89.2%		95.7%
Standard Personal Lines									
Net premiums earned		71,496			73,008		288,134		296,747
GAAP combined ratio		92.1%			77.5%		99.5%		94.4%
Excess and Surplus Lines									
Net premiums earned		47,429			37,221		172,333		140,150
GAAP combined ratio		124.8%			97.8%		109.8%		99.7%
Investments									
Net investment income	- before tax	30,108			32,108		121,316		138,708
	- after tax	23,294	0.40		24,535	0.43	93,836	1.61	104,207
Effective tax rate		22.6%			23.6%		22.7%		24.9%
Annualized after-tax yield on investment portfolio							1.9%		2.2%
Annualized after-tax, after-interest expense yield							1.6%		1.9%
Invested assets per \$ of stockholders' equity							3.64		3.77
Other expenses (net of other income)									
Interest expense	- before tax	(5,603)			(5,668)		(22,428)		(23,063)
	- after tax	(3,641)	(0.06)		(3,684)	(0.06)	(14,578)	(0.25)	(14,991)
Other expense - after tax	\$	(4,459)	(0.08)	\$	(4,362)	(0.09)	\$ (18,827)	(0.33)	\$ (15,471)
Diluted weighted avg shares outstanding		58,387			57,539		58,156		57,351

Selective Insurance Group, Inc. & Consolidated Subsidiaries
GAAP Insurance Operations Results
(unaudited)

Fourth Quarter

(\$ in thousands)

Quarter Ended December 31, 2015

Quarter Ended December 31, 2014

	Standard Commercial Lines	Standard Personal Lines	Excess & Surplus Lines	Grand Total	Standard Commercial Lines	Standard Personal Lines	Excess & Surplus Lines	Grand Total
Net Premiums Written	356,855	65,989	51,814	474,658	321,399	67,494	44,693	433,586
Net Premiums Earned	397,162	71,496	47,429	516,087	359,621	73,008	37,221	469,850
Loss and Loss Expense Incurred	199,716	43,747	43,357	286,820	209,495	35,155	23,578	268,228
Net Underwriting Expenses Incurred	141,325	22,118	15,842	179,285	126,510	21,412	12,824	160,746
Dividends to Policyholders	929	-	-	929	2,239	-	-	2,239
GAAP Underwriting Gain (Loss)	55,192	5,631	(11,770)	49,053	21,377	16,441	819	38,637
GAAP Ratios								
Loss and Loss Expense Ratio	50.3%	61.2%	91.4%	55.6%	58.3%	48.2%	63.3%	57.1%
Underwriting Expense Ratio	35.6%	30.9%	33.4%	34.7%	35.2%	29.3%	34.5%	34.2%
Dividends to Policyholders Ratio	0.2%	0.0%	0.0%	0.2%	0.6%	0.0%	0.0%	0.5%
Combined Ratio	86.1%	92.1%	124.8%	90.5%	94.1%	77.5%	97.8%	91.8%

Year-to-Date

(\$ in thousands)

Year-to-Date December 31, 2015

Year-to-Date December 31, 2014

	Standard Commercial Lines	Standard Personal Lines	Excess & Surplus Lines	Grand Total	Standard Commercial Lines	Standard Personal Lines	Excess & Surplus Lines	Grand Total
Net Premiums Written	1,596,965	283,926	189,013	2,069,904	1,441,047	292,061	152,172	1,885,280
Net Premiums Earned	1,529,442	288,134	172,333	1,989,909	1,415,712	296,747	140,150	1,852,609
Loss and Loss Expense Incurred	819,573	200,237	128,731	1,148,541	870,018	197,182	90,301	1,157,501
Net Underwriting Expenses Incurred	539,154	86,561	60,405	686,120	478,291	83,029	49,463	610,783
Dividends to Policyholders	6,219	-	-	6,219	6,182	-	-	6,182
GAAP Underwriting Gain (Loss)	164,496	1,336	(16,803)	149,029	61,221	16,536	386	78,143
GAAP Ratios								
Loss and Loss Expense Ratio	53.6%	69.5%	74.7%	57.7%	61.5%	66.4%	64.4%	62.5%
Underwriting Expense Ratio	35.2%	30.0%	35.1%	34.5%	33.8%	28.0%	35.3%	33.0%
Dividends to Policyholders Ratio	0.4%	0.0%	0.0%	0.3%	0.4%	0.0%	0.0%	0.3%
Combined Ratio	89.2%	99.5%	109.8%	92.5%	95.7%	94.4%	99.7%	95.8%

Selective Insurance Group, Inc. and Consolidated Subsidiaries
GAAP Investment Income
December 2015 (unaudited)

(\$ in thousands, except per share data)	Quarter Ended		%	Year-to-Date		%
	December 2015	December 2014	Increase (Decrease)	December 2015	December 2014	Increase (Decrease)
Investment Income:						
Interest:						
Fixed Income Securities	\$ 31,003	30,974	0	\$ 123,230	126,489	(3)
Short-term	40	18	122	112	66	70
Other Investments	(1,109)	903	(223)	(1,890)	13,580	(114)
Dividends	2,615	2,355	11	9,161	7,449	23
	<u>32,549</u>	<u>34,250</u>	<u>(5)</u>	<u>130,613</u>	<u>147,584</u>	<u>(11)</u>
Investment Expense	<u>2,441</u>	<u>2,142</u>	<u>14</u>	<u>9,297</u>	<u>8,876</u>	<u>5</u>
Net Investment Income Before Tax	30,108	32,108	(6)	121,316	138,708	(13)
Tax	6,814	7,573	(10)	27,480	34,501	(20)
Net Investment Income After Tax	\$ 23,294	24,535	(5)	\$ 93,836	104,207	(10)
Net Investment Income per Share	\$ 0.40	0.43	(7)	\$ 1.61	1.82	(12)
Effective Tax Rate	22.6%	23.6%		22.7%	24.9%	
Average Yields :						
Fixed Income Securities:						
Pre Tax				2.74%	2.98%	
After Tax				2.07%	2.24%	
Portfolio:						
Pre Tax				2.45%	2.95%	
After Tax				1.90%	2.22%	
Net Realized Gains (Losses)	Quarter Ended			Year-to-Date		
	December 2015	December 2014		December 2015	December 2014	
Fixed Income Securities	1,431	82		2,018	1,528	
Equity Securities	(4,193)	109		11,645	25,650	
Other Investments	162	(580)		(492)	(579)	
Total	(2,600)	(389)		13,171	26,599	
Net of Tax	(1,690)	(253)		8,561	17,289	

As of December 31, 2015 year-to-date new money rates for fixed income securities were 2.4% on a pre-tax basis and 1.7% on an after-tax basis.

Selective Insurance Group, Inc.
Combined Insurance Company Subsidiaries
2015 Statutory Results by Line of Business
Quarter Ended December 2015 (unaudited)

(\$ in thousands)	Net Premiums Written	Percent Change	Net Premiums Earned	Percent Change	Loss Ratio	LAE Ratio	Underwriting Expense Ratio	Dividends to Policyholders Ratio	Combined Ratio 2015	Combined Ratio 2014	Underwriting Gain/(Loss)
Standard Personal Lines:											
Homeowners	\$ 30,696	(3.4)%	\$ 33,261	(0.5)%	32.2%	7.9%	38.5%	0.0%	78.6%	55.3%	\$ 8,112
Auto	33,516	(2.0)%	36,410	(2.6)%	75.0%	5.2%	35.9%	0.0%	116.1%	104.8%	(4,817)
Other (including flood)	<u>1,777</u>	17.7%	<u>1,826</u>	(16.7)%	61.5%	4.9%	(98.2)%	0.0%	(31.8)%	(65.6)%	<u>2,359</u>
Total	\$ 65,989	(2.2)%	\$ 71,496	(2.1)%	54.8%	6.4%	33.5%	0.0%	94.7%	78.2%	\$ 5,654
Standard Commercial Lines:											
Commercial property	\$ 63,423	14.4%	\$ 69,323	11.7%	23.1%	5.5%	42.4%	(0.2)%	70.8%	78.1%	\$ 22,740
Workers compensation	65,964	6.0%	76,084	9.6%	39.6%	17.0%	31.8%	1.7%	90.1%	112.1%	10,771
General liability	110,051	12.1%	125,861	10.8%	41.9%	7.0%	40.0%	(0.1)%	88.8%	90.7%	20,458
Auto	84,517	13.0%	93,138	10.8%	55.9%	11.5%	36.4%	(0.1)%	103.7%	104.4%	(309)
Businessowners' policies	24,480	5.3%	23,825	8.3%	41.9%	4.0%	40.8%	0.0%	86.7%	98.2%	2,899
Bonds	4,788	9.1%	5,213	4.1%	16.3%	8.6%	72.6%	0.0%	97.5%	92.8%	438
Other	<u>3,633</u>	15.4%	<u>3,718</u>	10.1%	1.2%	0.2%	60.2%	0.0%	61.6%	58.8%	<u>1,480</u>
Total	\$ 356,855	11.0%	\$ 397,162	10.4%	40.7%	9.5%	38.8%	0.2%	89.2%	96.0%	\$ 58,477
E&S	\$ 51,814	15.9%	\$ 47,429	27.4%	70.4%	21.2%	34.0%	0.0%	125.6%	96.6%	\$ (13,635)
Total Insurance Operations	\$ 474,658	9.5%	\$ 516,087	9.8%	45.4%	10.2%	37.4%	0.2%	93.2%	93.2%	\$ 50,497

Note: Some amounts may not foot due to rounding.

	2015	2014
Losses Paid	\$ 234,802	\$ 210,724
LAE Paid	<u>53,288</u>	<u>48,313</u>
Total Paid	<u>\$ 288,090</u>	<u>\$ 259,037</u>

Selective Insurance Group, Inc.
Combined Insurance Company Subsidiaries
2015 Statutory Results by Line of Business
Year-to-date December 2015 (unaudited)

(\$ in thousands)	Net Premiums Written	Percent Change	Net Premiums Earned	Percent Change	Loss Ratio	LAE Ratio	Underwriting Expense Ratio	Dividends to Policyholders Ratio	Combined Ratio 2015	Combined Ratio 2014	Underwriting Gain/(Loss)
Standard Personal Lines:											
Homeowners	\$ 132,533	(2.4)%	\$ 134,382	0.1%	56.9%	8.1%	35.6%	0.0%	100.6%	96.9%	\$ (179)
Auto	144,641	(3.0)%	146,784	(3.0)%	64.9%	9.2%	34.0%	0.0%	108.1%	101.5%	(11,107)
Other (including flood)	<u>6,752</u>	(5.5)%	<u>6,968</u>	(37.5)%	65.2%	(0.8)%	(152.7)%	0.0%	(88.3)%	(94.6)%	<u>12,796</u>
Total	<u>\$ 283,926</u>	(2.8)%	<u>\$ 288,134</u>	(2.9)%	61.2%	8.4%	30.3%	0.0%	99.9%	94.5%	<u>\$ 1,510</u>
Standard Commercial Lines:											
Commercial property	\$ 282,731	11.5%	\$ 269,022	9.9%	38.7%	5.3%	38.6%	0.0%	82.6%	97.3%	\$ 41,608
Workers compensation	299,686	11.4%	290,075	5.6%	41.4%	15.9%	28.8%	2.1%	88.2%	110.1%	31,558
General liability	505,891	11.5%	483,291	8.6%	32.8%	13.4%	35.9%	0.0%	82.1%	83.9%	78,536
Auto	376,064	10.0%	358,909	7.7%	58.9%	9.8%	33.2%	0.0%	101.9%	96.2%	(12,683)
Businessowners' policies	96,257	7.9%	93,428	8.9%	53.8%	10.1%	39.4%	0.0%	103.3%	108.7%	(4,172)
Bonds	21,192	6.3%	20,350	5.5%	16.4%	7.4%	66.0%	0.0%	89.8%	84.9%	1,513
Other	<u>15,144</u>	11.4%	<u>14,367</u>	10.4%	0.4%	0.2%	56.8%	0.0%	57.4%	51.9%	<u>5,684</u>
Total	<u>\$ 1,596,965</u>	10.8%	<u>\$ 1,529,442</u>	8.0%	42.4%	11.2%	35.2%	0.4%	89.2%	95.5%	<u>\$ 142,044</u>
E&S	<u>\$ 189,013</u>	24.2%	<u>\$ 172,333</u>	23.0%	55.3%	19.4%	33.7%	0.0%	108.4%	99.2%	<u>\$ (20,066)</u>
Total Insurance Operations	<u>\$ 2,069,904</u>	9.8%	<u>\$ 1,989,909</u>	7.4%	46.2%	11.5%	34.4%	0.3%	92.4%	95.7%	<u>\$ 123,487</u>

Note: Some amounts may not foot due to rounding.

	2015	2014
Losses Paid	\$ 891,485	\$ 873,159
LAE Paid	<u>197,433</u>	<u>187,491</u>
Total Paid	<u><u>\$ 1,088,918</u></u>	<u><u>\$ 1,060,650</u></u>

Selective Insurance Group, Inc.
Combined Insurance Company Subsidiaries
2015 Net Catastrophe Losses and Prior Year Casualty Reserve Development
Statutory Results by Line of Business
(unaudited)

Net Catastrophe Losses Incurred	Quarter Ended				Year-to-Date			
	December 31, 2015		December 31, 2014		December 31, 2015		December 31, 2014	
	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio
(\$ in thousands)								
Standard Personal Lines	\$ 1,354	1.9%	\$ (3,334)	(4.6)%	\$ 21,735	7.5%	\$ 19,284	6.5%
Standard Commercial Lines	\$ 1,072	0.3%	\$ (4,065)	(1.1)%	\$ 34,089	2.2%	\$ 37,881	2.7%
E&S	\$ 479	1.0%	\$ 420	1.1%	\$ 3,231	1.9%	\$ 2,805	2.0%
Total Insurance Operations	\$ 2,906	0.6%	\$ (6,979)	(1.5)%	\$ 59,055	3.0%	\$ 59,971	3.2%

Prior Year Casualty Reserve Development (Favorable) / Unfavorable	Quarter Ended				Year-to-Date			
	December 31, 2015		December 31, 2014		December 31, 2015		December 31, 2014	
	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio	Loss and Loss Expense Incurred	Impact on Loss and Loss Expense Ratio
(\$ in thousands)								
Standard Personal Lines	\$ (2,000)	(2.8)%	\$ (3,000)	(4.1)%	\$ (2,000)	(0.7)%	\$ (9,000)	(3.0)%
Standard Commercial Lines	\$ (20,000)	(5.0)%	\$ (8,000)	(2.2)%	\$ (81,000)	(5.3)%	\$ (45,500)	(3.2)%
E&S	\$ 10,000	21.1%	\$ 2,000	5.4%	\$ 16,000	9.3%	\$ 6,000	4.3%
Total Insurance Operations	\$ (12,000)	(2.3)%	\$ (9,000)	(1.9)%	\$ (67,000)	(3.4)%	\$ (48,500)	(2.6)%

Note: Some amounts may not foot due to rounding.

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Consolidated Balance Sheets

December 31, (\$ in thousands, except share amounts)	Unaudited 2015	2014
ASSETS		
Investments:		
Fixed income securities, held-to-maturity – at carrying value (fair value: \$209,544 – 2015; \$333,961 – 2014)	\$ 201,354	318,137
Fixed income securities, available-for-sale – at fair value (amortized cost: \$4,352,514 – 2015; \$3,975,786 – 2014)	4,408,203	4,066,122
Equity securities, available-for-sale – at fair value (cost: \$193,816 – 2015; \$159,011 – 2014)	207,051	191,400
Short-term investments (at cost which approximates fair value)	194,819	131,972
Other investments	77,842	99,203
Total investments	5,089,269	4,806,834
Cash	898	23,959
Interest and dividends due or accrued	38,501	38,901
Premiums receivable, net of allowance for uncollectible accounts of: \$4,422 – 2015; \$4,137 – 2014	615,164	558,778
Reinsurance recoverable, net	561,968	581,548
Prepaid reinsurance premiums	140,889	146,993
Deferred federal income tax	92,696	98,449
Property and equipment – at cost, net of accumulated depreciation and amortization of: \$188,548 – 2015; \$172,183 – 2014	65,701	59,416
Deferred policy acquisition costs	213,159	185,608
Goodwill	7,849	7,849
Other assets	78,339	66,607
Total assets	\$ 6,904,433	6,574,942
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities:		
Reserve for losses and loss expenses	\$ 3,517,728	3,477,870
Unearned premiums	1,169,710	1,095,819
Notes payable	388,192	372,689
Current federal income tax	7,442	3,921
Accrued salaries and benefits	167,336	158,382
Other liabilities	255,984	190,675
Total liabilities	\$ 5,506,392	5,299,356
Stockholders' Equity:		
Preferred stock of \$0 par value per share:		
Authorized shares 5,000,000; no shares issued or outstanding	\$ —	—
Common stock of \$2 par value per share:		
Authorized shares 360,000,000		
Issued: 100,861,372 – 2015; 99,947,933 – 2014	201,723	199,896
Additional paid-in capital	326,656	305,385
Retained earnings	1,446,192	1,313,440
Accumulated other comprehensive (loss) income	(9,425)	19,788
Treasury stock – at cost (shares: 43,500,642 – 2015; 43,353,181 – 2014)	(567,105)	(562,923)
Total stockholders' equity	1,398,041	1,275,586
Commitments and contingencies		
Total liabilities and stockholders' equity	\$ 6,904,433	6,574,942

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Consolidated Statements of Income

	Unaudited Quarter Ended December 31,		Year Ended December 31,	
	2015	2014	Unaudited 2015	2014
(\$ in thousands, except per share amounts)				
Revenues:				
Net premiums earned	\$ 516,087	469,850	1,989,909	1,852,609
Net investment income earned	30,108	32,108	121,316	138,708
Net realized gains:				
Net realized investment gains	7,939	9,333	31,537	37,703
Other-than-temporary impairments	(10,539)	(9,722)	(18,366)	(11,104)
Total net realized (losses) gains	(2,600)	(389)	13,171	26,599
Other income	1,935	2,014	7,456	16,945
Total revenues	545,530	503,583	2,131,852	2,034,861
Expenses:				
Loss and loss expenses incurred	286,820	268,228	1,148,541	1,157,501
Policy acquisition costs	180,525	161,930	689,820	624,470
Interest expense	5,603	5,668	22,428	23,063
Other expenses	8,784	10,557	38,371	32,696
Total expenses	481,732	446,383	1,899,160	1,837,730
Income from continuing operations, before federal income tax	63,798	57,200	232,692	197,131
Federal income tax expense:				
Current	16,219	5,723	45,347	28,415
Deferred	2,190	10,127	21,484	26,889
Total federal income tax expense	18,409	15,850	66,831	55,304
Net income	\$ 45,389	41,350	165,861	141,827
Earnings per share:				
Basic net income	\$ 0.79	0.73	2.90	2.52
Diluted net income	\$ 0.78	0.72	2.85	2.47
Dividends to stockholders	\$ 0.15	0.14	0.57	0.53

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Consolidated Statements of Comprehensive Income

December 31, (\$ in thousands)	Unaudited		
	2015	2014	2013
Net income	\$ 165,861	141,827	106,418
Other comprehensive loss, net of tax:			
<i>Unrealized (losses) gains on investment securities:</i>			
Unrealized holding (losses) gains arising during year	(26,143)	47,411	(54,557)
Non-credit portion of other-than-temporary impairments recognized in other comprehensive income	—	—	50
Amount reclassified into net income:			
Held-to-maturity securities	(377)	(844)	(1,025)
Non-credit other-than-temporary impairment	232	1,085	9
Realized gains on available-for-sale securities	(9,110)	(18,762)	(15,301)
Total unrealized (losses) gains on investment securities	(35,398)	28,890	(70,824)
<i>Defined benefit pension and post-retirement plans:</i>			
Net actuarial gain (loss)	1,585	(35,189)	38,775
Amounts reclassified into net income:			
Net actuarial loss	4,600	1,236	2,843
Prior service cost	—	—	6
Curtailment expense	—	—	11
Total defined benefit pension and post-retirement plans	6,185	(33,953)	41,635
Other comprehensive loss	(29,213)	(5,063)	(29,189)
Comprehensive income	\$ 136,648	136,764	77,229

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Consolidated Statements of Stockholders' Equity

December 31, (\$ in thousands, except share amounts)	Unaudited 2015	2014	2013
Common stock:			
Beginning of year	\$ 199,896	198,240	196,388
Dividend reinvestment plan (shares: 50,013 – 2015; 58,309 – 2014; 63,349 – 2013)	100	117	127
Stock purchase and compensation plans (shares: 863,426 – 2015; 769,389 – 2014; 862,662 – 2013)	1,727	1,539	1,725
End of year	<u>201,723</u>	<u>199,896</u>	<u>198,240</u>
Additional paid-in capital:			
Beginning of year	305,385	288,182	270,654
Dividend reinvestment plan	1,374	1,306	1,396
Stock purchase and compensation plans	19,897	15,897	16,132
End of year	<u>326,656</u>	<u>305,385</u>	<u>288,182</u>
Retained earnings:			
Beginning of year	1,313,440	1,202,015	1,125,154
Net income	165,861	141,827	106,418
Dividends to stockholders (\$0.57 per share – 2015; \$0.53 per share – 2014; \$0.52 per share - 2013)	(33,109)	(30,402)	(29,557)
End of year	<u>1,446,192</u>	<u>1,313,440</u>	<u>1,202,015</u>
Accumulated other comprehensive (loss) income:			
Beginning of year	19,788	24,851	54,040
Other comprehensive loss	(29,213)	(5,063)	(29,189)
End of year	<u>(9,425)</u>	<u>19,788</u>	<u>24,851</u>
Treasury stock:			
Beginning of year	(562,923)	(559,360)	(555,644)
Acquisition of treasury stock (shares: 147,461 – 2015; 154,559 – 2014; 167,846 – 2013)	(4,182)	(3,563)	(3,716)
End of year	<u>(567,105)</u>	<u>(562,923)</u>	<u>(559,360)</u>
Total stockholders' equity	<u>\$ 1,398,041</u>	<u>1,275,586</u>	<u>1,153,928</u>

Selective Insurance Group, Inc. & Consolidated Subsidiaries
Consolidated Statements of Cash Flow

December 31, (\$ in thousands)	Unaudited 2015	2014	2013
Operating Activities			
Net income	\$ 165,861	141,827	106,418
<i>Adjustments to reconcile net income to net cash provided by operating activities:</i>			
Depreciation and amortization	59,688	45,346	43,461
Sale of renewal rights	—	(8,000)	—
Loss on disposal of discontinued operations	—	—	997
Stock-based compensation expense	8,973	8,702	8,630
Undistributed losses (gains) of equity method investments	1,889	(153)	202
Net realized gains	(13,171)	(26,599)	(20,732)
Net gain on disposal of property and equipment	—	(104)	—
Retirement income plan curtailment expense	—	—	16
<i>Changes in assets and liabilities:</i>			
Increase in reserves for losses and loss expenses, net of reinsurance recoverables	59,438	97,449	151,037
Increase in unearned premiums, net of prepaid reinsurance	79,995	32,671	74,086
Decrease in net federal income taxes	25,004	31,323	14,834
Increase in premiums receivable	(56,386)	(33,908)	(40,482)
Increase in deferred policy acquisition costs	(27,551)	(12,627)	(17,458)
Decrease (increase) in interest and dividends due or accrued	407	(1,536)	(1,372)
Increase (decrease) in accrued salaries and benefits	11,392	(7,182)	18,685
Increase (decrease) in accrued insurance expenses	23,342	(956)	14,444
Increase (decrease) in other assets and other liabilities	42,699	(33,490)	(16,642)
Net adjustments	215,719	90,936	229,706
Net cash provided by operating activities	381,580	232,763	336,124
Investing Activities			
Purchase of fixed income securities, held-to-maturity	(3,316)	—	—
Purchase of fixed income securities, available-for-sale	(1,041,916)	(843,616)	(1,069,387)
Purchase of equity securities, available-for-sale	(195,720)	(186,019)	(118,072)
Purchase of other investments	(12,170)	(10,617)	(9,332)
Purchase of short-term investments	(1,602,327)	(1,410,123)	(2,056,576)
Sale of subsidiary	—	—	1,225
Sale of fixed income securities, available-for-sale	61,571	51,002	20,126
Sale of short-term investments	1,539,480	1,452,402	2,096,805
Redemption and maturities of fixed income securities, held-to-maturity	106,621	73,415	116,584
Redemption and maturities of fixed income securities, available-for-sale	567,445	482,816	513,804
Sale of equity securities, available-for-sale	172,561	208,008	115,782
Distributions from other investments	32,457	20,774	12,039
Purchase of property and equipment	(16,229)	(15,510)	(14,023)
Sale of renewal rights	—	8,000	—
Net cash used in investing activities	(391,543)	(169,468)	(391,025)
Financing Activities			
Dividends to stockholders	(31,052)	(28,428)	(27,416)
Acquisition of treasury stock	(4,182)	(3,563)	(3,716)
Net proceeds from stock purchase and compensation plans	10,089	7,283	7,119
Proceeds from issuance of notes payable, net of debt issuance costs	—	—	178,435
Proceeds from borrowings	15,000	—	—
Repayment of borrowings	—	(13,000)	—
Repayment of notes payable	—	—	(100,000)
Excess tax benefits from share-based payment arrangements	1,736	1,020	1,545
Repayment of capital lease obligations	(4,689)	(2,841)	(1,083)
Net (used in) cash provided by financing activities	(13,098)	(39,529)	54,884
Net (decrease) increase in cash	(23,061)	23,766	(17)
Cash, beginning of year	23,959	193	210
Cash, end of year	\$ 898	23,959	193

Selective Insurance Group, Inc.
Combined Insurance Company Subsidiaries
Statutory Balance Sheets
(unaudited)

(\$ in thousands)	December 31, 2015	December 31, 2014
ASSETS		
Bonds	\$ 4,491,136	4,241,580
Common stocks	194,789	191,400
Preferred stocks	11,856	-
Affiliated mortgage loan	35,163	35,961
Other investments	128,788	152,154
Short-term investments	165,678	115,342
Total investments	5,027,410	4,736,437
Cash on hand and in banks	(34,378)	12,381
Interest and dividends due and accrued	38,466	38,908
Premiums receivable	609,146	556,086
Reinsurance recoverable on paid losses and expenses	10,949	9,570
Deferred tax recoverable	142,066	147,610
EDP equipment	390	518
Equities and deposits in pools and associations	10,920	9,915
Receivable for sold securities	17	34
Other assets	28,300	26,629
Total assets	\$ 5,833,286	5,538,088
LIABILITIES		
Reserve for losses	\$ 2,426,583	2,398,531
Reinsurance payable on paid loss and loss expense	2,841	2,957
Reserve for loss expenses	525,322	493,510
Unearned premiums	1,028,820	948,826
Reserve for commissions payable	89,740	70,259
Ceded balances payable	37,222	29,624
Federal income tax payable	25,644	20,524
Premium and other taxes payable	23,998	20,137
Borrowed money	60,031	45,027
Reserve for dividends to policyholders	5,805	3,895
Reserves for unauthorized reinsurance	2,030	7,661
Payable for securities	6,204	19,950
Funds withheld on account of others	6,806	7,473
Accrued salaries and benefits	77,933	64,207
Other liabilities	87,987	97,665
Total liabilities	4,406,966	4,230,246
POLICYHOLDERS' SURPLUS		
Capital	42,725	42,725
Paid in surplus	492,869	492,869
Unassigned surplus	890,726	772,248
Total policyholders' surplus	1,426,320	1,307,842
Total liabilities and policyholders' surplus	\$ 5,833,286	5,538,088

Selective Insurance Group, Inc.
Combined Insurance Company Subsidiaries
Statutory Statements Of Income
(unaudited)

(\$ in thousands)	Quarter Ended December 31,				Year-to-Date December 31,			
	2015		2014		2015		2014	
UNDERWRITING								
Net premiums written	\$ 474,658		433,586		2,069,904		1,885,280	
Net premiums earned	516,087		469,850		1,989,909		1,852,609	
Net losses paid	234,802		210,724		891,485		873,159	
Change in reserve for losses	(441)		(9,756)		28,052		57,055	
Net losses incurred	234,361	45.4%	200,968	42.8%	919,537	46.2%	930,214	50.2%
Net loss expenses paid	53,288		48,313		197,433		187,491	
Change in reserve for loss expenses	(931)		17,577		31,813		37,526	
Net loss expenses incurred	52,357	10.2%	65,890	14.0%	229,246	11.5%	225,017	12.2%
Net underwriting expenses incurred	179,153	37.6%	157,373	36.2%	716,172	34.6%	635,760	33.7%
Total deductions	465,871		424,231		1,864,955		1,790,991	
Statutory underwriting gain	50,216		45,619		124,954		61,618	
Net loss from premium balances charged off	(773)		(54)		(2,919)		(2,822)	
Finance charges and other income	1,983		1,617		7,671		17,204	
Total other income	1,210	-0.2%	1,563	-0.3%	4,752	-0.2%	14,382	-0.7%
Policyholders' dividends incurred	(929)	0.2%	(2,239)	0.5%	(6,219)	0.3%	(6,182)	0.3%
Total underwriting gain	50,497	93.2%	44,943	93.2%	123,487	92.4%	69,818	95.7%
INVESTMENT								
Net investment income earned	29,455		31,745		120,558		137,670	
Net realized (loss) gain	(2,600)		(389)		13,170		26,594	
Total income before income tax	77,352		76,299		257,215		234,082	
Federal income tax expense	23,648		11,775		61,377		43,827	
Net income	\$ 53,704		64,524		195,838		190,255	
Policyholders' Surplus								
Surplus, beginning of period	\$ 1,367,343		1,323,097		1,307,842		1,256,431	
Net income	53,704		64,524		195,838		190,255	
Change in deferred taxes	(2,236)		8,146		(13,637)		(2,016)	
Change in net unrealized capital gain / (losses)	7,522		693		(12,579)		(3,721)	
Dividends to stockholders	(14,438)		(14,378)		(57,752)		(57,511)	
Change in reserve for unauthorized	5,631		(4,927)		5,631		(4,927)	
Change in non-admitted assets	4,510		(15,801)		(8,151)		(18,004)	
Change in Overfunded Contra Asset	562		(1,285)		(280)		(5,925)	
Qual Pen Trans Liab	2,677		(50,660)		8,211		(45,214)	
Excess Plan Trans Liab	748		(1,400)		878		(1,377)	
PRL Plan Trans Liab	297		(167)		319		(149)	
Net change in surplus for period	58,977		(15,255)		118,478		51,411	
Surplus, end of period	\$ 1,426,320		1,307,842		1,426,320		1,307,842	
Statutory underwriting gain	\$ 50,497		44,943		123,487		69,818	
Adjustments under GAAP:								
Deferred policy acquisition costs	(507)		(4,074)		27,551		12,626	
Other, net	(937)		(2,232)		(2,009)		(4,301)	
GAAP underwriting gain	\$ 49,053		38,637		149,029		78,143	

Note: Some amounts or ratios may not foot due to rounding

Selective Insurance Group, Inc. and Consolidated Subsidiaries
Alternative Investments
December 31, 2015
(unaudited)

Strategy	Number of Funds	Original Commitment	Remaining Commitment	Current Market Value
Private Equity	9	111,498,351	30,204,172	35,087,904
Private Credit	5	60,000,000	15,129,467	13,246,148
Real Assets	7	100,000,000	25,819,631	19,499,570
TOTAL - ALTERNATIVE INVESTMENTS	21	271,498,351	71,153,269	67,833,623

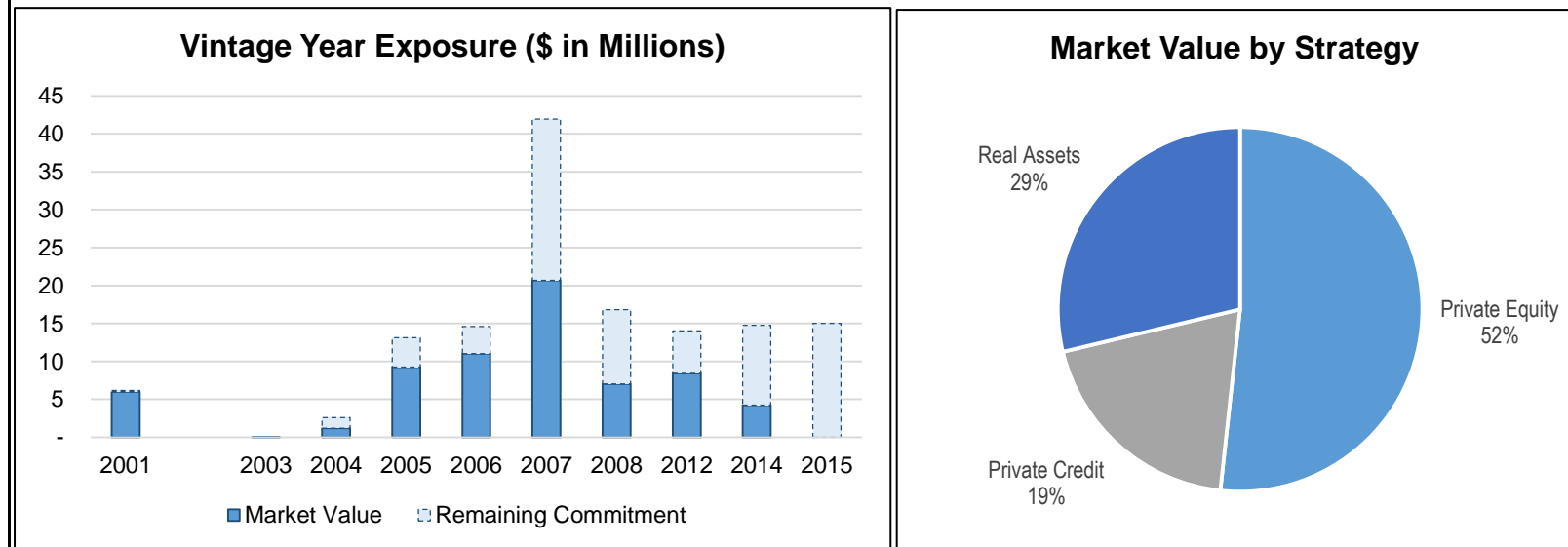


Exhibit may not foot due to rounding