

Everest Re Group, Ltd.

Analyst Supplement

June 30, 2011



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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
PRODUCTION INFORMATION:										
Gross written premiums	\$ 2,052,794	\$ 2,034,528	\$ 987,865	\$ 1,064,929	\$ 1,002,600	\$ 1,163,591	\$ 1,013,509	\$ 1,021,019	\$ 1,028,509	\$ 1,128,840
Net written premiums	1,975,005	1,918,223	955,121	1,019,884	942,130	1,085,225	948,970	969,253	975,015	1,057,254
Net premiums earned	2,051,281	1,917,201	1,039,835	1,011,446	1,020,159	997,265	989,899	927,302	1,029,520	975,380
INVESTMENT INCOME:										
Pre-tax investment income	\$ 337,323	\$ 327,230	\$ 158,618	\$ 178,705	\$ 184,865	\$ 141,368	\$ 165,731	\$ 161,499	\$ 146,443	\$ 165,387
Effective tax rate	13.8%	12.3%	14.7%	12.9%	14.2%	11.6%	12.6%	12.1%	14.9%	8.1%
After-tax investment income	\$ 290,899	\$ 286,935	\$ 135,314	\$ 155,585	\$ 158,677	\$ 124,926	\$ 144,897	\$ 142,038	\$ 124,656	\$ 151,991
Net pre-tax yield - amortized cost	4.5%	4.5%	4.2%	4.8%	5.0%	3.9%	4.6%	4.4%	4.0%	4.6%
Net after-tax yield - amortized cost	3.9%	4.0%	3.6%	4.2%	4.3%	3.4%	4.0%	3.9%	3.4%	4.2%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 747,488	\$ 402,034	\$ 112,992	\$ 634,496	\$ 52,600	\$ 89,448	\$ 64,603	\$ 337,431	\$ 972	\$ 24,061
After-tax effect of catastrophe losses on earnings per basic common share	(11.43)	(5.60)	(1.66)	(9.77)	(0.78)	(1.35)	(0.90)	(4.66)	(0.03)	(0.29)
After-tax effect of catastrophe losses on earnings per diluted common share	(11.43)	(5.58)	(1.65)	(9.77)	(0.77)	(1.34)	(0.90)	(4.66)	(0.03)	(0.29)
EFFECTIVE TAX RATE ON:										
Net income (loss)	-8.1%	11.0%	6.8%	-7.5%	-28.1%	14.8%	2.3%	131.9%	10.2%	16.5%
Net realized capital gains (losses)	31.5%	25.9%	-45.1%	36.9%	-37.1%	34.9%	-32.5%	29.7%	36.5%	38.0%
Operating income	-8.9%	7.1%	8.0%	-8.6%	-26.6%	10.2%	8.5%	-10.5%	9.2%	13.7%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ (184,582)	\$ 134,021	\$ 131,312	\$ (315,894)	\$ 302,533	\$ 174,200	\$ 156,673	\$ (22,652)	\$ 197,227	\$ 228,618
Per basic common share	(3.40)	2.29	2.42	(5.81)	5.53	3.12	2.70	(0.38)	3.29	3.76
Per diluted common share	(3.40)	2.28	2.41	(5.81)	5.51	3.11	2.70	(0.38)	3.28	3.75
Net realized capital gains (losses)	5,007	23,000	(2,661)	7,668	44,695	24,930	(28,141)	51,141	5,272	19,254
Per basic common share	0.09	0.39	(0.05)	0.14	0.82	0.45	(0.49)	0.86	0.09	0.32
Per diluted common share	0.09	0.39	(0.05)	0.14	0.81	0.45	(0.48)	0.86	0.09	0.32
Operating income, excl. net realized capital gains (losses) ⁽²⁾	(189,590)	111,021	133,971	(323,562)	257,838	149,270	184,814	(73,793)	191,955	209,364
Per basic common share	(3.49)	1.89	2.47	(5.95)	4.71	2.67	3.19	(1.25)	3.20	3.45
Per diluted common share	(3.49)	1.89	2.46	(5.95)	4.70	2.67	3.18	(1.25)	3.19	3.43

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
COMBINED RATIO ⁽³⁾:										
Loss ratio	96.8%	80.9%	70.8%	123.6%	70.6%	67.7%	65.1%	97.8%	63.1%	60.2%
Commission and brokerage ratio	23.1%	23.4%	22.8%	23.4%	24.0%	23.8%	23.9%	22.9%	23.7%	23.5%
Other underwriting expense ratio	4.4%	4.2%	4.4%	4.4%	4.1%	4.4%	4.2%	4.2%	4.4%	4.6%
Combined ratio	124.3%	108.5%	98.0%	151.4%	98.7%	95.9%	93.2%	124.9%	91.2%	88.3%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 338,746	\$ 492,842	\$ 150,640	\$ 188,106	\$ 127,862	\$ 297,771	\$ 221,510	\$ 271,332	\$ 186,068	\$ 314,743
Paid losses, net	1,292,100	1,109,445	599,435	692,665	765,342	682,292	597,907	511,538	599,110	562,263
Paid cats, net	186,666	143,454	73,106	113,560	98,813	168,583	92,559	50,895	50,565	58,199
Paid (recovered) asbestos and environmental losses, net	27,753	23,647	9,503	18,250	21,682	34,886	10,716	12,931	10,073	51,179
Taxes paid (recovered)	(12,546)	(35,838)	(24,470)	11,924	5,737	(877)	(48,597)	12,759	41,069	2,983
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 6,283,517	\$ 6,101,722	\$ 5,914,170	\$ 6,283,517	\$ 6,281,620	\$ 6,035,599	\$ 6,036,955	\$ 6,101,722	\$ 6,084,952	\$ 5,545,415
Net unrealized depreciation (appreciation) of investments	(369,439)	(309,275)	(344,949)	(369,439)	(621,761)	(457,098)	(343,846)	(309,275)	(355,035)	(11,525)
Adjusted beginning of period shareholders' equity	\$ 5,914,078	\$ 5,792,448	\$ 5,569,221	\$ 5,914,078	\$ 5,659,859	\$ 5,578,501	\$ 5,693,109	\$ 5,792,448	\$ 5,729,917	\$ 5,533,890
End of period shareholders' equity	\$ 6,152,558	\$ 6,035,599	\$ 6,152,558	\$ 5,914,170	\$ 6,283,517	\$ 6,281,620	\$ 6,035,599	\$ 6,036,955	\$ 6,101,722	\$ 6,084,952
Net unrealized depreciation (appreciation) of investments	(456,587)	(457,098)	(456,587)	(344,949)	(369,439)	(621,761)	(457,098)	(343,846)	(309,275)	(355,035)
Adjusted end of period shareholders' equity	\$ 5,695,971	\$ 5,578,501	\$ 5,695,971	\$ 5,569,221	\$ 5,914,078	\$ 5,659,859	\$ 5,578,501	\$ 5,693,109	\$ 5,792,448	\$ 5,729,917
Average adjusted shareholders' equity	\$ 5,805,025	\$ 5,685,475	\$ 5,632,596	\$ 5,741,650	\$ 5,786,969	\$ 5,619,180	\$ 5,635,805	\$ 5,742,778	\$ 5,761,183	\$ 5,631,904
After-tax operating income, excluding after-tax net realized capital gains (losses) and after-tax gain on debt repurchase ⁽²⁾	\$ (189,590)	\$ 111,021	\$ 133,971	\$ (323,562)	\$ 257,838	\$ 149,270	\$ 184,814	\$ (73,793)	\$ 191,955	\$ 209,364
After-tax net realized capital gains (losses)	5,007	23,000	(2,661)	7,668	44,695	24,930	(28,141)	51,141	5,272	19,254
Net income (loss)	\$ (184,582)	\$ 134,021	\$ 131,312	\$ (315,894)	\$ 302,533	\$ 174,200	\$ 156,673	\$ (22,652)	\$ 197,227	\$ 228,618
Return on equity (annualized)										
After-tax operating income, excluding after-tax net realized capital gains (losses) and after-tax gain on debt repurchase ⁽²⁾	-6.5%	3.9%	9.5%	-22.5%	17.8%	10.6%	13.1%	-5.1%	13.3%	14.9%
After-tax net realized capital gains (losses)	0.1%	0.8%	-0.2%	0.5%	3.1%	1.8%	-2.0%	3.6%	0.4%	1.3%
Net income (loss)	-6.4%	4.7%	9.3%	-22.0%	20.9%	12.4%	11.1%	-1.6%	13.7%	16.2%

(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). 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, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 15,836,619	\$ 15,365,817	\$ 15,365,019	\$ 15,487,491	\$ 15,102,116	\$ 15,044,388	\$ 14,918,816	\$ 15,113,049
Total assets	19,003,917	18,792,434	18,407,971	18,549,911	18,206,876	18,160,085	18,001,312	18,128,891
Reserve for losses and loss adjustment expenses ("LAE") (gross)	10,145,655	9,969,189	9,340,183	9,331,987	9,237,813	9,299,417	8,937,858	8,889,681
Future policy benefit reserve	62,608	62,785	63,002	63,747	63,968	64,401	64,536	66,153
Revolving credit borrowings	40,000	40,000	50,000	83,000	133,000	-	-	-
8.75% Senior notes due 3/15/2010	-	-	-	-	-	-	199,970	199,931
5.4% Senior notes due 10/15/2014	249,835	249,824	249,812	249,801	249,790	249,780	249,769	249,759
6.6% Long term notes due 5/1/2067	238,352	238,352	238,351	238,350	238,349	238,349	238,348	238,347
Junior subordinated debt securities payable	329,897	329,897	329,897	329,897	329,897	329,897	329,897	329,897
Shareholders' equity	6,152,558	5,914,170	6,283,517	6,281,620	6,035,599	6,036,955	6,101,722	6,084,952
Common shares outstanding	54,346	54,224	54,428	55,023	56,242	58,922	59,318	60,398
Book value per common share outstanding	\$ 113.21	\$ 109.07	\$ 115.45	\$ 114.16	\$ 107.31	\$ 102.46	\$ 102.87	\$ 100.75
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 10,145,655	\$ 9,969,189	\$ 9,340,183	\$ 9,331,987	\$ 9,237,813	\$ 9,299,417	\$ 8,937,858	\$ 8,889,681
Reinsurance receivables on unpaid losses (690,140)	(690,140)	(696,088)	(689,445)	(676,249)	(635,508)	(652,830)	(641,269)	(629,535)
Net reserve for losses and LAE	\$ 9,455,515	\$ 9,273,101	\$ 8,650,738	\$ 8,655,738	\$ 8,602,305	\$ 8,646,587	\$ 8,296,589	\$ 8,260,146
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Gross loss and LAE reserves	\$ 526,722	\$ 535,764	\$ 554,790	\$ 577,537	\$ 614,135	\$ 625,208	\$ 638,674	\$ 652,337
Net loss and LAE reserves	505,916	514,656	532,906	554,588	589,474	600,190	613,121	622,765
Net asbestos 3 year survival ratio	5.1	4.9	5.9	5.7	6.7	6.3	7.0	6.8
Net asbestos 3 year survival ratio excluding settlements in place	9.0	8.1	8.7	9.6	9.4	8.8	9.0	7.7
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax yield - net of expenses, amortized cost basis	4.0%	3.9%	3.9%	4.1%	4.2%	4.1%	4.1%	4.0%
After-tax yield - net of expenses, amortized cost basis	3.5%	3.4%	3.5%	3.7%	3.8%	3.7%	3.6%	3.5%
Modified duration of fixed income portfolio (in years)	3.5	3.7	3.8	3.7	3.7	3.9	3.8	3.8
Average credit quality	Aa3	Aa3	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.65 TO 1	0.68 TO 1	0.63 TO 1	0.63 TO 1	0.65 TO 1	0.65 TO 1	0.64 TO 1	0.62 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.54 TO 1	1.57 TO 1	1.38 TO 1	1.38 TO 1	1.43 TO 1	1.43 TO 1	1.36 TO 1	1.36 TO 1

EVEREST RE GROUP, LTD.
Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Six Months Ended		Three Months Ended							
	June 30, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 2,052,794	\$ 2,034,528	\$ 987,865	\$ 1,064,929	\$ 1,002,600	\$ 1,163,591	\$ 1,013,509	\$ 1,021,019	\$ 1,028,509	\$ 1,128,840
Net written premiums	1,975,005	1,918,223	955,121	1,019,884	942,130	1,085,225	948,970	969,253	975,015	1,057,254
Premiums earned	\$ 2,051,281	\$ 1,917,201	\$ 1,039,835	\$ 1,011,446	\$ 1,020,159	\$ 997,265	\$ 989,899	\$ 927,302	\$ 1,029,520	\$ 975,380
Incurred losses and LAE										
Attritional - current year	1,200,514	1,135,674	614,396	586,118	648,505	605,911	584,046	551,628	556,079	554,037
Attritional - prior year	(3,763)	(8,998)	(2,371)	(1,392)	14,352	(20,801)	(9,779)	781	92,113	8,686
Catastrophes	788,050	424,128	123,000	665,050	57,264	89,677	69,681	354,447	1,500	24,524
Asbestos & environmental	764	-	764	-	-	-	-	-	429	-
Total incurred losses and LAE	1,985,565	1,550,804	735,789	1,249,776	720,121	674,787	643,948	906,856	650,121	587,247
Commission and brokerage	473,831	449,155	237,374	236,457	245,227	237,473	236,493	212,662	243,824	229,257
Other underwriting expenses	90,853	80,691	45,897	44,956	41,230	44,337	41,747	38,944	45,349	44,504
Underwriting gain (loss)	\$ (498,968)	\$ (163,449)	\$ 20,775	\$ (519,743)	\$ 13,581	\$ 40,668	\$ 67,711	\$ (231,160)	\$ 90,226	\$ 114,372
Loss ratio										
Attritional - current year	58.6%	59.2%	59.1%	57.9%	63.6%	60.8%	59.0%	59.5%	54.0%	56.8%
Attritional - prior year	-0.2%	-0.4%	-0.2%	-0.1%	1.4%	-2.1%	-0.9%	0.1%	8.9%	0.9%
Catastrophes	38.4%	22.1%	11.8%	65.8%	5.6%	9.0%	7.0%	38.2%	0.1%	2.5%
Asbestos & environmental	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	96.8%	80.9%	70.8%	123.6%	70.6%	67.7%	65.1%	97.8%	63.1%	60.2%
Commission and brokerage ratio	23.1%	23.4%	22.8%	23.4%	24.0%	23.8%	23.9%	22.9%	23.7%	23.5%
Other underwriting expenses	4.4%	4.2%	4.4%	4.4%	4.1%	4.4%	4.2%	4.2%	4.4%	4.6%
Combined ratio	124.3%	108.5%	98.0%	151.4%	98.7%	95.9%	93.2%	124.9%	91.2%	88.3%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE

	Six Months Ended		Three Months Ended							
	June 30, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 480,607	\$ 433,178	\$ 226,132	\$ 254,475	\$ 205,851	\$ 211,632	\$ 204,941	\$ 228,237	\$ 193,845	\$ 230,491
Net written premiums	411,187	318,517	196,908	214,279	148,648	138,426	141,534	176,983	144,184	160,499
Premiums earned	\$ 392,280	\$ 317,146	\$ 195,641	\$ 196,639	\$ 153,482	\$ 155,770	\$ 155,323	\$ 161,823	\$ 168,080	\$ 168,402
Incurred losses and LAE										
Attritional - current year	288,947	228,447	140,969	147,978	141,430	120,822	113,052	115,395	122,766	120,994
Attritional - prior year	-	2,205	-	-	30,151	4,400	5,537	(3,332)	48,729	9,790
Catastrophes	335	-	335	-	-	-	-	-	-	-
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	289,282	230,652	141,304	147,978	171,581	125,222	118,589	112,063	171,495	130,784
Commission and brokerage	62,674	61,082	30,285	32,389	27,663	29,404	29,276	31,806	25,098	34,591
Other underwriting expenses	44,273	32,856	22,401	21,872	17,341	19,479	16,279	16,577	18,212	19,982
Underwriting gain (loss)	\$ (3,949)	\$ (7,444)	\$ 1,651	\$ (5,600)	\$ (63,103)	\$ (18,335)	\$ (8,821)	\$ 1,377	\$ (46,725)	\$ (16,955)
Loss ratio										
Attritional - current year	73.6%	72.0%	72.0%	75.3%	92.2%	77.6%	72.8%	71.3%	73.0%	71.9%
Attritional - prior year	0.0%	0.7%	0.0%	0.0%	19.6%	2.8%	3.5%	-2.1%	29.0%	5.8%
Catastrophes	0.1%	0.0%	0.2%	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	73.7%	72.7%	72.2%	75.3%	111.8%	80.4%	76.3%	69.3%	102.0%	77.7%
Commission and brokerage ratio	16.0%	19.3%	15.5%	16.5%	18.0%	18.9%	18.8%	19.7%	14.9%	20.5%
Other underwriting expense ratio	11.3%	10.3%	11.5%	11.0%	11.3%	12.5%	10.6%	10.1%	10.9%	11.9%
Combined ratio	101.0%	102.3%	99.2%	102.8%	141.1%	111.8%	105.7%	99.1%	127.8%	110.1%

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 1,572,187	\$ 1,601,350	\$ 761,733	\$ 810,454	\$ 796,749	\$ 951,959	\$ 808,568	\$ 792,782	\$ 834,664	\$ 898,349
Net written premiums	1,563,818	1,599,706	758,213	805,605	793,482	946,799	807,436	792,270	830,831	896,755
Premiums earned	\$ 1,659,001	\$ 1,600,055	\$ 844,194	\$ 814,807	\$ 866,677	\$ 841,495	\$ 834,576	\$ 765,479	\$ 861,440	\$ 806,978
Incurred losses and LAE										
Attritional - current year	911,567	907,227	473,427	438,140	507,075	485,089	470,994	436,233	433,313	433,043
Attritional - prior year	(3,763)	(11,203)	(2,371)	(1,392)	(15,799)	(25,201)	(15,316)	4,113	43,384	(1,104)
Catastrophes	787,715	424,128	122,665	665,050	57,264	89,677	69,681	354,447	1,500	24,524
Asbestos & environmental	764	-	764	-	-	-	-	-	429	-
Total incurred losses and LAE	1,696,283	1,320,152	594,485	1,101,798	548,540	549,565	525,359	794,793	478,626	456,463
Commission and brokerage	411,157	388,073	207,089	204,068	217,564	208,069	207,217	180,856	218,726	194,666
Other underwriting expenses	46,580	47,835	23,496	23,084	23,889	24,858	25,468	22,367	27,137	24,522
Underwriting gain (loss)	\$ (495,019)	\$ (156,005)	\$ 19,124	\$ (514,143)	\$ 76,684	\$ 59,003	\$ 76,532	\$ (232,537)	\$ 136,951	\$ 131,327
Loss ratio										
Attritional - current year	54.9%	56.7%	56.0%	53.8%	58.5%	57.6%	56.4%	57.0%	50.3%	53.7%
Attritional - prior year	-0.2%	-0.7%	-0.3%	-0.2%	-1.8%	-3.0%	-1.8%	0.5%	5.0%	-0.1%
Catastrophes	47.5%	26.5%	14.6%	81.6%	6.6%	10.7%	8.3%	46.3%	0.2%	3.0%
Asbestos & environmental	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	102.2%	82.5%	70.4%	135.2%	63.3%	65.3%	62.9%	103.8%	55.6%	56.6%
Commission and brokerage ratio	24.8%	24.3%	24.5%	25.0%	25.1%	24.7%	24.8%	23.6%	25.4%	24.1%
Other underwriting expense ratio	2.8%	2.9%	2.8%	2.9%	2.8%	3.0%	3.1%	3.0%	3.1%	3.0%
Combined ratio	129.8%	109.7%	97.7%	163.1%	91.2%	93.0%	90.8%	130.4%	84.1%	83.7%

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 484,167	\$ 512,223	\$ 230,260	\$ 253,907	\$ 259,115	\$ 372,358	\$ 268,215	\$ 244,008	\$ 296,255	\$ 345,567
Net written premiums	484,108	512,825	230,184	253,924	259,754	372,579	268,559	244,266	294,110	346,306
Premiums earned	\$ 523,798	\$ 523,626	\$ 259,664	\$ 264,134	\$ 316,229	\$ 289,472	\$ 286,886	\$ 236,740	\$ 314,592	\$ 276,696
Incurred losses and LAE										
Attritional - current year	269,651	270,737	138,003	131,648	179,414	162,969	147,966	122,771	130,025	134,730
Attritional - prior year	959	5,804	1,254	(295)	52,200	1,145	5,645	159	34,261	(16,223)
Catastrophes	176,350	23,462	61,417	114,933	16,042	(5,459)	(7,412)	30,874	(7,628)	2,473
Asbestos & environmental	-	-	-	-	-	-	-	-	429	-
Total incurred losses and LAE	446,960	300,003	200,674	246,286	247,656	158,655	146,199	153,804	157,087	120,980
Commission and brokerage	134,953	128,380	65,449	69,504	85,618	70,586	71,182	57,198	82,906	53,847
Other underwriting expenses	15,773	17,183	7,871	7,902	7,824	8,933	9,377	7,806	10,931	9,665
Underwriting gain (loss)	\$ (73,888)	\$ 78,060	\$ (14,330)	\$ (59,558)	\$ (24,869)	\$ 51,298	\$ 60,128	\$ 17,932	\$ 63,668	\$ 92,204
Loss ratio										
Attritional - current year	51.4%	51.7%	53.0%	49.7%	56.7%	56.3%	51.6%	51.9%	41.3%	48.7%
Attritional - prior year	0.2%	1.1%	0.5%	-0.1%	16.5%	0.4%	2.0%	0.1%	10.9%	-5.9%
Catastrophes	33.7%	4.5%	23.7%	43.6%	5.1%	-1.9%	-2.6%	13.0%	-2.4%	0.9%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.0%
Total loss ratio	85.3%	57.3%	77.3%	93.2%	78.3%	54.8%	51.0%	65.0%	49.9%	43.7%
Commission and brokerage ratio	25.8%	24.5%	25.2%	26.3%	27.1%	24.4%	24.8%	24.2%	26.4%	19.5%
Other underwriting expense ratio	3.0%	3.3%	3.0%	3.0%	2.5%	3.1%	3.2%	3.2%	3.5%	3.5%
Combined ratio	114.1%	85.1%	105.5%	122.5%	107.9%	82.3%	79.0%	92.4%	79.8%	66.7%

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 135,537	\$ 131,742	\$ 66,367	\$ 69,170	\$ 68,776	\$ 65,929	\$ 65,855	\$ 65,887	\$ 51,048	\$ 67,615
Net written premiums	134,216	129,580	65,600	68,616	67,782	64,827	64,460	65,120	49,338	66,909
Premiums earned	\$ 136,218	\$ 136,238	\$ 64,316	\$ 71,902	\$ 69,253	\$ 66,843	\$ 68,814	\$ 67,424	\$ 49,648	\$ 66,839
Incurred losses and LAE										
Attritional - current year	91,268	104,126	44,451	46,817	42,619	45,967	59,957	44,169	35,506	46,429
Attritional - prior year	100	(5)	90	10	4,548	(2)	-	(5)	(6,119)	2,501
Catastrophes	1,891	4,052	1,831	60	1,827	790	2,479	1,573	3,121	(777)
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	93,259	108,173	46,372	46,887	48,994	46,755	62,436	45,737	32,508	48,153
Commission and brokerage	30,171	33,598	14,633	15,538	19,729	16,284	16,802	16,796	19,737	19,340
Other underwriting expenses	4,005	4,358	2,001	2,004	2,069	2,143	2,407	1,951	2,492	2,383
Underwriting gain (loss)	\$ 8,783	\$ (9,891)	\$ 1,310	\$ 7,473	\$ (1,539)	\$ 1,661	\$ (12,831)	\$ 2,940	\$ (5,089)	\$ (3,037)
Loss ratio										
Attritional - current year	67.0%	76.4%	69.1%	65.1%	61.5%	68.7%	87.1%	65.5%	71.5%	69.5%
Attritional - prior year	0.1%	0.0%	0.1%	0.0%	6.6%	0.0%	0.0%	0.0%	-12.3%	3.7%
Catastrophes	1.4%	3.0%	2.9%	0.1%	2.6%	1.2%	3.6%	2.3%	6.3%	-1.2%
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	68.5%	79.4%	72.1%	65.2%	70.7%	69.9%	90.7%	67.8%	65.5%	72.0%
Commission and brokerage ratio	22.1%	24.7%	22.8%	21.6%	28.5%	24.4%	24.4%	24.9%	39.8%	28.9%
Other underwriting expense ratio	3.0%	3.2%	3.1%	2.8%	3.0%	3.2%	3.5%	2.9%	5.0%	3.6%
Combined ratio	93.6%	107.3%	98.0%	89.6%	102.2%	97.5%	118.6%	95.6%	110.3%	104.5%

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 597,596	\$ 582,348	\$ 288,749	\$ 308,847	\$ 300,864	\$ 323,741	\$ 306,998	\$ 275,350	\$ 286,870	\$ 272,603
Net written premiums	590,544	582,272	286,043	304,501	297,917	319,405	306,960	275,312	286,817	270,891
Premiums earned	\$ 633,495	\$ 568,564	\$ 317,160	\$ 316,335	\$ 298,299	\$ 301,267	\$ 291,964	\$ 276,600	\$ 282,468	\$ 262,215
Incurred losses and LAE										
Attritional - current year	334,026	315,463	168,825	165,201	159,876	172,350	153,478	161,985	134,067	139,897
Attritional - prior year	(10,010)	(5,999)	(5,013)	(4,997)	(11,121)	(24,797)	(5,764)	(235)	16,109	2,318
Catastrophes	502,330	342,253	57,806	444,524	26,247	75,807	76,413	265,840	8,826	23,155
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	826,346	651,717	221,618	604,728	175,002	223,360	224,127	427,590	159,002	165,370
Commission and brokerage	152,216	142,781	73,786	78,430	67,068	78,574	77,846	64,935	69,478	68,341
Other underwriting expenses	13,389	13,688	6,950	6,439	7,283	6,675	7,308	6,380	6,620	6,159
Underwriting gain (loss)	\$ (358,456)	\$ (239,622)	\$ 14,806	\$ (373,262)	\$ 48,946	\$ (7,342)	\$ (17,317)	\$ (222,305)	\$ 47,368	\$ 22,345
Loss ratio										
Attritional - current year	52.8%	55.5%	53.3%	52.3%	53.6%	57.1%	52.6%	58.6%	47.5%	53.4%
Attritional - prior year	-1.6%	-1.1%	-1.6%	-1.6%	-3.7%	-8.2%	-2.0%	-0.1%	5.7%	0.9%
Catastrophes	79.2%	60.2%	18.2%	140.5%	8.8%	25.2%	26.2%	96.1%	3.1%	8.8%
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	130.4%	114.6%	69.9%	191.2%	58.7%	74.1%	76.8%	154.6%	56.3%	63.1%
Commission and brokerage ratio	24.0%	25.1%	23.3%	24.8%	22.5%	26.1%	26.7%	23.5%	24.6%	26.1%
Other underwriting expense ratio	2.2%	2.4%	2.1%	2.0%	2.4%	2.2%	2.4%	2.3%	2.3%	2.3%
Combined ratio	156.6%	142.1%	95.3%	218.0%	83.6%	102.4%	105.9%	180.4%	83.2%	91.5%

(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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
Gross written premiums	\$ 354,887	\$ 375,037	\$ 176,357	\$ 178,530	\$ 167,994	\$ 189,931	\$ 167,500	\$ 207,537	\$ 200,491	\$ 212,564
Net written premiums	354,950	375,029	176,386	178,564	168,029	189,988	167,457	207,572	200,566	212,649
Premiums earned	\$ 365,490	\$ 371,627	\$ 203,054	\$ 162,436	\$ 182,896	\$ 183,913	\$ 186,912	\$ 184,715	\$ 214,732	\$ 201,228
Incurred losses and LAE										
Attritional - current year	216,622	216,901	122,148	94,474	125,166	103,803	109,593	107,308	133,715	111,987
Attritional - prior year	5,188	(11,003)	1,298	3,890	(61,426)	(1,547)	(15,197)	4,194	(867)	10,300
Catastrophes	107,144	54,361	1,611	105,533	13,148	18,539	(1,799)	56,160	(2,819)	(327)
Asbestos & environmental	764	-	764	-	-	-	-	-	-	-
Total incurred losses and LAE	329,718	260,259	125,821	203,897	76,888	120,795	92,597	167,662	130,029	121,960
Commission and brokerage	93,817	83,314	53,221	40,596	45,149	42,625	41,387	41,927	46,605	53,138
Other underwriting expenses	13,413	12,606	6,674	6,739	6,713	7,107	6,376	6,230	7,094	6,315
Underwriting gain (loss)	\$ (71,458)	\$ 15,448	\$ 17,338	\$ (88,796)	\$ 54,146	\$ 13,386	\$ 46,552	\$ (31,104)	\$ 31,004	\$ 19,815
Loss ratio										
Attritional - current year	59.3%	58.4%	60.2%	58.2%	68.4%	56.4%	58.6%	58.1%	62.3%	55.7%
Attritional - prior year	1.4%	-3.0%	0.6%	2.4%	-33.6%	-0.8%	-8.1%	2.3%	-0.4%	5.1%
Catastrophes	29.3%	14.6%	0.8%	64.9%	7.2%	10.1%	-1.0%	30.4%	-1.3%	-0.2%
Asbestos & environmental	0.2%	0.0%	0.4%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	90.2%	70.0%	62.0%	125.5%	42.0%	65.7%	49.5%	90.8%	60.6%	60.6%
Commission and brokerage ratio	25.7%	22.4%	26.2%	25.0%	24.7%	23.2%	22.1%	22.7%	21.7%	26.4%
Other underwriting expense ratio	3.7%	3.4%	3.3%	4.2%	3.7%	3.8%	3.5%	3.3%	3.3%	3.2%
Combined ratio	119.6%	95.8%	91.5%	154.7%	70.4%	92.7%	75.1%	116.8%	85.6%	90.2%

(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, 2011			At December 31, 2010		
	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	\$ 12,456,773	\$ 11,924,068	\$ 532,705	\$ 12,450,469	\$ 12,011,336	\$ 439,133
Fixed maturities-available for sale, at fair value	128,337	128,337	-	180,482	180,482	-
Equity securities-available for sale, at market value	461,503	452,942	8,561	363,736	363,283	453
Equity securities-available for sale, at fair value	1,012,214	1,012,214	-	721,449	721,449	-
Other invested assets	581,588	581,803	(215)	605,196	603,681	1,515
Short-term investments	784,681	784,681	-	785,279	785,279	-
Cash	411,523	411,523	-	258,408	258,408	-
Total	\$ 15,836,619	\$ 15,295,568	\$ 541,051	\$ 15,365,019	\$ 14,923,918	\$ 441,101

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	\$ 12,456,773	90.4%	\$ 12,450,469	91.1%
Fixed maturities-available for sale, at fair value	128,337	0.9%	180,482	1.3%
Short-term investments	784,681	5.7%	785,279	5.7%
Cash	411,523	3.0%	258,408	1.9%
Total	\$ 13,781,314	100.0%	\$ 13,674,638	100.0%

Investment Sectors:

	At June 30, 2011		At December 31, 2010	
	Market Value	% of Total	Market Value	% of Total
Treasury	\$ 320,964	2.3%	\$ 401,807	3.0%
Agency	26,955	0.2%	27,168	0.2%
Corporate	3,417,063	24.8%	3,111,621	22.8%
Mortgage-backed securities				
Agency	2,019,683	14.6%	2,093,282	15.3%
Non-agency residential	53,357	0.4%	57,560	0.4%
Alt.-A	15,193	0.1%	18,181	0.1%
Commercial	329,011	2.4%	337,219	2.5%
Asset-backed securities				
Other	189,425	1.4%	216,311	1.6%
Subprime	1,873	0.0%	1,990	0.0%
Municipal	2,213,945	16.1%	2,901,505	21.2%
Non-US	3,997,641	29.0%	3,464,307	25.3%
Cash & short-term investments	1,196,204	8.7%	1,043,687	7.6%
Total	\$ 13,781,314	100.0%	\$ 13,674,638	100.0%

Credit Quality:

	Market Value	% of Total	Market Value	% of Total
AAA	\$ 6,546,199	47.5%	\$ 6,336,787	46.3%
AA	2,433,978	17.7%	2,717,742	19.9%
A	2,568,001	18.6%	2,660,366	19.5%
BBB	1,203,126	8.7%	1,224,163	9.0%
BB	572,823	4.2%	401,499	2.9%
B	404,918	2.9%	260,460	1.9%
Other	52,269	0.4%	73,621	0.5%
Total	\$ 13,781,314	100.0%	\$ 13,674,638	100.0%

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

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	<u>June 30, 2011</u>	
	<u>Market Value</u>	<u>Unrealized Gain / (Loss)</u>
Top 20 Largest Corporate Fixed Income Positions:		
European Investment Bank	\$ 89,381	\$ 2,536
JPMorgan Chase & Co.	81,728	5,087
Kredit Fuer Wiederaufbau	71,249	305
General Electric Capital Corp.	64,462	2,941
PNC Financial Services Group, Inc.	62,596	4,882
Credit Suisse Group	62,469	3,432
AT&T, Inc.	58,202	2,582
ConocoPhillips	56,705	5,009
Bank Nederlandse Gemeenten	52,267	(1,284)
Goldman Sachs Group, Inc.	51,602	253
MetLife, Inc.	51,424	1,173
Citigroup, Inc.	47,524	2,698
National Australia Bank Limited	47,483	1,319
Bank of America Corporation	45,379	(2,270)
US Bancorp	44,187	1,827
Morgan Stanley	44,048	1,863
Barclays Bank PLC	43,608	1,022
Caisse d'Amortissement de la Dette Sociale	42,279	1,196
Wal-Mart Stores, Inc	39,343	1,634
Australia and New Zealand Banking Group Limited	39,222	658
Total	<u>\$ 1,095,158</u>	<u>\$ 36,863</u>

	<u>December 31, 2010</u>	
	<u>Market Value</u>	<u>Unrealized Gain / (Loss)</u>
Top 20 Largest Corporate Fixed Income Positions:		
JPMorgan Chase & Co.	\$ 81,159	\$ 4,954
European Investment Bank	74,726	982
PNC Financial Services Group, Inc.	62,159	4,382
Credit Suisse Group	62,077	3,730
AT&T, Inc.	58,808	2,997
General Electric Capital Corp.	57,084	2,192
Kredit Fuer Wiederaufbau	56,777	(436)
ConocoPhillips	56,272	4,437
Citigroup, Inc.	46,589	2,499
Bank Nederlandse Gemeenten	45,388	(1,323)
Goldman Sachs Group, Inc.	44,724	517
US Bancorp	44,331	1,774
Bank of America Corporation	43,762	(3,531)
Wal-Mart Stores Inc.	43,690	1,095
MetLife, Inc.	40,975	712
The Bank of New York Mellon Corporation	40,069	1,505
Network Rail	38,403	(1,899)
Barclays Bank PLC	37,981	680
Wells Fargo & Co.	37,769	2,378
Merck & Co. Inc.	37,491	876
Total	<u>\$ 1,010,234</u>	<u>\$ 28,521</u>

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	June 30, 2011
<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>
Chevron Corp.	\$ 28,286
Pfizer, Inc.	22,961
Johnson & Johnson	22,098
Wells Fargo & Co.	19,671
AT&T, Inc.	18,807
El Dupont de Nemours & Co.	18,286
The Home Depot, Inc.	17,386
Exxon Mobil Corp.	16,390
ConocoPhillips	16,299
Xcel Energy, Inc.	15,372
Marsh & McLennan Companies, Inc.	14,934
Merck & Co. Inc.	14,664
Kraft Foods, Inc.	14,322
3M Co.	13,877
General Electric Co.	13,859
JPMorgan Chase & Co.	13,424
Automatic Data Processing, Inc.	13,349
Kinder Morgan Energy Partners LP	13,077
Occidental Petroleum Corporation	12,402
Marathon Oil Corporation	11,869
Total	<u>\$ 331,333</u>

	December 31, 2010
<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>
Chevron Corp.	\$ 25,641
AT&T, Inc.	18,674
Pfizer, Inc.	17,492
El DuPont de Nemours & Co.	16,430
Automatic Data Processing, Inc.	16,291
ConocoPhillips	15,636
Xcel Energy, Inc.	14,898
Waste Management, Inc.	14,586
The Home Depot, Inc.	13,989
Johnson & Johnson	13,830
Exxon Mobil Corp.	13,564
General Electric Co.	13,096
Wells Fargo & Co.	12,814
JPMorgan Chase & Co.	12,641
3M Co.	12,626
Merck & Co. Inc.	12,459
Marsh & McLennan Companies, Inc.	12,147
Occidental Petroleum Corporation	12,145
Marathon Oil Corporation	11,213
Kraft Foods, Inc.	11,060
Total	<u>\$ 291,232</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, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
NET INVESTMENT INCOME										
Fixed maturities	\$ 265,524	\$ 294,216	\$ 132,668	\$ 132,856	\$ 143,853	\$ 143,801	\$ 149,017	\$ 145,199	\$ 136,435	\$ 145,408
Equity securities	25,019	5,379	13,156	11,863	4,058	2,763	2,856	2,523	1,391	757
Short-term investments and cash	676	(390)	439	237	177	364	(82)	(308)	93	629
Other invested assets										
Limited partnerships	50,975	31,509	14,344	36,631	40,339	(1,108)	15,611	15,898	10,205	23,452
Other	4,723	702	4,126	597	389	183	330	372	371	(1,332)
Total gross investment income	346,917	331,416	164,733	182,184	188,816	146,003	167,732	163,684	148,495	168,914
Interest (debited) credited on funds held	324	(2,714)	955	(631)	(668)	688	(1,269)	(1,445)	(1,015)	397
Interest (debited) credited to future policy benefit reserves	707	1,206	637	70	1,252	626	585	621	547	755
Other investment expenses	8,563	5,694	4,523	4,040	3,367	3,321	2,685	3,009	2,520	2,375
Total investment expenses	9,594	4,186	6,115	3,479	3,951	4,635	2,001	2,185	2,052	3,527
Total net investment income	\$ 337,323	\$ 327,230	\$ 158,618	\$ 178,705	\$ 184,865	\$ 141,368	\$ 165,731	\$ 161,499	\$ 146,443	\$ 165,387

	Six Months Ended		Three Months Ended							
	June 30, 2011	June 30, 2010	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010	March 31, 2010	December 31, 2009	September 30, 2009
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ (34,859)	\$ 51,512	\$ (5,079)	\$ (29,780)	\$ (9,604)	\$ (1,526)	\$ (4,577)	\$ 56,089	\$ (209)	\$ (1,355)
Equity securities	42,170	(20,496)	235	41,935	42,194	39,823	(37,124)	16,628	8,490	32,415
Other invested assets	-	-	-	-	-	-	-	-	-	-
Short-term investments	-	9	(1)	1	1	(2)	8	1	19	3
Total net realized capital gains (losses)	\$ 7,311	\$ 31,025	\$ (4,845)	\$ 12,156	\$ 32,591	\$ 38,295	\$ (41,693)	\$ 72,718	\$ 8,300	\$ 31,063