

Everest Re Group, Ltd.

Financial Supplement

December 31, 2018



EVEREST[®]

EVEREST RE GROUP, LTD.
Supplemental GAAP Financial Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
PRODUCTION INFORMATION:										
Gross written premiums	\$ 8,475,153	\$ 7,173,922	\$ 2,278,361	\$ 2,198,664	\$ 2,066,521	\$ 1,931,607	\$ 1,926,427	\$ 2,044,902	\$ 1,601,649	\$ 1,600,944
Net written premiums	7,414,428	6,244,661	2,057,071	1,938,773	1,746,378	1,672,206	1,693,625	1,798,089	1,339,133	1,413,814
Net premiums earned	6,931,699	5,937,840	1,850,975	1,731,479	1,729,818	1,619,427	1,657,187	1,598,875	1,369,681	1,312,097
INVESTMENT INCOME:										
Pre-tax investment income	\$ 581,183	\$ 542,898	\$ 140,204	\$ 161,363	\$ 141,322	\$ 138,294	\$ 149,128	\$ 136,973	\$ 134,508	\$ 122,289
Effective tax rate	11.4%	17.3%	12.1%	11.8%	11.2%	10.6%	18.0%	17.8%	17.0%	16.3%
After-tax investment income	\$ 514,746	\$ 448,978	\$ 123,220	\$ 142,302	\$ 125,563	\$ 123,661	\$ 122,338	\$ 112,604	\$ 111,652	\$ 102,385
Net pre-tax yield - amortized cost	3.2%	3.1%	3.0%	3.5%	3.1%	3.0%	3.3%	3.1%	3.0%	2.8%
Net after-tax yield - amortized cost	2.8%	2.5%	2.6%	3.1%	2.7%	2.7%	2.7%	2.5%	2.5%	2.4%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 1,669,785	\$ 1,339,119	\$ 875,000	\$ 230,000	\$ 464,808	\$ 99,977	\$ 35,832	\$ 1,229,020	\$ 53,464	\$ 20,803
After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾	(32.99)	(25.23)	(17.28)	(4.68)	(9.31)	(1.94)	(1.78)	(22.09)	(1.13)	(0.44)
After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾	(32.83)	(25.08)	(17.28)	(4.66)	(9.26)	(1.93)	(1.77)	(22.09)	(1.13)	(0.44)
EFFECTIVE TAX RATE ON:										
Net income (loss)	-145.7%	-15.7%	-45.6%	-4.1%	-15.0%	3.4%	17.9%	-29.3%	10.8%	13.8%
Net realized capital gains (losses)	-14.1%	33.5%	-16.7%	20.5%	33.3%	-22.3%	31.0%	32.0%	27.9%	39.1%
Foreign exchange income (expense)	-17.6%	45.9%	-45.6%	-20.1%	0.4%	-0.2%	9.4%	1.7%	NM	92.4%
Operating income	-262.4%	-48.7%	-54.9%	-12.1%	-55.8%	5.5%	16.2%	-30.9%	7.0%	7.8%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ 103,552	\$ 468,968	\$ (382,274)	\$ 205,613	\$ 69,895	\$ 210,318	\$ 571,025	\$ (639,374)	\$ 245,674	\$ 291,643
Per basic common share	2.54	11.43	(9.50)	5.04	1.71	5.14	13.92	(15.73)	5.98	7.12
Per diluted common share	2.53	11.36	(9.50)	5.02	1.70	5.11	13.85	(15.73)	5.95	7.07
Net realized capital gains (losses)	(109,149)	101,806	(143,870)	43,554	10,519	(19,355)	23,226	28,246	18,224	32,110
Per basic common share	(2.67)	2.48	(3.58)	1.07	0.26	(0.47)	0.57	0.70	0.44	0.78
Per diluted common share	(2.66)	2.47	(3.58)	1.06	0.26	(0.47)	0.56	0.70	0.44	0.78
Foreign exchange income (expense)	21,289	(37,194)	(2,235)	(5,435)	19,026	9,933	20,595	(43,964)	(6,267)	(7,558)
Per basic common share	0.52	(0.91)	(0.06)	(0.13)	0.46	0.24	0.50	(1.08)	(0.15)	(0.18)
Per diluted common share	0.52	(0.90)	(0.06)	(0.13)	0.46	0.24	0.50	(1.08)	(0.15)	(0.18)
Income (loss) on TCJA Reform Act	703	(8,246)	703	-	-	-	(8,246)	-	-	-
Per basic common share	0.02	(0.20)	0.02	-	-	-	(0.20)	-	-	-
Per diluted common share	0.02	(0.20)	0.02	-	-	-	(0.20)	-	-	-
Operating income ⁽²⁾	190,709	412,602	(236,872)	167,494	40,350	219,740	535,450	(623,656)	233,717	267,091
Per basic common share	4.68	10.06	(5.89)	4.11	0.99	5.37	13.06	(15.35)	5.69	6.52
Per diluted common share	4.65	10.00	(5.89)	4.09	0.98	5.34	12.98	(15.35)	5.66	6.48
WEIGHTED-AVERAGE COMMON SHARES OUTSTANDING:										
Basic	40,388	40,595	40,233	40,350	40,504	40,469	40,589	40,638	40,624	40,529
Diluted	40,586	40,843	40,408	40,542	40,710	40,689	40,817	40,883	40,874	40,796

(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)

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
COMBINED RATIO:										
Loss ratio	81.5%	76.2%	108.1%	72.3%	77.5%	65.3%	41.1%	138.2%	62.9%	58.7%
Commission and brokerage ratio	21.9%	22.0%	21.4%	22.0%	22.2%	22.1%	23.5%	20.8%	21.9%	21.5%
Other underwriting expense ratio	5.4%	5.3%	4.6%	5.7%	5.4%	5.9%	5.4%	4.6%	5.7%	5.8%
Combined ratio	108.8%	103.5%	134.1%	100.0%	105.1%	93.3%	70.0%	163.6%	90.5%	86.0%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 610,069	\$ 1,162,693	\$ 66,440	\$ 410,981	\$ (62,992)	\$ 195,640	\$ 118,475	\$ 409,856	\$ 252,550	\$ 381,812
Paid losses, net	4,711,940	3,343,239	1,257,134	874,316	1,384,504	1,195,986	1,128,629	752,588	772,985	689,037
Paid cats, net	1,125,869	745,049	371,448	181,270	307,358	265,793	439,765	188,637	63,592	53,056
Paid (recovered) asbestos and environmental losses, net	56,624	38,128	8,670	12,730	18,842	16,382	12,058	9,926	7,237	8,907
Taxes paid (recovered)	(65,064)	53,743	2,877	(23,790)	7,102	(51,253)	(4,959)	930	48,179	9,593
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 8,369,232	\$ 8,075,396	\$ 8,329,013	\$ 8,241,349	\$ 8,344,180	\$ 8,369,232	\$ 7,969,331	\$ 8,584,798	\$ 8,347,876	\$ 8,075,396
Net unrealized depreciation (appreciation) of investments	(49,969)	(115,558)	213,020	192,156	150,628	(49,969)	(117,574)	(128,782)	(132,907)	(115,558)
Adjusted beginning of period shareholders' equity	\$ 8,319,263	\$ 7,959,838	\$ 8,542,033	\$ 8,433,505	\$ 8,494,808	\$ 8,319,263	\$ 7,851,757	\$ 8,456,016	\$ 8,214,969	\$ 7,959,838
End of period shareholders' equity	\$ 7,903,804	\$ 8,369,232	\$ 7,903,804	\$ 8,329,013	\$ 8,241,349	\$ 8,344,180	\$ 8,369,232	\$ 7,969,331	\$ 8,584,798	\$ 8,347,876
End of period adjustment for adoption of ASU 2018-02	-	(5,709)	-	-	-	-	(5,709)	-	-	-
Net unrealized depreciation (appreciation) of investments	179,392	(44,260)	179,392	213,020	192,156	150,628	(44,260)	(117,574)	(128,782)	(132,907)
Adjusted end of period shareholders' equity	\$ 8,083,196	\$ 8,319,263	\$ 8,083,196	\$ 8,542,033	\$ 8,433,505	\$ 8,494,808	\$ 8,319,263	\$ 7,851,757	\$ 8,456,016	\$ 8,214,969
Average adjusted shareholders' equity	\$ 8,201,230	\$ 8,139,551	\$ 8,312,615	\$ 8,487,769	\$ 8,464,157	\$ 8,407,036	\$ 8,085,510	\$ 8,153,887	\$ 8,335,493	\$ 8,087,404
After-tax operating income ⁽²⁾	\$ 190,709	\$ 412,602	\$ (236,872)	\$ 167,494	\$ 40,350	\$ 219,740	\$ 535,450	\$ (623,656)	\$ 233,717	\$ 267,091
After-tax net realized capital gains (losses)	(109,149)	101,806	(143,870)	43,554	10,519	(19,355)	23,226	28,246	18,224	32,110
After-tax foreign exchange income (expense)	21,289	(37,194)	(2,235)	(5,435)	19,026	9,933	20,595	(43,964)	(6,267)	(7,558)
After-tax TCJA Reform Act income (loss)	703	(8,246)	703	-	-	-	(8,246)	-	-	-
Net income (loss)	\$ 103,552	\$ 468,968	\$ (382,274)	\$ 205,613	\$ 69,895	\$ 210,318	\$ 571,025	\$ (639,374)	\$ 245,674	\$ 291,643
Return on equity (annualized)										
After-tax operating income ⁽²⁾	2.3%	5.1%	-11.4%	7.9%	1.9%	10.5%	26.5%	-30.6%	11.2%	13.2%
After-tax net realized capital gains (losses)	-1.3%	1.3%	-6.9%	2.1%	0.5%	-1.0%	1.1%	1.4%	0.9%	1.6%
After-tax foreign exchange income (expense)	0.3%	-0.5%	-0.1%	-0.3%	0.9%	0.5%	1.0%	-2.2%	-0.3%	-0.4%
After-tax TCJA Reform Act income (loss)	0.0%	-0.1%	0.0%	0.0%	0.0%	0.0%	-0.4%	0.0%	0.0%	0.0%
Net income (loss)	1.3%	5.8%	-18.4%	9.7%	3.3%	10.0%	28.2%	-31.4%	11.8%	14.4%

(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) excluding after-tax net realized capital gains (losses), after-tax net foreign exchange income (expense) and the loss due to the enactment of the Tax Cuts and Jobs Act ("TCJA") of 2017. Although net realized capital gains (losses) and net foreign exchange income (expense) are an integral part of the Company's insurance operations, the determination of net realized capital gains (losses) and net foreign exchange income (expense) is independent of the insurance underwriting process. The Company believes that the level of net realized capital gains (losses) and net foreign exchange income (expense) 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, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 18,433,066	\$ 18,665,898	\$ 18,205,684	\$ 18,582,914	\$ 18,626,535	\$ 18,482,036	\$ 18,201,201	\$ 18,123,469
Total assets	24,793,999	24,410,857	23,885,885	23,513,196	23,591,792	23,936,269	22,521,891	22,192,953
Reserve for losses and loss adjustment expenses ("LAE") (gross)	13,119,090	12,390,153	12,043,334	11,793,346	11,884,321	12,455,357	10,475,705	10,414,046
Future policy benefit reserve	46,778	47,871	48,845	49,106	51,014	54,279	54,238	55,158
Senior notes due 6/1/2044	396,954	396,924	396,894	396,864	396,834	396,804	396,774	396,744
Long term notes due 5/1/2067	236,659	236,634	236,610	236,585	236,561	236,536	236,511	236,487
Shareholders' equity	7,903,804	8,329,013	8,241,349	8,344,180	8,369,232	7,969,331	8,584,798	8,347,876
Common shares outstanding	40,651	40,647	40,860	40,979	40,835	41,068	41,065	41,058
Book value per common share outstanding	\$ 194.43	\$ 204.91	\$ 201.70	\$ 203.62	\$ 204.95	\$ 194.05	\$ 209.05	\$ 203.32
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 13,119,090	\$ 12,390,153	\$ 12,043,334	\$ 11,793,346	\$ 11,884,321	\$ 12,455,357	\$ 10,475,705	\$ 10,414,046
Reinsurance receivables on unpaid losses	(1,619,641)	(1,601,041)	(1,621,639)	(1,234,971)	(1,212,649)	(1,298,125)	(914,855)	(989,934)
Net reserve for losses and LAE	\$ 11,499,449	\$ 10,789,112	\$ 10,421,695	\$ 10,558,375	\$ 10,671,672	\$ 11,157,232	\$ 9,560,850	\$ 9,424,112
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Net loss and LAE reserves	\$ 261,456	\$ 270,127	\$ 282,857	\$ 301,699	\$ 318,081	\$ 293,002	\$ 302,928	\$ 310,165
Net asbestos 3 year survival ratio	5.7	5.1	5.6	6.4	6.2	5.6	5.3	5.2
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax book yield to maturity	3.4%	3.2%	3.3%	3.1%	3.0%	3.0%	2.9%	2.8%
After-tax book yield to maturity	3.0%	2.9%	2.9%	2.8%	2.8%	2.5%	2.4%	2.4%
Modified duration of fixed income portfolio (in years)	3.0	3.2	3.2	3.2	3.1	3.2	3.2	3.2
Average credit quality	Aa3	A1	A1	A1	Aa3	Aa3	A1	Aa3
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.94 TO 1	0.85 TO 1	0.84 TO 1	0.78 TO 1	0.75 TO 1	0.74 TO 1	0.66 TO 1	0.66 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.45 TO 1	1.30 TO 1	1.26 TO 1	1.27 TO 1	1.28 TO 1	1.40 TO 1	1.11 TO 1	1.13 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 8,475,153	\$ 7,173,922	\$ 2,278,361	\$ 2,198,664	\$ 2,066,521	\$ 1,931,607	\$ 1,926,427	\$ 2,044,902	\$ 1,601,649	\$ 1,600,944
Net written premiums	7,414,428	6,244,661	2,057,071	1,938,773	1,746,378	1,672,206	1,693,625	1,798,089	1,339,133	1,413,814
Premiums earned	\$ 6,931,699	\$ 5,937,840	\$ 1,850,975	\$ 1,731,479	\$ 1,729,818	\$ 1,619,427	\$ 1,657,187	\$ 1,598,875	\$ 1,369,681	\$ 1,312,097
Incurred losses and LAE										
Attritional - current year	4,025,370	3,313,455	1,112,209	1,014,396	941,589	957,177	913,767	840,701	808,327	750,660
Attritional - prior year	(174,121)	(263,424)	(74,153)	(2,538)	(97,430)	-	(262,135)	(865)	(552)	128
Catastrophes	1,800,154	1,472,550	962,998	240,000	497,155	100,000	28,804	1,370,246	53,500	20,000
Total incurred losses and LAE	5,651,403	4,522,581	2,001,054	1,251,858	1,341,314	1,057,177	680,436	2,210,082	861,275	770,788
Commission and brokerage	1,519,030	1,303,963	396,588	381,401	383,402	357,639	388,625	333,113	299,956	282,269
Other underwriting expenses	371,541	318,817	84,216	97,942	93,099	96,284	90,916	73,145	78,869	75,887
Underwriting gain (loss)	\$ (610,275)	\$ (207,521)	\$ (630,883)	\$ 278	\$ (87,997)	\$ 108,327	\$ 497,210	\$ (1,017,465)	\$ 129,581	\$ 183,153
Loss ratio										
Attritional - current year	58.0%	55.8%	60.0%	58.5%	54.3%	59.1%	55.2%	52.6%	59.0%	57.2%
Attritional - prior year	-2.5%	-4.4%	-4.0%	-0.1%	-5.6%	0.0%	-15.8%	-0.1%	0.0%	0.0%
Catastrophes	26.0%	24.8%	52.1%	13.9%	28.8%	6.2%	1.7%	85.7%	3.9%	1.5%
Total loss ratio	81.5%	76.2%	108.1%	72.3%	77.5%	65.3%	41.1%	138.2%	62.9%	58.7%
Commission and brokerage ratio	21.9%	22.0%	21.4%	22.0%	22.2%	22.1%	23.5%	20.8%	21.9%	21.5%
Other underwriting expenses	5.4%	5.3%	4.6%	5.7%	5.4%	5.9%	5.4%	4.6%	5.7%	5.8%
Combined ratio	108.8%	103.5%	134.1%	100.0%	105.1%	93.3%	70.0%	163.6%	90.5%	86.0%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	59.2%	57.1%	63.1%	58.9%	55.5%	59.1%	54.9%	57.7%	59.0%	57.2%
Attritional combined ratio	87.0%	85.0%	90.4%	86.8%	83.5%	87.1%	83.7%	85.5%	86.7%	84.5%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 6,224,601	\$ 5,114,674	\$ 1,695,990	\$ 1,681,406	\$ 1,420,573	\$ 1,426,632	\$ 1,350,986	\$ 1,564,842	\$ 1,032,349	\$ 1,166,497
Net written premiums	5,706,453	4,614,101	1,590,365	1,553,286	1,276,848	1,285,954	1,242,938	1,427,650	875,450	1,068,063
Premiums earned	\$ 5,293,071	\$ 4,476,453	\$ 1,432,855	\$ 1,312,716	\$ 1,321,377	\$ 1,226,123	\$ 1,259,264	\$ 1,223,211	\$ 1,005,767	\$ 988,211
Incurred losses and LAE										
Attritional - current year	2,940,572	2,334,164	836,345	736,178	670,920	697,130	646,851	583,716	572,516	531,081
Attritional - prior year	(121,878)	(207,062)	(22,969)	(2,490)	(96,419)	-	(197,423)	(866)	(7,552)	(1,221)
Catastrophes	1,766,908	1,300,625	947,152	228,500	486,655	104,600	33,053	1,206,983	40,450	20,139
Total incurred losses and LAE	4,585,602	3,427,727	1,760,528	962,188	1,061,156	801,730	482,481	1,789,833	605,414	549,999
Commission and brokerage	1,251,581	1,053,882	324,929	314,550	321,118	290,984	320,444	265,751	240,756	226,931
Other underwriting expenses	142,874	132,736	31,503	37,193	36,583	37,595	36,960	29,451	33,114	33,211
Underwriting gain (loss)	\$ (686,986)	\$ (137,892)	\$ (684,105)	\$ (1,215)	\$ (97,480)	\$ 95,814	\$ 419,379	\$ (861,824)	\$ 126,483	\$ 178,070
Loss ratio										
Attritional - current year	55.5%	52.1%	58.4%	56.1%	50.8%	56.9%	51.4%	47.7%	57.0%	53.7%
Attritional - prior year	-2.3%	-4.7%	-1.6%	-0.2%	-7.3%	0.0%	-15.7%	-0.1%	-0.8%	-0.1%
Catastrophes	33.4%	29.1%	66.1%	17.4%	36.8%	8.5%	2.6%	98.7%	4.0%	2.0%
Total loss ratio	86.6%	76.5%	122.9%	73.3%	80.3%	65.4%	38.3%	146.3%	60.2%	55.6%
Commission and brokerage ratio	23.6%	23.5%	22.7%	24.0%	24.3%	23.7%	25.4%	21.7%	23.9%	23.0%
Other underwriting expense ratio	2.8%	3.1%	2.1%	2.8%	2.8%	3.1%	3.0%	2.5%	3.3%	3.4%
Combined ratio	113.0%	103.1%	147.7%	100.1%	107.4%	92.2%	66.7%	170.5%	87.4%	82.0%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	57.0%	53.7%	62.2%	56.5%	52.0%	56.9%	51.1%	53.9%	56.9%	53.7%
Attritional combined ratio	84.0%	81.1%	88.7%	83.5%	79.8%	83.7%	79.3%	81.2%	84.2%	80.0%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 3,014,338	\$ 2,592,972	\$ 777,168	\$ 940,839	\$ 652,109	\$ 644,222	\$ 630,765	\$ 908,256	\$ 474,993	\$ 578,958
Net written premiums	2,642,182	2,245,422	684,305	845,743	566,303	545,831	533,488	809,298	385,267	517,369
Premiums earned	\$ 2,528,991	\$ 2,181,160	\$ 691,059	\$ 670,663	\$ 603,884	\$ 563,385	\$ 571,370	\$ 649,772	\$ 478,494	\$ 481,524
Incurred losses and LAE										
Attritional - current year	1,383,122	1,103,724	388,780	374,166	293,752	326,425	276,358	286,292	278,635	262,439
Attritional - prior year	(70,771)	(165,487)	(1,504)	(123)	(69,144)	-	(155,848)	(866)	(7,552)	(1,221)
Catastrophes	1,471,830	694,558	901,989	66,027	285,045	218,768	57,162	640,010	(3,462)	848
Total incurred losses and LAE	2,784,181	1,632,795	1,289,265	440,070	509,653	545,193	177,672	925,436	267,621	262,066
Commission and brokerage	568,374	462,487	135,842	156,500	148,712	127,320	134,257	113,449	112,423	102,358
Other underwriting expenses	60,266	55,881	11,658	16,250	15,472	16,886	15,257	12,095	14,278	14,251
Underwriting gain (loss)	\$ (883,830)	\$ 29,997	\$ (745,706)	\$ 57,843	\$ (69,953)	\$ (126,014)	\$ 244,184	\$ (401,208)	\$ 84,172	\$ 102,849
Loss ratio										
Attritional - current year	54.7%	50.6%	56.3%	55.8%	48.6%	57.9%	48.4%	44.1%	58.2%	54.5%
Attritional - prior year	-2.8%	-7.5%	-0.2%	0.0%	-11.4%	0.0%	-27.3%	-0.1%	-1.6%	-0.3%
Catastrophes	58.2%	31.8%	130.5%	9.8%	47.2%	38.9%	10.0%	98.5%	-0.7%	0.2%
Total loss ratio	110.1%	74.9%	186.6%	65.6%	84.4%	96.8%	31.1%	142.5%	55.9%	54.4%
Commission and brokerage ratio	22.5%	21.2%	19.7%	23.3%	24.6%	22.6%	23.5%	17.4%	23.5%	21.3%
Other underwriting expense ratio	2.3%	2.5%	1.6%	2.5%	2.6%	3.0%	2.7%	1.8%	3.0%	2.9%
Combined ratio	134.9%	98.6%	207.9%	91.4%	111.6%	122.4%	57.3%	161.7%	82.4%	78.6%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	57.4%	53.1%	64.5%	56.1%	50.8%	57.9%	47.5%	53.5%	58.2%	54.5%
Attritional combined ratio	83.4%	78.1%	89.0%	82.0%	79.2%	83.5%	73.3%	76.9%	84.7%	78.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 1,543,946	\$ 1,316,701	\$ 415,547	\$ 362,651	\$ 399,024	\$ 366,724	\$ 385,693	\$ 344,805	\$ 319,786	\$ 266,417
Net written premiums	1,458,745	1,229,597	409,496	348,785	355,309	345,155	380,805	330,761	272,369	245,662
Premiums earned	\$ 1,439,882	\$ 1,202,043	\$ 390,245	\$ 342,238	\$ 363,795	\$ 343,604	\$ 360,695	\$ 305,951	\$ 263,816	\$ 271,581
Incurred losses and LAE										
Attritional - current year	760,171	605,347	220,799	182,792	174,588	181,992	181,478	150,245	131,994	141,630
Attritional - prior year	(27,420)	245	2,222	(2,367)	(27,275)	-	245	-	-	-
Catastrophes	259,953	454,048	30,853	129,975	154,093	(54,968)	(17,154)	412,837	40,494	17,871
Total incurred losses and LAE	992,704	1,059,640	253,874	310,400	301,406	127,024	164,569	563,082	172,488	159,501
Commission and brokerage	364,010	287,688	108,306	81,439	92,088	82,177	88,250	68,441	64,847	66,150
Other underwriting expenses	39,042	38,844	7,926	10,191	10,349	10,576	11,243	8,307	9,814	9,480
Underwriting gain (loss)	\$ 44,126	\$ (184,129)	\$ 20,139	\$ (59,792)	\$ (40,048)	\$ 123,827	\$ 96,633	\$ (333,879)	\$ 16,667	\$ 36,450
Loss ratio										
Attritional - current year	52.7%	50.4%	56.6%	53.4%	48.0%	53.0%	50.3%	49.1%	50.0%	52.1%
Attritional - prior year	-1.9%	0.0%	0.6%	-0.7%	-7.5%	0.0%	0.1%	0.0%	0.0%	0.0%
Catastrophes	18.1%	37.8%	7.9%	37.9%	42.3%	-16.0%	-4.8%	134.9%	15.4%	6.6%
Total loss ratio	68.9%	88.2%	65.1%	90.6%	82.8%	37.0%	45.6%	184.0%	65.4%	58.7%
Commission and brokerage ratio	25.3%	23.9%	27.8%	23.8%	25.3%	23.9%	24.5%	22.4%	24.6%	24.4%
Other underwriting expense ratio	2.7%	3.2%	1.9%	3.1%	2.9%	3.1%	3.1%	2.7%	3.7%	3.5%
Combined ratio	96.9%	115.3%	94.8%	117.5%	111.0%	64.0%	73.2%	209.1%	93.7%	86.6%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	53.0%	51.0%	56.5%	54.3%	48.1%	53.0%	49.5%	52.9%	50.1%	52.0%
Attritional combined ratio	81.1%	78.5%	86.3%	81.5%	76.4%	80.0%	76.7%	79.9%	78.4%	79.8%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 1,666,317	\$ 1,205,001	\$ 503,275	\$ 377,916	\$ 369,440	\$ 415,686	\$ 334,528	\$ 311,781	\$ 237,570	\$ 321,122
Net written premiums	1,605,526	1,139,082	496,564	358,758	355,236	394,968	328,645	287,591	217,814	305,032
Premiums earned	\$ 1,324,198	\$ 1,093,250	\$ 351,551	\$ 299,815	\$ 353,698	\$ 319,134	\$ 327,199	\$ 267,488	\$ 263,457	\$ 235,106
Incurred losses and LAE										
Attritional - current year	797,279	625,093	226,766	179,220	202,580	188,713	189,015	147,179	161,887	127,012
Attritional - prior year	(23,687)	(41,820)	(23,687)	-	-	-	(41,820)	-	-	-
Catastrophes	35,125	152,019	14,310	32,498	47,517	(59,200)	(6,955)	154,136	3,418	1,420
Total incurred losses and LAE	808,717	735,292	217,389	211,718	250,097	129,513	140,240	301,315	165,305	128,432
Commission and brokerage	319,197	303,707	80,781	76,611	80,318	81,487	97,937	83,861	63,486	58,423
Other underwriting expenses	43,566	38,011	11,919	10,752	10,762	10,133	10,460	9,049	9,022	9,480
Underwriting gain (loss)	\$ 152,718	\$ 16,240	\$ 41,462	\$ 734	\$ 12,521	\$ 98,001	\$ 78,562	\$ (126,737)	\$ 25,644	\$ 38,771
Loss ratio										
Attritional - current year	60.3%	57.2%	64.4%	59.8%	57.3%	59.1%	57.8%	55.0%	61.4%	54.0%
Attritional - prior year	-1.8%	-3.8%	-6.7%	0.0%	0.0%	0.0%	-12.7%	0.0%	0.0%	0.0%
Catastrophes	2.6%	13.9%	4.1%	10.9%	13.4%	-18.5%	-2.1%	57.6%	1.3%	0.6%
Total loss ratio	61.1%	67.3%	61.8%	70.7%	70.7%	40.6%	43.0%	112.6%	62.7%	54.6%
Commission and brokerage ratio	24.1%	27.8%	23.0%	25.6%	22.7%	25.5%	29.9%	31.4%	24.1%	24.8%
Other underwriting expense ratio	3.3%	3.4%	3.4%	3.5%	3.1%	3.2%	3.1%	3.4%	3.5%	4.1%
Combined ratio	88.5%	98.5%	88.2%	99.8%	96.5%	69.3%	76.0%	147.4%	90.3%	83.5%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	60.5%	57.9%	64.5%	59.9%	58.2%	59.1%	59.3%	56.0%	61.4%	54.0%
Attritional combined ratio	88.0%	89.5%	90.8%	89.1%	84.4%	87.8%	93.4%	91.4%	89.0%	82.9%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
Gross written premiums	\$ 2,250,552	\$ 2,059,248	\$ 582,371	\$ 517,258	\$ 645,948	\$ 504,975	\$ 575,441	\$ 480,060	\$ 569,300	\$ 434,447
Net written premiums	1,707,975	1,630,560	466,706	385,487	469,530	386,252	450,687	370,439	463,683	345,751
Premiums earned	\$ 1,638,628	\$ 1,461,387	\$ 418,120	\$ 418,763	\$ 408,441	\$ 393,304	\$ 397,923	\$ 375,664	\$ 363,914	\$ 323,886
Incurred losses and LAE										
Attritional - current year	1,084,798	979,291	275,864	278,218	270,669	260,047	266,916	256,985	235,811	219,579
Attritional - prior year	(52,243)	(56,362)	(51,184)	(48)	(1,011)	-	(64,712)	1	7,000	1,349
Catastrophes	33,246	171,925	15,846	11,500	10,500	(4,600)	(4,249)	163,263	13,050	(139)
Total incurred losses and LAE	1,065,801	1,094,854	240,526	289,670	280,158	255,447	197,955	420,249	255,861	220,789
Commission and brokerage	267,449	250,081	71,659	66,851	62,284	66,655	68,181	67,362	59,200	55,338
Other underwriting expenses	228,667	186,081	52,713	60,749	56,516	58,689	53,956	43,694	45,755	42,676
Underwriting gain (loss)	\$ 76,711	\$ (69,629)	\$ 53,222	\$ 1,493	\$ 9,483	\$ 12,513	\$ 77,831	\$ (155,641)	\$ 3,098	\$ 5,083
Loss ratio										
Attritional - current year	66.2%	67.0%	65.9%	66.4%	66.3%	66.1%	67.1%	68.4%	64.8%	67.8%
Attritional - prior year	-3.2%	-3.9%	-12.2%	0.0%	-0.2%	0.0%	-16.3%	0.0%	1.9%	0.4%
Catastrophes	2.0%	11.8%	3.8%	2.8%	2.6%	-1.2%	-1.1%	43.5%	3.6%	0.0%
Total loss ratio	65.0%	74.9%	57.5%	69.2%	68.7%	64.9%	49.7%	111.9%	70.3%	68.2%
Commission and brokerage ratio	16.3%	17.1%	17.1%	16.0%	15.2%	16.9%	17.1%	17.9%	16.3%	17.1%
Other underwriting expense ratio	14.0%	12.8%	12.7%	14.4%	13.8%	15.0%	13.6%	11.6%	12.5%	13.1%
Combined ratio	95.3%	104.8%	87.3%	99.6%	97.7%	96.8%	80.4%	141.4%	99.1%	98.4%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	66.2%	67.0%	65.9%	66.4%	66.3%	66.1%	67.1%	68.4%	64.8%	67.8%
Attritional combined ratio	96.5%	96.9%	95.7%	96.9%	95.4%	98.0%	97.8%	98.0%	93.6%	98.1%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis

(Dollars in thousands)

(unaudited)

INVESTMENTS AND CASH

	At December 31, 2018			At December 31, 2017		
	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	\$ 15,225,263	\$ 15,406,572	\$ (181,309)	\$ 14,756,834	\$ 14,689,598	\$ 67,236
Fixed maturities-available for sale, at fair value	2,337	2,337	-	-	-	-
Equity securities, at market value	-	-	-	129,530	130,287	(757)
Equity securities, at fair value	716,639	716,639	-	963,572	963,572	-
Other invested assets	1,591,745	1,591,745	-	1,631,850	1,628,753	3,097
Short-term investments	240,987	241,010	(23)	509,682	509,682	-
Cash	656,095	656,095	-	635,067	635,067	-
Total	\$ 18,433,066	\$ 18,614,398	\$ (181,332)	\$ 18,626,535	\$ 18,556,959	\$ 69,576

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	\$ 15,225,263	94.4%	\$ 14,756,834	92.8%
Fixed maturities-available for sale, at fair value	2,337	0.0%	-	0.0%
Short-term investments	240,987	1.5%	509,682	3.2%
Cash	656,095	4.1%	635,067	4.0%
Total	\$ 16,124,682	100.0%	\$ 15,901,583	100.0%

	At December 31, 2018			At December 31, 2017		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Investment Sectors:						
Treasury	\$ 2,631,134	16.3%	\$ 1,680	\$ 1,536,692	9.7%	\$ (4,260)
Agency	6,975	0.0%	(12)	1,495	0.0%	(12)
Corporate	5,438,557	33.8%	(93,038)	5,697,510	35.8%	40,561
Mortgage-backed securities						
Agency	1,796,264	11.1%	(36,496)	2,210,902	13.9%	(25,459)
Non-agency residential	10,209	0.1%	11	140	0.0%	(6)
Alt.-A	-	0.0%	-	354	0.0%	3
Commercial	326,710	2.0%	(3,173)	234,041	1.5%	(1,753)
Asset-backed securities	540,097	3.3%	(5,330)	531,360	3.3%	(1,113)
Municipal	500,094	3.1%	10,076	585,469	3.7%	21,679
Non-US	3,977,560	24.7%	(55,027)	3,958,871	24.9%	37,596
Cash & short-term investments	897,082	5.6%	(23)	1,144,749	7.2%	-
Total	\$ 16,124,682	100.0%	\$ (181,332)	\$ 15,901,583	100.0%	\$ 67,236

Credit Quality:

	Market Value	% of Total	Market Value	% of Total
AAA	\$ 7,595,175	47.1%	\$ 7,053,880	44.4%
AA	2,345,037	14.5%	2,544,908	16.0%
A	3,082,228	19.1%	3,373,979	21.2%
BBB	1,783,678	11.1%	1,637,024	10.3%
BB	609,013	3.8%	640,041	4.0%
B	270,005	1.7%	333,264	2.1%
Rated Below B	18,564	0.1%	29,910	0.2%
Other	420,982	2.6%	288,577	1.8%
Total	\$ 16,124,682	100.0%	\$ 15,901,583	100.0%

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

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	December 31, 2018	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
Apple Inc.	\$ 103,240	\$ (2,683)
Wells Fargo & Company	77,706	(1,517)
Daimler AG	76,993	73
The Bank of New York Mellon	75,076	834
Caterpillar Financial Services Corporation	74,176	2,950
International Business Machines Corporation	71,855	(1,324)
Bank of America Corporation	67,617	(1,889)
Deere & Company	67,200	(1,246)
JPMorgan Chase & Co.	67,031	1,220
Toyota Motor Credit Corporation	64,939	535
Royal Bank of Canada	62,763	(32)
KfW Group	62,416	2,110
BMW Group	61,382	(1,812)
Lloyds Banking Group plc	60,399	(664)
MetLife, Inc.	58,574	(1,128)
Temasek Holdings	56,746	2,726
American Honda Finance Corporation	56,526	(1,558)
Oracle Corporation	55,932	(1,566)
The Bank of Nova Scotia	55,562	(1,995)
The Toronto-Dominion Bank	53,991	1,299
Total	\$ 1,330,124	\$ (5,667)

	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

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	December 31, 2018
<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</u>
The Westaim Corporation	\$ 11,640
Accenture plc	5,857
Reckitt Benckiser Group plc	4,707
UnitedHealth Group Incorporated	4,332
Microsoft Corporation	3,948
Gilead Sciences, Inc.	3,488
Cigna Corporation	3,190
Merck & Company, Inc.	3,139
Discover Financial Services	3,104
Unilever PLC	2,976
Idexx Laboratories, Inc.	2,725
Visa Inc.	2,690
T. Rowe Price Group, Inc.	2,682
Mastercard Incorporated	2,677
PepsiCo, Inc.	2,640
Berkshire Hathaway Inc.	2,593
C.H. Robinson Worldwide, Inc.	2,528
Lam Research Corporation	2,499
Centene Corporation	2,467
Omnicom Group Inc.	2,455
Total	<u>\$ 72,337</u>

	December 31, 2017
<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</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>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
NET INVESTMENT INCOME										
Fixed maturities	\$ 465,793	\$ 427,379	\$ 122,774	\$ 119,513	\$ 114,824	\$ 108,682	\$ 108,043	\$ 107,969	\$ 108,122	\$ 103,245
Equity securities	25,327	34,523	6,448	5,380	6,672	6,827	8,822	8,590	8,366	8,745
Short-term investments and cash	14,395	4,177	5,566	5,005	2,092	1,732	1,738	974	835	630
Other invested assets										
Limited partnerships	93,327	83,569	9,608	38,342	21,996	23,381	29,196	23,315	20,060	10,998
Other	16,960	10,125	6,996	2,980	2,659	4,325	3,473	2,095	2,285	2,272
Gross investment income before adjustments	615,802	559,773	151,392	171,220	148,243	144,947	151,272	142,943	139,668	125,890
Funds held interest income (expense)	6,300	11,874	(272)	1,003	1,939	3,630	4,718	2,284	1,724	3,148
Future policy benefit reserve income (expense)	(1,419)	(1,282)	(420)	(431)	(359)	(209)	(267)	(280)	(416)	(319)
Gross investment income	620,683	570,365	150,700	171,792	149,823	148,368	155,723	144,947	140,976	128,719
Investment Expenses	39,500	27,467	10,496	10,429	8,501	10,074	6,595	7,974	6,468	6,430
Net investment income	\$ 581,183	\$ 542,898	\$ 140,204	\$ 161,363	\$ 141,322	\$ 138,294	\$ 149,128	\$ 136,973	\$ 134,508	\$ 122,289

	Year-to-Date		Quarter-to-Date							
	December 31, 2018	December 31, 2017	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	March 31, 2017
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ (30,122)	\$ 10,621	\$ (36,169)	\$ (3,221)	\$ (1,040)	\$ 10,308	\$ (17,104)	\$ 6,513	\$ 11,068	\$ 10,144
Equity securities	(98,773)	142,518	(136,957)	57,160	16,237	(35,213)	50,791	34,939	14,201	42,587
Other Invested Assets	1,815	61	318	913	581	3	(22)	84	(2)	1
Short-term investments	(56)	(6)	(7)	(48)	(2)	1	(2)	(1)	1	(4)
Total net realized capital gains (losses)	\$ (127,136)	\$ 153,194	\$ (172,815)	\$ 54,804	\$ 15,776	\$ (24,901)	\$ 33,663	\$ 41,535	\$ 25,268	\$ 52,728