

Everest Re Group, Ltd.

Financial Supplement

December 31, 2017



EVEREST®

EVEREST RE GROUP, LTD.
Supplemental GAAP Financial Information

(Dollars in thousands, except per share amounts)

(unaudited)

| | Twelve Months Ended | | Three Months Ended | | | | | | | |
|---|----------------------|----------------------|----------------------|-----------------------|------------------|-------------------|----------------------|-----------------------|------------------|-------------------|
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| PRODUCTION INFORMATION: | | | | | | | | | | |
| Gross written premiums | \$ 7,173,922 | \$ 6,033,874 | \$ 1,926,427 | \$ 2,044,902 | \$ 1,601,649 | \$ 1,600,944 | \$ 1,534,719 | \$ 1,782,616 | \$ 1,363,351 | \$ 1,353,189 |
| Net written premiums | 6,244,661 | 5,270,905 | 1,693,625 | 1,798,089 | 1,339,133 | 1,413,814 | 1,369,851 | 1,564,644 | 1,154,953 | 1,181,457 |
| Net premiums earned | 5,937,840 | 5,320,466 | 1,657,187 | 1,598,875 | 1,369,681 | 1,312,097 | 1,441,265 | 1,371,474 | 1,288,860 | 1,218,867 |
| INVESTMENT INCOME: | | | | | | | | | | |
| Pre-tax investment income | \$ 542,898 | \$ 473,085 | \$ 149,128 | \$ 136,973 | \$ 134,508 | \$ 122,289 | \$ 115,167 | \$ 122,657 | \$ 132,737 | \$ 102,524 |
| Effective tax rate | 17.3% | 18.3% | 18.0% | 17.8% | 17.0% | 16.3% | 19.5% | 17.4% | 18.1% | 18.4% |
| After-tax investment income | \$ 448,978 | \$ 386,514 | \$ 122,338 | \$ 112,604 | \$ 111,652 | \$ 102,385 | \$ 92,745 | \$ 101,354 | \$ 108,728 | \$ 83,688 |
| Net pre-tax yield - amortized cost | 3.1% | 2.8% | 3.3% | 3.1% | 3.0% | 2.8% | 2.7% | 2.9% | 3.2% | 2.5% |
| Net after-tax yield - amortized cost | 2.5% | 2.3% | 2.7% | 2.5% | 2.5% | 2.4% | 2.2% | 2.4% | 2.6% | 2.2% |
| CATASTROPHE INFORMATION: | | | | | | | | | | |
| Net pre-tax catastrophe losses ⁽¹⁾ | \$ 1,339,119 | \$ 285,951 | \$ 35,832 | \$ 1,229,020 | \$ 53,464 | \$ 20,803 | \$ 142,781 | \$ 16,619 | \$ 116,708 | \$ 9,843 |
| After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾ | (25.23) | (6.01) | (1.78) | (22.09) | (1.13) | (0.44) | (2.95) | (0.39) | (2.50) | (0.20) |
| After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾ | (25.08) | (5.96) | (1.77) | (22.09) | (1.13) | (0.44) | (2.93) | (0.39) | (2.49) | (0.20) |
| EFFECTIVE TAX RATE ON: | | | | | | | | | | |
| Net income (loss) | -15.7% | 9.4% | 17.9% | -29.3% | 10.8% | 13.8% | 10.1% | 7.9% | 16.4% | 3.0% |
| Net realized capital gains (losses) | 33.5% | -139.9% | 31.0% | 32.0% | 27.9% | 39.1% | 70.1% | NM | 34.3% | -31.3% |
| Operating income | -49.0% | 10.3% | 16.0% | -29.4% | 9.1% | 9.2% | 4.8% | 14.8% | 12.6% | 11.4% |
| AFTER-TAX EARNINGS: | | | | | | | | | | |
| Net income (loss) | \$ 468,968 | \$ 996,344 | \$ 571,025 | \$ (639,374) | \$ 245,674 | \$ 291,643 | \$ 373,572 | \$ 295,394 | \$ 155,692 | \$ 171,686 |
| Per basic common share | 11.43 | 23.85 | 13.92 | (15.73) | 5.98 | 7.12 | 9.14 | 7.11 | 3.70 | 4.03 |
| Per diluted common share | 11.36 | 23.68 | 13.85 | (15.73) | 5.95 | 7.07 | 9.08 | 7.06 | 3.67 | 4.00 |
| Net realized capital gains (losses) | 101,806 | 2,878 | 23,226 | 28,246 | 18,224 | 32,110 | 10,180 | 22,215 | 21,462 | (50,979) |
| Per basic common share | 2.48 | 0.07 | 0.57 | 0.70 | 0.44 | 0.78 | 0.25 | 0.53 | 0.51 | (1.20) |
| Per diluted common share | 2.47 | 0.07 | 0.56 | 0.70 | 0.44 | 0.78 | 0.25 | 0.53 | 0.51 | (1.19) |
| Income (loss) on TCJA Reform Act | (8,246) | - | (8,246) | - | - | - | - | - | - | - |
| Per basic common share | (0.20) | - | (0.20) | - | - | - | - | - | - | - |
| Per diluted common share | (0.20) | - | (0.20) | - | - | - | - | - | - | - |
| Operating income, excl. net realized capital gains (losses) ⁽²⁾ | 375,408 | 993,466 | 556,045 | (667,620) | 227,450 | 259,533 | 363,392 | 273,179 | 134,230 | 222,665 |
| Per basic common share | 9.15 | 23.78 | 13.56 | (16.43) | 5.54 | 6.33 | 8.89 | 6.58 | 3.19 | 5.23 |
| Per diluted common share | 9.10 | 23.61 | 13.48 | (16.43) | 5.51 | 6.29 | 8.83 | 6.53 | 3.17 | 5.19 |

(Some amounts may not reconcile due to rounding.)

(NM, Not Meaningful)

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

(Dollars in thousands, except per share amounts)

(unaudited)

| | Twelve Months Ended | | Three Months Ended | | | | | | | |
|--|----------------------|----------------------|----------------------|-----------------------|------------------|-------------------|----------------------|-----------------------|------------------|-------------------|
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| COMBINED RATIO: | | | | | | | | | | |
| Loss ratio | 76.2% | 59.0% | 41.1% | 138.2% | 62.9% | 58.7% | 55.2% | 57.3% | 66.6% | 57.5% |
| Commission and brokerage ratio | 22.0% | 22.3% | 23.5% | 20.8% | 21.9% | 21.5% | 21.4% | 22.6% | 22.9% | 22.6% |
| Other underwriting expense ratio | 5.3% | 5.7% | 5.4% | 4.6% | 5.7% | 5.8% | 5.5% | 5.7% | 5.6% | 5.9% |
| Combined ratio | 103.5% | 87.0% | 70.0% | 163.6% | 90.5% | 86.0% | 82.1% | 85.6% | 95.1% | 86.0% |
| CASH FLOW INFORMATION: | | | | | | | | | | |
| Cash flow provided by operations | \$ 1,162,693 | \$ 1,383,600 | \$ 118,475 | \$ 409,856 | \$ 252,550 | \$ 381,812 | \$ 422,852 | \$ 277,182 | \$ 308,091 | \$ 375,476 |
| Paid losses, net | 3,343,239 | 2,788,614 | 1,128,629 | 752,588 | 772,985 | 689,037 | 798,264 | 694,450 | 610,034 | 685,866 |
| Paid cats, net | 745,049 | 205,956 | 439,765 | 188,637 | 63,592 | 53,056 | 102,479 | 49,371 | 27,796 | 26,310 |
| Paid (recovered) asbestos and environmental losses, net | 38,128 | 54,457 | 12,058 | 9,926 | 7,237 | 8,907 | 24,042 | 13,630 | 11,844 | 4,941 |
| Taxes paid (recovered) | 53,743 | 42,636 | (4,959) | 930 | 48,179 | 9,593 | 2,564 | (1,833) | 36,905 | 5,000 |
| RETURN ON EQUITY: | | | | | | | | | | |
| Beginning of period shareholders' equity | \$ 8,075,396 | \$ 7,608,585 | \$ 7,969,331 | \$ 8,584,798 | \$ 8,347,876 | \$ 8,075,396 | \$ 8,041,092 | \$ 7,985,468 | \$ 7,840,299 | \$ 7,608,585 |
| Net unrealized depreciation (appreciation) of investments | (115,558) | (42,810) | (117,574) | (128,782) | (132,907) | (115,558) | (328,808) | (341,062) | (218,153) | (42,810) |
| Adjusted beginning of period shareholders' equity | \$ 7,959,838 | \$ 7,565,775 | \$ 7,851,757 | \$ 8,456,016 | \$ 8,214,969 | \$ 7,959,838 | \$ 7,712,284 | \$ 7,644,406 | \$ 7,622,146 | \$ 7,565,775 |
| End of period shareholders' equity | \$ 8,369,232 | \$ 8,075,396 | \$ 8,369,232 | \$ 7,969,331 | \$ 8,584,798 | \$ 8,347,876 | \$ 8,075,396 | \$ 8,041,092 | \$ 7,985,468 | \$ 7,840,299 |
| Net unrealized depreciation (appreciation) of investments | (44,260) | (115,558) | (44,260) | (117,574) | (128,782) | (132,907) | (115,558) | (328,808) | (341,062) | (218,153) |
| Adjusted end of period shareholders' equity | \$ 8,324,972 | \$ 7,959,838 | \$ 8,324,972 | \$ 7,851,757 | \$ 8,456,016 | \$ 8,214,969 | \$ 7,959,838 | \$ 7,712,284 | \$ 7,644,406 | \$ 7,622,146 |
| Average adjusted shareholders' equity | \$ 8,142,405 | \$ 7,762,807 | \$ 8,088,365 | \$ 8,153,887 | \$ 8,335,493 | \$ 8,087,404 | \$ 7,836,061 | \$ 7,678,345 | \$ 7,633,276 | \$ 7,593,961 |
| After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾ | \$ 375,408 | \$ 993,466 | \$ 556,045 | \$ (667,620) | \$ 227,450 | \$ 259,533 | \$ 363,392 | \$ 273,179 | \$ 134,230 | \$ 222,665 |
| After-tax TCJA Reform Act income (loss) | (8,246) | - | (8,246) | - | - | - | - | - | - | - |
| After-tax net realized capital gains (losses) | 101,806 | 2,878 | 23,226 | 28,246 | 18,224 | 32,110 | 10,180 | 22,215 | 21,462 | (50,979) |
| Net income (loss) | \$ 468,968 | \$ 996,344 | \$ 571,025 | \$ (639,374) | \$ 245,674 | \$ 291,643 | \$ 373,572 | \$ 295,394 | \$ 155,692 | \$ 171,686 |
| Return on equity (annualized) | | | | | | | | | | |
| After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾ | 4.6% | 12.8% | 27.5% | -32.8% | 10.9% | 12.8% | 18.5% | 14.2% | 7.0% | 11.7% |
| After-tax TCJA Reform Act income (loss) | -0.1% | 0.0% | -0.4% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% | 0.0% |
| After-tax net realized capital gains (losses) | 1.3% | 0.0% | 1.1% | 1.4% | 0.9% | 1.6% | 0.6% | 1.2% | 1.2% | -2.7% |
| Net income (loss) | 5.8% | 12.8% | 28.2% | -31.4% | 11.8% | 14.4% | 19.1% | 15.4% | 8.2% | 9.0% |

(Some amounts may not reconcile due to rounding.)

(1) Catastrophe losses are net of specific reinsurance and reinstatement premiums.

(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) and the loss due to the enactment of the Tax Cuts and Jobs Act ("TCJA") of 2017. 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, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
|---|----------------------|-----------------------|------------------|-------------------|----------------------|-----------------------|------------------|-------------------|
| BALANCE SHEET HIGHLIGHTS: | | | | | | | | |
| Total investments and cash | \$ 18,626,535 | \$ 18,482,036 | \$ 18,201,201 | \$ 18,123,469 | \$ 17,483,089 | \$ 17,539,588 | \$ 17,459,104 | \$ 17,070,971 |
| Total assets | 23,591,792 | 23,936,269 | 22,521,891 | 22,192,953 | 21,321,504 | 21,663,082 | 21,282,175 | 20,850,498 |
| Reserve for losses and loss adjustment expenses ("LAE") (gross) | 11,884,321 | 12,455,357 | 10,475,705 | 10,414,046 | 10,312,313 | 10,375,470 | 10,263,267 | 9,985,979 |
| Future policy benefit reserve | 51,014 | 54,279 | 54,238 | 55,158 | 55,074 | 56,998 | 57,827 | 58,438 |
| 4.868 Senior notes due 6/1/2044 | 396,834 | 396,804 | 396,774 | 396,744 | 396,714 | 396,684 | 396,654 | 396,624 |
| 6.6% Long term notes due 5/1/2067 | 236,561 | 236,536 | 236,511 | 236,487 | 236,462 | 236,438 | 236,413 | 236,389 |
| Shareholders' equity | 8,369,232 | 7,969,331 | 8,584,798 | 8,347,876 | 8,075,396 | 8,041,092 | 7,985,468 | 7,840,299 |
| Common shares outstanding | 40,835 | 41,068 | 41,065 | 41,058 | 40,899 | 40,887 | 41,883 | 42,400 |
| Book value per common share outstanding | \$ 204.95 | \$ 194.05 | \$ 209.05 | \$ 203.32 | \$ 197.45 | \$ 196.67 | \$ 190.66 | \$ 184.91 |
| TOTAL LOSS RESERVES: | | | | | | | | |
| Gross reserve for losses and LAE | \$ 11,884,321 | \$ 12,455,357 | \$ 10,475,705 | \$ 10,414,046 | \$ 10,312,313 | \$ 10,375,470 | \$ 10,263,267 | \$ 9,985,979 |
| Reinsurance receivables on unpaid losses | (1,212,649) | (1,298,125) | (914,855) | (989,934) | (990,862) | (929,328) | (918,736) | (899,893) |
| Net reserve for losses and LAE | \$ 10,671,672 | \$ 11,157,232 | \$ 9,560,850 | \$ 9,424,112 | \$ 9,321,451 | \$ 9,446,142 | \$ 9,344,531 | \$ 9,086,086 |
| ASBESTOS AND ENVIRONMENTAL LOSS RESERVES: | | | | | | | | |
| Net loss and LAE reserves | \$ 318,081 | \$ 293,002 | \$ 302,928 | \$ 310,165 | \$ 319,071 | \$ 289,205 | \$ 302,834 | \$ 314,679 |
| Net asbestos 3 year survival ratio | 6.2 | 5.6 | 5.3 | 5.2 | 5.4 | 5.1 | 5.6 | 5.9 |
| END OF PERIOD INVESTMENT PORTFOLIO INFORMATION: | | | | | | | | |
| Pre-tax book yield to maturity | 3.0% | 3.0% | 2.9% | 2.8% | 2.9% | 3.0% | 2.9% | 2.8% |
| After-tax book yield to maturity | 2.8% | 2.5% | 2.4% | 2.4% | 2.4% | 2.5% | 2.5% | 2.5% |
| Modified duration of fixed income portfolio (in years) | 3.1 | 3.2 | 3.2 | 3.2 | 3.3 | 3.2 | 3.1 | 3.1 |
| Average credit quality | Aa3 | Aa3 | A1 | Aa3 | Aa3 | Aa3 | Aa3 | Aa3 |
| OPERATING LEVERAGE: | | | | | | | | |
| Ratio of net written premiums to shareholders' equity (12 month rolling) | 0.75 TO 1 | 0.74 TO 1 | 0.66 TO 1 | 0.66 TO 1 | 0.65 TO 1 | 0.65 TO 1 | 0.65 TO 1 | 0.66 TO 1 |
| Ratio of net loss and LAE reserves to shareholders' equity | 1.28 TO 1 | 1.40 TO 1 | 1.11 TO 1 | 1.13 TO 1 | 1.15 TO 1 | 1.17 TO 1 | 1.17 TO 1 | 1.16 TO 1 |

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

| | Twelve Months Ended | | Three Months Ended | | | | | | | |
|---|---------------------|-------------------|--------------------|--------------------|---------------|----------------|-------------------|--------------------|---------------|----------------|
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 7,173,922 | \$ 6,033,874 | \$ 1,926,427 | \$ 2,044,902 | \$ 1,601,649 | \$ 1,600,944 | \$ 1,534,719 | \$ 1,782,616 | \$ 1,363,351 | \$ 1,353,189 |
| Net written premiums | 6,244,661 | 5,270,905 | 1,693,625 | 1,798,089 | 1,339,133 | 1,413,814 | 1,369,851 | 1,564,644 | 1,154,953 | 1,181,457 |
| Premiums earned | \$ 5,937,840 | \$ 5,320,466 | \$ 1,657,187 | \$ 1,598,875 | \$ 1,369,681 | \$ 1,312,097 | \$ 1,441,265 | \$ 1,371,474 | \$ 1,288,860 | \$ 1,218,867 |
| Incurred losses and LAE | | | | | | | | | | |
| Attritional - current year | 3,313,455 | 3,047,109 | 913,767 | 840,701 | 808,327 | 750,660 | 849,661 | 769,328 | 735,762 | 692,358 |
| Attritional - prior year | (263,424) | (208,721) | (262,135) | (865) | (552) | 128 | (204,938) | (660) | (1,710) | (1,413) |
| Catastrophes | 1,472,550 | 301,241 | 28,804 | 1,370,246 | 53,500 | 20,000 | 150,173 | 17,500 | 123,764 | 9,804 |
| Total incurred losses and LAE | 4,522,581 | 3,139,629 | 680,436 | 2,210,082 | 861,275 | 770,788 | 794,896 | 786,168 | 857,816 | 700,749 |
| Commission and brokerage | 1,303,963 | 1,188,692 | 388,625 | 333,113 | 299,956 | 282,269 | 308,639 | 309,545 | 295,502 | 275,006 |
| Other underwriting expenses | 318,817 | 302,722 | 90,916 | 73,145 | 78,869 | 75,887 | 79,972 | 78,563 | 72,077 | 72,110 |
| Underwriting gain (loss) | \$ (207,521) | \$ 689,423 | \$ 497,210 | \$ (1,017,465) | \$ 129,581 | \$ 183,153 | \$ 257,758 | \$ 197,198 | \$ 63,465 | \$ 171,002 |
| Loss ratio | | | | | | | | | | |
| Attritional - current year | 55.8% | 57.2% | 55.2% | 52.6% | 59.0% | 57.2% | 59.1% | 56.0% | 57.1% | 56.8% |
| Attritional - prior year | -4.4% | -3.9% | -15.8% | -0.1% | 0.0% | 0.0% | -14.3% | 0.0% | -0.1% | -0.1% |
| Catastrophes | 24.8% | 5.7% | 1.7% | 85.7% | 3.9% | 1.5% | 10.4% | 1.3% | 9.6% | 0.8% |
| Total loss ratio | 76.2% | 59.0% | 41.1% | 138.2% | 62.9% | 58.7% | 55.2% | 57.3% | 66.6% | 57.5% |
| Commission and brokerage ratio | 22.0% | 22.3% | 23.5% | 20.8% | 21.9% | 21.5% | 21.4% | 22.6% | 22.9% | 22.6% |
| Other underwriting expenses | 5.3% | 5.7% | 5.4% | 4.6% | 5.7% | 5.8% | 5.5% | 5.7% | 5.6% | 5.9% |
| Combined ratio | 103.5% | 87.0% | 70.0% | 163.6% | 90.5% | 86.0% | 82.1% | 85.6% | 95.1% | 86.0% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attritional loss ratio - current year | 57.1% | 57.4% | 54.9% | 57.7% | 59.0% | 57.2% | 59.3% | 56.1% | 57.4% | 56.8% |
| Attritional combined ratio | 85.0% | 85.5% | 83.7% | 85.5% | 86.7% | 84.5% | 86.4% | 84.4% | 86.1% | 85.3% |

(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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 5,114,674 | \$ 4,246,850 | \$ 1,350,986 | \$ 1,564,842 | \$ 1,032,349 | \$ 1,166,497 | \$ 1,112,160 | \$ 1,249,577 | \$ 908,085 | \$ 977,029 |
| Net written premiums | 4,614,101 | 3,885,218 | 1,242,938 | 1,427,650 | 875,450 | 1,068,063 | 1,032,027 | 1,224,428 | 771,258 | 857,505 |
| Premiums earned | \$ 4,476,453 | \$ 4,029,240 | \$ 1,259,264 | \$ 1,223,211 | \$ 1,005,767 | \$ 988,211 | \$ 1,116,307 | \$ 1,017,363 | \$ 964,151 | \$ 931,419 |
| Incurred losses and LAE | | | | | | | | | | |
| Attritional - current year | 2,334,164 | 2,147,244 | 646,851 | 583,716 | 572,516 | 531,081 | 630,476 | 513,208 | 509,688 | 493,872 |
| Attritional - prior year | (207,062) | (382,368) | (197,423) | (866) | (7,552) | (1,221) | (365,250) | (5,000) | (3,769) | (8,349) |
| Catastrophes | 1,300,625 | 252,058 | 33,053 | 1,206,983 | 40,450 | 20,139 | 139,236 | 17,481 | 85,364 | 9,977 |
| Total incurred losses and LAE | 3,427,727 | 2,016,934 | 482,481 | 1,789,833 | 605,414 | 549,999 | 404,462 | 525,689 | 591,283 | 495,500 |
| Commission and brokerage | 1,053,882 | 983,389 | 320,444 | 265,751 | 240,756 | 226,931 | 250,020 | 254,656 | 247,188 | 231,525 |
| Other underwriting expenses | 132,736 | 125,950 | 36,960 | 29,451 | 33,114 | 33,211 | 32,982 | 34,080 | 28,421 | 30,467 |
| Underwriting gain (loss) | \$ (137,892) | \$ 902,967 | \$ 419,379 | \$ (861,824) | \$ 126,483 | \$ 178,070 | \$ 428,843 | \$ 202,938 | \$ 97,259 | \$ 173,927 |
| Loss ratio | | | | | | | | | | |
| Attritional - current year | 52.1% | 53.3% | 51.4% | 47.7% | 57.0% | 53.7% | 56.5% | 50.4% | 52.9% | 53.0% |
| Attritional - prior year | -4.7% | -9.5% | -15.7% | -0.1% | -0.8% | -0.1% | -32.7% | -0.5% | -0.4% | -0.9% |
| Catastrophes | 29.1% | 6.3% | 2.6% | 98.7% | 4.0% | 2.0% | 12.5% | 1.7% | 8.9% | 1.1% |
| Total loss ratio | 76.5% | 50.1% | 38.3% | 146.3% | 60.2% | 55.6% | 36.3% | 51.6% | 61.4% | 53.2% |
| Commission and brokerage ratio | 23.5% | 24.4% | 25.4% | 21.7% | 23.9% | 23.0% | 22.4% | 25.0% | 25.6% | 24.9% |
| Other underwriting expense ratio | 3.1% | 3.1% | 3.0% | 2.5% | 3.3% | 3.4% | 2.9% | 3.5% | 2.9% | 3.2% |
| Combined ratio | 103.1% | 77.6% | 66.7% | 170.5% | 87.4% | 82.0% | 61.6% | 80.1% | 89.9% | 81.3% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attritional loss ratio - current year | 53.7% | 53.5% | 51.1% | 53.9% | 56.9% | 53.7% | 56.9% | 50.5% | 53.3% | 53.0% |
| Attritional combined ratio | 81.1% | 81.1% | 79.3% | 81.2% | 84.2% | 80.0% | 82.4% | 78.9% | 82.1% | 81.1% |

(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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 2,592,972 | \$ 2,125,792 | \$ 630,765 | \$ 908,256 | \$ 474,993 | \$ 578,958 | \$ 528,787 | \$ 654,770 | \$ 405,530 | \$ 536,706 |
| Net written premiums | 2,245,422 | 1,970,575 | 533,488 | 809,298 | 385,267 | 517,369 | 479,420 | 678,848 | 341,616 | 470,691 |
| Premiums earned | \$ 2,181,160 | \$ 2,072,155 | \$ 571,370 | \$ 649,772 | \$ 478,494 | \$ 481,524 | \$ 593,181 | \$ 519,160 | \$ 473,273 | \$ 486,541 |
| Incurred losses and LAE | | | | | | | | | | |
| Attrititional - current year | 1,103,724 | 1,095,998 | 276,358 | 286,292 | 278,635 | 262,439 | 359,207 | 263,650 | 232,329 | 240,812 |
| Attrititional - prior year | (165,487) | (126,362) | (155,848) | (866) | (7,552) | (1,221) | (116,821) | (5,000) | - | (4,541) |
| Catastrophes | 694,558 | 98,839 | 57,162 | 640,010 | (3,462) | 848 | 93,783 | 17,622 | (12,739) | 173 |
| Total incurred losses and LAE | 1,632,795 | 1,068,475 | 177,672 | 925,436 | 267,621 | 262,066 | 336,169 | 276,272 | 219,590 | 236,444 |
| Commission and brokerage | 462,487 | 465,953 | 134,257 | 113,449 | 112,423 | 102,358 | 111,345 | 116,667 | 120,624 | 117,317 |
| Other underwriting expenses | 55,881 | 54,107 | 15,257 | 12,095 | 14,278 | 14,251 | 14,251 | 14,265 | 12,132 | 13,459 |
| Underwriting gain (loss) | \$ 29,997 | \$ 483,620 | \$ 244,184 | \$ (401,208) | \$ 84,172 | \$ 102,849 | \$ 131,416 | \$ 111,956 | \$ 120,927 | \$ 119,321 |
| Loss ratio | | | | | | | | | | |
| Attrititional - current year | 50.6% | 52.9% | 48.4% | 44.1% | 58.2% | 54.5% | 60.6% | 50.8% | 49.1% | 49.5% |
| Attrititional - prior year | -7.5% | -6.1% | -27.3% | -0.1% | -1.6% | -0.3% | -19.7% | -1.0% | 0.0% | -0.9% |
| Catastrophes | 31.8% | 4.8% | 10.0% | 98.5% | -0.7% | 0.2% | 15.8% | 3.4% | -2.7% | 0.0% |
| Total loss ratio | 74.9% | 51.6% | 31.1% | 142.5% | 55.9% | 54.4% | 56.7% | 53.2% | 46.4% | 48.6% |
| Commission and brokerage ratio | 21.2% | 22.5% | 23.5% | 17.4% | 23.5% | 21.3% | 18.8% | 22.5% | 25.5% | 24.1% |
| Other underwriting expense ratio | 2.5% | 2.6% | 2.7% | 1.8% | 3.0% | 2.9% | 2.3% | 2.7% | 2.5% | 2.8% |
| Combined ratio | 98.6% | 76.7% | 57.3% | 161.7% | 82.4% | 78.6% | 77.8% | 78.4% | 74.4% | 75.5% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attrititional loss ratio - current year | 53.1% | 53.1% | 47.5% | 53.5% | 58.2% | 54.5% | 61.6% | 50.8% | 49.1% | 49.5% |
| Attrititional combined ratio | 78.1% | 78.4% | 73.3% | 76.9% | 84.7% | 78.7% | 83.1% | 76.0% | 77.1% | 76.4% |

(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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 1,316,701 | \$ 1,230,683 | \$ 385,693 | \$ 344,805 | \$ 319,786 | \$ 266,417 | \$ 305,655 | \$ 348,812 | \$ 340,625 | \$ 235,591 |
| Net written premiums | 1,229,597 | 1,082,712 | 380,805 | 330,761 | 272,369 | 245,662 | 282,804 | 316,207 | 281,201 | 202,500 |
| Premiums earned | \$ 1,202,043 | \$ 1,119,121 | \$ 360,695 | \$ 305,951 | \$ 263,816 | \$ 271,581 | \$ 295,628 | \$ 282,442 | \$ 290,601 | \$ 250,450 |
| Incurred losses and LAE | | | | | | | | | | |
| Attrititional - current year | 605,347 | 576,183 | 181,478 | 150,245 | 131,994 | 141,630 | 138,907 | 132,601 | 159,543 | 145,132 |
| Attrititional - prior year | 245 | (224,784) | 245 | - | - | - | (213,584) | - | (3,769) | (7,431) |
| Catastrophes | 454,048 | 135,151 | (17,154) | 412,837 | 40,494 | 17,871 | 29,647 | (10,420) | 106,090 | 9,834 |
| Total incurred losses and LAE | 1,059,640 | 486,550 | 164,569 | 563,082 | 172,488 | 159,501 | (45,030) | 122,181 | 261,864 | 147,535 |
| Commission and brokerage | 287,688 | 283,447 | 88,250 | 68,441 | 64,847 | 66,150 | 74,099 | 78,384 | 66,678 | 64,286 |
| Other underwriting expenses | 38,844 | 35,512 | 11,243 | 8,307 | 9,814 | 9,480 | 8,690 | 11,030 | 7,969 | 7,823 |
| Underwriting gain (loss) | \$ (184,129) | \$ 313,612 | \$ 96,633 | \$ (333,879) | \$ 16,667 | \$ 36,450 | \$ 257,869 | \$ 70,847 | \$ (45,910) | \$ 30,806 |
| Loss ratio | | | | | | | | | | |
| Attrititional - current year | 50.4% | 51.5% | 50.3% | 49.1% | 50.0% | 52.1% | 47.0% | 46.9% | 54.9% | 57.9% |
| Attrititional - prior year | 0.0% | -20.1% | 0.1% | 0.0% | 0.0% | 0.0% | -72.2% | 0.0% | -1.3% | -3.0% |
| Catastrophes | 37.8% | 12.1% | -4.8% | 134.9% | 15.4% | 6.6% | 10.1% | -3.7% | 36.5% | 4.0% |
| Total loss ratio | 88.2% | 43.5% | 45.6% | 184.0% | 65.4% | 58.7% | -15.1% | 43.2% | 90.1% | 58.9% |
| Commission and brokerage ratio | 23.9% | 25.3% | 24.5% | 22.4% | 24.6% | 24.4% | 25.1% | 27.8% | 22.9% | 25.7% |
| Other underwriting expense ratio | 3.2% | 3.2% | 3.1% | 2.7% | 3.7% | 3.5% | 2.8% | 3.9% | 2.8% | 3.1% |
| Combined ratio | 115.3% | 72.0% | 73.2% | 209.1% | 93.7% | 86.6% | 12.8% | 74.9% | 115.8% | 87.7% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attrititional loss ratio - current year | 51.0% | 51.7% | 49.5% | 52.9% | 50.1% | 52.0% | 46.6% | 47.1% | 56.3% | 57.9% |
| Attrititional combined ratio | 78.5% | 80.4% | 76.7% | 79.9% | 78.4% | 79.8% | 74.3% | 78.9% | 82.6% | 86.7% |

(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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 1,205,001 | \$ 890,375 | \$ 334,528 | \$ 311,781 | \$ 237,570 | \$ 321,122 | \$ 277,718 | \$ 245,995 | \$ 161,930 | \$ 204,732 |
| Net written premiums | 1,139,082 | 831,931 | 328,645 | 287,591 | 217,814 | 305,032 | 269,803 | 229,373 | 148,441 | 184,314 |
| Premiums earned | \$ 1,093,250 | \$ 837,964 | \$ 327,199 | \$ 267,488 | \$ 263,457 | \$ 235,106 | \$ 227,498 | \$ 215,761 | \$ 200,277 | \$ 194,428 |
| Incurred losses and LAE | | | | | | | | | | |
| Attritional - current year | 625,093 | 475,063 | 189,015 | 147,179 | 161,887 | 127,012 | 132,362 | 116,957 | 117,816 | 107,928 |
| Attritional - prior year | (41,820) | (31,222) | (41,820) | - | - | - | (34,845) | - | - | 3,623 |
| Catastrophes | 152,019 | 18,068 | (6,955) | 154,136 | 3,418 | 1,420 | 15,806 | 10,279 | (7,987) | (30) |
| Total incurred losses and LAE | 735,292 | 461,909 | 140,240 | 301,315 | 165,305 | 128,432 | 113,323 | 127,236 | 109,829 | 111,521 |
| Commission and brokerage | 303,707 | 233,989 | 97,937 | 83,861 | 63,486 | 58,423 | 64,576 | 59,605 | 59,886 | 49,922 |
| Other underwriting expenses | 38,011 | 36,331 | 10,460 | 9,049 | 9,022 | 9,480 | 10,041 | 8,785 | 8,320 | 9,185 |
| Underwriting gain (loss) | \$ 16,240 | \$ 105,735 | \$ 78,562 | \$ (126,737) | \$ 25,644 | \$ 38,771 | \$ 39,558 | \$ 20,135 | \$ 22,242 | \$ 23,800 |
| Loss ratio | | | | | | | | | | |
| Attritional - current year | 57.2% | 56.7% | 57.8% | 55.0% | 61.4% | 54.0% | 58.2% | 54.2% | 58.8% | 55.5% |
| Attritional - prior year | -3.8% | -3.7% | -12.7% | 0.0% | 0.0% | 0.0% | -15.3% | 0.0% | 0.0% | 1.9% |
| Catastrophes | 13.9% | 2.1% | -2.1% | 57.6% | 1.3% | 0.6% | 7.0% | 4.8% | -4.0% | 0.0% |
| Total loss ratio | 67.3% | 55.1% | 43.0% | 112.6% | 62.7% | 54.6% | 49.9% | 59.0% | 54.8% | 57.4% |
| Commission and brokerage ratio | 27.8% | 27.9% | 29.9% | 31.4% | 24.1% | 24.8% | 28.4% | 27.6% | 29.9% | 25.7% |
| Other underwriting expense ratio | 3.4% | 4.4% | 3.1% | 3.4% | 3.5% | 4.1% | 4.3% | 4.1% | 4.2% | 4.7% |
| Combined ratio | 98.5% | 87.4% | 76.0% | 147.4% | 90.3% | 83.5% | 82.6% | 90.7% | 88.9% | 87.8% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attritional loss ratio - current year | 57.9% | 56.7% | 59.3% | 56.0% | 61.4% | 54.0% | 58.2% | 54.2% | 58.8% | 55.5% |
| Attritional combined ratio | 89.5% | 89.0% | 93.4% | 91.4% | 89.0% | 82.9% | 91.0% | 85.9% | 92.9% | 85.9% |

(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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 2,059,248 | \$ 1,787,024 | \$ 575,441 | \$ 480,060 | \$ 569,300 | \$ 434,447 | \$ 422,559 | \$ 533,039 | \$ 455,266 | \$ 376,160 |
| Net written premiums | 1,630,560 | 1,385,687 | 450,687 | 370,439 | 463,683 | 345,751 | 337,824 | 340,216 | 383,695 | 323,952 |
| Premiums earned | \$ 1,461,387 | \$ 1,291,226 | \$ 397,923 | \$ 375,664 | \$ 363,914 | \$ 323,886 | \$ 324,958 | \$ 354,111 | \$ 324,709 | \$ 287,448 |
| Incurred losses and LAE | | | | | | | | | | |
| Attrititional - current year | 979,291 | 899,865 | 266,916 | 256,985 | 235,811 | 219,579 | 219,185 | 256,120 | 226,074 | 198,486 |
| Attrititional - prior year | (56,362) | 173,647 | (64,712) | 1 | 7,000 | 1,349 | 160,312 | 4,340 | 2,059 | 6,936 |
| Catastrophes | 171,925 | 49,183 | (4,249) | 163,263 | 13,050 | (139) | 10,937 | 19 | 38,400 | (173) |
| Total incurred losses and LAE | 1,094,854 | 1,122,695 | 197,955 | 420,249 | 255,861 | 220,789 | 390,434 | 260,479 | 266,533 | 205,249 |
| Commission and brokerage | 250,081 | 205,303 | 68,181 | 67,362 | 59,200 | 55,338 | 58,619 | 54,889 | 48,314 | 43,481 |
| Other underwriting expenses | 186,081 | 176,772 | 53,956 | 43,694 | 45,755 | 42,676 | 46,990 | 44,483 | 43,656 | 41,643 |
| Underwriting gain (loss) | \$ (69,629) | \$ (213,544) | \$ 77,831 | \$ (155,641) | \$ 3,098 | \$ 5,083 | \$ (171,085) | \$ (5,740) | \$ (33,794) | \$ (2,925) |
| Loss ratio | | | | | | | | | | |
| Attrititional - current year | 67.0% | 69.7% | 67.1% | 68.4% | 64.8% | 67.8% | 67.5% | 72.3% | 69.6% | 69.1% |
| Attrititional - prior year | -3.9% | 13.4% | -16.3% | 0.0% | 1.9% | 0.4% | 49.3% | 1.2% | 0.7% | 2.4% |
| Catastrophes | 11.8% | 3.8% | -1.1% | 43.5% | 3.6% | 0.0% | 3.4% | 0.0% | 11.8% | -0.1% |
| Total loss ratio | 74.9% | 86.9% | 49.7% | 111.9% | 70.3% | 68.2% | 120.2% | 73.5% | 82.1% | 71.4% |
| Commission and brokerage ratio | 17.1% | 15.9% | 17.1% | 17.9% | 16.3% | 17.1% | 18.0% | 15.5% | 14.9% | 15.1% |
| Other underwriting expense ratio | 12.8% | 13.7% | 13.6% | 11.6% | 12.5% | 13.1% | 14.4% | 12.6% | 13.4% | 14.5% |
| Combined ratio | 104.8% | 116.5% | 80.4% | 141.4% | 99.1% | 98.4% | 152.6% | 101.6% | 110.4% | 101.0% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attrititional loss ratio - current year | 67.0% | 69.7% | 67.1% | 68.4% | 64.8% | 67.8% | 67.5% | 72.3% | 69.6% | 69.1% |
| Attrititional combined ratio | 96.9% | 99.3% | 97.8% | 98.0% | 93.6% | 98.1% | 99.9% | 100.4% | 97.9% | 98.7% |

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INSURANCE excluding HEARTLAND CROP INSURANCE

| | Twelve Months Ended | | Three Months Ended | | | | | | | |
|---|----------------------|----------------------|----------------------|-----------------------|------------------|-------------------|----------------------|-----------------------|------------------|-------------------|
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| Gross written premiums | \$ 2,059,248 | \$ 1,557,106 | \$ 575,441 | \$ 480,060 | \$ 569,300 | \$ 434,447 | \$ 422,559 | \$ 370,666 | \$ 404,832 | \$ 359,050 |
| Net written premiums | 1,630,560 | 1,307,433 | 450,687 | 370,439 | 463,683 | 345,751 | 337,824 | 318,017 | 342,732 | 308,860 |
| Premiums earned | \$ 1,461,387 | \$ 1,207,508 | \$ 397,923 | \$ 375,664 | \$ 363,914 | \$ 323,886 | \$ 324,958 | \$ 312,790 | \$ 293,959 | \$ 275,801 |
| Incurred losses and LAE | | | | | | | | | | |
| Attrititional - current year | 979,291 | 821,072 | 266,916 | 256,985 | 235,811 | 219,579 | 219,185 | 218,386 | 196,632 | 186,869 |
| Attrititional - prior year | (56,362) | 166,737 | (64,712) | 1 | 7,000 | 1,349 | 160,312 | 4,625 | 800 | 1,000 |
| Catastrophes | 171,925 | 49,183 | (4,249) | 163,263 | 13,050 | (139) | 10,937 | 19 | 38,400 | (173) |
| Total incurred losses and LAE | 1,094,854 | 1,036,991 | 197,955 | 420,249 | 255,861 | 220,789 | 390,434 | 223,029 | 235,832 | 187,696 |
| Commission and brokerage | 250,081 | 204,213 | 68,181 | 67,362 | 59,200 | 55,338 | 58,619 | 52,867 | 48,263 | 44,464 |
| Other underwriting expenses | 186,081 | 156,618 | 53,956 | 43,694 | 45,755 | 42,676 | 46,990 | 39,993 | 36,321 | 33,314 |
| Underwriting gain (loss) | \$ (69,629) | \$ (190,314) | \$ 77,831 | \$ (155,641) | \$ 3,098 | \$ 5,083 | \$ (171,085) | \$ (3,099) | \$ (26,457) | \$ 10,327 |
| Loss ratio | | | | | | | | | | |
| Attrititional - current year | 67.0% | 68.0% | 67.1% | 68.4% | 64.8% | 67.8% | 67.5% | 69.8% | 66.9% | 67.8% |
| Attrititional - prior year | -3.9% | 13.8% | -16.3% | 0.0% | 1.9% | 0.4% | 49.3% | 1.5% | 0.3% | 0.4% |
| Catastrophes | 11.8% | 4.1% | -1.1% | 43.5% | 3.6% | 0.0% | 3.4% | 0.0% | 13.1% | -0.1% |
| Total loss ratio | 74.9% | 85.9% | 49.7% | 111.9% | 70.3% | 68.2% | 120.2% | 71.3% | 80.2% | 68.1% |
| Commission and brokerage ratio | 17.1% | 16.9% | 17.1% | 17.9% | 16.3% | 17.1% | 18.0% | 16.9% | 16.4% | 16.1% |
| Other underwriting expense ratio | 12.8% | 13.0% | 13.6% | 11.6% | 12.5% | 13.1% | 14.4% | 12.8% | 12.4% | 12.1% |
| Combined ratio | 104.8% | 115.8% | 80.4% | 141.4% | 99.1% | 98.4% | 152.6% | 101.0% | 109.0% | 96.3% |
| Ratios excluding reinstatement premium impact | | | | | | | | | | |
| Attrititional loss ratio - current year | 67.0% | 68.0% | 67.1% | 68.4% | 64.8% | 67.8% | 67.5% | 69.8% | 66.9% | 67.8% |
| Attrititional combined ratio | 96.9% | 97.9% | 97.8% | 98.0% | 93.6% | 98.1% | 99.9% | 99.5% | 95.7% | 96.0% |

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis

(Dollars in thousands)

(unaudited)

INVESTMENTS AND CASH

| | At December 31, 2017 | | | At December 31, 2016 | | |
|---|----------------------|-------------------------|---|----------------------|-------------------------|---|
| | Market Value | Cost/ Amortized Cost | Pre-tax Unrealized Gains/(Losses) | Market Value | Cost/ Amortized Cost | Pre-tax Unrealized Gains/(Losses) |
| <u>Investments and cash:</u> | | | | | | |
| Fixed maturities-available for sale, at market value | \$ 14,756,834 | \$ 14,689,598 | \$ 67,236 | \$ 14,107,408 | \$ 13,932,613 | \$ 174,795 |
| Equity securities-available for sale, at market value | 129,530 | 130,287 | (757) | 119,067 | 129,553 | (10,486) |
| Equity securities-available for sale, at fair value | 963,572 | 963,572 | - | 1,010,085 | 1,010,085 | - |
| Other invested assets | 1,631,850 | 1,628,753 | 3,097 | 1,333,129 | 1,333,069 | 60 |
| Short-term investments | 509,682 | 509,682 | - | 431,478 | 431,478 | - |
| Cash | 635,067 | 635,067 | - | 481,922 | 481,922 | - |
| Total | \$ 18,626,535 | \$ 18,556,959 | \$ 69,576 | \$ 17,483,089 | \$ 17,318,720 | \$ 164,369 |

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 | \$ 14,756,834 | 92.8% | \$ 14,107,408 | 93.9% |
| Short-term investments | 509,682 | 3.2% | 431,478 | 2.9% |
| Cash | 635,067 | 4.0% | 481,922 | 3.2% |
| Total | \$ 15,901,583 | 100.0% | \$ 15,020,808 | 100.0% |

Investment Sectors:

| | At December 31, 2017 | | | At December 31, 2016 | | |
|-------------------------------|----------------------|------------|---|----------------------|------------|---|
| | Market Value | % of Total | Pre-tax Unrealized Gains/(Losses) | Market Value | % of Total | Pre-tax Unrealized Gains/(Losses) |
| Treasury | \$ 1,536,692 | 9.7% | \$ (4,260) | \$ 1,130,315 | 7.5% | \$ 15,107 |
| Agency | 1,495 | 0.0% | (12) | 2,013 | 0.0% | (3) |
| Corporate | 5,697,510 | 35.8% | 40,561 | 5,153,268 | 34.3% | 95,896 |
| Mortgage-backed securities | | | | | | |
| Agency | 2,210,902 | 13.9% | (25,459) | 2,405,469 | 16.0% | (10,432) |
| Non-agency residential | 140 | 0.0% | (6) | 217 | 0.0% | (5) |
| Alt.-A | 354 | 0.0% | 3 | 424 | 0.0% | 4 |
| Commercial | 234,041 | 1.5% | (1,753) | 306,932 | 2.0% | (1,895) |
| Asset-backed securities | 531,360 | 3.3% | (1,113) | 488,648 | 3.3% | (176) |
| Municipal | 585,469 | 3.7% | 21,679 | 729,984 | 4.9% | 6,046 |
| Non-US | 3,958,871 | 24.9% | 37,596 | 3,890,138 | 25.9% | 70,253 |
| Cash & short-term investments | 1,144,749 | 7.2% | - | 913,400 | 6.1% | - |
| Total | \$ 15,901,583 | 100.0% | \$ 67,236 | \$ 15,020,808 | 100.0% | \$ 174,795 |

Credit Quality:

| | Market Value | % of Total | Market Value | % of Total |
|---------------|---------------|------------|---------------|------------|
| AAA | \$ 7,053,880 | 44.4% | \$ 6,627,098 | 44.1% |
| AA | 2,544,908 | 16.0% | 2,598,541 | 17.3% |
| A | 3,373,979 | 21.2% | 2,867,756 | 19.0% |
| BBB | 1,637,024 | 10.3% | 1,528,304 | 10.2% |
| BB | 640,041 | 4.0% | 806,409 | 5.4% |
| B | 333,264 | 2.1% | 401,213 | 2.7% |
| Rated Below B | 29,910 | 0.2% | 48,037 | 0.3% |
| Other | 288,577 | 1.8% | 143,450 | 1.0% |
| Total | \$ 15,901,583 | 100.0% | \$ 15,020,808 | 100.0% |

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

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

| | December 31, 2017 | |
|---|---------------------|-----------------------------|
| | Market Value | Unrealized Gain / (Loss) |
| Top 20 Largest Corporate Fixed Income Positions: | | |
| Apple Inc. | \$ 114,071 | \$ (460) |
| JPMorgan Chase & Co. | 89,487 | 2,746 |
| Deere & Company | 84,016 | (293) |
| Wells Fargo & Company | 82,333 | (496) |
| Toyota Motor Credit Corporation | 81,823 | 190 |
| Royal Bank of Canada | 81,447 | 177 |
| Caterpillar Financial Services Corporation | 78,050 | 2,897 |
| Lloyds Banking Group plc | 76,959 | 1,826 |
| American Honda Finance Corporation | 71,222 | (802) |
| The Toronto-Dominion Bank | 68,607 | 1,868 |
| Oracle Corporation | 67,397 | (1,084) |
| Microsoft Corporation | 65,166 | (231) |
| International Business Machines Corporation | 63,435 | (602) |
| The Bank of Nova Scotia | 62,080 | (378) |
| Bank of America Corporation | 60,780 | 149 |
| Daimler AG | 57,287 | 848 |
| Citigroup Inc. | 55,678 | 1 |
| Goldman Sachs Group, Inc. | 55,337 | 515 |
| MetLife, Inc. | 55,156 | 105 |
| Sumitomo Mitsui Financial Group, Inc. | 53,231 | (70) |
| Total | \$ 1,423,562 | \$ 6,906 |

| | December 31, 2016 | |
|---|---------------------|-----------------------------|
| | Market Value | Unrealized Gain / (Loss) |
| Top 20 Largest Corporate Fixed Income Positions: | | |
| Daimler AG | \$ 91,782 | \$ 2,307 |
| Apple Inc. | 88,640 | 873 |
| JP Morgan Chase & Co. | 86,824 | 6,205 |
| Royal Bank of Canada | 83,620 | 2,247 |
| Caterpillar Financial Services Corporation | 76,521 | 3,885 |
| Toyota Motor Credit Corporation | 76,455 | 2,093 |
| Wells Fargo & Company | 72,259 | 438 |
| The Bank of Nova Scotia | 68,375 | 1,085 |
| The Toronto-Dominion Bank | 67,533 | 2,568 |
| Lloyds Banking Group plc | 65,322 | 451 |
| Westpac Banking Corporation | 64,210 | 3,153 |
| National Australia Bank Limited | 64,082 | 3,003 |
| Deere & Company | 58,494 | 1,003 |
| American Express Company | 57,898 | 1,202 |
| American Honda Finance Corporation | 55,117 | (435) |
| AT&T, Inc. | 54,308 | 840 |
| The PNC Financial Services Group, Inc. | 51,667 | 1,319 |
| Pfizer, Inc. | 50,683 | 1,494 |
| Anheuser-Busch InBev SA/NV | 50,375 | 1,285 |
| Sumitomo Mitsui Financial Group, Inc. | 49,847 | (47) |
| Total | \$ 1,334,012 | \$ 34,969 |

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

| | December 31, 2017 |
|--|-------------------|
| | Fair Value |
| <u>Top 20 Largest Individual Equity Positions:</u> | |
| The Westaim Corporation | \$ 19,138 |
| The Home Depot, Inc. | 18,007 |
| Microsoft Corporation | 17,746 |
| Amazon.com, Inc. | 14,001 |
| Johnson & Johnson | 13,699 |
| JPMorgan Chase & Co. | 13,291 |
| Philip Morris International, Inc. | 13,125 |
| Cisco Systems, Inc. | 13,072 |
| Wells Fargo & Company | 11,049 |
| Chevron Corporation | 10,685 |
| Pfizer Inc. | 10,599 |
| Verizon Communications Inc. | 9,946 |
| Intel Corporation | 9,863 |
| The PNC Financial Services Group, Inc. | 9,560 |
| Visa Inc. | 9,535 |
| The Boeing Company | 9,396 |
| Eli Lilly and Company | 9,226 |
| Celgene Corporation | 9,184 |
| DowDuPont Inc. | 8,804 |
| Raytheon Company | 8,621 |
| Total | <u>\$ 238,547</u> |

| | December 31, 2016 |
|--|-------------------|
| | Fair Value |
| <u>Top 20 Largest Individual Equity Positions:</u> | |
| Microsoft Corporation | \$ 21,587 |
| The Home Depot, Inc. | 18,979 |
| JPMorgan Chase & Co. | 18,472 |
| Wells Fargo & Company | 17,719 |
| Johnson & Johnson | 15,640 |
| Chevron Corporation | 15,466 |
| Cisco Systems, Inc. | 14,077 |
| Philip Morris International, Inc. | 13,666 |
| Magellan Midstream Partners LP | 13,404 |
| General Electric Company | 13,390 |
| Pfizer Inc. | 12,883 |
| Exxon Mobil Corporation | 12,770 |
| The Westaim Corporation | 12,736 |
| Simon Property Group, Inc. | 12,239 |
| Verizon Communications Inc. | 11,642 |
| Merck & Company, Inc. | 11,642 |
| Marsh & McLennan Companies, Inc. | 11,285 |
| Intel Corporation | 11,177 |
| The PNC Financial Services Group, Inc. | 10,558 |
| Celgene Corporation | 10,186 |
| Total | <u>\$ 279,518</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, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| NET INVESTMENT INCOME | | | | | | | | | | |
| Fixed maturities | \$ 427,379 | \$ 410,337 | \$ 108,043 | \$ 107,969 | \$ 108,122 | \$ 103,245 | \$ 104,209 | \$ 100,752 | \$ 102,851 | \$ 102,525 |
| Equity securities | 34,523 | 40,707 | 8,822 | 8,590 | 8,366 | 8,745 | 8,740 | 9,905 | 10,923 | 11,139 |
| Short-term investments and cash | 4,177 | 1,769 | 1,738 | 974 | 835 | 630 | 549 | 475 | 345 | 400 |
| Other invested assets | | | | | | | | | | |
| Limited partnerships | 83,569 | 38,647 | 29,196 | 23,315 | 20,060 | 10,998 | 4,725 | 17,077 | 23,003 | (6,158) |
| Other | 10,125 | 2,852 | 3,473 | 2,095 | 2,285 | 2,272 | 1,518 | 1,033 | 1,151 | (850) |
| Gross investment income before adjustments | 559,773 | 494,312 | 151,272 | 142,943 | 139,668 | 125,890 | 119,741 | 129,242 | 138,273 | 107,056 |
| Funds held interest income (expense) | 11,874 | 7,853 | 4,718 | 2,284 | 1,724 | 3,148 | 2,035 | 1,538 | 1,740 | 2,540 |
| Future policy benefit reserve income (expense) | (1,282) | (1,633) | (267) | (280) | (416) | (319) | (390) | (517) | (425) | (301) |
| Gross investment income | 570,365 | 500,532 | 155,723 | 144,947 | 140,976 | 128,719 | 121,386 | 130,263 | 139,588 | 109,295 |
| Investment Expenses | 27,467 | 27,447 | 6,595 | 7,974 | 6,468 | 6,430 | 6,219 | 7,606 | 6,851 | 6,771 |
| Net investment income | \$ 542,898 | \$ 473,085 | \$ 149,128 | \$ 136,973 | \$ 134,508 | \$ 122,289 | \$ 115,167 | \$ 122,657 | \$ 132,737 | \$ 102,524 |

| | Twelve Months Ended | | Three Months Ended | | | | | | | |
|--|---------------------|-------------------|--------------------|--------------------|---------------|----------------|-------------------|--------------------|---------------|----------------|
| | December 31, 2017 | December 31, 2016 | December 31, 2017 | September 30, 2017 | June 30, 2017 | March 31, 2017 | December 31, 2016 | September 30, 2016 | June 30, 2016 | March 31, 2016 |
| NET REALIZED CAPITAL GAINS (LOSSES) | | | | | | | | | | |
| Fixed maturities | \$ 10,621 | \$ (24,883) | \$ (17,104) | \$ 6,513 | \$ 11,068 | \$ 10,144 | \$ 14,391 | \$ 5,086 | \$ 1,575 | \$ (45,935) |
| Equity securities | 142,518 | 45,670 | 50,791 | 34,939 | 14,201 | 42,587 | 19,587 | 23,325 | 31,083 | (28,325) |
| Sale of subsidiary | - | (28,032) | - | - | - | - | - | (28,032) | - | - |
| Other Invested Assets | 61 | 18 | (22) | 84 | (2) | 1 | 18 | - | - | - |
| Short-term investments | (6) | 11 | (2) | (1) | 1 | (4) | 9 | 1 | - | 1 |
| Total net realized capital gains (losses) | \$ 153,194 | \$ (7,216) | \$ 33,663 | \$ 41,535 | \$ 25,268 | \$ 52,728 | \$ 34,005 | \$ 380 | \$ 32,658 | \$ (74,259) |