

Everest Re Group, Ltd.

Financial Supplement

June 30, 2020



EVEREST®

EVEREST RE GROUP, LTD.
Supplemental GAAP Financial Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Year-to-Date			Quarter-to-Date								
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018	
PRODUCTION INFORMATION:												
Gross written premiums	\$ 4,940,209	\$ 4,293,763	\$ 9,133,364	\$ 2,369,338	\$ 2,570,871	\$ 2,436,327	\$ 2,403,274	\$ 2,166,655	\$ 2,127,108	\$ 2,278,361	\$ 2,198,664	
Net written premiums	4,218,957	3,635,681	7,824,424	2,017,478	2,201,479	2,120,186	2,068,557	1,783,983	1,851,698	2,057,071	1,938,773	
Net premiums earned	4,079,219	3,549,996	7,403,686	2,042,405	2,036,814	1,948,071	1,905,619	1,817,299	1,732,697	1,850,975	1,731,479	
INVESTMENT INCOME:												
Pre-tax investment income	\$ 185,883	\$ 320,004	\$ 647,139	\$ 38,083	\$ 147,800	\$ 146,077	\$ 181,058	\$ 179,028	\$ 140,976	\$ 140,204	\$ 161,363	
Effective tax rate	12.3%	12.1%	11.7%	19.3%	10.5%	12.1%	10.8%	9.8%	14.9%	12.1%	11.8%	
After-tax investment income	\$ 163,029	\$ 281,433	\$ 571,323	\$ 30,749	\$ 132,280	\$ 128,470	\$ 161,420	\$ 161,436	\$ 119,997	\$ 123,220	\$ 142,302	
Net pre-tax yield - amortized cost	1.8%	3.4%	3.3%	0.7%	2.9%	2.9%	3.7%	3.7%	3.0%	3.0%	3.5%	
Net after-tax yield - amortized cost	1.6%	3.0%	2.9%	0.6%	2.6%	2.6%	3.3%	3.4%	2.6%	2.6%	3.1%	
CATASTROPHE INFORMATION:												
Net pre-tax catastrophe losses ⁽¹⁾	\$ 45,000	\$ 55,000	\$ 550,000	\$ 15,000	\$ 30,000	\$ 215,000	\$ 280,000	\$ 30,000	\$ 25,000	\$ 875,000	\$ 230,000	
After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾	(0.87)	(1.08)	(10.83)	(0.29)	(0.58)	(4.25)	(5.49)	(0.55)	(0.53)	(17.28)	(4.68)	
After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾	(0.87)	(1.08)	(10.79)	(0.29)	(0.57)	(4.24)	(5.49)	(0.55)	(0.53)	(17.28)	(4.66)	
EFFECTIVE TAX RATE ON:												
Net income (loss)	-7.3%	12.6%	8.1%	19.5%	-138.1%	0.7%	-12.2%	10.6%	14.5%	-45.4%	-4.7%	
Net realized capital gains (losses)	-15.8%	18.5%	18.5%	18.5%	-18.2%	19.1%	-21.6%	14.1%	19.9%	-16.7%	20.5%	
Foreign exchange income (expense)	-23.9%	-14.9%	3.0%	-3.7%	-19.5%	17.2%	-8.4%	-22.9%	469.7%	-27.0%	-14.1%	
Operating income	-1.8%	11.7%	5.9%	14.2%	-12.3%	-16.3%	-4.8%	10.9%	12.5%	-54.9%	-12.1%	
AFTER-TAX EARNINGS:												
Net income (loss)	\$ 207,492	\$ 687,419	\$ 1,009,461	\$ 190,880	\$ 16,612	\$ 217,644	\$ 104,398	\$ 332,868	\$ 354,551	\$ (385,313)	\$ 198,381	
Per basic common share	5.14	16.88	24.77	4.78	0.41	5.34	2.56	8.17	8.70	(9.58)	4.87	
Per diluted common share	5.13	16.82	24.70	4.77	0.41	5.32	2.56	8.15	8.67	(9.58)	4.84	
Net realized capital gains (losses)	(21,844)	99,899	150,808	150,519	(172,364)	61,052	(10,143)	25,994	73,905	(143,870)	43,554	
Per basic common share	(0.54)	2.45	3.70	3.76	(4.23)	1.50	(0.25)	0.64	1.81	(3.58)	1.07	
Per diluted common share	(0.54)	2.44	3.69	3.76	(4.22)	1.49	(0.25)	0.64	1.81	(3.58)	1.06	
Foreign exchange income (expense)	(17,924)	(15,710)	(13,767)	(42,528)	24,604	25,763	(23,821)	(13,988)	(1,722)	(5,274)	(12,667)	
Per basic common share	(0.44)	(0.39)	(0.34)	(1.06)	0.60	0.63	(0.58)	(0.34)	(0.04)	(0.13)	(0.31)	
Per diluted common share	(0.44)	(0.38)	(0.34)	(1.06)	0.60	0.63	(0.58)	(0.34)	(0.04)	(0.13)	(0.31)	
Income (loss) on TCJA Reform Act	-	-	-	-	-	-	-	-	-	703	-	
Per basic common share	-	-	-	-	-	-	-	-	-	0.02	-	
Per diluted common share	-	-	-	-	-	-	-	-	-	0.02	-	
Operating income ⁽²⁾	247,260	603,230	872,420	82,889	164,372	130,828	138,362	320,862	282,368	(236,872)	167,494	
Per basic common share	6.13	14.81	21.41	2.07	4.04	3.21	3.40	7.88	6.93	(5.89)	4.11	
Per diluted common share	6.12	14.76	21.34	2.07	4.03	3.20	3.39	7.85	6.91	(5.89)	4.09	
WEIGHTED-AVERAGE COMMON SHARES OUTSTANDING:												
Basic	39,827	40,291	40,291	39,449	40,204	40,298	40,287	40,277	40,304	40,233	40,350	
Diluted	39,908	40,425	40,420	39,519	40,296	40,418	40,411	40,404	40,445	40,408	40,542	

(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							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
COMBINED RATIO:											
Loss ratio	69.6%	60.4%	66.5%	68.9%	70.3%	72.3%	72.0%	60.2%	60.5%	108.1%	72.3%
Commission and brokerage ratio	22.4%	22.8%	23.0%	22.8%	22.0%	23.1%	23.3%	23.2%	22.5%	21.4%	22.0%
Other underwriting expense ratio	6.1%	5.7%	6.0%	5.8%	6.3%	6.1%	6.1%	5.8%	5.7%	4.6%	5.7%
Combined ratio	98.1%	88.9%	95.5%	97.5%	98.6%	101.5%	101.4%	89.2%	88.7%	134.1%	100.0%
CASH FLOW INFORMATION:											
Cash flow provided by operations	\$ 1,104,586	\$ 853,511	\$ 1,852,002	\$ 598,597	\$ 505,989	\$ 365,139	\$ 633,352	\$ 393,709	\$ 459,802	\$ 66,440	\$ 410,981
Paid losses, net	2,150,391	1,972,667	4,503,071	1,074,073	1,076,318	1,545,594	984,810	1,051,973	920,694	1,257,134	874,316
Paid cats, net	355,636	485,301	868,824	136,298	219,338	190,859	192,664	236,081	249,220	371,448	181,270
Paid (recovered) asbestos and environmental losses, net	15,166	18,067	32,756	7,880	7,286	12,885	6,951	3,097	9,823	8,670	12,730
Taxes paid (recovered)	10,895	(83,995)	(148,585)	5,975	4,920	(68,041)	3,451	6,851	(90,846)	2,877	(23,790)
RETURN ON EQUITY:											
Beginning of period shareholders' equity	\$ 9,132,925	\$ 7,860,797	\$ 7,860,797	\$ 8,580,944	\$ 9,132,925	\$ 8,983,258	\$ 8,836,817	\$ 8,389,273	\$ 7,860,797	\$ 8,289,045	\$ 8,208,613
Net unrealized depreciation (appreciation) of investments	(304,425)	179,392	179,392	(56,425)	(304,425)	(340,977)	(247,740)	(51,851)	179,392	213,020	192,156
Adjusted beginning of period shareholders' equity	\$ 8,828,500	\$ 8,040,189	\$ 8,040,189	\$ 8,524,519	\$ 8,828,500	\$ 8,642,281	\$ 8,589,077	\$ 8,337,422	\$ 8,040,189	\$ 8,502,065	\$ 8,400,769
End of period shareholders' equity	\$ 9,286,299	\$ 8,836,817	\$ 9,132,925	\$ 9,286,299	\$ 8,580,944	\$ 9,132,925	\$ 8,983,258	\$ 8,836,817	\$ 8,389,273	\$ 7,860,797	\$ 8,289,045
Net unrealized depreciation (appreciation) of investments	(600,921)	(247,740)	(304,425)	(600,921)	(56,425)	(304,425)	(340,977)	(247,740)	(51,851)	179,392	213,020
Adjusted end of period shareholders' equity	\$ 8,685,378	\$ 8,589,077	\$ 8,828,500	\$ 8,685,378	\$ 8,524,519	\$ 8,828,500	\$ 8,642,281	\$ 8,589,077	\$ 8,337,422	\$ 8,040,189	\$ 8,502,065
Average adjusted shareholders' equity	\$ 8,756,939	\$ 8,314,633	\$ 8,434,345	\$ 8,604,949	\$ 8,676,510	\$ 8,753,667	\$ 8,615,679	\$ 8,463,250	\$ 8,188,806	\$ 8,271,127	\$ 8,451,417
After-tax operating income ⁽²⁾	\$ 247,260	\$ 603,230	\$ 872,420	\$ 82,889	\$ 164,372	\$ 130,828	\$ 138,362	\$ 320,862	\$ 282,368	\$ (236,872)	\$ 167,494
After-tax net realized capital gains (losses)	(21,844)	99,899	150,808	150,519	(172,364)	61,052	(10,143)	25,994	73,905	(143,870)	43,554
After-tax foreign exchange income (expense)	(17,924)	(15,710)	(13,767)	(42,528)	24,604	25,763	(23,821)	(13,988)	(1,722)	(5,274)	(12,667)
After-tax TCJA Reform Act income (loss)	-	-	-	-	-	-	-	-	-	703	-
Net income (loss)	\$ 207,492	\$ 687,419	\$ 1,009,461	\$ 190,880	\$ 16,612	\$ 217,643	\$ 104,398	\$ 332,868	\$ 354,551	\$ (385,313)	\$ 198,381
Return on equity (annualized)											
After-tax operating income ⁽²⁾	5.6%	14.5%	10.3%	3.9%	7.6%	6.0%	6.4%	15.2%	13.8%	-11.5%	7.9%
After-tax net realized capital gains (losses)	-0.5%	2.4%	1.9%	7.0%	-7.9%	2.8%	-0.5%	1.2%	3.6%	-6.9%	2.1%
After-tax foreign exchange income (expense)	-0.4%	-0.4%	-0.2%	-2.0%	1.1%	1.2%	-1.1%	-0.7%	-0.1%	-0.3%	-0.6%
After-tax TCJA Reform Act income (loss)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Net income (loss)	4.7%	16.5%	12.0%	8.9%	0.8%	10.0%	4.8%	15.7%	17.3%	-18.6%	9.4%

(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)

	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 21,601,676	\$ 20,336,582	\$ 20,748,500	\$ 20,364,593	\$ 19,793,852	\$ 19,223,944	\$ 18,433,066	\$ 18,665,898
Total assets	28,584,793	27,222,638	27,324,051	27,023,741	26,340,448	25,593,151	24,750,992	24,370,889
Reserve for losses and loss adjustment expenses ("LAE") (gross)	14,276,641	13,820,504	13,611,313	13,637,639	13,249,488	13,247,102	13,119,090	12,390,153
Future policy benefit reserve	40,659	41,677	42,592	44,276	45,130	46,881	46,778	47,871
Senior notes due 6/1/2044	397,134	397,104	397,074	397,044	397,014	396,984	396,954	396,924
Long term notes due 5/1/2067	223,625	235,083	236,758	236,733	236,709	236,684	236,659	236,634
Shareholders' equity	9,286,299	8,580,944	9,132,925	8,983,258	8,836,817	8,389,273	7,860,797	8,289,045
Common shares outstanding	39,972	39,987	40,799	40,780	40,741	40,771	40,651	40,647
Book value per common share outstanding	\$ 232.32	\$ 214.59	\$ 223.85	\$ 220.28	\$ 216.90	\$ 205.77	\$ 193.37	\$ 203.93
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 14,276,641	\$ 13,820,504	\$ 13,611,313	\$ 13,637,639	\$ 13,249,488	\$ 13,247,102	\$ 13,119,090	\$ 12,390,153
Reinsurance receivables on unpaid losses	(1,692,947)	(1,651,946)	(1,640,712)	(1,632,687)	(1,636,918)	(1,621,292)	(1,619,641)	(1,601,041)
Net reserve for losses and LAE	\$ 12,583,694	\$ 12,168,558	\$ 11,970,601	\$ 12,004,952	\$ 11,612,570	\$ 11,625,810	\$ 11,499,449	\$ 10,789,112
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Net loss and LAE reserves	\$ 213,534	\$ 221,415	\$ 228,701	\$ 241,586	\$ 248,537	\$ 251,633	\$ 261,456	\$ 270,127
Net asbestos 3 year survival ratio	5.3	5.6	5.7	5.6	5.5	5.2	5.7	5.1
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax book yield to maturity	3.4%	3.4%	3.4%	3.4%	3.4%	3.5%	3.4%	3.2%
After-tax book yield to maturity	2.9%	3.0%	3.0%	3.0%	3.0%	3.1%	3.0%	2.9%
Modified duration of fixed income portfolio (in years)	3.7	3.6	3.5	3.2	3.1	3.1	3.0	3.2
Average credit quality	A1	Aa3	A1	A1	Aa3	Aa3	Aa3	A1
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.91 TO 1	0.95 TO 1	0.86 TO 1	0.86 TO 1	0.86 TO 1	0.91 TO 1	0.94 TO 1	0.85 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.36 TO 1	1.42 TO 1	1.31 TO 1	1.34 TO 1	1.31 TO 1	1.39 TO 1	1.46 TO 1	1.30 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Year-to-Date			Quarter-to-Date							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
Gross written premiums	\$ 4,940,209	\$ 4,293,763	\$ 9,133,364	\$ 2,369,338	\$ 2,570,871	\$ 2,436,327	\$ 2,403,274	\$ 2,166,655	\$ 2,127,108	\$ 2,278,361	\$ 2,198,664
Net written premiums	4,218,957	3,635,681	7,824,424	2,017,478	2,201,479	2,120,186	2,068,557	1,783,983	1,851,698	2,057,071	1,938,773
Premiums earned	\$ 4,079,219	\$ 3,549,996	\$ 7,403,686	\$ 2,042,405	\$ 2,036,814	\$ 1,948,071	\$ 1,905,619	\$ 1,817,299	\$ 1,732,697	\$ 1,850,975	\$ 1,731,479
Incurred losses and LAE											
Attritional - current year	2,790,130	2,110,335	4,440,955	1,386,689	1,403,441	1,201,951	1,128,669	1,085,219	1,025,116	1,112,209	1,014,396
Attritional - prior year	2,726	(22,155)	(93,558)	5,327	(2,601)	(19,158)	(52,245)	(20,589)	(1,566)	(74,153)	(2,538)
Catastrophes	45,000	55,000	575,501	15,000	30,000	225,001	295,500	30,000	25,000	962,998	240,000
Total incurred losses and LAE	2,837,856	2,143,180	4,922,898	1,407,016	1,430,840	1,407,794	1,371,924	1,094,630	1,048,550	2,001,054	1,251,858
Commission and brokerage	914,838	810,424	1,703,726	466,316	448,522	450,226	443,076	420,950	389,474	396,588	381,401
Other underwriting expenses	246,990	203,818	440,899	118,130	128,860	118,923	118,158	104,833	98,985	84,216	97,942
Underwriting gain (loss)	\$ 79,535	\$ 392,574	\$ 336,163	\$ 50,943	\$ 28,592	\$ (28,872)	\$ (27,539)	\$ 196,886	\$ 195,688	\$ (630,883)	\$ 278
Loss ratio											
Attritional - current year	68.4%	59.5%	60.0%	67.9%	68.9%	61.7%	59.2%	59.6%	59.2%	60.0%	58.5%
Attritional - prior year	0.1%	-0.6%	-1.3%	0.3%	-0.1%	-1.0%	-2.7%	-1.1%	-0.1%	-4.0%	-0.1%
Catastrophes	1.1%	1.5%	7.8%	0.7%	1.5%	11.5%	15.5%	1.7%	1.4%	52.1%	13.9%
Total loss ratio	69.6%	60.4%	66.5%	68.9%	70.3%	72.3%	72.0%	60.2%	60.5%	108.1%	72.3%
Commission and brokerage ratio	22.4%	22.8%	23.0%	22.8%	22.0%	23.1%	23.3%	23.2%	22.5%	21.4%	22.0%
Other underwriting expenses	6.1%	5.7%	6.0%	5.8%	6.3%	6.1%	6.1%	5.8%	5.7%	4.6%	5.7%
Combined ratio	98.1%	88.9%	95.5%	97.5%	98.6%	101.5%	101.4%	89.2%	88.7%	134.1%	100.0%
Ratios excluding reinstatement premium impact											
Attritional loss ratio - current year	68.4%	59.5%	60.2%	67.9%	68.9%	62.0%	59.7%	59.6%	59.2%	63.1%	58.9%
Attritional combined ratio	96.9%	88.0%	88.4%	96.5%	97.3%	90.3%	87.1%	88.6%	87.4%	90.4%	86.8%

(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							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
Gross written premiums	\$ 3,316,119	\$ 2,941,638	\$ 6,355,889	\$ 1,538,348	\$ 1,777,771	\$ 1,677,579	\$ 1,736,672	\$ 1,409,587	\$ 1,532,051	\$ 1,695,990	\$ 1,681,406
Net written premiums	3,037,183	2,629,239	5,732,272	1,424,089	1,613,094	1,519,320	1,583,713	1,234,686	1,394,553	1,590,365	1,553,286
Premiums earned	\$ 2,987,476	\$ 2,651,279	\$ 5,491,296	\$ 1,502,256	\$ 1,485,221	\$ 1,419,218	\$ 1,420,799	\$ 1,343,760	\$ 1,307,519	\$ 1,432,855	\$ 1,312,716
Incurred losses and LAE											
Attritional - current year	2,003,648	1,522,465	3,177,518	1,004,886	998,762	847,046	808,007	773,701	748,764	836,345	736,178
Attritional - prior year	(1,829)	(22,185)	(77,153)	791	(2,620)	(2,725)	(52,243)	(20,619)	(1,566)	(22,969)	(2,490)
Catastrophes	24,500	55,000	574,813	-	24,500	224,956	294,857	30,000	25,000	947,152	228,500
Total incurred losses and LAE	2,026,319	1,555,280	3,675,178	1,005,677	1,020,642	1,069,277	1,050,621	783,082	772,198	1,760,528	962,188
Commission and brokerage	757,695	668,015	1,400,247	387,339	370,356	361,134	371,098	345,378	322,637	324,929	314,550
Other underwriting expenses	83,837	73,199	160,834	39,698	44,139	43,803	43,832	37,430	35,769	31,503	37,193
Underwriting gain (loss)	\$ 119,625	\$ 354,785	\$ 255,037	\$ 69,542	\$ 50,084	\$ (54,996)	\$ (44,752)	\$ 177,870	\$ 176,915	\$ (684,105)	\$ (1,215)
Loss ratio											
Attritional - current year	67.1%	57.4%	57.9%	66.9%	67.2%	59.7%	56.9%	57.6%	57.3%	58.4%	56.1%
Attritional - prior year	-0.1%	-0.8%	-1.4%	0.1%	-0.2%	-0.2%	-3.7%	-1.5%	-0.1%	-1.6%	-0.2%
Catastrophes	0.8%	2.0%	10.5%	0.0%	1.7%	15.9%	20.7%	2.2%	1.9%	66.1%	17.4%
Total loss ratio	67.8%	58.6%	67.0%	67.0%	68.7%	75.4%	73.9%	58.3%	59.1%	122.9%	73.3%
Commission and brokerage ratio	25.4%	25.2%	25.5%	25.8%	24.9%	25.4%	26.1%	25.7%	24.7%	22.7%	24.0%
Other underwriting expense ratio	2.8%	2.8%	2.9%	2.6%	3.0%	3.1%	3.1%	2.8%	2.7%	2.1%	2.8%
Combined ratio	96.0%	86.6%	95.4%	95.4%	96.6%	103.9%	103.1%	86.8%	86.5%	147.7%	100.1%
Ratios excluding reinstatement premium impact											
Attritional loss ratio - current year	67.1%	57.4%	58.2%	66.9%	67.2%	60.1%	57.6%	57.6%	57.3%	62.2%	56.5%
Attritional combined ratio	95.2%	85.4%	85.5%	95.3%	95.2%	87.4%	84.0%	86.1%	84.7%	88.7%	83.5%

(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							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
<u>Gross Written Premium by Line of Business</u>											
Property Pro Rata	\$ 1,089,191	\$ 902,298	\$ 1,974,212	\$ 524,306	\$ 564,885	\$ 542,553	\$ 529,361	\$ 403,925	\$ 498,373	\$ 500,757	\$ 638,551
Property Non-Catastrophe XOL	208,775	234,288	491,740	93,206	115,569	114,353	143,099	107,720	126,568	95,542	96,167
Property Catastrophe XOL	562,457	520,270	1,137,879	206,773	355,684	259,322	358,287	220,387	299,883	363,808	353,360
Casualty Pro Rata	754,986	655,179	1,443,324	360,708	394,278	412,287	375,858	355,057	300,122	398,720	296,846
Casualty XOL	430,475	336,987	730,291	212,458	218,017	193,857	199,447	159,473	177,514	160,379	144,403
Financial lines	270,235	292,616	578,443	140,897	129,338	155,207	130,620	163,025	129,591	176,784	152,079
	\$ 3,316,119	2,941,638	\$ 6,355,889	\$ 1,538,348	\$ 1,777,771	\$ 1,677,579	\$ 1,736,672	\$ 1,409,587	\$ 1,532,051	\$ 1,695,990	\$ 1,681,406
<u>Percentage of Gross Written Premium by Line of Business</u>											
Property Pro Rata	32.8%	30.6%	31.1%	34.1%	31.8%	32.3%	30.5%	28.7%	32.5%	29.5%	38.0%
Property Non-Catastrophe XOL	6.3%	8.0%	7.7%	6.1%	6.5%	6.7%	8.2%	7.6%	8.2%	5.6%	5.7%
Property Catastrophe XOL	17.0%	17.7%	17.9%	13.4%	20.0%	15.5%	20.6%	15.6%	19.6%	21.5%	21.0%
Casualty Pro Rata	22.8%	22.3%	22.7%	23.4%	22.2%	24.6%	21.6%	25.2%	19.6%	23.5%	17.7%
Casualty XOL	13.0%	11.5%	11.5%	13.8%	12.3%	11.6%	11.5%	11.3%	11.6%	9.5%	8.6%
Financial lines	8.1%	9.9%	9.1%	9.2%	7.3%	9.3%	7.5%	11.6%	8.5%	10.4%	9.0%
	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

(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							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
Gross written premiums	\$ 1,624,090	\$ 1,352,125	\$ 2,777,475	\$ 830,990	\$ 793,100	\$ 758,748	\$ 666,602	\$ 757,068	\$ 595,057	\$ 582,371	\$ 517,258
Net written premiums	1,181,774	1,006,442	2,092,152	593,389	588,385	600,866	484,844	549,297	457,145	466,706	385,487
Premiums earned	\$ 1,091,743	\$ 898,717	\$ 1,912,390	\$ 540,149	\$ 551,593	\$ 528,853	\$ 484,820	\$ 473,539	\$ 425,178	\$ 418,120	\$ 418,763
Incurred losses and LAE											
Attrititional - current year	786,482	587,870	1,263,437	381,803	404,679	354,905	320,662	311,518	276,352	275,864	278,218
Attrititional - prior year	4,555	30	(16,405)	4,536	19	(16,433)	(2)	30	-	(51,184)	(48)
Catastrophes	20,500	-	688	15,000	5,500	45	643	-	-	15,846	11,500
Total incurred losses and LAE	811,537	587,900	1,247,720	401,339	410,198	338,517	321,303	311,548	276,352	240,526	289,670
Commission and brokerage	157,143	142,409	303,479	78,977	78,166	89,092	71,978	75,572	66,837	71,659	66,851
Other underwriting expenses	163,153	130,619	280,065	78,432	84,721	75,120	74,326	67,403	63,216	52,713	60,749
Underwriting gain (loss)	\$ (40,090)	\$ 37,789	\$ 81,126	\$ (18,599)	\$ (21,492)	\$ 26,124	\$ 17,213	\$ 19,016	\$ 18,773	\$ 53,222	\$ 1,493
Loss ratio											
Attrititional - current year	72.0%	65.4%	66.1%	70.7%	73.4%	67.1%	66.1%	65.8%	65.0%	65.9%	66.4%
Attrititional - prior year	0.4%	0.0%	-0.9%	0.8%	0.0%	-3.1%	0.0%	0.0%	0.0%	-12.2%	0.0%
Catastrophes	1.9%	0.0%	0.0%	2.8%	1.0%	0.0%	0.1%	0.0%	0.0%	3.8%	2.8%
Total loss ratio	74.3%	65.4%	65.2%	74.3%	74.4%	64.0%	66.2%	65.8%	65.0%	57.5%	69.2%
Commission and brokerage ratio	14.4%	15.8%	15.9%	14.6%	14.2%	16.8%	14.8%	16.0%	15.7%	17.1%	16.0%
Other underwriting expense ratio	15.0%	14.6%	14.7%	14.5%	15.3%	14.3%	15.4%	14.2%	14.9%	12.7%	14.4%
Combined ratio	103.7%	95.8%	95.8%	103.4%	103.9%	95.1%	96.4%	96.0%	95.6%	87.3%	99.6%
Ratios excluding reinstatement premium impact											
Attrititional loss ratio - current year	72.0%	65.4%	66.0%	70.7%	73.4%	67.1%	65.9%	65.8%	65.0%	65.9%	66.4%
Attrititional combined ratio	101.4%	95.8%	96.5%	99.8%	102.9%	98.1%	96.0%	96.0%	95.6%	95.7%	96.9%

(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							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
<u>Gross Written Premium by Line of Business</u>											
Accident and Health	\$ 195,620	\$ 165,354	\$ 336,806	\$ 87,166	\$ 108,454	\$ 85,334	\$ 86,118	\$ 81,877	\$ 83,477	\$ 66,524	\$ 68,255
Specialty Casualty	486,139	369,005	789,630	251,237	234,902	235,066	188,560	195,455	170,550	167,132	144,855
Other Specialty	81,664	74,784	151,049	36,289	45,375	33,767	42,497	41,515	33,269	26,326	24,262
Professional Liability	252,221	181,381	400,605	138,514	113,707	124,691	94,533	108,729	72,652	88,011	75,854
Property/Short Tail	327,283	268,165	530,585	203,330	123,953	134,847	127,573	175,625	92,540	91,668	82,610
Workers' Compensation	281,163	296,436	568,800	114,454	166,709	145,043	127,321	153,867	142,569	142,710	121,422
	\$ 1,624,090	1,352,125	\$ 2,777,475	\$ 830,990	\$ 793,100	\$ 758,748	\$ 666,602	\$ 757,068	\$ 595,057	\$ 582,371	\$ 517,258
<u>Percentage of Gross Written Premium by Line of Business</u>											
Accident and Health	12.0%	12.2%	12.1%	10.5%	13.7%	11.2%	12.9%	10.8%	14.0%	11.4%	13.2%
Specialty Casualty	29.9%	27.3%	28.4%	30.2%	29.6%	31.0%	28.3%	25.8%	28.7%	28.7%	28.0%
Other Specialty	5.0%	5.5%	5.4%	4.4%	5.7%	4.5%	6.4%	5.5%	5.6%	4.5%	4.7%
Professional Liability	15.6%	13.5%	14.5%	16.7%	14.4%	16.4%	14.2%	14.4%	12.2%	15.1%	14.6%
Property/Short Tail	20.2%	19.8%	19.1%	24.4%	15.6%	17.8%	19.1%	23.2%	15.6%	15.8%	16.0%
Workers' Compensation	17.3%	21.9%	20.5%	13.8%	21.0%	19.1%	19.1%	20.3%	23.9%	24.5%	23.5%
	100.0%	100.2%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis

(Dollars in thousands)

(unaudited)

INVESTMENTS AND CASH

	At June 30, 2020			At December 31, 2019		
	Market Value	Cost/ Amortized Cost Less Allowances for Credit losses	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	\$ 17,055,259	\$ 16,366,401	\$ 688,858	\$ 16,824,944	\$ 16,473,491	\$ 351,453
Fixed maturities-available for sale, at fair value	4,431	4,431	-	5,826	5,826	-
Equity securities, at fair value	949,170	949,170	-	931,457	931,457	-
Other invested assets	1,816,373	1,816,373	-	1,763,531	1,763,531	-
Short-term investments	853,964	854,248	(284)	414,706	414,639	67
Cash	922,479	922,479	-	808,036	808,036	-
Total	\$ 21,601,676	\$ 20,913,102	\$ 688,574	\$ 20,748,500	\$ 20,396,980	\$ 351,520

FIXED INCOME AND CASH

	Market Value	% of Total	Market Value	% of Total
Fixed income investments and cash:				
Fixed maturities-available for sale, at market value	\$ 17,055,259	90.5%	\$ 16,824,944	93.2%
Fixed maturities-available for sale, at fair value	4,431	0.0%	5,826	0.0%
Short-term investments	853,964	4.5%	414,706	2.3%
Cash	922,479	4.9%	808,036	4.5%
Total	\$ 18,836,133	100.0%	\$ 18,053,512	100.0%

	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Investment Sectors:						
Treasury	\$ 1,434,931	7.7%	\$ 78,961	\$ 1,515,803	8.4%	\$ 26,143
Agency	4,998	0.0%	(4)	460	0.0%	(1)
Corporate	6,612,790	35.1%	290,415	6,374,486	35.2%	147,286
Mortgage-backed securities						
Agency	2,089,251	11.1%	72,770	2,198,581	12.2%	25,482
Non-agency residential	3,111	0.0%	(42)	5,703	0.0%	(20)
Commercial	919,796	4.9%	69,180	844,557	4.7%	29,987
Asset-backed securities	1,069,558	5.7%	(7,090)	897,333	5.0%	4,960
Municipal	532,281	2.8%	23,803	536,915	3.0%	29,562
Non-US	4,392,974	23.3%	160,865	4,456,932	24.7%	88,054
Cash & short-term investments	1,776,443	9.4%	(284)	1,222,742	6.8%	67
Total	\$ 18,836,133	100.0%	\$ 688,574	\$ 18,053,512	100.0%	\$ 351,520

	Market Value	% of Total	Market Value	% of Total
Credit Quality:				
AAA	\$ 8,077,960	42.9%	\$ 7,702,103	42.7%
AA	2,457,864	13.0%	2,564,038	14.2%
A	4,207,698	22.3%	3,986,809	22.1%
BBB	2,619,501	13.9%	2,457,850	13.6%
BB	852,390	4.5%	722,406	4.0%
B	233,388	1.2%	265,441	1.4%
Rated Below B	46,320	0.3%	17,708	0.1%
Other	341,012	1.8%	337,157	1.9%
Total	\$ 18,836,133	100.0%	\$ 18,053,512	100.0%

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis (cont.)

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	June 30, 2020	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
Apple Inc.	\$ 128,006	\$ 6,633
Wells Fargo & Company	101,463	3,382
Toyota Motor Credit Corporation	98,951	6,220
Citigroup Inc.	96,248	4,612
Daimler AG	92,807	3,048
Bank of America Corporation	91,796	5,233
BMW Group	79,748	1,927
International Business Machines Corporation	72,544	2,751
JPMorgan Chase & Co.	71,428	7,369
Portfolio Advisors, L.L.C.	70,649	-
The Bank of New York Mellon	69,876	7,616
Goldman Sachs Group Inc.	69,375	1,342
Massachusetts Mutual Life Insurance Company	68,932	4,534
The Walt Disney Company	67,967	4,398
European Investment Bank	66,165	3,863
Deere & Company	65,984	3,140
The Royal Bank of Canada	65,856	2,146
KfW Group	64,735	3,575
The Coca-Cola Company	64,279	4,594
Caterpillar Financial Services Corporation	63,819	7,836
Total	\$ 1,570,628	\$ 84,219

	December 31, 2019	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
Apple Inc.	\$ 126,376	\$ 1,179
Wells Fargo & Company	105,306	1,268
Toyota Motor Credit Corporation	104,202	3,476
Citigroup Inc.	84,783	2,261
Bank of America Corporation	84,555	2,847
Daimler AG	83,806	2,617
BMW Group	79,707	1,358
Lloyds Banking Group plc	79,510	2,243
International Business Machines Corporation	71,373	965
Portfolio Advisors, L.L.C.	70,649	-
Caterpillar Financial Services Corporation	69,986	4,987
The Bank of New York Mellon	69,347	3,658
The Royal Bank of Canada	69,141	81
Truist Financial Corporation	68,957	2,028
JPMorgan Chase & Co.	67,266	4,204
Goldman Sachs Group Inc.	66,904	546
Massachusetts Mutual Life Insurance Company	66,640	2,057
Deere & Company	65,809	918
Sumitomo Mitsui Financial Group, Inc.	64,538	1,051
The Toronto-Dominion Bank	64,201	1,860
Total	\$ 1,563,056	\$ 39,604

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	June 30, 2020		December 31, 2019
<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</u>	<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</u>
Accenture plc	\$ 12,717	The Westaim Corporation	\$ 12,581
Microsoft Corporation	12,683	Accenture plc	10,695
Houston International Insurance Group	9,877	Microsoft Corporation	8,041
Adobe Inc.	9,432	Gilead Sciences, Inc.	7,900
Meituan Dianping	9,395	Merck & Company, Inc.	7,883
The Westaim Corporation	9,376	Philip Morris International, Inc.	7,575
Reckitt Benckiser Group plc	8,948	Thermo Fisher Scientific Inc.	7,176
Paypal Holdings, Inc.	7,907	Reckitt Benckiser Group plc	7,171
Idexx Laboratories, Inc.	7,792	Abbott Laboratories	6,395
Thermo Fisher Scientific Inc.	7,329	Mastercard Incorporated	6,298
Philip Morris International, Inc.	7,307	Danaher Corporation	6,077
Abbott Laboratories	7,149	PepsiCo, Inc.	5,758
Mastercard Incorporated	7,124	Adobe Inc.	5,711
Square, Inc.	6,799	Cigna Corporation	5,479
Danaher Corporation	6,783	Idexx Laboratories, Inc.	5,458
Teladoc Health, Inc.	6,679	SAP SE	5,408
BioMarin Pharmaceutical Inc.	6,617	Nike, Inc.	5,356
The Procter and Gamble Company	6,551	Alphabet Inc.	5,309
Alphabet Inc.	6,523	Visa Inc.	5,186
NVIDIA Corporation	5,794	Marriott International, Inc.	5,168
Total	<u>\$ 162,782</u>	Total	<u>\$ 136,625</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Year-to-Date			Quarter-to-Date							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
NET INVESTMENT INCOME											
Fixed maturities	\$ 271,842	\$ 253,301	\$ 520,291	\$ 133,918	\$ 137,924	\$ 136,851	\$ 130,139	\$ 126,593	\$ 126,708	\$ 122,774	\$ 119,513
Equity securities	7,183	8,103	19,505	3,662	3,521	7,255	4,147	4,596	3,507	6,448	5,380
Short-term investments and cash	3,862	9,598	17,619	1,687	2,175	4,122	3,899	5,393	4,205	5,566	5,005
Other invested assets											
Limited partnerships	(66,686)	56,540	105,815	(88,254)	21,568	5,517	43,758	48,243	8,297	9,608	38,342
Other	(16,033)	6,279	14,117	(2,962)	(13,071)	552	7,286	3,299	2,980	6,996	2,980
Gross investment income before adjustments	200,168	333,821	677,347	48,051	152,117	154,297	189,229	188,124	145,697	151,392	171,220
Funds held interest income (expense)	10,237	7,390	13,271	2,021	8,216	3,556	2,325	1,422	5,968	(272)	1,003
Future policy benefit reserve income (expense)	(514)	(593)	(1,380)	(303)	(211)	(415)	(372)	(359)	(234)	(420)	(431)
Gross investment income	209,891	340,618	689,238	49,769	160,122	157,438	191,182	189,187	151,431	150,700	171,792
Investment Expenses	24,008	20,614	42,099	11,686	12,322	11,361	10,124	10,159	10,455	10,496	10,429
Net investment income	\$ 185,883	\$ 320,004	\$ 647,139	\$ 38,083	\$ 147,800	\$ 146,077	\$ 181,058	\$ 179,028	\$ 140,976	\$ 140,204	\$ 161,363

	Year-to-Date			Quarter-to-Date							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
Allocation of net investment income											
Reinsurance	\$ 130,331		\$ 458,492	\$ 26,297	\$ 104,034	\$ 97,505	\$ 130,442				
Insurance	55,552		188,647	11,786	43,766	48,572	50,616				

	Year-to-Date			Quarter-to-Date							
	June 30, 2020	June 30, 2019	December 31, 2019	June 30, 2020	March 31, 2020	December 31, 2019	September 30, 2019	June 30, 2019	March 31, 2019	December 31, 2018	September 30, 2018
NET REALIZED CAPITAL GAINS (LOSSES)											
Fixed maturities	\$ (31,688)	\$ 3,648	\$ 9,289	\$ 5,284	\$ (36,972)	\$ 7,664	\$ (2,023)	\$ 1,295	\$ 2,353	\$ (36,169)	\$ (3,221)
Equity securities	6,366	118,536	169,348	177,968	(171,602)	64,012	(13,200)	29,047	89,489	(136,957)	57,160
Other Invested Assets	(1,034)	244	6,003	1,293	(2,327)	3,662	2,097	(152)	396	318	913
Short-term investments	416	76	364	103	313	105	183	82	(6)	(7)	(48)
Total net realized capital gains (losses)	\$ (25,940)	\$ 122,504	\$ 185,004	\$ 184,648	\$ (210,588)	\$ 75,443	\$ (12,943)	\$ 30,272	\$ 92,232	\$ (172,815)	\$ 54,804