

Everest Re Group, Ltd.

Analyst Supplement

March 31, 2012



EVEREST®

EVEREST RE GROUP, LTD.
Supplemental GAAP Operating Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
PRODUCTION INFORMATION:										
Gross written premiums	\$ 1,046,466	\$ 1,064,929	\$ 1,046,466	\$ 1,104,874	\$ 1,128,506	\$ 987,865	\$ 1,064,929	\$ 1,002,600	\$ 1,163,591	\$ 1,013,509
Net written premiums	1,014,862	1,019,884	1,014,862	1,043,104	1,090,790	955,121	1,019,884	942,130	1,085,225	948,970
Net premiums earned	997,978	1,011,446	997,978	1,005,728	1,044,338	1,039,835	1,011,446	1,020,159	997,265	989,899
INVESTMENT INCOME:										
Pre-tax investment income	\$ 152,438	\$ 178,705	\$ 152,438	\$ 126,253	\$ 156,465	\$ 158,618	\$ 178,705	\$ 184,865	\$ 141,368	\$ 165,731
Effective tax rate	15.6%	12.9%	15.6%	13.6%	13.6%	14.7%	12.9%	14.2%	11.6%	12.6%
After-tax investment income	\$ 128,651	\$ 155,585	\$ 128,651	\$ 109,128	\$ 135,123	\$ 135,314	\$ 155,585	\$ 158,677	\$ 124,926	\$ 144,897
Net pre-tax yield - amortized cost	4.0%	4.8%	4.0%	3.3%	4.1%	4.2%	4.8%	5.0%	3.9%	4.6%
Net after-tax yield - amortized cost	3.4%	4.2%	3.4%	2.9%	3.6%	3.6%	4.2%	4.3%	3.4%	4.0%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 25,608	\$ 634,496	\$ 25,608	\$ 370,732	\$ 119,386	\$ 112,992	\$ 634,496	\$ 52,600	\$ 89,448	\$ 64,603
After-tax effect of catastrophe losses on earnings per basic common share	(0.41)	(9.77)	(0.41)	(4.58)	(1.71)	(1.66)	(9.77)	(0.78)	(1.35)	(0.90)
After-tax effect of catastrophe losses on earnings per diluted common share	(0.41)	(9.77)	(0.41)	(4.57)	(1.71)	(1.65)	(9.77)	(0.77)	(1.34)	(0.90)
EFFECTIVE TAX RATE ON:										
Net income (loss)	11.1%	-7.5%	11.1%	-196.6%	-571.6%	6.8%	-7.5%	-28.1%	14.8%	2.3%
Net realized capital gains (losses)	34.4%	36.9%	34.4%	33.2%	-39.3%	-45.1%	36.9%	-37.1%	34.9%	-32.5%
Operating income	1.7%	-8.6%	1.7%	-71.8%	0.3%	8.0%	-8.6%	-26.6%	10.2%	8.5%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ 304,704	\$ (315,894)	\$ 304,704	\$ 41,042	\$ 63,054	\$ 131,312	\$ (315,894)	\$ 302,533	\$ 174,200	\$ 156,673
Per basic common share	5.70	(5.81)	5.70	0.76	1.16	2.42	(5.81)	5.53	3.12	2.70
Per diluted common share	5.68	(5.81)	5.68	0.76	1.16	2.41	(5.81)	5.51	3.11	2.70
Net realized capital gains (losses)	64,776	7,668	64,776	91,726	(83,619)	(2,661)	7,668	44,695	24,930	(28,141)
Per basic common share	1.21	0.14	1.21	1.71	(1.54)	(0.05)	0.14	0.82	0.45	(0.49)
Per diluted common share	1.21	0.14	1.21	1.70	(1.54)	(0.05)	0.14	0.81	0.45	(0.48)
Operating income, excl. net realized capital gains (losses) ⁽²⁾	239,928	(323,562)	239,928	(50,684)	146,673	133,971	(323,562)	257,838	149,270	184,814
Per basic common share	4.49	(5.95)	4.49	(0.94)	2.71	2.47	(5.95)	4.71	2.67	3.19
Per diluted common share	4.48	(5.95)	4.48	(0.94)	2.70	2.46	(5.95)	4.70	2.67	3.18

(Some amounts may not reconcile due to rounding.)

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

(Dollars in thousands, except per share amounts)

(unaudited)

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
COMBINED RATIO:										
Loss ratio	60.4%	123.6%	60.4%	101.4%	69.0%	70.8%	123.6%	70.6%	67.7%	65.1%
Commission and brokerage ratio	23.8%	23.4%	23.8%	24.7%	21.8%	22.8%	23.4%	24.0%	23.8%	23.9%
Other underwriting expense ratio	4.8%	4.4%	4.8%	4.2%	4.8%	4.4%	4.4%	4.1%	4.4%	4.2%
Combined ratio	89.0%	151.4%	89.0%	130.3%	95.6%	98.0%	151.4%	98.7%	95.9%	93.2%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 165,738	\$ 188,106	\$ 165,738	\$ 112,864	\$ 207,910	\$ 150,640	\$ 188,106	\$ 127,862	\$ 297,771	\$ 221,510
Paid losses, net	739,505	692,665	739,505	768,312	758,425	599,435	692,665	765,342	682,292	597,907
Paid cats, net	163,906	113,560	163,906	167,615	204,889	73,106	113,560	98,813	168,583	92,559
Paid (recovered) asbestos and environmental losses, net	12,696	18,250	12,696	15,844	9,913	9,503	18,250	21,682	34,886	10,716
Taxes paid (recovered)	11,184	11,924	11,184	(38,618)	6,627	(24,470)	11,924	5,737	(877)	(48,597)
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 6,071,375	\$ 6,283,517	\$ 6,071,375	\$ 6,091,841	\$ 6,152,558	\$ 5,914,170	\$ 6,283,517	\$ 6,281,620	\$ 6,035,599	\$ 6,036,955
Net unrealized depreciation (appreciation) of investments	(449,580)	(369,439)	(449,580)	(421,631)	(456,587)	(344,949)	(369,439)	(621,761)	(457,098)	(343,846)
Adjusted beginning of period shareholders' equity	\$ 5,621,795	\$ 5,914,078	\$ 5,621,795	\$ 5,670,210	\$ 5,695,971	\$ 5,569,221	\$ 5,914,078	\$ 5,659,859	\$ 5,578,501	\$ 5,693,109
End of period shareholders' equity	\$ 6,330,998	\$ 5,914,170	\$ 6,330,998	\$ 6,071,375	\$ 6,091,841	\$ 6,152,558	\$ 5,914,170	\$ 6,283,517	\$ 6,281,620	\$ 6,035,599
Net unrealized depreciation (appreciation) of investments	(529,949)	(344,949)	(529,949)	(449,580)	(421,631)	(456,587)	(344,949)	(369,439)	(621,761)	(457,098)
Adjusted end of period shareholders' equity	\$ 5,801,049	\$ 5,569,221	\$ 5,801,049	\$ 5,621,795	\$ 5,670,210	\$ 5,695,971	\$ 5,569,221	\$ 5,914,078	\$ 5,659,859	\$ 5,578,501
Average adjusted shareholders' equity	\$ 5,711,422	\$ 5,741,650	\$ 5,711,422	\$ 5,646,003	\$ 5,683,091	\$ 5,632,596	\$ 5,741,650	\$ 5,786,969	\$ 5,619,180	\$ 5,635,805
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	\$ 239,928	\$ (323,562)	\$ 239,928	\$ (50,684)	\$ 146,673	\$ 133,971	\$ (323,562)	\$ 257,838	\$ 149,270	\$ 184,814
After-tax net realized capital gains (losses)	64,776	7,668	64,776	91,726	(83,619)	(2,661)	7,668	44,695	24,930	(28,141)
Net income (loss)	\$ 304,704	\$ (315,894)	\$ 304,704	\$ 41,042	\$ 63,054	\$ 131,312	\$ (315,894)	\$ 302,533	\$ 174,200	\$ 156,673
Return on equity (annualized)										
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	16.8%	-22.5%	16.8%	-3.6%	10.3%	9.5%	-22.5%	17.8%	10.6%	13.1%
After-tax net realized capital gains (losses)	4.5%	0.5%	4.5%	6.5%	5.4%	-0.2%	0.5%	3.1%	1.8%	-2.0%
Net income (loss)	21.3%	-22.0%	21.3%	2.9%	4.4%	9.3%	-22.0%	20.9%	12.4%	11.1%

(Some amounts may not reconcile due to rounding.)

(1) Catastrophe losses are net of specific reinsurance and reinstatement premiums but before recoveries under corporate level reinsurance. Effective with the June 30, 2010 reporting period, which includes June 30, 2010 year-to-date and quarter results, a catastrophe is a property event with expected reported losses of at least \$10.0 million before corporate level reinsurance and taxes. All prior periods reflect a catastrophe as a property event with expected reported losses of at least \$5.0 million before corporate level reinsurance and taxes.

(2) The Company generally uses after-tax operating income (loss), a non-GAAP financial measure, to evaluate its performance. After-tax operating income (loss) consists of net income (loss) excluding after-tax net realized capital gains (losses). Although net realized capital gains (losses) are an integral part of the Company's insurance operations, the determination of net realized capital gains (losses) is independent of the insurance underwriting process. The Company believes that the level of net realized capital gains (losses) for any particular period is not indicative of the performance of the underlying business in that particular period. Providing only a GAAP presentation of net income (loss) makes it more difficult for users of the financial information to evaluate the Company's success or failure in its basic business, and may lead to incorrect or misleading assumptions and conclusions. The Company understands that the equity analysts who follow the Company focus on after-tax operating income (loss) in their analyses for the reasons discussed above. The Company provides after-tax operating income (loss) to investors so that they have what management believes to be a useful supplement to GAAP information concerning the Company's performance.

EVEREST RE GROUP, LTD.
Supplemental GAAP Balance Sheet Information

(Dollars in thousands, except per share amounts)

(unaudited)

	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 16,116,958	\$ 15,797,381	\$ 15,713,917	\$ 15,836,619	\$ 15,365,817	\$ 15,365,019	\$ 15,487,491	\$ 15,102,116
Total assets	19,165,400	18,893,555	18,705,838	18,976,395	18,766,755	18,384,198	18,514,021	18,172,972
Reserve for losses and loss adjustment expenses ("LAE") (gross)	10,029,343	10,123,215	9,979,984	10,145,655	9,969,189	9,340,183	9,331,987	9,237,813
Future policy benefit reserve	66,842	67,187	61,971	62,608	62,785	63,002	63,747	63,968
Revolving credit borrowings	-	-	-	40,000	40,000	50,000	83,000	133,000
5.4% Senior notes due 10/15/2014	249,870	249,858	249,847	249,835	249,824	249,812	249,801	249,790
6.6% Long term notes due 5/1/2067	238,355	238,354	238,353	238,352	238,352	238,351	238,350	238,349
Junior subordinated debt securities payable	329,897	329,897	329,897	329,897	329,897	329,897	329,897	329,897
Shareholders' equity	6,330,998	6,071,375	6,091,841	6,152,558	5,914,170	6,283,517	6,281,620	6,035,599
Common shares outstanding	52,625	53,736	53,789	54,346	54,224	54,428	55,023	56,242
Book value per common share outstanding	\$ 120.30	\$ 112.99	\$ 113.26	\$ 113.21	\$ 109.07	\$ 115.45	\$ 114.16	\$ 107.31
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 10,029,343	\$ 10,123,215	\$ 9,979,984	\$ 10,145,655	\$ 9,969,189	\$ 9,340,183	\$ 9,331,987	\$ 9,237,813
Reinsurance receivables on unpaid losses	(581,721)	(580,998)	(585,541)	(690,140)	(696,088)	(689,445)	(676,249)	(635,508)
Net reserve for losses and LAE	\$ 9,447,622	\$ 9,542,217	\$ 9,394,443	\$ 9,455,515	\$ 9,273,101	\$ 8,650,738	\$ 8,655,738	\$ 8,602,305
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Gross loss and LAE reserves	\$ 486,492	\$ 499,911	\$ 516,395	\$ 526,722	\$ 535,764	\$ 554,790	\$ 577,537	\$ 614,135
Net loss and LAE reserves	467,588	480,160	496,004	505,916	514,656	532,906	554,588	589,474
Net asbestos 3 year survival ratio	5.7	5.8	5.0	5.1	4.9	5.9	5.7	6.7
Net asbestos 3 year survival ratio excluding settlements in place	8.5	8.9	8.9	9.0	8.1	8.7	9.6	9.4
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax yield - net of expenses, amortized cost basis	3.7%	3.9%	3.9%	4.0%	3.9%	3.9%	4.1%	4.2%
After-tax yield - net of expenses, amortized cost basis	3.3%	3.4%	3.4%	3.5%	3.4%	3.5%	3.7%	3.8%
Modified duration of fixed income portfolio (in years)	3.0	3.0	3.1	3.5	3.7	3.8	3.7	3.7
Average credit quality	Aa3	Aa3	Aa3	Aa3	Aa3	Aa2	Aa2	Aa2
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.65 TO 1	0.68 TO 1	0.66 TO 1	0.65 TO 1	0.68 TO 1	0.63 TO 1	0.63 TO 1	0.65 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.49 TO 1	1.57 TO 1	1.54 TO 1	1.54 TO 1	1.57 TO 1	1.38 TO 1	1.38 TO 1	1.43 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 1,046,466	\$ 1,064,929	\$ 1,046,466	\$ 1,104,874	\$ 1,128,506	\$ 987,865	\$ 1,064,929	\$ 1,002,600	\$ 1,163,591	\$ 1,013,509
Net written premiums	1,014,862	1,019,884	1,014,862	1,043,104	1,090,790	955,121	1,019,884	942,130	1,085,225	948,970
Premiums earned	\$ 997,978	\$ 1,011,446	\$ 997,978	\$ 1,005,728	\$ 1,044,338	\$ 1,039,835	\$ 1,011,446	\$ 1,020,159	\$ 997,265	\$ 989,899
Incurred losses and LAE										
Attritional - current year	572,647	586,118	572,647	637,469	584,110	614,396	586,118	648,505	605,911	584,046
Attritional - prior year	(306)	(1,392)	(306)	2,376	4,314	(2,371)	(1,392)	14,352	(20,801)	(9,779)
Catastrophes	30,000	665,050	30,000	380,083	132,287	123,000	665,050	57,264	89,677	69,681
Asbestos & environmental	125	-	125	-	-	764	-	-	-	-
Total incurred losses and LAE	602,466	1,249,776	602,466	1,019,928	720,711	735,789	1,249,776	720,121	674,787	643,948
Commission and brokerage	237,503	236,457	237,503	248,721	227,969	237,374	236,457	245,227	237,473	236,493
Other underwriting expenses	48,495	44,956	48,495	42,113	49,437	45,897	44,956	41,230	44,337	41,747
Underwriting gain (loss)	\$ 109,514	\$ (519,743)	\$ 109,514	\$ (305,034)	\$ 46,221	\$ 20,775	\$ (519,743)	\$ 13,581	\$ 40,668	\$ 67,711
Loss ratio										
Attritional - current year	57.4%	57.9%	57.4%	63.4%	55.9%	59.1%	57.9%	63.6%	60.8%	59.0%
Attritional - prior year	0.0%	-0.1%	0.0%	0.2%	0.4%	-0.2%	-0.1%	1.4%	-2.1%	-0.9%
Catastrophes	3.0%	65.8%	3.0%	37.8%	12.7%	11.8%	65.8%	5.6%	9.0%	7.0%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	60.4%	123.6%	60.4%	101.4%	69.0%	70.8%	123.6%	70.6%	67.7%	65.1%
Commission and brokerage ratio	23.8%	23.4%	23.8%	24.7%	21.8%	22.8%	23.4%	24.0%	23.8%	23.9%
Other underwriting expenses	4.8%	4.4%	4.8%	4.2%	4.8%	4.4%	4.4%	4.1%	4.4%	4.2%
Combined ratio	89.0%	151.4%	89.0%	130.3%	95.6%	98.0%	151.4%	98.7%	95.9%	93.2%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	57.6%	59.8%	57.6%	64.0%	56.6%	59.7%	59.8%	63.9%	60.8%	59.3%
Attritional combined ratio	86.4%	88.4%	86.4%	93.2%	83.5%	87.2%	88.4%	92.1%	89.0%	87.6%

(Some amounts may not reconcile due to rounding.)

Beginning in the third quarter of 2011, the Specialty segment is no longer being reported as a separate segment. The businesses which were included within the Specialty segment previously - A&H Primary, A&H Reinsurance, Surety, and Marine & Aviation - have been reclassified within other reporting segments. The A&H primary business, which has increased significantly recently, has been reclassified as part of the Insurance segment. The A&H Reinsurance, Surety and Marine & Aviation businesses, which have declined recently, have been reclassified as part of the U.S. Reinsurance segment. These changes to the reporting segments have been made to better reflect the aggregation of similar businesses and to better reflect how management monitors its businesses. The segment results presented within this document have been restated for all prior reporting periods to reflect the changes in segment classification.

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 211,738	\$ 271,461	\$ 211,738	\$ 225,356	\$ 236,294	\$ 242,528	\$ 271,461	\$ 214,923	\$ 214,701	\$ 205,813
Net written premiums	182,065	231,265	182,065	172,555	203,395	213,304	231,265	157,720	141,495	142,406
Premiums earned	\$ 179,999	\$ 213,624	\$ 179,999	\$ 179,278	\$ 216,220	\$ 212,037	\$ 213,624	\$ 162,553	\$ 158,840	\$ 156,194
Incurred losses and LAE										
Attritional - current year	127,124	159,213	127,124	162,284	168,102	151,795	159,213	147,171	122,750	113,599
Attritional - prior year	-	-	-	36,685	25,000	-	-	30,151	4,400	5,537
Catastrophes	-	-	-	-	2,500	335	-	-	-	-
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	127,124	159,213	127,124	198,969	195,602	152,130	159,213	177,322	127,150	119,136
Commission and brokerage	31,473	34,564	31,473	31,628	38,582	32,879	34,564	29,282	29,986	29,521
Other underwriting expenses	23,496	21,872	23,496	20,912	24,316	22,401	21,872	17,341	19,479	16,279
Underwriting gain (loss)	\$ (2,094)	\$ (2,025)	\$ (2,094)	\$ (72,231)	\$ (42,280)	\$ 4,627	\$ (2,025)	\$ (61,392)	\$ (17,775)	\$ (8,742)
Loss ratio										
Attritional - current year	70.6%	74.5%	70.6%	90.5%	77.7%	71.5%	74.5%	90.6%	77.2%	72.8%
Attritional - prior year	0.0%	0.0%	0.0%	20.5%	11.6%	0.0%	0.0%	18.5%	2.8%	3.5%
Catastrophes	0.0%	0.0%	0.0%	0.0%	1.2%	0.2%	0.0%	0.0%	0.0%	0.0%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	70.6%	74.5%	70.6%	111.0%	90.5%	71.7%	74.5%	109.1%	80.0%	76.3%
Commission and brokerage ratio	17.5%	16.2%	17.5%	17.6%	17.8%	15.5%	16.2%	18.0%	18.9%	18.9%
Other underwriting expense ratio	13.1%	10.2%	13.1%	11.7%	11.3%	10.6%	10.2%	10.7%	12.3%	10.4%
Combined ratio	101.2%	100.9%	101.2%	140.3%	119.6%	97.8%	100.9%	137.8%	111.2%	105.6%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 834,728	\$ 793,468	\$ 834,728	\$ 879,518	\$ 892,212	\$ 745,337	\$ 793,468	\$ 787,677	\$ 948,890	\$ 807,696
Net written premiums	832,797	788,619	832,797	870,549	887,395	741,817	788,619	784,410	943,730	806,564
Premiums earned	\$ 817,979	\$ 797,822	\$ 817,979	\$ 826,450	\$ 828,118	\$ 827,798	\$ 797,822	\$ 857,606	\$ 838,425	\$ 833,705
Incurred losses and LAE										
Attritional - current year	445,523	426,905	445,523	475,185	416,008	462,601	426,905	501,334	483,161	470,447
Attritional - prior year	(306)	(1,392)	(306)	(34,309)	(20,686)	(2,371)	(1,392)	(15,799)	(25,201)	(15,316)
Catastrophes	30,000	665,050	30,000	380,083	129,787	122,665	665,050	57,264	89,677	69,681
Asbestos & environmental	125	-	125	-	-	764	-	-	-	-
Total incurred losses and LAE	475,342	1,090,563	475,342	820,959	525,109	583,659	1,090,563	542,799	547,637	524,812
Commission and brokerage	206,030	201,893	206,030	217,093	189,387	204,495	201,893	215,945	207,487	206,972
Other underwriting expenses	24,999	23,084	24,999	21,201	25,121	23,496	23,084	23,889	24,858	25,468
Underwriting gain (loss)	\$ 111,608	\$ (517,718)	\$ 111,608	\$ (232,803)	\$ 88,501	\$ 16,148	\$ (517,718)	\$ 74,973	\$ 58,443	\$ 76,453
Loss ratio										
Attritional - current year	54.5%	53.5%	54.5%	57.5%	50.2%	55.8%	53.5%	58.4%	57.6%	56.3%
Attritional - prior year	0.0%	-0.2%	0.0%	-4.2%	-2.5%	-0.3%	-0.2%	-1.8%	-3.0%	-1.8%
Catastrophes	3.6%	83.4%	3.6%	46.0%	15.7%	14.9%	83.4%	6.7%	10.7%	8.4%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.1%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	58.1%	136.7%	58.1%	99.3%	63.4%	70.5%	136.7%	63.3%	65.3%	62.9%
Commission and brokerage ratio	25.2%	25.3%	25.2%	26.3%	22.9%	24.7%	25.3%	25.2%	24.7%	24.8%
Other underwriting expense ratio	3.1%	2.9%	3.1%	2.6%	3.0%	2.8%	2.9%	2.8%	3.0%	3.1%
Combined ratio	86.4%	164.9%	86.4%	128.2%	89.3%	98.0%	164.9%	91.3%	93.0%	90.8%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	54.8%	55.6%	54.8%	58.2%	51.0%	56.6%	55.6%	58.8%	57.6%	56.8%
Attritional combined ratio	83.2%	85.0%	83.2%	87.3%	77.3%	84.4%	85.0%	86.9%	85.4%	84.8%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 369,482	\$ 306,091	\$ 369,482	\$ 399,675	\$ 360,833	\$ 280,231	\$ 306,091	\$ 318,819	\$ 435,218	\$ 333,198
Net written premiums	368,231	305,554	368,231	399,000	360,331	279,388	305,554	318,464	434,337	332,147
Premiums earned	\$ 357,961	\$ 319,051	\$ 357,961	\$ 359,254	\$ 326,824	\$ 307,584	\$ 319,051	\$ 376,411	\$ 353,245	\$ 354,829
Incurred losses and LAE										
Attritional - current year	194,617	167,230	194,617	217,681	163,756	171,628	167,230	216,292	207,008	207,376
Attritional - prior year	2,098	(285)	2,098	42,397	(2,450)	1,344	(285)	56,748	1,143	5,645
Catastrophes	25,144	114,993	25,144	62,019	32,580	63,248	114,993	17,869	(4,669)	(4,933)
Asbestos & environmental	121	-	121	(30)	-	-	-	-	-	-
Total incurred losses and LAE	221,980	281,938	221,980	322,067	193,886	236,220	281,938	290,909	203,482	208,088
Commission and brokerage	91,555	82,867	91,555	96,359	71,131	77,488	82,867	103,728	86,288	87,739
Other underwriting expenses	10,752	9,906	10,752	8,669	10,843	9,872	9,906	9,893	11,076	11,784
Underwriting gain (loss)	\$ 33,674	\$ (55,660)	\$ 33,674	\$ (67,841)	\$ 50,964	\$ (15,996)	\$ (55,660)	\$ (28,119)	\$ 52,399	\$ 47,218
Loss ratio										
Attritional - current year	54.4%	52.4%	54.4%	60.5%	50.0%	55.8%	52.4%	57.5%	58.6%	58.4%
Attritional - prior year	0.6%	-0.1%	0.6%	11.8%	-0.7%	0.4%	-0.1%	15.1%	0.3%	1.6%
Catastrophes	7.0%	36.0%	7.0%	17.3%	10.0%	20.6%	36.0%	4.7%	-1.3%	-1.4%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	62.0%	88.3%	62.0%	89.6%	59.3%	76.8%	88.3%	77.3%	57.6%	58.6%
Commission and brokerage ratio	25.6%	26.0%	25.6%	26.8%	21.8%	25.2%	26.0%	27.6%	24.4%	24.7%
Other underwriting expense ratio	3.0%	3.1%	3.0%	2.5%	3.3%	3.2%	3.1%	2.6%	3.2%	3.4%
Combined ratio	90.6%	117.4%	90.6%	118.9%	84.4%	105.2%	117.4%	107.5%	85.2%	86.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 277,294	\$ 308,847	\$ 277,294	\$ 314,795	\$ 326,053	\$ 288,749	\$ 308,847	\$ 300,864	\$ 323,741	\$ 306,998
Net written premiums	277,293	304,501	277,293	306,416	321,601	286,043	304,501	297,917	319,405	306,960
Premiums earned	\$ 296,117	\$ 316,335	\$ 296,117	\$ 310,305	\$ 300,692	\$ 317,160	\$ 316,335	\$ 298,299	\$ 301,267	\$ 291,964
Incurred losses and LAE										
Attritional - current year	148,631	165,201	148,631	167,611	138,644	168,825	165,201	159,876	172,350	153,478
Attritional - prior year	(2,792)	(4,997)	(2,792)	(78,175)	(20,017)	(5,013)	(4,997)	(11,121)	(24,797)	(5,764)
Catastrophes	2,333	444,524	2,333	287,052	50,848	57,806	444,524	26,247	75,807	76,413
Asbestos & environmental	-	-	-	-	-	-	-	-	-	-
Total incurred losses and LAE	148,172	604,728	148,172	376,488	169,475	221,618	604,728	175,002	223,360	224,127
Commission and brokerage	71,191	78,430	71,191	80,548	78,228	73,786	78,430	67,068	78,574	77,846
Other underwriting expenses	6,740	6,439	6,740	6,369	7,549	6,950	6,439	7,283	6,675	7,308
Underwriting gain (loss)	\$ 70,014	\$ (373,262)	\$ 70,014	\$ (153,100)	\$ 45,440	\$ 14,806	\$ (373,262)	\$ 48,946	\$ (7,342)	\$ (17,317)
Loss ratio										
Attritional - current year	50.1%	52.3%	50.1%	54.0%	46.2%	53.3%	52.3%	53.6%	57.1%	52.6%
Attritional - prior year	-0.9%	-1.6%	-0.9%	-25.2%	-6.7%	-1.6%	-1.6%	-3.7%	-8.2%	-2.0%
Catastrophes	0.8%	140.5%	0.8%	92.5%	16.9%	18.2%	140.5%	8.8%	25.2%	26.2%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	50.0%	191.2%	50.0%	121.3%	56.4%	69.9%	191.2%	58.7%	74.1%	76.8%
Commission and brokerage ratio	24.0%	24.8%	24.0%	26.0%	26.0%	23.3%	24.8%	22.5%	26.1%	26.7%
Other underwriting expense ratio	2.4%	2.0%	2.4%	2.0%	2.5%	2.1%	2.0%	2.4%	2.2%	2.4%
Combined ratio	76.4%	218.0%	76.4%	149.3%	84.9%	95.3%	218.0%	83.6%	102.4%	105.9%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
Gross written premiums	\$ 187,952	\$ 178,530	\$ 187,952	\$ 165,048	\$ 205,326	\$ 176,357	\$ 178,530	\$ 167,994	\$ 189,931	\$ 167,500
Net written premiums	187,273	178,564	187,273	165,133	205,463	176,386	178,564	168,029	189,988	167,457
Premiums earned	\$ 163,901	\$ 162,436	\$ 163,901	\$ 156,891	\$ 200,602	\$ 203,054	\$ 162,436	\$ 182,896	\$ 183,913	\$ 186,912
Incurred losses and LAE										
Attritional - current year	102,275	94,474	102,275	89,893	113,608	122,148	94,474	125,166	103,803	109,593
Attritional - prior year	388	3,890	388	1,469	1,781	1,298	3,890	(61,426)	(1,547)	(15,197)
Catastrophes	2,523	105,533	2,523	31,012	46,359	1,611	105,533	13,148	18,539	(1,799)
Asbestos & environmental	4	-	4	30	-	764	-	-	-	-
Total incurred losses and LAE	105,190	203,897	105,190	122,404	161,748	125,821	203,897	76,888	120,795	92,597
Commission and brokerage	43,284	40,596	43,284	40,186	40,028	53,221	40,596	45,149	42,625	41,387
Other underwriting expenses	7,507	6,739	7,507	6,163	6,729	6,674	6,739	6,713	7,107	6,376
Underwriting gain (loss)	\$ 7,920	\$ (88,796)	\$ 7,920	\$ (11,862)	\$ (7,903)	\$ 17,338	\$ (88,796)	\$ 54,146	\$ 13,386	\$ 46,552
Loss ratio										
Attritional - current year	62.5%	58.2%	62.5%	57.4%	56.6%	60.2%	58.2%	68.4%	56.4%	58.6%
Attritional - prior year	0.2%	2.4%	0.2%	0.9%	0.9%	0.6%	2.4%	-33.6%	-0.8%	-8.1%
Catastrophes	1.5%	64.9%	1.5%	19.7%	23.1%	0.8%	64.9%	7.2%	10.1%	-1.0%
Asbestos & environmental	0.0%	0.0%	0.0%	0.0%	0.0%	0.4%	0.0%	0.0%	0.0%	0.0%
Total loss ratio	64.2%	125.5%	64.2%	78.0%	80.6%	62.0%	125.5%	42.0%	65.7%	49.5%
Commission and brokerage ratio	26.4%	25.0%	26.4%	25.6%	20.0%	26.2%	25.0%	24.7%	23.2%	22.1%
Other underwriting expense ratio	4.6%	4.2%	4.6%	4.0%	3.3%	3.3%	4.2%	3.7%	3.8%	3.5%
Combined ratio	95.2%	154.7%	95.2%	107.6%	103.9%	91.5%	154.7%	70.4%	92.7%	75.1%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.
Supplemental Investment Portfolio Analysis
(Dollars in thousands)
(unaudited)

INVESTMENTS AND CASH

	At March 31, 2012			At December 31, 2011		
	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)
Investments and cash:						
Fixed maturities-available for sale, at market value	\$ 12,391,745	\$ 11,767,105	\$ 624,640	\$ 12,293,524	\$ 11,731,173	\$ 562,351
Fixed maturities-available for sale, at fair value	64,936	64,936	-	113,606	113,606	-
Equity securities-available for sale, at market value	458,752	450,592	8,160	448,930	463,620	(14,690)
Equity securities-available for sale, at fair value	1,211,337	1,211,337	-	1,249,106	1,249,106	-
Other invested assets	574,575	574,575	-	558,232	558,232	-
Short-term investments	943,566	943,566	-	685,332	685,332	-
Cash	472,047	472,047	-	448,651	448,651	-
Total	\$ 16,116,958	\$ 15,484,158	\$ 632,800	\$ 15,797,381	\$ 15,249,720	\$ 547,661

FIXED INCOME AND CASH

	At March 31, 2012		At December 31, 2011	
	Market Value	% of Total	Market Value	% of Total
Fixed income investments and cash:				
Fixed maturities-available for sale, at market value	\$ 12,391,745	89.3%	\$ 12,293,524	90.8%
Fixed maturities-available for sale, at fair value	64,936	0.5%	113,606	0.8%
Short-term investments	943,566	6.8%	685,332	5.1%
Cash	472,047	3.4%	448,651	3.3%
Total	\$ 13,872,294	100.0%	\$ 13,541,113	100.0%

	At March 31, 2012			At December 31, 2011		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Investment Sectors:						
Treasury	\$ 298,357	2.2%	\$ 11,295	\$ 300,634	2.2%	\$ 16,120
Agency	20,822	0.2%	914	21,007	0.2%	1,100
Corporate	3,780,782	27.3%	204,911	3,707,040	27.4%	169,760
Mortgage-backed securities						
Agency	2,154,027	15.4%	78,832	2,282,593	16.8%	83,656
Non-agency residential	8,230	0.1%	405	43,816	0.3%	(107)
Alt.-A	8,587	0.1%	63	9,273	0.1%	(169)
Commercial	333,291	2.4%	16,979	321,427	2.4%	11,040
Asset-backed securities						
Other	204,509	1.5%	7,154	191,745	1.4%	6,588
Subprime	1,656	0.0%	(74)	1,661	0.0%	(118)
Municipal	1,542,000	11.1%	96,686	1,660,905	12.3%	102,290
Non-US	4,104,420	29.5%	207,475	3,867,029	28.5%	172,191
Cash & short-term investments	1,415,613	10.2%	-	1,133,983	8.4%	-
Total	\$ 13,872,294	100.0%	\$ 624,640	\$ 13,541,113	100.0%	\$ 562,351

	At March 31, 2012		At December 31, 2011	
	Market Value	% of Total	Market Value	% of Total
Credit Quality: ⁽¹⁾				
AAA	\$ 6,868,861	49.5%	\$ 6,652,217	49.1%
AA	2,477,918	17.9%	2,587,950	19.1%
A	2,213,857	16.0%	2,162,421	16.0%
BBB	1,111,365	8.0%	995,058	7.3%
BB	905,793	6.5%	791,937	5.8%
B	231,911	1.7%	293,931	2.2%
Other	62,589	0.4%	57,599	0.5%
Total	\$ 13,872,294	100.0%	\$ 13,541,113	100.0%

⁽¹⁾ Prior to the first quarter of 2012, the credit quality of an investment was based on the lowest indicated credit rating. The Company has converted to using the highest indicated rating and the December 31, 2011 table has been adjusted to reflect this change.

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis (cont.)

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	March 31, 2012	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
European Investment Bank	\$ 104,729	\$ 3,384
JPMorgan Chase & Co.	83,624	6,266
Kredit Fuer Wiederaufbau	76,688	2,600
General Electric Capital Corporation	76,514	5,294
National Australia Bank Limited	65,478	1,995
PNC Financial Services Group, Inc.	57,974	4,199
ConocoPhillips	57,346	5,863
Credit Suisse Group	53,023	3,084
The Goldman Sachs Group, Inc.	51,530	(399)
MetLife, Inc.	51,514	1,261
Royal Bank of Canada	49,309	1,508
Morgan Stanley	49,069	388
The Toronto-Dominion Bank	48,706	3,494
Bank of Nova Scotia	47,640	2,102
Barclays Bank PLC	46,210	1,875
Caterpillar Financial Services Corporation	46,107	3,149
Bank Nederlandse Gemeenten	43,007	210
Bank of New York Mellon Corporation	42,805	2,156
Verizon Communications, Inc.	42,460	4,583
Australia and New Zealand Banking Group Limited	42,225	547
Total	\$ 1,135,958	\$ 53,559

	December 31, 2011	
	Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:		
European Investment Bank	\$ 102,733	\$ 2,382
JPMorgan Chase & Co.	81,798	4,669
Kredit Fuer Wiederaufbau	76,516	2,649
General Electric Capital Corporation	75,561	4,066
ConocoPhillips	57,700	6,144
PNC Financial Services Group, Inc.	57,335	3,563
National Australia Bank Limited	54,488	1,630
Credit Suisse Group	51,689	1,596
MetLife, Inc.	51,630	1,376
The Goldman Sachs Group, Inc.	50,841	(1,779)
Caterpillar Financial Services Corporation	47,343	3,713
Morgan Stanley	44,370	(1,284)
Barclays Bank PLC	43,900	92
Bank Nederlandse Gemeenten	43,372	237
Verizon Communications, Inc.	42,609	4,742
Bank of New York Mellon Corporation	42,474	1,852
Wal-Mart Stores, Inc.	42,218	3,343
Australia and New Zealand Banking Group Limited	41,289	(274)
The Toronto-Dominion Bank	38,885	3,308
U.S. Bancorp	38,140	1,714
Total	\$ 1,084,891	\$ 43,739

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	March 31, 2012		December 31, 2011
<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>	<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>
Chevron Corporation	\$ 28,696	Chevron Corporation	\$ 30,809
Wells Fargo & Company	25,966	AT&T, Inc.	26,668
Pfizer, Inc.	24,255	Pfizer, Inc.	26,023
Lowe's Companies, Inc.	22,220	E.I. du Pont de Nemours and Company	22,244
The Home Depot, Inc.	21,120	ConocoPhillips	22,221
Johnson & Johnson	20,177	Wells Fargo & Company	22,169
AT&T, Inc.	19,856	Johnson & Johnson	21,687
ConocoPhillips	19,192	Xcel Energy, Inc.	21,369
Merck & Company, Inc.	18,685	The Home Depot, Inc.	19,540
Exxon Mobil Corporation	17,398	Exxon Mobil Corporation	18,961
Berkshire Hathaway, Inc.	16,536	Kimberly-Clark Corporation	18,520
E.I. du Pont de Nemours and Company	16,443	Merck & Company, Inc.	18,477
Intel Corporation	15,534	Kinder Morgan Energy Partners, LP	17,948
JPMorgan Chase & Co.	15,463	Lowe's Companies, Inc.	17,088
Kraft Foods, Inc.	14,576	Kraft Foods, Inc.	15,268
Kinder Morgan Energy Partners, LP	14,173	Automatic Data Processing, Inc.	15,107
Marsh & McLennan Companies, Inc.	14,137	Marsh & McLennan Companies, Inc.	15,068
Xcel Energy, Inc.	13,701	Verizon Communications, Inc.	15,028
Philip Morris International, Inc.	13,283	General Electric Company	14,136
Hongkong Land Holdings Ltd.	12,834	Eaton Corporation	12,571
Total	<u>\$ 364,245</u>	Total	<u>\$ 390,902</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
NET INVESTMENT INCOME										
Fixed maturities	\$ 124,344	\$ 132,856	\$ 124,344	\$ 124,787	\$ 131,680	\$ 132,668	\$ 132,856	\$ 143,853	\$ 143,801	\$ 149,017
Equity securities	17,276	11,863	17,276	16,760	15,794	13,156	11,863	4,058	2,763	2,856
Short-term investments and cash	169	237	169	239	366	439	237	177	364	(82)
Other invested assets										
Limited partnerships	12,847	36,631	12,847	(9,849)	15,725	14,344	36,631	40,339	(1,108)	15,611
Other	1,518	597	1,518	(462)	(1,520)	4,126	597	389	183	330
Total gross investment income	156,154	182,184	156,154	131,475	162,045	164,733	182,184	188,816	146,003	167,732
Interest (debited) credited on funds held	(3,113)	(631)	(3,113)	(1,715)	(958)	955	(631)	(668)	688	(1,269)
Interest (debited) credited to future policy benefit reserves	638	70	638	1,815	476	637	70	1,252	626	585
Other investment expenses	6,191	4,040	6,191	5,122	6,062	4,523	4,040	3,367	3,321	2,685
Total investment expenses	3,716	3,479	3,716	5,222	5,580	6,115	3,479	3,951	4,635	2,001
Total net investment income	\$ 152,438	\$ 178,705	\$ 152,438	\$ 126,253	\$ 156,465	\$ 158,618	\$ 178,705	\$ 184,865	\$ 141,368	\$ 165,731

	Three Months Ended		Three Months Ended							
	March 31, 2012	March 31, 2011	March 31, 2012	December 31, 2011	September 30, 2011	June 30, 2011	March 31, 2011	December 31, 2010	September 30, 2010	June 30, 2010
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ 6,417	\$ (29,780)	\$ 6,417	\$ 5,231	\$ 17,360	\$ (5,079)	\$ (29,780)	\$ (9,604)	\$ (1,526)	\$ (4,577)
Equity securities	92,303	41,935	92,303	132,051	(155,032)	235	41,935	42,194	39,823	(37,124)
Other invested assets	-	-	-	-	-	-	-	-	-	-
Short-term investments	(1)	1	(1)	1	1	(1)	1	1	(2)	8
Total net realized capital gains (losses)	\$ 98,719	\$ 12,156	\$ 98,719	\$ 137,283	\$ (137,671)	\$ (4,845)	\$ 12,156	\$ 32,591	\$ 38,295	\$ (41,693)

EVEREST RE GROUP, LTD.
Supplemental Investment Portfolio Analysis

(Dollars in thousands)
(unaudited)

BREAKOUT OF FOREIGN CORPORATE, SOVEREIGN AND SUPRANATIONAL

FIXED INCOME SECURITIES BY COUNTRY

	At March 31, 2012				
	Foreign Banks	Foreign Corporate	Sovereign	Supranational	Grand Total
Asia	\$ 224,929	\$ 71,242	\$ 239,277	\$ -	\$ 535,448
Canada	218,269	315,149	685,754	-	1,219,172
Europe	540,362	511,765	761,691	-	1,813,818
Europe (distressed) ⁽¹⁾	16,611	54,508	-	-	71,119
Latin America	25,454	130,096	2,236	-	157,786
Other Countries	10,470	36,923	8,147	251,537	307,077
Total	\$ 1,036,095	\$ 1,119,683	\$ 1,697,105	\$ 251,537	\$ 4,104,420

	At December 31, 2011				
	Foreign Banks	Foreign Corporate	Sovereign	Supranational	Grand Total
Asia	\$ 146,538	\$ 107,074	\$ 236,951	\$ -	\$ 490,563
Canada	159,070	298,406	668,102	-	1,125,578
Europe	484,449	499,267	756,833	-	1,740,549
Europe (distressed) ⁽¹⁾	8,723	57,012	-	-	65,735
Latin America	15,336	106,541	48,306	-	170,183
Other Countries	6,799	24,337	4,092	239,194	274,422
Total	\$ 820,915	\$ 1,092,637	\$ 1,714,284	\$ 239,194	\$ 3,867,030

⁽¹⁾ Europe (distressed) encompasses Portugal, Italy, Ireland, Greece and Spain.