



Association of Bermuda Insurers and Reinsurers

International (Re)Insurers' Global Underwriting Report

(IN THOUSANDS)

Twelve Months Ended December 31, 2010
Prepared April 14, 2011

Reinsurer	Gross Premiums Written Dec-10	Direct Premiums Written Dec-10	Net Premiums Written Dec-10	Net Premiums Written Dec-09	Net Premiums Earned Dec-10	Losses & Loss Adj. Expenses Dec-10	Loss Ratio	Net Commission and Brokerage Dec-10	Underwriting Expense Dec-10	Expense Ratio	Combined Ratio	Net Underwriting Profit/(Loss) Dec-10	Net Investment Income Dec-10	Realized Gain/(Loss) Securities Dec-10	Other Revenue Dec-10	Other Expense Dec-10	Net Income Dec-10	Total Equity Dec-10
ACE Limited (1)	19,511,163	15,887,148	13,707,656	13,298,920	13,503,720	7,936,322	59.2%	2,337,303	1,857,736	31.0%	90.2%	1,372,539	2,070,102	432,010	0	207,356	3,107,938	22,973,842
Allied World Assurance Company	1,758,397	1,234,204	1,392,455	1,321,125	1,359,548	707,883	52.1%	159,489	286,557	32.8%	84.9%	205,619	244,143	285,444	913	44,169	665,005	3,075,820
Alterra Capital Holdings Limited (2)	1,410,731	764,746	1,039,568	894,520	1,172,486	720,054	56.1%	187,464	162,198	29.6%	85.7%	102,770	222,458	14,227	4,808	37,772	302,335	2,918,270
Arch Capital Group Ltd. (3)	3,266,787	2,338,428	2,511,040	2,763,112	2,552,483	1,517,715	59.5%	435,837	403,927	33.0%	92.5%	195,004	364,878	252,751	68,590	30,767	842,588	4,513,003
Argo Group International Holdings, Ltd. (4)	1,527,100	1,283,200	1,095,700	1,421,400	1,211,600	777,500	64.2%	235,400	237,200	39.0%	103.2%	(38,500)	133,600	36,800	2,500	19,100	82,600	1,626,100
Ariel Holdings Ltd. (5)	643,832	218,712	559,015	569,021	569,819	259,614	45.6%	97,733	101,139	36.2%	81.8%	147,113	61,907	40,531	35,780	24,554	215,052	1,545,218
Aspen Insurance Holdings Limited (6)	2,076,800	914,600	1,891,100	1,836,800	1,898,900	1,248,700	65.8%	328,500	211,700	30.9%	96.7%	110,000	232,000	50,600	8,900	61,200	312,700	3,241,900
Assured Guaranty Ltd. (7)	429,997	546,574	526,571	744,196	1,393,469	623,156	44.7%	30,951	201,425	16.7%	61.4%	537,937	354,703	(1,994)	(139,004)	116,120	548,913	3,798,764
Axis Capital Holdings Limited (8)	3,750,536	1,916,116	3,147,540	2,816,429	2,947,410	1,677,132	56.9%	488,712	374,436	31.8%	88.7%	409,203	406,892	195,098	2,073	115,790	856,723	5,624,970
Catlin Group Limited (9)	4,069,079	2,712,127	3,317,753	3,168,286	3,219,029	1,852,143	57.5%	684,459	355,583	32.3%	89.8%	326,844	140,072	64,727	5,516	131,380	380,302	3,446,870
Endurance Specialty Holdings Ltd. (10)	2,053,236	1,112,192	1,763,744	1,606,050	1,741,113	1,038,100	59.6%	264,228	243,556	29.1%	88.7%	195,229	200,358	18,544	0	42,233	364,738	2,848,153
Flagstone Reinsurance Holdings, S.A. (11)	1,097,850	0	883,854	792,469	852,084	530,136	62.2%	164,820	171,693	39.4%	101.6%	(14,565)	31,482	58,210	25,545	7,641	97,084	1,134,733
Hardy Underwriting Bermuda Limited (12)	438,687	186,978	323,992	295,848	302,565	167,026	54.8%	100,610	24,010	39.9%	94.7%	10,918	7,874	(3,064)	0	0	14,995	240,677
Hiscox Ltd. (13)	2,215,387	1,555,195	1,749,869	1,816,526	1,749,144	882,950	50.1%	417,341	266,016	39.2%	89.3%	182,837	95,263	59,755	801	11,814	276,484	1,987,798
Lancashire Group (14)	689,065	520,709	649,818	577,138	614,244	165,728	27.0%	103,251	2,995	27.4%	54.4%	342,270	53,466	30,993	0	89,721	328,628	1,286,939
Montpelier Re Holdings Ltd. (15)	719,952	138,156	668,772	602,207	625,345	302,268	48.3%	98,682	112,110	33.7%	82.0%	112,285	74,048	43,707	5,302	24,636	211,980	1,628,811
PartnerRe Ltd. (16)	4,885,266	0	4,705,116	3,948,704	4,776,471	3,283,618	65.9%	972,537	373,865	29.1%	95.0%	146,451	672,782	401,482	23,067	262,446	852,552	7,206,919
Platinum Underwriters Holdings, Ltd. (17)	779,526	0	760,589	897,834	779,994	467,420	59.9%	146,676	57,029	26.1%	86.0%	108,869	134,385	71,181	0	55,783	215,498	1,895,455
RenaissanceRe Holdings Ltd. (18)	1,165,295	9,133	848,965	838,333	864,921	129,345	15.0%	94,961	166,042	30.1%	45.1%	474,573	203,955	143,615	74,850	200,504	702,613	3,939,214
Torus Insurance Holdings Limited (19)	785,700	627,600	619,000	212,400	469,000	351,500	75.0%	58,700	123,400	38.8%	113.8%	(64,600)	31,000	13,700	0	30,800	(52,200)	950,600
Validus Holdings, Ltd. (20)	1,990,566	460,337	1,761,084	1,388,358	1,761,123	987,586	56.1%	292,899	238,201	30.1%	86.2%	242,437	134,103	78,450	5,219	54,519	402,564	3,504,831
XL Group plc (21)	6,673,269	4,398,753	5,381,663	5,276,564	5,414,061	3,725,633	63.8%	788,258	828,159	31.0%	94.8%	72,011	1,198,038	(270,803)	178,658	371,790	643,377	10,613,049
Total Results	61,938,221	36,824,908	49,304,864	47,086,240	49,778,529	29,351,529	62.1%	8,488,811	6,798,977	31.1%	93.2%	5,177,244	7,067,509	2,015,964	303,518	1,940,095	11,372,469	90,001,936

- (1) The results are on a consolidated U.S. GAAP basis and include the results of ACE Limited, ACE Bermuda, ACE Global Markets, ACE Tempest Life Re (including ACE Tempest Re Bermuda) and ACE Group Holdings, Inc. The underwriting ratios are for the consolidated business, excluding the Life segment.
- (2) Alterra Capital Holdings Limited includes the results of the former Harbor Point from May 12, 2010. Results include the major business units of Alterra Bermuda, Alterra Re USA, Alterra Europe, Alterra Specialty, and Alterra at Lloyd's. Loss ratio, expense ratio and combined ratio are calculated based on property and casualty business only, and exclude life and annuity business. Net underwriting profit includes life and annuity business.
- (3) Arch Capital Group Ltd. is a Bermuda public limited liability company which provides insurance and reinsurance on a worldwide basis through its wholly owned subsidiaries.
- (4) Results are on a US GAAP consolidated basis. Results include Argo Group US, Argo Re and Argo International.
- (5) The results of Ariel Holdings Ltd. are on a consolidated U.S. GAAP basis. These results include the full year results of Ariel Reinsurance Company Ltd. and Atrium Underwriting Group Limited, and the results of Valiant Insurance Group, Inc. from January 1, 2010 to November 8th, 2010, the date Ariel Holdings Ltd sold Valiant Insurance Group, Inc. As Ariel has adopted FAS 159 we have included \$17,224 of unrealized gains in realized gains and losses above.
- (6) The business of Aspen Insurance Holdings Limited is conducted through its wholly-owned subsidiaries: Aspen Insurance Limited (Bermuda Operating Company), Acorn Limited (Bermuda Company), Aspen (UK) Holdings Limited (UK Holding Company), Aspen Managing Agency Limited (Managing Agent to Lloyds's Syndicate 4711) and Aspen Underwriting Limited (Lloyd's Corporate Member).
- (7) Reported results are for Assured Guaranty Ltd, a Bermuda based holding company and include the results of it's principal operating subsidiaries, Assured Guaranty Corp, Assured Guaranty Municipal Corp and Assured Guaranty Re Ltd. and their respective subsidiaries.
- (8) We are reporting on a consolidated basis, including the following subsidiaries: Axis Specialty Limited (Bermuda), Axis Reinsurance Co (NY), Axis Insurance Company (Illinois), Axis Surplus Insurance Co (Illinois), Axis Specialty Insurance Co (Connecticut), Axis Reinsurance Europe Ltd (Dublin), Axis Specialty Europe (Dublin). In order to be consistent with our 10K, Net Underwriting Gain/(Loss) includes Other Revenue of \$2,073k and Foreign Exchange Gains of \$15,535k have been included within Other Expense.
- (9) Catlin Group Limited includes 4 reporting segments aligned to underwriting hubs, which correspond to where the business is written: London/UK, Bermuda, US and International, which comprises the Group's Asia-Pacific, Europe and Canada underwriting hubs. The Consolidated Results of Operations for the Group are presented on a US GAAP basis. The expense ratio does not include financing and amortization charges, profit related bonuses, share option scheme costs and certain other Group corporate costs.
- (10) Endurance Specialty Insurance Ltd., Endurance Worldwide Insurance Limited, Endurance Reinsurance Corporation of America, Endurance American Insurance Company, Endurance American Specialty Insurance Company, Endurance Risk Solutions Assurance Co., American Agri-Business Insurance Company & ARMTech Insurance Services, Inc.
- (11) These results are on a consolidated U.S. GAAP basis and include the accounts of Flagstone Reinsurance Holdings and its subsidiaries.
- (12) This filing is on a group consolidated basis representing the following individual companies: Hardy Underwriting Group PLC-UK Holding Company, Hardy Re Limited-Bermuda Reinsurance Company, Hardy Bermuda Limited-Bermuda Managing General Agent, Hardy Underwriting Ltd-UK Corporate member of Lloyd's, Hardy Names Limited-UK corporate member of Lloyd's, Hardy Underwriting Agencies Ltd-UK managing agent, Hardy Insurance Services-UK Service company, Hardy Underwriting Asia Pte Ltd- Singapore service company, Hardy Underwriting Bermuda Ltd [also owns 50% of the ordinary share capital in Hardy Arig Insurance Management (HAIM), a joint venture with The Arab Insurance Group (Arig). The company is based in Bahrain.] The income statement reflects foreign exchange gains or losses, including gains or losses on the retranslation of net non-monetary items in the balance sheet, where the accounting convention is to recognize underwriting profit or losses at the average rate of exchange for the period, the balance sheet is converted at closing rates, the retranslation of the result for the period recognized at average rates to closing rates is recognized as a foreign exchange loss. Unrealized losses on securities included in line 22 amount to -1,575.
- (13) Results presented in accordance with IFRS and include the Hiscox Ltd. owned portion of Syndicate 33, Hiscox Insurance Company (Bermuda) Limited, Hiscox Insurance Company (Guernsey) Limited, Hiscox Insurance Company Limited and Hiscox USA. Realized Gain On Securities includes \$39,697 of net fair value gains on financial investments at fair value. Ratios include foreign exchange gains, excluding foreign exchange impact, expense ratio is 39.7% and combined ratio is 89.8%. Converted from GBP at average rate relevant for the period. (2010: 1.546; 2009: 1.570) Capital and surplus translated at closing USD rate of 1.57.
- (14) The Group's consolidated financial information is prepared using accounting policies consistent with International Financial Reporting Standards ("IFRS"). The amount shown as a realized gain/(loss) on securities contains (\$2,205) which represents the net change in unrealized gains/losses on investments including tax expense of (\$209) for the year ended 31 December 2010. The information above includes Lancashire Holdings Limited and its five wholly-owned subsidiaries: Lancashire Insurance Company Limited, Lancashire Insurance Holdings (UK) Limited ("LIHL"), Lancashire Insurance Marketing Services Limited, Lancashire Insurance Services Limited and Lancashire Marketing Services (Middle East) Limited. LIHL is a holding company for a wholly-owned operating subsidiary, Lancashire Insurance Company (UK) Limited.
- (15) Montpelier Re Holdings Ltd. Consolidated results include major operating segments Montpelier Bermuda, Montpelier Syndicate 5151 and MUSIC. Net unrealized gains/losses total \$18,021 for the year ended December 31, 2010.
- (16) Results for PartnerRe Ltd. (PartnerRe) are on a U.S. GAAP basis and include the results of its principal wholly-owned subsidiaries, including Partner Reinsurance Company Ltd., Partner Reinsurance Europe Limited and Partner Reinsurance Company of the U.S. Realized gains (losses) on securities for the year ended December 31, 2010 of \$401,482 includes changes in unrealized gains on investments of \$239,022 and realized gains on investments of \$162,460. PartnerRe consolidated pro-forma gross premiums written for the year ended December 31, 2009 (as if PARIS RE Holding Limited (Paris Re) had adopted PartnerRe's accounting policies effective January 1, 2008) are \$5,131,473. Consolidated pro-forma gross premiums written for the year ended December 31, 2009 are calculated as the summation of PartnerRe's previously reported gross premiums written for the year ended December 31, 2009 plus Paris Re's pro-forma adjusted gross premiums written for the nine months ended September 30, 2009. Paris Re's pro-forma adjusted gross premiums written include adjustments to align Paris Re's accounting policies to those of PartnerRe related to the recognition of gross premiums written on proportional treaties and the earning of premiums commensurate with the seasonality of the underlying exposure.
- (17) Platinum Underwriters Holdings, Ltd. and its subsidiaries operate primarily through two licensed reinsurance subsidiaries: Platinum Underwriters Bermuda, Ltd. and Platinum Underwriters Reinsurance, Inc. Realized gains/(losses) of \$107,791 includes \$204 of net changes in the value of insurance linked securities to which we have elected to apply the fair value measurement attributes of ASC 825.
- (18) On November 18, 2010, the RenaissanceRe Holdings, Ltd. entered into a definitive stock purchase agreement (the "Stock Purchase Agreement") with QBE Holdings, Inc. ("QBE") to sell substantially all of its U.S.-based insurance operations including its U.S. property and casualty business underwritten through managing general agents, its crop insurance business underwritten through Agro National Inc., its commercial property insurance operations and its claims operations. RenaissanceRe Holdings, Ltd. has three reportable segments: (1) Reinsurance, which includes catastrophe reinsurance, specialty reinsurance and certain property catastrophe and specialty joint ventures, (2) Lloyd's, which includes reinsurance and insurance business written through RenaissanceRe Syndicate 1458, and (3) Insurance which includes the operations of the Company's former Insurance segment that are not being sold pursuant to the Stock Purchase Agreement with QBE. Included in realized gain on securities of \$143,615, is realized gains on fixed maturity investments of \$119,667, unrealized gains on fixed maturity investments of \$24,777, and net other-than-temporary impairments of \$829.
- (19) The results are on a consolidated U.S GAAP basis and include the results of Torus Insurance (Bermuda) Limited, Torus Insurance (UK) Limited, Torus Specialty Insurance Company, Torus National Insurance Company, Torus Insurance (Europe) AG and Torus Corporate Capital Limited.
- (20) These numbers are on a consolidated basis and include the following reporting companies: Validus Reinsurance, Ltd. and Talbot Holdings, Ltd.
- (21) Results include: XL America, XL Insurance Company Ltd, XL Insurance Bermuda, XL London Markets, XL RE Bermuda and XL RE Europe.