

Everest Re Group, Ltd.

Financial Supplement

December 31, 2014



EVEREST[®]

EVEREST RE GROUP, LTD.
Supplemental GAAP Operating Information

(Dollars in thousands, except per share amounts)
(unaudited)

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
PRODUCTION INFORMATION:										
Gross written premiums	\$ 5,748,987	\$ 5,218,634	\$ 1,399,500	\$ 1,666,701	\$ 1,415,362	\$ 1,267,424	\$ 1,312,658	\$ 1,464,984	\$ 1,260,202	\$ 1,180,790
Net written premiums	5,256,903	5,004,821	1,294,247	1,517,580	1,217,487	1,227,589	1,253,355	1,389,147	1,212,626	1,149,693
Net premiums earned	5,169,135	4,753,543	1,362,330	1,389,998	1,272,317	1,144,490	1,287,496	1,225,755	1,151,533	1,088,759
INVESTMENT INCOME:										
Pre-tax investment income	\$ 530,570	\$ 548,509	\$ 134,046	\$ 142,143	\$ 131,224	\$ 123,157	\$ 126,127	\$ 127,872	\$ 148,729	\$ 145,781
Effective tax rate	17.5%	16.7%	17.7%	19.0%	17.0%	16.1%	16.7%	16.7%	17.2%	16.4%
After-tax investment income	\$ 437,698	\$ 456,659	\$ 110,265	\$ 115,141	\$ 108,906	\$ 103,386	\$ 105,023	\$ 106,575	\$ 123,200	\$ 121,861
Net pre-tax yield - amortized cost	3.2%	3.5%	3.2%	3.4%	3.2%	3.1%	3.2%	3.3%	3.8%	3.7%
Net after-tax yield - amortized cost	2.7%	2.9%	2.6%	2.7%	2.6%	2.6%	2.7%	2.8%	3.2%	3.1%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 56,014	\$ 177,650	\$ (12,025)	\$ 26,968	\$ 42,569	\$ (1,498)	\$ 24,488	\$ 69,065	\$ 84,688	\$ (591)
After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾	(0.99)	(3.09)	0.21	(0.51)	(0.70)	0.01	(0.36)	(1.34)	(1.49)	0.08
After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾	(0.98)	(3.06)	0.21	(0.51)	(0.69)	0.01	(0.36)	(1.33)	(1.47)	0.08
EFFECTIVE TAX RATE ON:										
Net income (loss)	13.5%	18.7%	12.8%	7.1%	18.0%	15.3%	19.0%	23.5%	14.5%	18.2%
Net realized capital gains (losses)	34.0%	34.4%	35.2%	-41.1%	33.2%	38.6%	35.2%	33.8%	33.7%	34.3%
Operating income	12.2%	14.9%	12.0%	8.1%	15.0%	13.8%	14.6%	21.7%	12.3%	12.3%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ 1,199,156	\$ 1,259,382	\$ 340,123	\$ 274,916	\$ 290,184	\$ 293,933	\$ 364,638	\$ 234,759	\$ 275,642	\$ 384,343
Per basic common share	26.16	25.67	7.54	6.05	6.32	6.26	7.62	4.85	5.60	7.56
Per diluted common share	25.91	25.44	7.47	6.00	6.26	6.21	7.54	4.81	5.56	7.50
Net realized capital gains (losses)	55,469	196,829	8,655	(5,563)	39,413	12,964	61,285	29,781	22,492	83,271
Per basic common share	1.21	4.01	0.19	(0.12)	0.86	0.28	1.28	0.62	0.46	1.64
Per diluted common share	1.20	3.98	0.19	(0.12)	0.85	0.27	1.27	0.61	0.45	1.63
Operating income, excl. net realized capital gains (losses) ⁽²⁾	1,143,687	1,062,553	331,468	280,479	250,771	280,969	303,353	204,978	253,150	301,072
Per basic common share	24.95	21.66	7.34	6.18	5.46	5.99	6.34	4.24	5.14	5.92
Per diluted common share	24.71	21.47	7.28	6.12	5.41	5.93	6.28	4.20	5.10	5.88

(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)

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
COMBINED RATIO:										
Loss ratio	56.2%	58.9%	52.4%	60.3%	57.8%	54.1%	56.4%	62.8%	61.8%	54.4%
Commission and brokerage ratio	22.0%	20.6%	23.1%	20.9%	22.3%	21.5%	19.7%	20.3%	21.0%	21.4%
Other underwriting expense ratio	4.6%	5.0%	5.0%	4.5%	4.6%	4.4%	5.4%	4.9%	4.8%	4.9%
Combined ratio	82.8%	84.5%	80.5%	85.7%	84.7%	80.0%	81.5%	88.0%	87.6%	80.7%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 1,313,821	\$ 1,098,261	\$ 387,877	\$ 335,512	\$ 223,335	\$ 367,097	\$ 273,297	\$ 386,022	\$ 179,584	\$ 259,358
Paid losses, net	2,851,522	3,018,536	706,915	790,141	683,702	670,764	804,581	825,362	684,622	703,971
Paid cats, net	319,987	490,721	61,255	74,636	78,943	105,153	145,993	117,495	109,619	117,614
Paid (recovered) asbestos and environmental losses, net	66,235	44,414	15,160	28,898	12,483	9,694	14,227	8,970	11,598	9,619
Taxes paid (recovered)	153,455	69,302	6,895	49,319	80,981	16,260	4,384	(1,820)	47,550	19,188
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 6,968,276	\$ 6,733,467	\$ 7,382,187	\$ 7,322,868	\$ 7,037,511	\$ 6,968,276	\$ 6,717,450	\$ 6,622,800	\$ 6,816,866	\$ 6,733,467
Net unrealized depreciation (appreciation) of investments	(201,154)	(603,928)	(264,832)	(344,588)	(256,500)	(201,154)	(256,151)	(278,668)	(553,036)	(603,928)
Adjusted beginning of period shareholders' equity	\$ 6,767,122	\$ 6,129,539	\$ 7,117,355	\$ 6,978,280	\$ 6,781,011	\$ 6,767,122	\$ 6,461,299	\$ 6,344,132	\$ 6,263,830	\$ 6,129,539
End of period shareholders' equity	\$ 7,451,120	\$ 6,968,276	\$ 7,451,120	\$ 7,382,187	\$ 7,322,868	\$ 7,037,511	\$ 6,968,276	\$ 6,717,450	\$ 6,622,800	\$ 6,816,866
Net unrealized depreciation (appreciation) of investments	(223,249)	(201,154)	(223,249)	(264,832)	(344,588)	(256,500)	(201,154)	(256,151)	(278,668)	(553,036)
Adjusted end of period shareholders' equity	\$ 7,227,871	\$ 6,767,122	\$ 7,227,871	\$ 7,117,355	\$ 6,978,280	\$ 6,781,011	\$ 6,767,122	\$ 6,461,299	\$ 6,344,132	\$ 6,263,830
Average adjusted shareholders' equity	\$ 6,997,497	\$ 6,448,331	\$ 7,172,613	\$ 7,047,818	\$ 6,879,646	\$ 6,774,067	\$ 6,614,211	\$ 6,402,716	\$ 6,303,981	\$ 6,196,685
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	\$ 1,143,687	\$ 1,062,553	\$ 331,468	\$ 280,479	\$ 250,771	\$ 280,969	\$ 303,353	\$ 204,978	\$ 253,150	\$ 301,072
After-tax net realized capital gains (losses)	55,469	196,829	8,655	(5,563)	39,413	12,964	61,285	29,781	22,492	83,271
Net income (loss)	\$ 1,199,156	\$ 1,259,382	\$ 340,123	\$ 274,916	\$ 290,184	\$ 293,933	\$ 364,638	\$ 234,759	\$ 275,642	\$ 384,343
Return on equity (annualized)										
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	16.3%	16.5%	18.5%	15.9%	14.6%	16.6%	18.3%	12.8%	16.1%	19.4%
After-tax net realized capital gains (losses)	0.8%	3.0%	0.5%	-0.3%	2.3%	0.8%	3.8%	1.9%	1.4%	5.4%
Net income (loss)	17.1%	19.5%	19.0%	15.6%	16.9%	17.4%	22.1%	14.7%	17.5%	24.8%

(Some amounts may not reconcile due to rounding.)

(1) Catastrophe losses are net of specific reinsurance and reinstatement premiums. However, catastrophe losses used in the calculations of 'after-tax effect of catastrophe losses on earnings per basic/diluted common share' are also net of catastrophe losses related to non-controlling interests of Mt. Logan Re.

(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) attributable to Everest Re Group 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.

EVEREST RE GROUP, LTD.

Supplemental GAAP Balance Sheet Information

(Dollars in thousands, except per share amounts)

(unaudited)

	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 17,435,937	\$ 17,598,719	\$ 17,641,438	\$ 16,806,455	\$ 16,596,483	\$ 16,247,856	\$ 16,027,902	\$ 16,562,194
Total assets	20,817,824	21,487,213	21,191,644	20,112,395	19,808,036	20,027,920	19,559,048	19,802,071
Reserve for losses and loss adjustment expenses ("LAE") (gross)	9,720,813	9,795,429	9,704,463	9,611,114	9,673,240	9,737,917	9,843,480	9,843,262
Future policy benefit reserve	59,820	57,633	58,368	58,089	59,512	65,255	65,541	65,311
Revolving credit borrowings	-	-	-	-	-	-	40,000	-
4.868 Senior notes due 6/1/2044	400,000	400,000	400,000	-	-	-	-	-
5.4% Senior notes due 10/15/2014	-	249,998	249,984	249,971	249,958	249,945	249,932	249,919
6.6% Long term notes due 5/1/2067	238,364	238,363	238,362	238,361	238,361	238,360	238,359	238,358
Junior subordinated debt securities payable	-	-	-	-	-	-	-	329,897
Redeemable noncontrolling interests - Mt. Logan Re	421,552	404,411	375,908	315,168	93,378	91,268	-	-
Shareholders' equity	7,451,120	7,382,187	7,322,868	7,037,511	6,968,276	6,717,450	6,622,800	6,816,866
Common shares outstanding	44,686	45,250	45,691	46,057	47,543	47,914	48,588	49,966
Book value per common share outstanding	\$ 166.75	\$ 163.14	\$ 160.27	\$ 152.80	\$ 146.57	\$ 140.20	\$ 136.31	\$ 136.43
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 9,720,813	\$ 9,795,429	\$ 9,704,463	\$ 9,611,114	\$ 9,673,240	\$ 9,737,917	\$ 9,843,480	\$ 9,843,262
Reinsurance receivables on unpaid losses	(627,082)	(595,219)	(482,515)	(472,141)	(473,866)	(478,575)	(512,990)	(558,888)
Net reserve for losses and LAE	\$ 9,093,731	\$ 9,200,210	\$ 9,221,948	\$ 9,138,973	\$ 9,199,374	\$ 9,259,342	\$ 9,330,490	\$ 9,284,374
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Gross loss and LAE reserves	\$ 476,205	\$ 349,566	\$ 379,559	\$ 392,531	\$ 402,461	\$ 411,584	\$ 420,817	\$ 432,789
Net loss and LAE reserves	458,211	335,602	364,500	376,982	386,677	395,504	404,475	416,072
Net asbestos 3 year survival ratio	8.7	6.2	7.7	8.3	8.0	7.9	6.9	7.0
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax yield - net of expenses, amortized cost basis	3.0%	3.0%	3.2%	3.2%	3.2%	3.3%	3.4%	3.4%
After-tax yield - net of expenses, amortized cost basis	2.6%	2.5%	2.7%	2.7%	2.8%	2.8%	2.9%	2.9%
Modified duration of fixed income portfolio (in years)	2.9	3.0	3.0	3.2	3.2	3.2	3.2	3.2
Average credit quality	A1	Aa3	A1	A1	Aa3	Aa3	Aa3	Aa3
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.71 TO 1	0.71 TO 1	0.69 TO 1	0.72 TO 1	0.72 TO 1	0.72 TO 1	0.69 TO 1	0.62 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.22 TO 1	1.25 TO 1	1.26 TO 1	1.30 TO 1	1.32 TO 1	1.38 TO 1	1.41 TO 1	1.36 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 5,748,987	\$ 5,218,634	\$ 1,399,500	\$ 1,666,701	\$ 1,415,362	\$ 1,267,424	\$ 1,312,658	\$ 1,464,984	\$ 1,260,202	\$ 1,180,790
Net written premiums	5,256,903	5,004,821	1,294,247	1,517,580	1,217,487	1,227,589	1,253,355	1,389,147	1,212,626	1,149,693
Premiums earned	\$ 5,169,135	\$ 4,753,543	\$ 1,362,330	\$ 1,389,998	\$ 1,272,317	\$ 1,144,490	\$ 1,287,496	\$ 1,225,755	\$ 1,151,533	\$ 1,088,759
Incurred losses and LAE										
Attritional - current year	2,856,396	2,623,490	735,646	807,282	691,359	622,109	713,299	694,948	622,556	592,687
Attritional - prior year	(12,106)	(18,239)	(9,219)	475	(662)	(2,700)	(17,384)	154	(966)	(43)
Catastrophes	62,244	195,000	(12,756)	30,000	45,000	-	30,000	75,000	90,000	-
Total incurred losses and LAE	2,906,534	2,800,251	713,671	837,757	735,697	619,409	725,915	770,102	711,590	592,644
Commission and brokerage	1,135,586	977,558	315,378	290,519	283,687	246,002	253,858	248,587	242,067	233,046
Other underwriting expenses	240,400	237,126	68,235	63,113	58,414	50,638	69,419	59,860	54,901	52,946
Underwriting gain (loss)	\$ 886,615	\$ 738,608	\$ 265,046	\$ 198,609	\$ 194,519	\$ 228,441	\$ 238,304	\$ 147,206	\$ 142,975	\$ 210,123
Loss ratio										
Attritional - current year	55.2%	55.2%	54.0%	58.1%	54.4%	54.3%	55.5%	56.7%	54.1%	54.4%
Attritional - prior year	-0.2%	-0.4%	-0.7%	0.0%	-0.1%	-0.2%	-1.4%	0.0%	-0.1%	0.0%
Catastrophes	1.2%	4.1%	-0.9%	2.2%	3.5%	0.0%	2.3%	6.1%	7.8%	0.0%
Total loss ratio	56.2%	58.9%	52.4%	60.3%	57.8%	54.1%	56.4%	62.8%	61.8%	54.4%
Commission and brokerage ratio	22.0%	20.6%	23.1%	20.9%	22.3%	21.5%	19.7%	20.3%	21.0%	21.4%
Other underwriting expenses	4.6%	5.0%	5.0%	4.5%	4.6%	4.4%	5.4%	4.9%	4.8%	4.9%
Combined ratio	82.8%	84.5%	80.5%	85.7%	84.7%	80.0%	81.5%	88.0%	87.6%	80.7%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	55.3%	55.4%	54.0%	58.2%	54.4%	54.4%	55.6%	57.0%	54.3%	54.5%
Attritional combined ratio	82.0%	81.0%	82.1%	83.7%	81.4%	80.4%	80.9%	82.3%	80.2%	80.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 4,392,253	\$ 3,929,707	\$ 1,063,171	\$ 1,252,256	\$ 1,076,528	\$ 1,000,298	\$ 980,818	\$ 1,076,966	\$ 943,814	\$ 928,109
Net written premiums	4,065,097	3,900,157	1,003,538	1,157,133	915,062	989,364	967,035	1,072,881	935,797	924,444
Premiums earned	\$ 4,013,408	\$ 3,698,840	\$ 1,030,052	\$ 1,061,262	\$ 1,000,386	\$ 921,708	\$ 963,299	\$ 943,363	\$ 902,251	\$ 889,927
Incurred losses and LAE										
Attritional - current year	2,045,221	1,821,521	491,939	568,483	508,872	475,927	429,989	488,567	448,798	454,167
Attritional - prior year	(36,975)	(150,096)	(29,580)	(3,241)	371	(4,525)	(142,166)	154	(5,240)	(2,844)
Catastrophes	56,245	192,980	(14,109)	29,282	41,337	(265)	29,972	72,999	89,979	30
Total incurred losses and LAE	2,064,491	1,864,405	448,250	594,524	550,580	471,137	317,795	561,720	533,537	451,353
Commission and brokerage	971,368	841,911	275,518	244,996	241,204	209,650	221,274	210,360	207,856	202,421
Other underwriting expenses	115,104	115,740	31,562	30,236	27,701	25,605	34,264	28,825	26,428	26,223
Underwriting gain (loss)	\$ 862,445	\$ 876,784	\$ 274,722	\$ 191,506	\$ 180,901	\$ 215,316	\$ 389,966	\$ 142,458	\$ 134,430	\$ 209,930
Loss ratio										
Attritional - current year	51.0%	49.3%	47.7%	53.5%	50.9%	51.6%	44.6%	51.8%	49.7%	51.0%
Attritional - prior year	-1.0%	-4.1%	-2.8%	-0.3%	0.0%	-0.5%	-14.7%	0.0%	-0.6%	-0.3%
Catastrophes	1.4%	5.2%	-1.4%	2.8%	4.1%	0.0%	3.1%	7.7%	10.0%	0.0%
Total loss ratio	51.4%	50.4%	43.5%	56.0%	55.0%	51.1%	33.0%	59.5%	59.1%	50.7%
Commission and brokerage ratio	24.2%	22.8%	26.7%	23.1%	24.1%	22.7%	23.0%	22.3%	23.0%	22.7%
Other underwriting expense ratio	2.9%	3.1%	3.1%	2.9%	2.8%	2.8%	3.5%	3.1%	3.0%	3.0%
Combined ratio	78.5%	76.3%	73.3%	82.0%	81.9%	76.6%	59.5%	84.9%	85.1%	76.4%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	51.0%	49.5%	47.7%	53.7%	51.0%	51.7%	44.9%	52.1%	50.0%	51.1%
Attritional combined ratio	78.2%	75.5%	77.5%	79.7%	77.9%	77.3%	71.6%	77.6%	76.2%	76.8%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 2,039,578	\$ 1,809,669	\$ 465,802	\$ 640,660	\$ 437,475	\$ 495,641	\$ 435,752	\$ 520,759	\$ 418,367	\$ 434,791
Net written premiums	1,983,800	1,807,067	447,686	615,078	423,279	497,757	435,369	519,020	418,039	434,639
Premiums earned	\$ 1,986,769	\$ 1,671,513	\$ 508,511	\$ 559,488	\$ 489,129	\$ 429,641	\$ 438,554	\$ 448,979	\$ 391,364	\$ 392,616
Incurred losses and LAE										
Attritional - current year	933,270	781,831	241,932	246,737	231,202	213,399	193,761	219,178	182,766	186,126
Attritional - prior year	24,544	(36,654)	22,246	1,326	445	527	(39,582)	4,103	368	(1,543)
Catastrophes	(3,289)	69,491	(11,126)	941	7,367	(471)	(182)	1,644	54,454	13,575
Total incurred losses and LAE	954,525	814,668	253,052	249,004	239,014	213,455	153,997	224,925	237,588	198,158
Commission and brokerage	466,291	366,890	127,125	123,432	122,766	92,968	101,798	92,039	85,727	87,326
Other underwriting expenses	45,583	47,176	12,529	12,118	11,454	9,482	14,635	12,013	9,994	10,534
Underwriting gain (loss)	\$ 520,370	\$ 442,779	\$ 115,805	\$ 174,934	\$ 115,895	\$ 113,736	\$ 168,124	\$ 120,002	\$ 58,055	\$ 96,598
Loss ratio										
Attritional - current year	47.0%	46.7%	47.6%	44.1%	47.3%	49.7%	44.2%	48.9%	46.7%	47.4%
Attritional - prior year	1.2%	-2.2%	4.4%	0.2%	0.1%	0.1%	-9.0%	0.9%	0.1%	-0.4%
Catastrophes	-0.2%	4.2%	-2.2%	0.2%	1.5%	-0.1%	-0.1%	0.3%	13.9%	3.5%
Total loss ratio	48.0%	48.7%	49.8%	44.5%	48.9%	49.7%	35.1%	50.1%	60.7%	50.5%
Commission and brokerage ratio	23.5%	21.9%	25.0%	22.1%	25.1%	21.6%	23.2%	20.5%	21.9%	22.2%
Other underwriting expense ratio	2.3%	2.9%	2.4%	2.1%	2.3%	2.2%	3.4%	2.7%	2.6%	2.7%
Combined ratio	73.8%	73.5%	77.2%	68.7%	76.3%	73.5%	61.7%	73.3%	85.2%	75.4%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 1,582,426	\$ 1,345,770	\$ 400,913	\$ 406,254	\$ 454,017	\$ 321,242	\$ 368,597	\$ 331,511	\$ 348,102	\$ 297,560
Net written premiums	1,336,633	1,327,430	359,398	352,608	315,590	309,037	355,134	330,245	348,069	293,982
Premiums earned	\$ 1,310,903	\$ 1,289,341	\$ 352,504	\$ 320,020	\$ 319,998	\$ 318,381	\$ 340,901	\$ 310,392	\$ 326,070	\$ 311,978
Incurred losses and LAE										
Attritional - current year	709,530	631,603	161,307	212,988	170,260	164,975	138,723	166,090	162,345	164,445
Attritional - prior year	(20,361)	(57,326)	(15,668)	(4,567)	(74)	(52)	(51,468)	(3,949)	(608)	(1,301)
Catastrophes	59,005	101,085	(1,631)	28,138	34,247	(1,749)	29,589	50,849	22,592	(1,945)
Total incurred losses and LAE	748,174	675,362	144,008	236,559	204,433	163,174	116,844	212,990	184,329	161,199
Commission and brokerage	306,229	295,883	90,513	73,143	71,599	70,974	75,844	71,530	77,065	71,444
Other underwriting expenses	34,598	33,910	9,915	8,758	8,088	7,837	9,591	8,722	7,667	7,930
Underwriting gain (loss)	\$ 221,902	\$ 284,186	\$ 108,068	\$ 1,560	\$ 35,878	\$ 76,396	\$ 138,622	\$ 17,150	\$ 57,009	\$ 71,405
Loss ratio										
Attritional - current year	54.2%	49.0%	45.8%	66.5%	53.2%	51.8%	40.7%	53.5%	49.8%	52.7%
Attritional - prior year	-1.6%	-4.4%	-4.4%	-1.4%	0.0%	0.0%	-15.1%	-1.3%	-0.2%	-0.4%
Catastrophes	4.5%	7.8%	-0.5%	8.8%	10.7%	-0.5%	8.7%	16.4%	6.9%	-0.6%
Total loss ratio	57.1%	52.4%	40.9%	73.9%	63.9%	51.3%	34.3%	68.6%	56.5%	51.7%
Commission and brokerage ratio	23.4%	22.9%	25.7%	22.9%	22.4%	22.3%	22.2%	23.0%	23.6%	22.9%
Other underwriting expense ratio	2.6%	2.7%	2.7%	2.7%	2.5%	2.4%	2.8%	2.9%	2.4%	2.5%
Combined ratio	83.1%	78.0%	69.3%	99.5%	88.8%	76.0%	59.3%	94.5%	82.5%	77.1%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 770,249	\$ 774,268	\$ 196,456	\$ 205,342	\$ 185,036	\$ 183,415	\$ 176,469	\$ 224,696	\$ 177,345	\$ 195,758
Net written premiums	744,664	765,660	196,454	189,447	176,193	182,570	176,532	223,616	169,689	195,823
Premiums earned	\$ 715,736	\$ 737,986	\$ 169,037	\$ 181,754	\$ 191,259	\$ 173,686	\$ 183,844	\$ 183,992	\$ 184,817	\$ 185,333
Incurred losses and LAE										
Attritional - current year	402,421	408,087	88,700	108,758	107,410	97,553	97,505	103,299	103,687	103,596
Attritional - prior year	(41,158)	(56,116)	(36,158)	-	-	(5,000)	(51,116)	-	(5,000)	-
Catastrophes	529	22,404	(1,352)	203	(277)	1,955	565	20,506	12,933	(11,600)
Total incurred losses and LAE	361,792	374,375	51,190	108,961	107,133	94,508	46,954	123,805	111,620	91,996
Commission and brokerage	198,848	179,138	57,880	48,421	46,839	45,708	43,632	46,791	45,064	43,651
Other underwriting expenses	34,923	34,654	9,118	9,360	8,159	8,286	10,038	8,090	8,767	7,759
Underwriting gain (loss)	\$ 120,173	\$ 149,819	\$ 50,849	\$ 15,012	\$ 29,128	\$ 25,184	\$ 83,220	\$ 5,306	\$ 19,366	\$ 41,927
Loss ratio										
Attritional - current year	56.3%	55.3%	52.5%	59.8%	56.1%	56.2%	53.0%	56.1%	56.1%	55.9%
Attritional - prior year	-5.8%	-7.6%	-21.4%	0.0%	0.0%	-2.9%	-27.8%	0.0%	-2.7%	0.0%
Catastrophes	0.0%	3.0%	-0.8%	0.1%	-0.1%	1.1%	0.3%	11.2%	7.0%	-6.3%
Total loss ratio	50.5%	50.7%	30.3%	59.9%	56.0%	54.4%	25.5%	67.3%	60.4%	49.6%
Commission and brokerage ratio	27.8%	24.3%	34.2%	26.6%	24.5%	26.3%	23.7%	25.4%	24.4%	23.6%
Other underwriting expense ratio	4.9%	4.7%	5.4%	5.2%	4.3%	4.8%	5.5%	4.4%	4.7%	4.2%
Combined ratio	83.2%	79.7%	69.9%	91.7%	84.8%	85.5%	54.7%	97.1%	89.5%	77.4%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 1,218,372	\$ 1,268,745	\$ 307,130	\$ 364,111	\$ 316,481	\$ 230,650	\$ 324,810	\$ 374,866	\$ 316,388	\$ 252,681
Net written premiums	1,067,333	1,086,217	264,902	310,690	280,073	211,668	279,290	304,849	276,829	225,249
Premiums earned	\$ 1,030,299	\$ 1,037,425	\$ 288,261	\$ 290,518	\$ 248,283	\$ 203,237	\$ 316,198	\$ 273,113	\$ 249,282	\$ 198,832
Incurred losses and LAE										
Attritional - current year	786,472	798,626	234,016	236,061	176,300	140,095	281,833	204,515	173,758	138,520
Attritional - prior year	24,869	131,857	20,361	3,716	(1,033)	1,825	124,782	-	4,274	2,801
Catastrophes	104	983	21	46	(234)	271	(960)	1,952	21	(30)
Total incurred losses and LAE	811,445	931,466	254,398	239,823	175,033	142,191	405,655	206,467	178,053	141,291
Commission and brokerage	149,777	133,695	35,242	40,418	39,908	34,209	31,776	37,083	34,211	30,625
Other underwriting expenses	118,001	119,283	34,329	31,311	29,128	23,233	34,316	29,771	28,473	26,723
Underwriting gain (loss)	\$ (48,924)	\$ (147,019)	\$ (35,708)	\$ (21,034)	\$ 4,214	\$ 3,604	\$ (155,549)	\$ (208)	\$ 8,545	\$ 193
Loss ratio										
Attritional - current year	76.4%	77.0%	81.2%	81.2%	71.0%	69.0%	89.1%	74.9%	69.7%	69.7%
Attritional - prior year	2.4%	12.7%	7.1%	1.3%	-0.4%	0.9%	39.5%	0.0%	1.7%	1.4%
Catastrophes	0.0%	0.1%	0.0%	0.0%	-0.1%	0.1%	-0.3%	0.7%	0.0%	0.0%
Total loss ratio	78.8%	89.8%	88.3%	82.5%	70.5%	70.0%	128.3%	75.6%	71.4%	71.1%
Commission and brokerage ratio	14.5%	12.9%	12.2%	13.9%	16.1%	16.8%	10.0%	13.6%	13.7%	15.4%
Other underwriting expense ratio	11.4%	11.5%	11.9%	10.8%	11.7%	11.4%	10.9%	10.9%	11.5%	13.4%
Combined ratio	104.7%	114.2%	112.4%	107.2%	98.3%	98.2%	149.2%	100.1%	96.6%	99.9%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

MT. LOGAN RE ⁽⁴⁾

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
Gross written premiums	\$ 138,362	\$ 20,182	\$ 29,199	\$ 50,334	\$ 22,353	\$ 36,476	\$ 7,030	\$ 13,152	\$ -	\$ -
Net written premiums	124,473	18,447	25,807	49,757	22,352	26,557	7,030	11,417	-	-
Premiums earned	\$ 125,428	\$ 17,278	\$ 44,017	\$ 38,218	\$ 23,648	\$ 19,545	\$ 7,999	\$ 9,279	\$ -	\$ -
Incurred losses and LAE										
Attritional - current year	24,703	3,343	9,691	2,738	6,187	6,087	1,477	1,866	-	-
Attritional - prior year	-	-	-	-	-	-	-	-	-	-
Catastrophes	5,895	1,037	1,332	672	3,897	(6)	988	49	-	-
Total incurred losses and LAE	30,598	4,380	11,023	3,410	10,084	6,081	2,465	1,915	-	-
Commission and brokerage	14,441	1,952	4,618	5,105	2,575	2,143	808	1,144	-	-
Other underwriting expenses	7,295	2,103	2,344	1,566	1,585	1,800	839	1,264	-	-
Underwriting gain (loss)	\$ 73,094	\$ 8,843	\$ 26,032	\$ 28,137	\$ 9,404	\$ 9,521	\$ 3,887	\$ 4,956	\$ -	\$ -
Loss ratio										
Attritional - current year	19.7%	19.4%	22.0%	7.2%	26.1%	31.1%	18.4%	20.1%	-	-
Attritional - prior year	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-	-
Catastrophes	4.7%	6.0%	3.0%	1.7%	16.5%	0.0%	12.4%	0.5%	-	-
Total loss ratio	24.4%	25.4%	25.0%	8.9%	42.6%	31.1%	30.8%	20.6%	-	-
Commission and brokerage ratio	11.5%	11.3%	10.5%	13.4%	10.9%	11.0%	10.1%	12.3%	-	-
Other underwriting expense ratio	5.8%	12.1%	5.4%	4.1%	6.7%	9.2%	10.5%	13.7%	-	-
Combined ratio	41.7%	48.8%	40.9%	26.4%	60.2%	51.3%	51.4%	46.6%	-	-

(Some amounts may not reconcile due to rounding.)

⁽⁴⁾ Segment began operations in the third quarter of 2013.

EVEREST RE GROUP, LTD.
Supplemental Investment Portfolio Analysis

(Dollars in thousands)
(unaudited)

INVESTMENTS AND CASH

	At December 31, 2014			At December 31, 2013		
	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	\$ 13,101,067	\$ 12,831,159	\$ 269,908	\$ 12,636,907	\$ 12,391,164	\$ 245,743
Fixed maturities-available for sale, at fair value	1,509	1,509	-	19,388	19,388	-
Equity securities-available for sale, at market value	140,210	148,326	(8,116)	144,081	148,342	(4,261)
Equity securities-available for sale, at fair value	1,447,820	1,447,820	-	1,462,079	1,462,079	-
Other invested assets	601,925	601,925	-	508,447	508,447	-
Short-term investments	1,705,932	1,705,932	-	1,214,199	1,214,199	-
Cash	437,474	437,474	-	611,382	611,382	-
Total	\$ 17,435,937	\$ 17,174,145	\$ 261,792	\$ 16,596,483	\$ 16,355,001	\$ 241,482

FIXED INCOME AND CASH

	At December 31, 2014		At December 31, 2013	
	Market Value	% of Total	Market Value	% of Total
Fixed income investments and cash:				
Fixed maturities-available for sale, at market value	\$ 13,101,067	85.9%	\$ 12,636,907	87.3%
Fixed maturities-available for sale, at fair value	1,509	0.0%	19,388	0.1%
Short-term investments	1,705,932	11.2%	1,214,199	8.4%
Cash	437,474	2.9%	611,382	4.2%
Total	\$ 15,245,982	100.0%	\$ 14,481,876	100.0%

	At December 31, 2014			At December 31, 2013		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Investment Sectors:						
Treasury	\$ 231,038	1.5%	\$ 9,986	\$ 161,025	1.1%	\$ 1,012
Agency	4,551	0.0%	48	9,604	0.1%	222
Corporate	4,703,943	30.9%	80,935	4,088,352	28.2%	128,306
Mortgage-backed securities						
Agency	2,183,164	14.3%	25,982	2,279,053	15.8%	(15,666)
Non-agency residential	623	0.0%	6	1,594	0.0%	186
Alt.-A	2,108	0.0%	(9)	3,225	0.0%	(182)
Commercial	241,685	1.6%	10,246	270,441	1.9%	15,676
Asset-backed securities						
Other	341,222	2.2%	461	171,544	1.2%	2,995
Subprime	-	0.0%	-	1,499	0.0%	68
Municipal	824,472	5.4%	41,343	1,002,528	6.9%	31,793
Non-US	4,569,770	30.0%	100,910	4,667,430	32.2%	81,333
Cash & short-term investments	2,143,406	14.1%	-	1,825,581	12.6%	-
Total	\$ 15,245,982	100.0%	\$ 269,908	\$ 14,481,876	100.0%	\$ 245,743

	At December 31, 2014		At December 31, 2013	
	Market Value	% of Total	Market Value	% of Total
Credit Quality:				
AAA	\$ 6,626,966	43.5%	\$ 6,243,642	43.1%
AA	2,881,792	18.9%	2,750,232	19.0%
A	2,798,734	18.3%	2,503,586	17.3%
BBB	1,381,402	9.1%	1,463,019	10.1%
BB	889,266	5.8%	980,014	6.8%
B	500,392	3.3%	427,766	3.0%
Rated Below B	106,961	0.7%	91,988	0.6%
Other	60,469	0.4%	21,629	0.1%
Total	\$ 15,245,982	100.0%	\$ 14,481,876	100.0%

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

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	December 31, 2014	
	Market Value	Unrealized Gain / (Loss)
<u>Top 20 Largest Corporate Fixed Income Positions:</u>		
Royal Bank of Canada	\$ 98,588	\$ 1,710
Kredit Fuer Wiederaufbau	95,866	1,950
Daimler AG	82,289	999
JPMorgan Chase & Co.	77,854	5,941
Verizon Communications Inc.	74,232	7,196
Caterpillar Financial Services Corporation	70,229	3,755
Bank of Nova Scotia	69,229	718
Westpac Banking Corporation	68,100	1,939
Toyota Motor Credit Corporation	67,993	942
Commonwealth Bank of Australia	67,666	2,163
General Electric Capital Corporation	65,549	5,862
The Toronto-Dominion Bank	62,263	3,248
AT&T, Inc.	61,194	3,007
NGPL PipeCo LLC	59,734	2,500
American Express Company	56,704	3,883
HSBC Holdings plc	53,951	2,381
PNC Financial Services Group, Inc.	53,428	2,932
Canadian Imperial Bank of Commerce	52,828	(190)
National Australia Bank Limited	52,395	2,344
Bank of America Corporation	51,699	1,788
Total	\$ 1,341,791	\$ 55,068

	December 31, 2013	
	Market Value	Unrealized Gain / (Loss)
<u>Top 20 Largest Corporate Fixed Income Positions:</u>		
Royal Bank of Canada	\$ 87,597	\$ 677
JPMorgan Chase & Co.	79,919	5,735
National Australia Bank Limited	77,286	266
Kredit Fuer Wiederaufbau	71,434	1,451
Bank of Nova Scotia	67,723	688
General Electric Capital Corporation	66,905	4,810
European Investment Bank	63,594	2,271
Westpac Banking Corporation	57,315	324
The Toronto-Dominion Bank	55,590	2,358
Caterpillar Financial Services Corporation	55,208	1,971
AT&T, Inc.	53,872	523
Verizon Communications Inc.	53,136	3,761
PNC Financial Services Group, Inc.	52,223	3,210
Canadian Imperial Bank of Commerce	51,773	(429)
Toyota Motor Credit Corporation	50,992	(165)
American Express Company	50,470	4,834
The Goldman Sachs Group, Inc.	50,462	2,865
Quicksilver Resources Inc.	48,279	2,086
Wal-Mart Stores, Inc.	47,065	1,174
Bank of Montreal	46,266	858
Total	\$ 1,187,109	\$ 39,268

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	December 31, 2014		December 31, 2013
<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>	<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>
Wells Fargo & Company	\$ 39,551	Wells Fargo & Company	\$ 32,773
The Home Depot, Inc.	28,554	Johnson & Johnson	30,919
Chevron Corporation	24,929	Chevron Corporation	27,775
Johnson & Johnson	24,300	United Parcel Service, Inc.	26,069
United Parcel Service, Inc.	21,423	Verizon Communications Inc.	20,830
Verizon Communications Inc.	20,607	Exxon Mobil Corporation	19,887
Berkshire Hathaway, Inc.	19,216	The Home Depot, Inc.	19,532
Valeant Pharmaceuticals International, Inc.	19,189	Microsoft Corporation	19,347
Microsoft Corporation	18,965	Merck & Company, Inc.	19,216
Merck & Company, Inc.	18,488	ConocoPhillips	18,939
JPMorgan Chase & Co.	17,052	JPMorgan Chase & Co.	18,041
Nestlé S.A.	16,483	Berkshire Hathaway, Inc.	16,012
Magellan Midstream Partners LP	16,317	McDonald's Corporation	15,570
United Technologies Corporation	15,938	Marsh & McLennan Companies, Inc.	15,509
Oracle Corporation	15,866	United Technologies Corporation	15,371
U.S. Bancorp	15,422	General Electric Company	14,594
Exxon Mobil Corporation	15,210	Pfizer, Inc.	14,426
Marsh & McLennan Companies, Inc.	15,100	Simon Property Group, Inc.	14,376
Visa Inc.	14,748	Valeant Pharmaceuticals International, Inc.	14,025
Pfizer, Inc.	14,290	U.S. Bancorp	13,806
Total	<u>\$ 391,648</u>	Total	<u>\$ 387,017</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
NET INVESTMENT INCOME										
Fixed maturities	\$ 462,757	\$ 473,493	\$ 113,885	\$ 115,057	\$ 117,562	\$ 116,253	\$ 114,669	\$ 117,814	\$ 120,253	\$ 120,757
Equity securities	47,193	45,387	11,082	11,086	13,566	11,459	12,514	10,337	12,795	9,741
Short-term investments and cash	1,635	1,295	433	295	577	330	476	339	176	304
Other invested assets										
Limited partnerships	40,868	46,921	15,210	21,690	6,226	(2,258)	5,279	4,574	19,585	17,483
Other	3,619	7,329	399	869	330	2,021	2,018	1,055	1,935	2,321
Gross investment income before adjustments	556,072	574,425	141,009	148,997	138,261	127,805	134,956	134,119	154,744	150,606
Funds held interest income (expense)	9,471	10,613	2,596	1,817	2,041	3,017	2,629	1,708	1,847	4,429
Future policy benefit reserve income (expense)	(1,686)	(2,770)	(771)	(471)	(141)	(303)	(1,223)	(395)	(621)	(531)
Gross investment income	563,857	582,268	142,834	150,343	140,161	130,519	136,362	135,432	155,970	154,504
Investment Expenses	33,287	33,759	8,788	8,200	8,937	7,362	10,235	7,560	7,241	8,723
Net investment income	\$ 530,570	\$ 548,509	\$ 134,046	\$ 142,143	\$ 131,224	\$ 123,157	\$ 126,127	\$ 127,872	\$ 148,729	\$ 145,781

	Twelve Months Ended		Three Months Ended							
	December 31, 2014	December 31, 2013	December 31, 2014	September 30, 2014	June 30, 2014	March 31, 2014	December 31, 2013	September 30, 2013	June 30, 2013	March 31, 2013
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ (39,728)	\$ 6,247	\$ (42,985)	\$ 6,349	\$ (2,084)	\$ (1,008)	\$ 847	\$ 2,509	\$ (1,822)	\$ 4,713
Equity securities	123,777	293,965	56,337	(15,796)	61,104	22,132	93,782	42,448	35,727	122,008
Short-term investments	(3)	15	-	(1)	(4)	2	-	1	-	14
Total net realized capital gains (losses)	\$ 84,046	\$ 300,227	\$ 13,352	\$ (9,448)	\$ 59,016	\$ 21,126	\$ 94,629	\$ 44,958	\$ 33,905	\$ 126,735