

Everest Re Group, Ltd.

Analyst Supplement

June 30, 2010



EVEREST[®]

EVEREST RE GROUP, LTD.
Supplemental GAAP Operating Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
PRODUCTION INFORMATION:										
Gross written premiums	\$ 2,034,528	\$ 1,971,606	\$ 1,013,509	\$ 1,021,019	\$ 1,028,509	\$ 1,128,840	\$ 973,821	\$ 997,785	\$ 896,147	\$ 999,167
Net written premiums	1,918,223	1,897,492	948,970	969,253	975,015	1,057,254	926,746	970,746	841,197	960,597
Net premiums earned	1,917,201	1,889,198	989,899	927,302	1,029,520	975,380	956,908	932,290	908,374	931,859
INVESTMENT INCOME:										
Pre-tax investment income	\$ 327,230	\$ 235,963	\$ 165,731	\$ 161,499	\$ 146,443	\$ 165,387	\$ 167,209	\$ 68,754	\$ 75,360	\$ 164,478
Effective tax rate	12.3%	8.2%	12.6%	12.1%	14.9%	8.1%	9.7%	4.5%	18.5%	14.3%
After-tax investment income	\$ 286,935	\$ 216,652	\$ 144,897	\$ 142,038	\$ 124,656	\$ 151,991	\$ 150,985	\$ 65,667	\$ 61,440	\$ 140,917
Net pre-tax yield - amortized cost	4.5%	3.4%	4.6%	4.4%	4.0%	4.6%	4.8%	2.0%	2.1%	4.5%
Net after-tax yield - amortized cost	4.0%	3.1%	4.0%	3.9%	3.4%	4.2%	4.3%	1.9%	1.7%	3.9%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 402,034	\$ 40,133	\$ 64,603	\$ 337,431	\$ 972	\$ 24,061	\$ 7,608	\$ 32,525	\$ 7,755	\$ 267,412
After-tax effect of catastrophe losses on earnings per basic common share	(5.60)	(0.56)	(0.90)	(4.66)	(0.03)	(0.29)	(0.12)	(0.44)	(0.06)	(3.53)
After-tax effect of catastrophe losses on earnings per diluted common share	(5.58)	(0.55)	(0.90)	(4.66)	(0.03)	(0.29)	(0.12)	(0.44)	(0.06)	(3.53)
EFFECTIVE TAX RATE ON:										
Net income (loss)	11.0%	14.5%	2.3%	131.9%	10.2%	16.5%	12.9%	18.4%	-69.9%	-17.4%
Net realized capital gains (losses)	25.9%	-22.9%	-32.5%	29.7%	36.5%	38.0%	30.3%	-25.6%	-16.4%	-16.2%
Net gain on debt repurchase	0.0%	35.0%	0.0%	0.0%	0.0%	0.0%	0.0%	35.0%	0.0%	0.0%
Operating income	7.1%	11.5%	8.5%	-10.5%	9.2%	13.7%	11.5%	11.5%	0.0%	-12.6%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ 134,021	\$ 381,144	\$ 156,673	\$ (22,652)	\$ 197,227	\$ 228,618	\$ 272,588	\$ 108,556	\$ (16,591)	\$ (233,127)
Per basic common share	2.29	6.21	2.70	(0.38)	3.29	3.76	4.44	1.77	(0.27)	(3.79)
Per diluted common share	2.28	6.19	2.70	(0.38)	3.28	3.75	4.43	1.76	(0.27)	(3.79)
Net realized capital gains (losses)	23,000	(32,120)	(28,141)	51,141	5,272	19,254	16,343	(48,463)	(196,084)	(245,734)
Per basic common share	0.39	(0.52)	(0.49)	0.86	0.09	0.32	0.27	(0.79)	(3.19)	(3.99)
Per diluted common share	0.39	(0.52)	(0.48)	0.86	0.09	0.32	0.27	(0.79)	(3.19)	(3.99)
Net gain on debt repurchase	-	50,876	-	-	-	-	-	50,876	-	-
Per basic common share	-	0.83	-	-	-	-	-	0.83	-	-
Per diluted common share	-	0.83	-	-	-	-	-	0.83	-	-
Operating income, excl. net realized capital gains (losses) ⁽²⁾	111,021	362,388	184,814	(73,793)	191,955	209,364	256,245	106,143	179,493	12,607
Per basic common share	1.89	5.90	3.19	(1.25)	3.20	3.45	4.17	1.73	2.92	0.20
Per diluted common share	1.89	5.88	3.18	(1.25)	3.19	3.43	4.16	1.72	2.92	0.20

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.
Supplemental GAAP Operating Information (cont.)

(Dollars in thousands, except per share amounts)

(unaudited)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
COMBINED RATIO ⁽³⁾:										
Loss ratio	80.9%	60.2%	65.1%	97.8%	63.1%	60.2%	59.2%	61.1%	52.3%	87.3%
Commission and brokerage ratio	23.4%	24.1%	23.9%	22.9%	23.7%	23.5%	24.0%	24.2%	26.5%	23.4%
Other underwriting expense ratio	4.2%	4.1%	4.2%	4.2%	4.4%	4.6%	4.3%	4.0%	4.3%	4.0%
Combined ratio	108.5%	88.4%	93.2%	124.9%	91.2%	88.3%	87.5%	89.3%	83.1%	114.7%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 492,842	\$ 283,927	\$ 221,510	\$ 271,332	\$ 186,068	\$ 314,743	\$ 103,421	\$ 180,506	\$ 55,308	\$ 375,399
Paid losses, net	1,109,445	1,224,015	597,907	511,538	599,110	562,263	657,600	566,415	673,471	525,743
Paid cats, net	143,454	126,577	92,559	50,895	50,565	58,199	52,525	74,052	89,581	52,704
Paid (recovered) asbestos and environmental losses, net	23,647	75,126	10,716	12,931	10,073	51,179	57,979	17,147	59,139	12,266
Taxes paid (recovered)	(35,838)	67,779	(48,597)	12,759	41,069	2,983	40,644	27,135	7,669	(97,418)
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 6,101,722	\$ 4,960,355	\$ 6,036,955	\$ 6,101,722	\$ 6,084,952	\$ 5,545,415	\$ 5,039,854	\$ 4,960,355	\$ 5,036,576	\$ 5,567,603
Net unrealized depreciation (appreciation) of investments	(309,275)	163,359	(343,846)	(309,275)	(355,035)	(11,525)	116,411	163,359	282,223	91,765
Adjusted beginning of period shareholders' equity	\$ 5,792,448	\$ 5,123,714	\$ 5,693,109	\$ 5,792,448	\$ 5,729,917	\$ 5,533,890	\$ 5,156,265	\$ 5,123,714	\$ 5,318,799	\$ 5,659,368
End of period shareholders' equity	\$ 6,035,599	\$ 5,545,415	\$ 6,035,599	\$ 6,036,955	\$ 6,101,722	\$ 6,084,952	\$ 5,545,415	\$ 5,039,854	\$ 4,960,355	\$ 5,036,576
Net unrealized depreciation (appreciation) of investments	(457,098)	(11,525)	(457,098)	(343,846)	(309,275)	(355,035)	(11,525)	116,411	163,359	282,223
Adjusted end of period shareholders' equity	\$ 5,578,501	\$ 5,533,890	\$ 5,578,501	\$ 5,693,109	\$ 5,792,448	\$ 5,729,917	\$ 5,533,890	\$ 5,156,265	\$ 5,123,714	\$ 5,318,799
Average adjusted shareholders' equity	\$ 5,685,475	\$ 5,328,802	\$ 5,635,805	\$ 5,742,778	\$ 5,761,183	\$ 5,631,904	\$ 5,345,078	\$ 5,139,990	\$ 5,221,257	\$ 5,489,084
After-tax operating income, excluding after-tax net realized capital gains (losses) and after-tax gain on debt repurchase ⁽²⁾	\$ 111,021	\$ 362,388	\$ 184,814	\$ (73,793)	\$ 191,955	\$ 209,364	\$ 256,245	\$ 106,143	\$ 179,493	\$ 12,607
After-tax net realized capital gains (losses)	23,000	(32,120)	(28,141)	51,141	5,272	19,254	16,343	(48,463)	(196,084)	(245,734)
After-tax realized gain on debt repurchase	-	50,876	-	-	-	-	-	50,876	-	-
Net income (loss)	\$ 134,021	\$ 381,144	\$ 156,673	\$ (22,652)	\$ 197,227	\$ 228,618	\$ 272,588	\$ 108,556	\$ (16,591)	\$ (233,127)
Return on equity (annualized)										
After-tax operating income, excluding after-tax net realized capital gains (losses) and after-tax gain on debt repurchase ⁽²⁾	3.9%	13.6%	13.1%	-5.1%	13.3%	14.9%	19.2%	8.3%	13.8%	0.9%
After-tax net realized capital gains (losses)	0.8%	-1.2%	-2.0%	3.6%	0.4%	1.3%	1.2%	-3.8%	-15.1%	-17.9%
After-tax realized gain on debt repurchase	0.0%	1.9%	0.0%	0.0%	0.0%	0.0%	0.0%	3.9%	0.0%	0.0%
Net income (loss)	4.7%	14.3%	11.1%	-1.6%	13.7%	16.2%	20.4%	8.4%	-1.3%	-17.0%

(Some amounts may not reconcile due to rounding.)

(1) Catastrophe losses are net of specific reinsurance and reinstatement premiums but before recoveries under corporate level reinsurance. Effective with the June 30, 2010 reporting period, which includes June 30, 2010 year-to-date and quarter results, a catastrophe is a property event with expected reported losses of at least \$10.0 million before corporate level reinsurance and taxes. All prior periods reflect a catastrophe as a property event with expected reported losses of at least \$5.0 million before corporate level reinsurance and taxes.

(2) The Company generally uses after-tax operating income (loss), a non-GAAP financial measure, to evaluate its performance. After-tax operating income (loss) consists of net income (loss) excluding after-tax net realized capital gains (losses) and after-tax gain on debt repurchase. Although net realized capital gains (losses) are an integral part of the Company's insurance operations, the determination of net realized capital gains (losses) is independent of the insurance underwriting process. The Company believes that the level of net realized capital gains (losses) for any particular period is not indicative of the performance of the underlying business in that particular period. Providing only a GAAP presentation of net income (loss) makes it more difficult for users of the financial information to evaluate the Company's success or failure in its basic business, and may lead to incorrect or misleading assumptions and conclusions. The Company understands that the equity analysts who follow the Company focus on after-tax operating income (loss) in their analyses for the reasons discussed above. The Company provides after-tax operating income (loss) to investors so that they have what management believes to be a useful supplement to GAAP information concerning the Company's performance.

(3) In previous quarterly reports, corporate expenses were included as part of the other underwriting expense ratio. These expenses are no longer included in the ratio and prior quarters have been adjusted to reflect the change.

EVEREST RE GROUP, LTD.
Supplemental GAAP Balance Sheet Information

(Dollars in thousands, except per share amounts)

(unaudited)

	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 15,102,116	\$ 15,044,388	\$ 14,918,816	\$ 15,113,049	\$ 14,207,305	\$ 13,601,083	\$ 13,714,280	\$ 14,119,579
Total assets	18,206,876	18,160,085	18,001,312	18,128,891	17,326,935	16,724,994	16,846,590	17,370,387
Reserve for losses and loss adjustment expenses ("LAE") (gross)	9,237,813	9,299,417	8,937,858	8,889,681	8,815,875	8,775,462	8,840,660	9,247,610
Future policy benefit reserve	63,968	64,401	64,536	66,153	67,320	69,334	66,172	66,893
Revolving credit borrowings	133,000	-	-	-	-	-	-	-
8.75% Senior notes due 3/15/2010	-	-	199,970	199,931	199,894	199,857	199,821	199,786
5.4% Senior notes due 10/15/2014	249,790	249,780	249,769	249,759	249,748	249,738	249,728	249,718
6.6% Long term notes due 5/1/2067	238,349	238,349	238,348	238,347	238,347	238,346	399,643	399,642
Junior subordinated debt securities payable	329,897	329,897	329,897	329,897	329,897	329,897	329,897	329,897
Shareholders' equity	6,035,599	6,036,955	6,101,722	6,084,952	5,545,415	5,039,854	4,960,355	5,036,576
Common shares outstanding	56,242	58,922	59,318	60,398	60,853	61,542	61,414	61,408
Book value per common share outstanding	\$ 107.31	\$ 102.46	\$ 102.87	\$ 100.75	\$ 91.13	\$ 81.89	\$ 80.77	\$ 82.02
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 9,237,813	\$ 9,299,417	\$ 8,937,858	\$ 8,889,681	\$ 8,815,875	\$ 8,775,462	\$ 8,840,660	\$ 9,247,610
Reinsurance receivables on unpaid losses	(635,508)	(652,830)	(641,269)	(629,535)	(626,028)	(685,014)	(690,509)	(690,047)
Net reserve for losses and LAE	\$ 8,602,305	\$ 8,646,587	\$ 8,296,589	\$ 8,260,146	\$ 8,189,847	\$ 8,090,448	\$ 8,150,151	\$ 8,557,563
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Gross loss and LAE reserves	\$ 614,135	\$ 625,208	\$ 638,674	\$ 652,337	\$ 704,507	\$ 768,762	\$ 786,842	\$ 854,103
Net loss and LAE reserves	589,474	600,190	613,121	622,765	673,944	731,923	749,070	808,209
Net asbestos 3 year survival ratio	6.7	6.3	7.0	6.8	8.8	10.8	12.3	12.0
Net asbestos 3 year survival ratio excluding settlements in place	9.4	8.8	9.0	7.7	8.4	8.9	9.2	9.5
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax yield - net of expenses, amortized cost basis	4.2%	4.1%	4.1%	4.0%	4.0%	4.2%	4.5%	4.5%
After-tax yield - net of expenses, amortized cost basis	3.8%	3.7%	3.6%	3.5%	3.6%	3.7%	4.0%	3.9%
Modified duration of fixed income portfolio (in years)	3.7	3.9	3.8	3.8	3.9	3.9	4.1	4.4
Average credit quality	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.65 TO 1	0.65 TO 1	0.64 TO 1	0.62 TO 1	0.67 TO 1	0.72 TO 1	0.71 TO 1	0.72 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.43 TO 1	1.43 TO 1	1.36 TO 1	1.36 TO 1	1.48 TO 1	1.61 TO 1	1.64 TO 1	1.70 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 2,034,528	\$ 1,971,606	\$ 1,013,509	\$ 1,021,019	\$ 1,028,509	\$ 1,128,840	\$ 973,821	\$ 997,785	\$ 896,147	\$ 999,167
Net written premiums	1,918,223	1,897,492	948,970	969,253	975,015	1,057,254	926,746	970,746	841,197	960,597
Premiums earned	\$ 1,917,201	\$ 1,889,198	\$ 989,899	\$ 927,302	\$ 1,029,520	\$ 975,380	\$ 956,908	\$ 932,290	\$ 908,374	\$ 931,859
Incurred losses and LAE										
Attritional - current year	1,135,674	1,071,316	584,046	551,628	556,079	554,037	552,512	518,804	497,254	516,833
Attritional - prior year	(8,998)	23,962	(9,779)	781	92,113	8,686	6,021	17,941	(41,546)	(9,055)
Catastrophes	424,128	41,412	69,681	354,447	1,500	24,524	8,252	33,160	19,504	305,890
Asbestos & environmental	-	-	-	-	429	-	-	-	-	-
Total incurred losses and LAE	1,550,804	1,136,690	643,948	906,856	650,121	587,247	566,785	569,905	475,212	813,668
Commission and brokerage	449,155	455,252	236,493	212,662	243,824	229,257	229,214	226,038	240,789	218,045
Other underwriting expenses	80,691	77,325	41,747	38,944	45,349	44,504	40,970	36,355	38,898	37,078
Underwriting gain (loss)	\$ (163,449)	\$ 219,931	\$ 67,711	\$ (231,160)	\$ 90,226	\$ 114,372	\$ 119,939	\$ 99,992	\$ 153,475	\$ (136,932)
Loss ratio										
Attritional - current year	59.2%	56.7%	59.0%	59.5%	54.0%	56.8%	57.7%	55.7%	54.7%	55.5%
Attritional - prior year	-0.4%	1.3%	-0.9%	0.1%	8.9%	0.9%	0.6%	1.9%	-4.6%	-1.0%
Catastrophes	22.1%	2.2%	7.0%	38.2%	0.1%	2.5%	0.9%	3.6%	2.1%	32.8%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	80.9%	60.2%	65.1%	97.8%	63.1%	60.2%	59.2%	61.1%	52.3%	87.3%
Commission and brokerage ratio	23.4%	24.1%	23.9%	22.9%	23.7%	23.5%	24.0%	24.2%	26.5%	23.4%
Other underwriting expenses	4.2%	4.1%	4.2%	4.2%	4.4%	4.6%	4.3%	4.0%	4.3%	4.0%
Combined ratio	108.5%	88.4%	93.2%	124.9%	91.2%	88.3%	87.5%	89.3%	83.1%	114.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE (U.S. insurance)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 433,178	\$ 418,228	\$ 204,941	\$ 228,237	\$ 193,845	\$ 230,491	\$ 213,511	\$ 204,717	\$ 176,340	\$ 194,021
Net written premiums	318,517	351,495	141,534	176,983	144,184	160,499	169,054	182,441	126,219	160,250
Premiums earned	\$ 317,146	\$ 334,637	\$ 155,323	\$ 161,823	\$ 168,080	\$ 168,402	\$ 168,617	\$ 166,020	\$ 161,388	\$ 168,421
Incurred losses and LAE										
Attritional - current year	228,447	235,847	113,052	115,395	122,766	120,994	119,824	116,023	105,204	115,806
Attritional - prior year	2,205	500	5,537	(3,332)	48,729	9,790	500	-	1,600	(200)
Catastrophes	-	-	-	-	-	-	-	-	-	-
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	230,652	236,347	118,589	112,063	171,495	130,784	120,324	116,023	106,804	115,606
Commission and brokerage	61,082	64,699	29,276	31,806	25,098	34,591	33,179	31,520	36,641	35,368
Other underwriting expenses	32,856	36,433	16,279	16,577	18,212	19,982	19,152	17,281	17,206	16,876
Underwriting gain (loss)	\$ (7,444)	\$ (2,842)	\$ (8,821)	\$ 1,377	\$ (46,725)	\$ (16,955)	\$ (4,038)	\$ 1,196	\$ 737	\$ 571
Loss ratio										
Attritional - current year	72.0%	70.5%	72.8%	71.3%	73.0%	71.9%	71.1%	69.9%	65.2%	68.8%
Attritional - prior year	0.7%	0.2%	3.5%	-2.1%	29.0%	5.8%	0.3%	0.0%	1.0%	-0.1%
Catastrophes	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	72.7%	70.6%	76.3%	69.3%	102.0%	77.7%	71.4%	69.9%	66.2%	68.6%
Commission and brokerage ratio	19.3%	19.3%	18.8%	19.7%	14.9%	20.5%	19.7%	19.0%	22.7%	21.0%
Other underwriting expense ratio	10.3%	10.9%	10.6%	10.1%	10.9%	11.9%	11.3%	10.4%	10.6%	10.1%
Combined ratio	102.3%	100.8%	105.7%	99.1%	127.8%	110.1%	102.4%	99.3%	99.5%	99.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 1,601,350	\$ 1,553,378	\$ 808,568	\$ 792,782	\$ 834,664	\$ 898,349	\$ 760,310	\$ 793,068	\$ 719,807	\$ 805,146
Net written premiums	1,599,706	1,545,997	807,436	792,270	830,831	896,755	757,692	788,305	714,978	800,347
Premiums earned	\$ 1,600,055	\$ 1,554,561	\$ 834,576	\$ 765,479	\$ 861,440	\$ 806,978	\$ 788,291	\$ 766,270	\$ 746,986	\$ 763,438
Incurred losses and LAE										
Attritional - current year	907,227	835,469	470,994	436,233	433,313	433,043	432,688	402,781	392,050	401,027
Attritional - prior year	(11,203)	23,462	(15,316)	4,113	43,384	(1,104)	5,521	17,941	(43,146)	(8,855)
Catastrophes	424,128	41,412	69,681	354,447	1,500	24,524	8,252	33,160	19,504	305,890
Asbestos & environmental	-	-	-	-	429	-	-	-	-	-
Total incurred losses and LAE	1,320,152	900,343	525,359	794,793	478,626	456,463	446,461	453,882	368,408	698,062
Commission and brokerage	388,073	390,553	207,217	180,856	218,726	194,666	196,035	194,518	204,148	182,677
Other underwriting expenses	47,835	40,892	25,468	22,367	27,137	24,522	21,818	19,074	21,692	20,202
Underwriting gain (loss)	\$ (156,005)	\$ 222,773	\$ 76,532	\$ (232,537)	\$ 136,951	\$ 131,327	\$ 123,977	\$ 98,796	\$ 152,738	\$ (137,503)
Loss ratio										
Attritional - current year	56.7%	53.7%	56.4%	57.0%	50.3%	53.7%	54.9%	52.6%	52.5%	52.5%
Attritional - prior year	-0.7%	1.5%	-1.8%	0.5%	5.0%	-0.1%	0.7%	2.3%	-5.8%	-1.2%
Catastrophes	26.5%	2.7%	8.3%	46.3%	0.2%	3.0%	1.0%	4.3%	2.6%	40.1%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	82.5%	57.9%	62.9%	103.8%	55.6%	56.6%	56.6%	59.2%	49.3%	91.4%
Commission and brokerage ratio	24.3%	25.1%	24.8%	23.6%	25.4%	24.1%	24.9%	25.4%	27.3%	23.9%
Other underwriting expense ratio	2.9%	2.7%	3.1%	3.0%	3.1%	3.0%	2.8%	2.5%	3.0%	2.7%
Combined ratio	109.7%	85.7%	90.8%	130.4%	84.1%	83.7%	84.3%	87.1%	79.6%	118.0%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 512,223	\$ 530,482	\$ 268,215	\$ 244,008	\$ 296,255	\$ 345,567	\$ 266,151	\$ 264,331	\$ 243,366	\$ 280,467
Net written premiums	512,825	526,806	268,559	244,266	294,110	346,306	266,306	260,500	243,603	277,243
Premiums earned	\$ 523,626	\$ 559,048	\$ 286,886	\$ 236,740	\$ 314,592	\$ 276,696	\$ 295,891	\$ 263,157	\$ 257,499	\$ 265,473
Incurring losses and LAE										
Attritional - current year	270,737	286,075	147,966	122,771	130,025	134,730	160,531	125,544	105,645	121,905
Attritional - prior year	5,804	12,536	5,645	159	34,261	(16,223)	505	12,031	9,419	11,702
Catastrophes	23,462	(1,921)	(7,412)	30,874	(7,628)	2,473	(2,131)	210	26,190	229,706
Asbestos & environmental	-	-	-	-	429	-	-	-	-	-
Total incurred losses and LAE	300,003	296,690	146,199	153,804	157,087	120,980	158,905	137,785	141,254	363,313
Commission and brokerage	128,380	135,412	71,182	57,198	82,906	53,847	70,073	65,339	67,106	55,857
Other underwriting expenses	17,183	15,585	9,377	7,806	10,931	9,665	8,023	7,562	8,680	7,840
Underwriting gain (loss)	\$ 78,060	\$ 111,361	\$ 60,128	\$ 17,932	\$ 63,668	\$ 92,204	\$ 58,890	\$ 52,471	\$ 40,459	\$ (161,537)
Loss ratio										
Attritional - current year	51.7%	51.2%	51.6%	51.9%	41.3%	48.7%	54.3%	47.7%	41.0%	45.9%
Attritional - prior year	1.1%	2.2%	2.0%	0.1%	10.9%	-5.9%	0.2%	4.6%	3.7%	4.4%
Catastrophes	4.5%	-0.3%	-2.6%	13.0%	-2.4%	0.9%	-0.7%	0.1%	10.2%	86.5%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	57.3%	53.1%	51.0%	65.0%	49.9%	43.7%	53.7%	52.4%	54.9%	136.9%
Commission and brokerage ratio	24.5%	24.2%	24.8%	24.2%	26.4%	19.5%	23.7%	24.8%	26.1%	21.0%
Other underwriting expense ratio	3.3%	2.8%	3.2%	3.2%	3.5%	3.5%	2.7%	2.9%	3.3%	2.9%
Combined ratio	85.1%	80.1%	79.0%	92.4%	79.8%	66.7%	80.1%	80.1%	84.3%	160.8%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

SPECIALTY UNDERWRITING (reinsurance)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 131,742	\$ 116,111	\$ 65,855	\$ 65,887	\$ 51,048	\$ 67,615	\$ 57,188	\$ 58,923	\$ 66,481	\$ 54,828
Net written premiums	129,580	113,713	64,460	65,120	49,338	66,909	55,746	57,967	63,668	53,274
Premiums earned	\$ 136,238	\$ 118,050	\$ 68,814	\$ 67,424	\$ 49,648	\$ 66,839	\$ 54,916	\$ 63,134	\$ 65,333	\$ 55,305
Incurred losses and LAE										
Attritional - current year	104,126	78,085	59,957	44,169	35,506	46,429	40,375	37,710	40,412	33,392
Attritional - prior year	(5)	-	-	(5)	(6,119)	2,501	8	(8)	1,488	(17)
Catastrophes	4,052	4,631	2,479	1,573	3,121	(777)	2,292	2,339	(83)	20,790
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	108,173	82,716	62,436	45,737	32,508	48,153	42,675	40,041	41,817	54,165
Commission and brokerage	33,598	33,495	16,802	16,796	19,737	19,340	14,913	18,582	18,662	16,122
Other underwriting expenses	4,358	3,844	2,407	1,951	2,492	2,383	1,999	1,845	1,873	1,937
Underwriting gain (loss)	\$ (9,891)	\$ (2,005)	\$ (12,831)	\$ 2,940	\$ (5,089)	\$ (3,037)	\$ (4,671)	\$ 2,666	\$ 2,981	\$ (16,919)
Loss ratio										
Attritional - current year	76.4%	66.1%	87.1%	65.5%	71.5%	69.5%	73.5%	59.7%	61.9%	60.4%
Attritional - prior year	0.0%	0.0%	0.0%	0.0%	-12.3%	3.7%	0.0%	0.0%	2.3%	0.0%
Catastrophes	3.0%	3.9%	3.6%	2.3%	6.3%	-1.2%	4.2%	3.7%	-0.1%	37.6%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	79.4%	70.1%	90.7%	67.8%	65.5%	72.0%	77.7%	63.4%	64.0%	97.9%
Commission and brokerage ratio	24.7%	28.4%	24.4%	24.9%	39.8%	28.9%	27.2%	29.4%	28.6%	29.2%
Other underwriting expense ratio	3.2%	3.2%	3.5%	2.9%	5.0%	3.6%	3.6%	3.0%	2.8%	3.5%
Combined ratio	107.3%	101.7%	118.6%	95.6%	110.3%	104.5%	108.5%	95.8%	95.4%	130.6%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 582,348	\$ 525,003	\$ 306,998	\$ 275,350	\$ 286,870	\$ 272,603	\$ 274,253	\$ 250,750	\$ 250,485	\$ 248,821
Net written premiums	582,272	523,629	306,960	275,312	286,817	270,891	272,902	250,727	248,153	248,797
Premiums earned	\$ 568,564	\$ 508,855	\$ 291,964	\$ 276,600	\$ 282,468	\$ 262,215	\$ 254,341	\$ 254,514	\$ 250,391	\$ 230,107
Incurred losses and LAE										
Attritional - current year	315,463	272,732	153,478	161,985	134,067	139,897	135,268	137,464	151,897	130,746
Attritional - prior year	(5,999)	926	(5,764)	(235)	16,109	2,318	8	918	(31,084)	(7,006)
Catastrophes	342,253	15,221	76,413	265,840	8,826	23,155	(1,738)	16,959	7,051	10,203
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	651,717	288,879	224,127	427,590	159,002	165,370	133,538	155,341	127,864	133,943
Commission and brokerage	142,781	129,302	77,846	64,935	69,478	68,341	62,965	66,337	69,901	58,899
Other underwriting expenses	13,688	10,304	7,308	6,380	6,620	6,159	5,684	4,620	5,288	4,691
Underwriting gain (loss)	\$ (239,622)	\$ 80,370	\$ (17,317)	\$ (222,305)	\$ 47,368	\$ 22,345	\$ 52,154	\$ 28,216	\$ 47,338	\$ 32,574
Loss ratio										
Attritional - current year	55.5%	53.6%	52.6%	58.6%	47.5%	53.4%	53.2%	54.0%	60.7%	56.8%
Attritional - prior year	-1.1%	0.2%	-2.0%	-0.1%	5.7%	0.9%	0.0%	0.4%	-12.4%	-3.0%
Catastrophes	60.2%	3.0%	26.2%	96.1%	3.1%	8.8%	-0.7%	6.7%	2.8%	4.4%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	114.6%	56.8%	76.8%	154.6%	56.3%	63.1%	52.5%	61.0%	51.1%	58.2%
Commission and brokerage ratio	25.1%	25.4%	26.7%	23.5%	24.6%	26.1%	24.8%	26.1%	27.9%	25.6%
Other underwriting expense ratio	2.4%	2.0%	2.4%	2.3%	2.3%	2.3%	2.2%	1.8%	2.1%	2.0%
Combined ratio	142.1%	84.2%	105.9%	180.4%	83.2%	91.5%	79.5%	88.9%	81.1%	85.8%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
Gross written premiums	\$ 375,037	\$ 381,782	\$ 167,500	\$ 207,537	\$ 200,491	\$ 212,564	\$ 162,718	\$ 219,064	\$ 159,475	\$ 221,030
Net written premiums	375,029	381,849	167,457	207,572	200,566	212,649	162,738	219,111	159,554	221,033
Premiums earned	\$ 371,627	\$ 368,608	\$ 186,912	\$ 184,715	\$ 214,732	\$ 201,228	\$ 183,143	\$ 185,465	\$ 173,763	\$ 212,553
Incurred losses and LAE										
Attritional - current year	216,901	198,577	109,593	107,308	133,715	111,987	96,514	102,063	94,096	114,984
Attritional - prior year	(11,003)	10,000	(15,197)	4,194	(867)	10,300	5,000	5,000	(22,969)	(13,534)
Catastrophes	54,361	23,481	(1,799)	56,160	(2,819)	(327)	9,829	13,652	(13,654)	45,191
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	260,259	232,058	92,597	167,662	130,029	121,960	111,343	120,715	57,473	146,641
Commission and brokerage	83,314	92,344	41,387	41,927	46,605	53,138	48,084	44,260	48,479	51,799
Other underwriting expenses	12,606	11,159	6,376	6,230	7,094	6,315	6,112	5,047	5,851	5,734
Underwriting gain (loss)	\$ 15,448	\$ 33,047	\$ 46,552	\$ (31,104)	\$ 31,004	\$ 19,815	\$ 17,604	\$ 15,443	\$ 61,960	\$ 8,379
Loss ratio										
Attritional - current year	58.4%	53.9%	58.6%	58.1%	62.3%	55.7%	52.7%	55.0%	54.2%	54.1%
Attritional - prior year	-3.0%	2.7%	-8.1%	2.3%	-0.4%	5.1%	2.7%	2.7%	-13.2%	-6.4%
Catastrophes	14.6%	6.4%	-1.0%	30.4%	-1.3%	-0.2%	5.4%	7.4%	-7.9%	21.3%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	70.0%	63.0%	49.5%	90.8%	60.6%	60.6%	60.8%	65.1%	33.1%	69.0%
Commission and brokerage ratio	22.4%	25.1%	22.1%	22.7%	21.7%	26.4%	26.3%	23.9%	27.9%	24.4%
Other underwriting expense ratio	3.4%	2.9%	3.5%	3.3%	3.3%	3.2%	3.3%	2.7%	3.3%	2.7%
Combined ratio	95.8%	91.0%	75.1%	116.8%	85.6%	90.2%	90.4%	91.7%	64.3%	96.1%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.
Supplemental Investment Portfolio Analysis
(Dollars in thousands)
(unaudited)

INVESTMENTS AND CASH

	At June 30, 2010			At December 31, 2009		
	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)
Investments and cash:						
Fixed maturities-available for sale, at market value	\$ 13,499,102	\$ 12,955,574	\$ 543,528	\$ 13,005,949	\$ 12,614,742	\$ 391,207
Fixed maturities-available for sale, at fair value	66,351	66,351	-	50,528	50,528	-
Equity securities-available for sale, at market value	15,173	12,574	2,599	16,301	13,970	2,331
Equity securities-available for sale, at fair value	367,093	367,093	-	380,025	380,025	-
Other invested assets	581,013	581,392	(379)	545,284	546,158	(874)
Short-term investments	381,931	381,931	-	673,131	673,131	-
Cash	191,453	191,453	-	247,598	247,598	-
Total	\$ 15,102,116	\$ 14,556,368	\$ 545,748	\$ 14,918,816	\$ 14,526,152	\$ 392,664

FIXED INCOME AND CASH

Fixed income investments and cash:

	Market Value	% of Total	Market Value	% of Total
Fixed maturities-available for sale, at market value	\$ 13,499,102	95.5%	\$ 13,005,949	93.0%
Fixed maturities-available for sale, at fair value	66,351	0.5%	50,528	0.4%
Short-term investments	381,931	2.7%	673,131	4.8%
Cash	191,453	1.3%	247,598	1.8%
Total	\$ 14,138,837	100.0%	\$ 13,977,206	100.0%

Investment Sectors:

	At June 30, 2010			At December 31, 2009		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Treasury	\$ 405,473	2.9%	\$ 22,944	\$ 354,153	2.5%	\$ 14,314
Agency	27,562	0.2%	2,072	26,848	0.2%	1,854
Corporate	3,054,880	21.6%	142,872	2,516,496	18.0%	72,931
Mortgage-backed securities						
Agency	2,453,966	17.3%	106,069	2,368,444	17.0%	57,618
Non-agency residential	130,202	0.9%	(1,971)	128,884	0.9%	(14,565)
Alt.-A	28,687	0.2%	(1,472)	31,737	0.2%	(2,314)
Commercial	471,470	3.3%	(3,789)	442,618	3.2%	(32,586)
Asset-backed securities						
Other	279,778	2.0%	7,321	309,175	2.2%	4,663
Subprime	3,188	0.0%	(1,416)	4,554	0.0%	(1,362)
Municipal	3,634,029	25.7%	164,579	3,853,859	27.6%	159,592
Non-US	3,076,218	21.8%	106,319	3,019,709	21.6%	131,062
Cash & short-term investments	573,384	4.1%	-	920,729	6.6%	-
Total	\$ 14,138,837	100.0%	\$ 543,528	\$ 13,977,206	100.0%	\$ 391,207

Credit Quality:

	Market Value	% of Total	Market Value	% of Total
AAA	\$ 6,378,588	45.1%	\$ 6,635,739	47.5%
AA	2,945,230	20.8%	2,736,560	19.6%
A	2,790,833	19.7%	2,819,629	20.2%
BBB	1,371,313	9.7%	1,454,080	10.4%
BB	306,456	2.2%	120,237	0.9%
B	250,105	1.8%	90,134	0.6%
Other	96,312	0.7%	120,827	0.8%
Total	\$ 14,138,837	100.0%	\$ 13,977,206	100.0%

EVEREST RE GROUP, LTD.**Supplemental Investment Portfolio Analysis (cont.)**

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	June 30, 2010	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
JPMorgan Chase & Co.	\$ 76,206	\$ 4,492
European Investment Bank	73,618	2,462
AT&T, Inc.	68,657	4,215
PNC Financial Services Group, Inc.	61,724	3,356
ConocoPhillips	56,986	4,559
Kredit Fuer Wiederaufbau	55,690	(717)
Credit Suisse Group	55,602	4,068
Wells Fargo & Co.	55,335	2,836
Citigroup, Inc.	51,151	1,587
General Electric Capital Corp.	49,624	1,509
Prudential Financial, Inc.	48,070	2,931
US Bancorp	45,022	2,273
Bank Nederlandse Gemeenten	43,883	(563)
Goldman Sachs Group, Inc.	43,160	(442)
Wal-Mart Stores Inc.	41,153	2,554
The Bank of New York Mellon Corporation	39,968	1,780
France Telecom	38,136	425
Bank of America Corporation	37,122	(2,721)
American Express Company	36,625	3,783
Australia and New Zealand Banking Group Limited	36,252	(721)
Total	\$ 1,013,984	\$ 37,666

	December 31, 2009	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
European Investment Bank	\$ 76,929	\$ (1,274)
PNC Financial Services Group, Inc.	75,313	1,448
Network Rail	72,666	115
AT&T, Inc.	66,943	3,596
JPMorgan Chase & Co.	58,857	3,853
Goldman Sachs Group, Inc.	57,384	2,033
American Express Company	54,878	1,939
Wells Fargo & Co.	54,551	1,981
Bank Nederlandse Gemeenten	51,698	(1,725)
Morgan Stanley	51,362	2,915
Prudential Financial, Inc.	47,439	2,315
Credit Suisse Group	46,910	3,593
Citigroup, Inc.	46,175	1,271
ConocoPhillips	44,960	2,639
Vodafone Group, plc	44,751	1,652
Kredit Fuer Wiederaufbau	43,174	(975)
France Telecom	43,007	1,388
General Electric Capital Corp.	41,691	770
The Bank of New York Mellon Corporation	37,167	627
US Bancorp	34,106	2,210
Total	\$ 1,049,961	\$ 30,371

EVEREST RE GROUP, LTD.**Supplemental Investment Portfolio Analysis (cont.)**

(Dollars in thousands)

(unaudited)

EQUITIES

	June 30, 2010		December 31, 2009
<u>Top 20 Largest Equity Positions:</u>	<u>Market Value</u>	<u>Top 20 Largest Equity Positions:</u>	<u>Market Value</u>
HSBC French Government Bond Fund - Class C	\$ 15,161	HSBC French Government Bond Fund - Class C	\$ 16,288
El DuPont de Nemours & Co.	10,695	Pfizer, Inc.	10,754
Pfizer, Inc.	9,198	El DuPont de Nemours & Co.	10,525
Barrick Gold Corporation	8,424	BP, plc	10,429
Automatic Data Processing, Inc.	8,040	The Home Depot, Inc.	10,166
Chevron Corp.	7,621	Nexen, Inc.	8,624
Newmont Mining Corp.	7,588	Mirant Corporation	8,605
Nexen, Inc.	7,418	JPMorgan Chase & Co.	8,101
Gold Fields, Ltd.	7,172	Dominion Resources, Inc.	7,792
AT&T, Inc.	6,928	Chevron Corp.	7,668
Exxon Mobil Corp.	6,860	Barrick Gold Corporation	7,305
General Electric Co.	6,767	Xcel Energy, Inc.	6,848
Kraft Foods Inc.	6,608	Merck & Co. Inc.	6,643
Merck & Co. Inc.	6,567	Gold Fields, Ltd.	6,581
Marathon Oil Corporation	6,488	Exxon Mobil Corp.	6,239
Mirant Corporation	6,331	Johnson & Johnson	6,203
3M Co.	6,177	Automatic Data Processing, Inc.	5,995
JPMorgan Chase & Co.	6,085	Wells Fargo & Company	5,938
Domtar Corporation	5,910	Newmont Mining Corp.	5,852
Johnson & Johnson	5,876	Microsoft Corporation	5,773
Total	<u>\$ 151,914</u>	Total	<u>\$ 162,329</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
NET INVESTMENT INCOME										
Fixed maturities	\$ 294,216	\$ 288,955	\$ 149,017	\$ 145,199	\$ 136,435	\$ 145,408	\$ 144,333	\$ 144,622	\$ 141,822	\$ 140,009
Equity securities	5,379	1,426	2,856	2,523	1,391	757	730	696	2,769	4,947
Short-term investments and cash	(390)	5,243	(82)	(308)	93	629	1,682	3,561	8,466	8,896
Other invested assets										
Limited partnerships	31,509	(52,679)	15,611	15,898	10,205	23,452	20,267	(72,946)	(73,307)	11,076
Other	702	1,035	330	372	371	(1,332)	261	774	253	275
Total gross investment income	331,416	243,980	167,732	163,684	148,495	168,914	167,273	76,707	80,003	165,203
Interest (debited) credited on funds held	(2,714)	(3,463)	(1,269)	(1,445)	(1,015)	397	(2,457)	(1,006)	(516)	(2,004)
Interest credited to future policy benefit reserves	1,206	7,502	585	621	547	755	712	6,790	2,824	728
Other investment expenses	5,694	3,978	2,685	3,009	2,520	2,375	1,809	2,169	2,335	2,001
Total investment expenses	4,186	8,017	2,001	2,185	2,052	3,527	64	7,953	4,643	725
Total net investment income	\$ 327,230	\$ 235,963	\$ 165,731	\$ 161,499	\$ 146,443	\$ 165,387	\$ 167,209	\$ 68,754	\$ 75,360	\$ 164,478

	Six Months Ended		Three Months Ended							
	June 30, 2010	June 30, 2009	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009	June 30, 2009	March 31, 2009	December 31, 2008	September 30, 2008
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ 51,512	\$ (47,293)	\$ (4,577)	\$ 56,089	\$ (209)	\$ (1,355)	\$ 520	\$ (47,813)	\$ (12,825)	\$ (167,674)
Equity securities	(20,496)	5,601	(37,124)	16,628	8,490	32,415	22,927	(17,326)	(221,528)	(125,697)
Other invested assets	-	-	-	-	-	-	-	-	-	-
Short-term investments	9	17	8	1	19	3	15	2	(163)	6
Total net realized capital gains (losses)	\$ 31,025	\$ (41,675)	\$ (41,693)	\$ 72,718	\$ 8,300	\$ 31,063	\$ 23,462	\$ (65,137)	\$ (234,516)	\$ (293,365)