

Everest Re Group, Ltd.

Financial Supplement

September 30, 2016



EVEREST[®]

EVEREST RE GROUP, LTD.
Supplemental GAAP Operating Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
PRODUCTION INFORMATION:										
Gross written premiums	\$ 4,499,155	\$ 4,404,628	\$ 1,782,616	\$ 1,363,351	\$ 1,353,189	\$ 1,487,085	\$ 1,724,943	\$ 1,261,661	\$ 1,418,024	\$ 1,402,892
Net written premiums	3,901,054	3,860,362	1,564,644	1,154,953	1,181,457	1,321,949	1,500,355	1,135,718	1,224,289	1,268,440
Net premiums earned	3,879,201	3,920,607	1,371,474	1,288,860	1,218,867	1,372,235	1,362,864	1,285,255	1,272,488	1,318,313
INVESTMENT INCOME:										
Pre-tax investment income	\$ 357,918	\$ 362,959	\$ 122,657	\$ 132,737	\$ 102,524	\$ 110,514	\$ 115,403	\$ 124,990	\$ 122,566	\$ 134,023
Effective tax rate	17.9%	18.8%	17.4%	18.1%	18.4%	19.7%	18.5%	18.4%	19.3%	17.7%
After-tax investment income	\$ 293,769	\$ 294,862	\$ 101,354	\$ 108,728	\$ 83,688	\$ 88,701	\$ 94,039	\$ 101,935	\$ 98,888	\$ 110,243
Net pre-tax yield - amortized cost	2.9%	3.0%	2.9%	3.2%	2.5%	2.7%	2.8%	3.1%	3.0%	3.3%
Net after-tax yield - amortized cost	2.4%	2.4%	2.4%	2.6%	2.2%	2.2%	2.3%	2.5%	2.4%	2.7%
CATASTROPHE INFORMATION:										
Net pre-tax catastrophe losses ⁽¹⁾	\$ 143,170	\$ 58,015	\$ 16,619	\$ 116,708	\$ 9,843	\$ (7,342)	\$ 31,752	\$ 26,445	\$ (182)	\$ (13,358)
After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾	(3.10)	(1.13)	(0.39)	(2.50)	(0.20)	0.18	(0.62)	(0.51)	(0.01)	0.21
After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾	(3.07)	(1.12)	(0.39)	(2.49)	(0.20)	0.18	(0.61)	(0.51)	(0.01)	0.21
EFFECTIVE TAX RATE ON:										
Net income (loss)	9.0%	10.2%	7.9%	16.4%	3.0%	15.0%	-7.4%	14.6%	11.3%	12.8%
Net realized capital gains (losses)	-82.3%	-31.1%	NM	34.3%	-31.3%	63.5%	-30.2%	-36.1%	-34.4%	35.2%
Operating income	13.2%	14.8%	14.8%	12.6%	11.4%	13.8%	17.4%	16.6%	12.0%	12.0%
AFTER-TAX EARNINGS:										
Net income (loss)	\$ 622,772	\$ 620,588	\$ 295,394	\$ 155,692	\$ 171,686	\$ 357,281	\$ 88,553	\$ 209,057	\$ 322,978	\$ 340,123
Per basic common share	14.80	14.04	7.11	3.70	4.03	8.32	2.02	4.72	7.26	7.54
Per diluted common share	14.70	13.92	7.06	3.67	4.00	8.26	2.00	4.68	7.19	7.47
Net realized capital gains (losses)	(7,302)	(134,024)	22,215	21,462	(50,979)	3,831	(111,680)	(15,448)	(6,896)	8,655
Per basic common share	(0.17)	(3.03)	0.53	0.51	(1.20)	0.09	(2.55)	(0.35)	(0.15)	0.19
Per diluted common share	(0.17)	(3.01)	0.53	0.51	(1.19)	0.09	(2.53)	(0.35)	(0.15)	0.19
Operating income, excl. net realized capital gains (losses) ⁽²⁾	630,074	754,612	273,179	134,230	222,665	353,450	200,233	224,505	329,874	331,468
Per basic common share	14.98	17.08	6.58	3.19	5.23	8.23	4.57	5.07	7.41	7.34
Per diluted common share	14.87	16.92	6.53	3.17	5.19	8.17	4.53	5.03	7.34	7.28

(Some amounts may not reconcile due to rounding.)

(NM, Not Meaningful)

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

(Dollars in thousands, except per share amounts)

(unaudited)

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
COMBINED RATIO:										
Loss ratio	60.4%	60.3%	57.3%	66.6%	57.5%	51.0%	63.9%	60.6%	56.2%	53.4%
Commission and brokerage ratio	22.7%	22.2%	22.6%	22.9%	22.6%	22.9%	21.7%	22.6%	22.2%	23.6%
Other underwriting expense ratio	5.8%	4.8%	5.7%	5.6%	5.9%	5.0%	5.0%	4.8%	4.7%	4.9%
Combined ratio	<u>88.9%</u>	<u>87.3%</u>	<u>85.6%</u>	<u>95.1%</u>	<u>86.0%</u>	<u>78.9%</u>	<u>90.6%</u>	<u>88.0%</u>	<u>83.1%</u>	<u>81.9%</u>
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 950,731	\$ 801,841	\$ 276,255	\$ 307,331	\$ 367,145	\$ 294,793	\$ 270,204	\$ 181,068	\$ 350,569	\$ 359,427
Paid losses, net	1,990,350	2,123,464	694,450	610,034	685,866	746,643	803,898	666,742	652,824	704,554
Paid cats, net	103,477	124,409	49,371	27,796	26,310	43,290	40,035	44,236	40,138	60,271
Paid (recovered) asbestos and environmental losses, net	30,415	50,044	13,630	11,844	4,941	26,464	8,388	9,021	32,635	15,160
Taxes paid (recovered)	40,072	123,234	(1,833)	36,905	5,000	41,622	29,882	69,086	24,266	6,895
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 7,608,585	\$ 7,451,120	\$ 7,985,468	\$ 7,840,299	\$ 7,608,585	\$ 7,486,320	\$ 7,726,662	\$ 7,666,630	\$ 7,451,120	\$ 7,382,187
Net unrealized depreciation (appreciation) of investments	(42,810)	(223,249)	(341,062)	(218,153)	(42,810)	(138,440)	(204,903)	(328,637)	(223,249)	(264,832)
Adjusted beginning of period shareholders' equity	<u>\$ 7,565,775</u>	<u>\$ 7,227,871</u>	<u>\$ 7,644,406</u>	<u>\$ 7,622,146</u>	<u>\$ 7,565,775</u>	<u>\$ 7,347,880</u>	<u>\$ 7,521,759</u>	<u>\$ 7,337,993</u>	<u>\$ 7,227,871</u>	<u>\$ 7,117,355</u>
End of period shareholders' equity	\$ 8,041,092	\$ 7,486,320	\$ 8,041,092	\$ 7,985,468	\$ 7,840,299	\$ 7,608,585	\$ 7,486,320	\$ 7,726,662	\$ 7,666,630	\$ 7,451,120
Net unrealized depreciation (appreciation) of investments	(328,808)	(138,440)	(328,808)	(341,062)	(218,153)	(42,810)	(138,440)	(204,903)	(328,637)	(223,249)
Adjusted end of period shareholders' equity	<u>\$ 7,712,284</u>	<u>\$ 7,347,880</u>	<u>\$ 7,712,284</u>	<u>\$ 7,644,406</u>	<u>\$ 7,622,146</u>	<u>\$ 7,565,775</u>	<u>\$ 7,347,880</u>	<u>\$ 7,521,759</u>	<u>\$ 7,337,993</u>	<u>\$ 7,227,871</u>
Average adjusted shareholders' equity	\$ 7,639,030	\$ 7,287,876	\$ 7,678,345	\$ 7,633,276	\$ 7,593,961	\$ 7,456,828	\$ 7,434,820	\$ 7,429,876	\$ 7,282,932	\$ 7,172,613
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	\$ 630,074	\$ 754,612	\$ 273,179	\$ 134,230	\$ 222,665	\$ 353,450	\$ 200,233	\$ 224,505	\$ 329,874	\$ 331,468
After-tax net realized capital gains (losses)	(7,302)	(134,024)	22,215	21,462	(50,979)	3,831	(111,680)	(15,448)	(6,896)	8,655
Net income (loss)	<u>\$ 622,772</u>	<u>\$ 620,588</u>	<u>\$ 295,394</u>	<u>\$ 155,692</u>	<u>\$ 171,686</u>	<u>\$ 357,281</u>	<u>\$ 88,553</u>	<u>\$ 209,057</u>	<u>\$ 322,978</u>	<u>\$ 340,123</u>
Return on equity (annualized)										
After-tax operating income, excluding after-tax net realized capital gains (losses) ⁽²⁾	11.0%	13.8%	14.2%	7.0%	11.7%	19.0%	10.8%	12.1%	18.1%	18.5%
After-tax net realized capital gains (losses)	-0.1%	-2.4%	1.2%	1.2%	-2.7%	0.2%	-6.0%	-0.8%	-0.4%	0.5%
Net income (loss)	<u>10.9%</u>	<u>11.4%</u>	<u>15.4%</u>	<u>8.2%</u>	<u>9.0%</u>	<u>19.2%</u>	<u>4.8%</u>	<u>11.3%</u>	<u>17.7%</u>	<u>19.0%</u>

(Some amounts may not reconcile due to rounding.)

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

(2) The Company generally uses after-tax operating income (loss), a non-GAAP financial measure, to evaluate its performance. After-tax operating income (loss) consists of net income (loss) attributable to Everest Re Group excluding after-tax net realized capital gains (losses). 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)

	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 17,539,588	\$ 17,459,104	\$ 17,070,971	\$ 16,676,405	\$ 16,676,774	\$ 17,039,968	\$ 17,008,809	\$ 16,880,801
Total assets	21,663,082	21,282,175	20,850,498	20,545,418	20,842,176	20,630,109	20,588,852	20,339,902
Reserve for losses and loss adjustment expenses ("LAE") (gross)	10,375,470	10,263,267	9,985,979	9,951,798	9,965,963	9,783,570	9,633,982	9,720,813
Future policy benefit reserve	56,998	57,827	58,438	58,910	59,580	59,456	59,693	59,820
4.868 Senior notes due 6/1/2044	396,684	396,654	396,624	396,594	396,564	396,534	396,505	396,475
6.6% Long term notes due 5/1/2067	236,438	236,413	236,389	236,364	236,340	236,315	236,291	236,267
Shareholders' equity	8,041,092	7,985,468	7,840,299	7,608,585	7,486,320	7,726,662	7,666,630	7,451,120
Common shares outstanding	40,887	41,883	42,400	42,694	43,084	44,193	44,410	44,686
Book value per common share outstanding	\$ 196.67	\$ 190.66	\$ 184.91	\$ 178.21	\$ 173.76	\$ 174.84	\$ 172.63	\$ 166.75
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 10,375,470	\$ 10,263,267	\$ 9,985,979	\$ 9,951,798	\$ 9,965,963	\$ 9,783,570	\$ 9,633,982	\$ 9,720,813
Reinsurance receivables on unpaid losses	(929,328)	(918,736)	(899,893)	(881,503)	(806,098)	(631,815)	(656,553)	(655,095)
Net reserve for losses and LAE	\$ 9,446,142	\$ 9,344,531	\$ 9,086,086	\$ 9,070,295	\$ 9,159,865	\$ 9,151,755	\$ 8,977,429	\$ 9,065,718
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Net loss and LAE reserves	\$ 289,205	\$ 302,834	\$ 314,679	\$ 319,620	\$ 307,643	\$ 416,555	\$ 425,576	\$ 458,211
Net asbestos 3 year survival ratio	5.1	5.6	5.9	5.9	6.6	7.5	7.2	8.7
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax book yield to maturity	3.0%	2.9%	2.8%	3.0%	3.1%	3.0%	3.1%	3.1%
After-tax book yield to maturity	2.5%	2.5%	2.5%	2.6%	2.7%	2.6%	2.6%	2.7%
Modified duration of fixed income portfolio (in years)	3.2	3.1	3.1	3.2	3.2	3.2	3.1	3.1
Average credit quality	Aa3	Aa3	Aa3	Aa3	A1	A1	A1	A1
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.65 TO 1	0.65 TO 1	0.66 TO 1	0.68 TO 1	0.69 TO 1	0.66 TO 1	0.67 TO 1	0.69 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.17 TO 1	1.17 TO 1	1.16 TO 1	1.19 TO 1	1.22 TO 1	1.18 TO 1	1.17 TO 1	1.22 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 4,499,155	\$ 4,404,628	\$ 1,782,616	\$ 1,363,351	\$ 1,353,189	\$ 1,487,085	\$ 1,724,943	\$ 1,261,661	\$ 1,418,024	\$ 1,402,892
Net written premiums	3,901,054	3,860,362	1,564,644	1,154,953	1,181,457	1,321,949	1,500,355	1,135,718	1,224,289	1,268,440
Premiums earned	\$ 3,879,201	\$ 3,920,607	\$ 1,371,474	\$ 1,288,860	\$ 1,218,867	\$ 1,372,235	\$ 1,362,864	\$ 1,285,255	\$ 1,272,488	\$ 1,318,313
Incurred losses and LAE										
Attritional - current year	2,197,448	2,304,671	769,328	735,762	692,358	737,861	837,391	751,519	715,761	725,955
Attritional - prior year	(3,783)	(829)	(660)	(1,710)	(1,413)	(30,816)	8	(90)	(747)	(9,219)
Catastrophes	151,068	61,109	17,500	123,764	9,804	(7,281)	34,213	26,755	141	(14,089)
Total incurred losses and LAE	2,344,733	2,364,951	786,168	857,816	700,749	699,764	871,612	778,184	715,155	702,647
Commission and brokerage	880,053	868,807	309,545	295,502	275,006	314,839	295,193	290,520	283,094	310,760
Other underwriting expenses	222,750	188,623	78,563	72,077	72,110	68,447	67,980	61,902	58,741	65,889
Underwriting gain (loss)	\$ 431,665	\$ 498,226	\$ 197,198	\$ 63,465	\$ 171,002	\$ 289,185	\$ 128,079	\$ 154,649	\$ 215,498	\$ 239,017
Loss ratio										
Attritional - current year	56.6%	58.8%	56.0%	57.1%	56.8%	53.8%	61.4%	58.5%	56.3%	55.1%
Attritional - prior year	-0.1%	0.0%	0.0%	-0.1%	-0.1%	-2.2%	0.0%	0.0%	-0.1%	-0.6%
Catastrophes	3.9%	1.5%	1.3%	9.6%	0.8%	-0.6%	2.5%	2.1%	0.0%	-1.1%
Total loss ratio	60.4%	60.3%	57.3%	66.6%	57.5%	51.0%	63.9%	60.6%	56.2%	53.4%
Commission and brokerage ratio	22.7%	22.2%	22.6%	22.9%	22.6%	22.9%	21.7%	22.6%	22.2%	23.6%
Other underwriting expenses	5.8%	4.8%	5.7%	5.6%	5.9%	5.0%	5.0%	4.8%	4.7%	4.9%
Combined ratio	88.9%	87.3%	85.6%	95.1%	86.0%	78.9%	90.6%	88.0%	83.1%	81.9%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	56.8%	58.8%	56.1%	57.4%	56.8%	53.8%	61.6%	58.5%	56.3%	55.0%
Attritional combined ratio	85.2%	85.8%	84.4%	86.1%	85.3%	81.7%	88.3%	85.9%	83.1%	83.6%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 3,134,690	\$ 3,231,616	\$ 1,249,577	\$ 908,085	\$ 977,029	\$ 1,127,810	\$ 1,235,819	\$ 918,031	\$ 1,077,766	\$ 1,095,762
Net written premiums	2,853,191	2,837,972	1,224,428	771,258	857,505	1,018,452	1,081,394	835,871	920,707	1,003,538
Premiums earned	\$ 2,912,933	\$ 3,031,896	\$ 1,017,363	\$ 964,151	\$ 931,419	\$ 994,286	\$ 1,002,121	\$ 1,017,408	\$ 1,012,367	\$ 1,030,052
Incurred losses and LAE										
Attritional - current year	1,516,768	1,674,158	513,208	509,688	493,872	487,217	574,459	564,730	534,969	491,939
Attritional - prior year	(17,118)	(32,284)	(5,000)	(3,769)	(8,349)	(151,420)	861	(32,400)	(745)	(29,580)
Catastrophes	112,822	61,025	17,481	85,364	9,977	(7,276)	33,964	26,732	329	(14,109)
Total incurred losses and LAE	1,612,472	1,702,899	525,689	591,283	495,500	328,521	609,284	559,062	534,553	448,250
Commission and brokerage	733,369	741,682	254,656	247,188	231,525	265,751	244,924	252,227	244,531	275,518
Other underwriting expenses	92,968	89,391	34,080	28,421	30,467	31,016	32,303	28,644	28,444	31,562
Underwriting gain (loss)	\$ 474,124	\$ 497,924	\$ 202,938	\$ 97,259	\$ 173,927	\$ 368,998	\$ 115,610	\$ 177,475	\$ 204,839	\$ 274,722
Loss ratio										
Attritional - current year	52.1%	55.2%	50.4%	52.9%	53.0%	49.0%	57.3%	55.5%	52.9%	47.7%
Attritional - prior year	-0.6%	-1.1%	-0.5%	-0.4%	-0.9%	-15.3%	0.1%	-3.2%	-0.1%	-2.8%
Catastrophes	3.9%	2.1%	1.7%	8.9%	1.1%	-0.7%	3.4%	2.6%	0.0%	-1.4%
Total loss ratio	55.4%	56.2%	51.6%	61.4%	53.2%	33.0%	60.8%	54.9%	52.8%	43.5%
Commission and brokerage ratio	25.2%	24.5%	25.0%	25.6%	24.9%	26.7%	24.4%	24.8%	24.2%	26.7%
Other underwriting expense ratio	3.1%	2.9%	3.5%	2.9%	3.2%	3.2%	3.3%	2.9%	2.8%	3.1%
Combined ratio	83.7%	83.6%	80.1%	89.9%	81.3%	62.9%	88.5%	82.6%	79.8%	73.3%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	52.2%	55.3%	50.5%	53.3%	53.0%	49.0%	57.5%	55.5%	52.9%	47.7%
Attritional combined ratio	80.7%	82.7%	78.9%	82.1%	81.1%	78.9%	85.2%	83.1%	79.8%	77.5%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 1,597,005	\$ 1,615,276	\$ 654,770	\$ 405,530	\$ 536,706	\$ 532,616	\$ 601,570	\$ 451,059	\$ 562,647	\$ 491,209
Net written premiums	1,491,155	1,383,647	678,848	341,616	470,691	472,205	511,238	388,006	484,403	447,686
Premiums earned	\$ 1,478,974	\$ 1,480,427	\$ 519,160	\$ 473,273	\$ 486,541	\$ 472,253	\$ 488,485	\$ 480,848	\$ 511,094	\$ 508,511
Incurred losses and LAE										
Attritional - current year	736,791	732,432	263,650	232,329	240,812	208,177	225,520	259,226	247,686	241,932
Attritional - prior year	(9,541)	(24,333)	(5,000)	-	(4,541)	(98,785)	511	(24,168)	(676)	22,246
Catastrophes	5,056	(8,524)	17,622	(12,739)	173	16,114	(87)	(6,313)	(2,124)	(11,126)
Total incurred losses and LAE	732,306	699,575	276,272	219,590	236,444	125,506	225,944	228,745	244,886	253,052
Commission and brokerage	354,608	364,005	116,667	120,624	117,317	129,256	121,050	120,171	122,784	127,125
Other underwriting expenses	39,856	37,054	14,265	12,132	13,459	13,033	13,718	11,807	11,529	12,529
Underwriting gain (loss)	\$ 352,204	\$ 379,793	\$ 111,956	\$ 120,927	\$ 119,321	\$ 204,458	\$ 127,773	\$ 120,125	\$ 131,895	\$ 115,805
Loss ratio										
Attritional - current year	49.8%	49.5%	50.8%	49.1%	49.5%	44.1%	46.2%	53.9%	48.4%	47.6%
Attritional - prior year	-0.6%	-1.6%	-1.0%	0.0%	-0.9%	-20.9%	0.2%	-5.0%	-0.1%	4.4%
Catastrophes	0.3%	-0.6%	3.4%	-2.7%	0.0%	3.4%	-0.1%	-1.3%	-0.4%	-2.2%
Total loss ratio	49.5%	47.3%	53.2%	46.4%	48.6%	26.6%	46.3%	47.6%	47.9%	49.8%
Commission and brokerage ratio	24.0%	24.6%	22.5%	25.5%	24.1%	27.4%	24.8%	25.0%	24.0%	25.0%
Other underwriting expense ratio	2.7%	2.4%	2.7%	2.5%	2.8%	2.7%	2.7%	2.4%	2.3%	2.4%
Combined ratio	76.2%	74.3%	78.4%	74.4%	75.5%	56.7%	73.8%	75.0%	74.2%	77.2%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	49.8%	49.5%	50.8%	49.1%	49.5%	44.1%	46.2%	53.9%	48.5%	47.6%
Attritional combined ratio	76.5%	76.6%	76.0%	77.1%	76.4%	74.2%	73.8%	81.4%	74.8%	75.0%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 925,028	\$ 989,920	\$ 348,812	\$ 340,625	\$ 235,591	\$ 344,286	\$ 363,092	\$ 299,830	\$ 326,998	\$ 407,778
Net written premiums	799,908	896,872	316,207	281,201	202,500	312,106	318,478	316,656	261,738	359,398
Premiums earned	\$ 823,493	\$ 935,228	\$ 282,442	\$ 290,601	\$ 250,450	\$ 315,883	\$ 291,396	\$ 338,263	\$ 305,569	\$ 352,504
Incurred losses and LAE										
Attritional - current year	437,276	565,245	132,601	159,543	145,132	156,072	195,511	191,858	177,876	161,307
Attritional - prior year	(11,200)	(2,721)	-	(3,769)	(7,431)	(28,707)	350	(3,020)	(51)	(15,668)
Catastrophes	105,504	68,228	(10,420)	106,090	9,834	(8,226)	33,152	33,249	1,827	(1,631)
Total incurred losses and LAE	531,580	630,752	122,181	261,864	147,535	119,139	229,013	222,087	179,652	144,008
Commission and brokerage	209,348	226,321	78,384	66,678	64,286	71,859	70,894	84,813	70,614	90,513
Other underwriting expenses	26,822	25,292	11,030	7,969	7,823	9,011	9,128	8,049	8,115	9,915
Underwriting gain (loss)	\$ 55,743	\$ 52,863	\$ 70,847	\$ (45,910)	\$ 30,806	\$ 115,874	\$ (17,639)	\$ 23,314	\$ 47,188	\$ 108,068
Loss ratio										
Attritional - current year	53.1%	60.4%	46.9%	54.9%	57.9%	49.4%	67.1%	56.8%	58.2%	45.8%
Attritional - prior year	-1.4%	-0.3%	0.0%	-1.3%	-3.0%	-9.1%	0.1%	-0.9%	0.0%	-4.4%
Catastrophes	12.8%	7.3%	-3.7%	36.5%	4.0%	-2.6%	11.4%	9.8%	0.6%	-0.5%
Total loss ratio	64.5%	67.4%	43.2%	90.1%	58.9%	37.7%	78.6%	65.7%	58.8%	40.9%
Commission and brokerage ratio	25.4%	24.2%	27.8%	22.9%	25.7%	22.7%	24.3%	25.1%	23.1%	25.7%
Other underwriting expense ratio	3.3%	2.7%	3.9%	2.8%	3.1%	2.9%	3.2%	2.3%	2.7%	2.7%
Combined ratio	93.2%	94.3%	74.9%	115.8%	87.7%	63.3%	106.1%	93.1%	84.6%	69.3%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	53.6%	60.6%	47.1%	56.3%	57.9%	49.4%	67.6%	56.8%	58.2%	45.7%
Attritional combined ratio	82.6%	87.6%	78.9%	82.6%	86.7%	75.0%	95.3%	84.2%	84.0%	74.2%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 612,657	\$ 626,420	\$ 245,995	\$ 161,930	\$ 204,732	\$ 250,908	\$ 271,157	\$ 167,142	\$ 188,121	\$ 196,775
Net written premiums	562,128	557,453	229,373	148,441	184,314	234,141	251,678	131,209	174,566	196,454
Premiums earned	\$ 610,466	\$ 616,241	\$ 215,761	\$ 200,277	\$ 194,428	\$ 206,150	\$ 222,240	\$ 198,297	\$ 195,704	\$ 169,037
Incurred losses and LAE										
Attritional - current year	342,701	376,481	116,957	117,816	107,928	122,968	153,428	113,646	109,407	88,700
Attritional - prior year	3,623	(5,230)	-	-	3,623	(23,928)	-	(5,212)	(18)	(36,158)
Catastrophes	2,262	1,321	10,279	(7,987)	(30)	(15,164)	899	(204)	626	(1,352)
Total incurred losses and LAE	348,586	372,572	127,236	109,829	111,521	83,876	154,327	108,230	110,015	51,190
Commission and brokerage	169,413	151,356	59,605	59,886	49,922	64,636	52,980	47,243	51,133	57,880
Other underwriting expenses	26,290	27,045	8,785	8,320	9,185	8,972	9,457	8,788	8,800	9,118
Underwriting gain (loss)	\$ 66,177	\$ 65,268	\$ 20,135	\$ 22,242	\$ 23,800	\$ 48,666	\$ 5,476	\$ 34,036	\$ 25,756	\$ 50,849
Loss ratio										
Attritional - current year	56.1%	61.1%	54.2%	58.8%	55.5%	59.6%	69.0%	57.3%	55.9%	52.5%
Attritional - prior year	0.6%	-0.8%	0.0%	0.0%	1.9%	-11.5%	0.0%	-2.6%	0.0%	-21.4%
Catastrophes	0.3%	0.2%	4.8%	-4.0%	0.0%	-7.4%	0.4%	-0.1%	0.3%	-0.8%
Total loss ratio	57.0%	60.5%	59.0%	54.8%	57.4%	40.7%	69.4%	54.6%	56.2%	30.3%
Commission and brokerage ratio	27.8%	24.6%	27.6%	29.9%	25.7%	31.4%	23.8%	23.8%	26.1%	34.2%
Other underwriting expense ratio	4.4%	4.3%	4.1%	4.2%	4.7%	4.3%	4.3%	4.4%	4.5%	5.4%
Combined ratio	89.2%	89.4%	90.7%	88.9%	87.8%	76.4%	97.5%	82.8%	86.8%	69.9%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	56.1%	61.1%	54.2%	58.8%	55.5%	59.6%	69.0%	57.3%	55.9%	52.4%
Attritional combined ratio	88.2%	90.0%	85.9%	92.9%	85.9%	95.3%	97.1%	85.6%	86.5%	91.9%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL INSURANCE

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
Gross written premiums	\$ 1,364,465	\$ 1,173,012	\$ 533,039	\$ 455,266	\$ 376,160	\$ 359,275	\$ 489,124	\$ 343,630	\$ 340,258	\$ 307,130
Net written premiums	1,047,863	1,022,389	340,216	383,695	323,952	303,497	418,960	299,848	303,581	264,902
Premiums earned	\$ 966,268	\$ 888,711	\$ 354,111	\$ 324,709	\$ 287,448	\$ 377,949	\$ 360,742	\$ 267,848	\$ 260,121	\$ 288,261
Incurred losses and LAE										
Attritional - current year	680,680	630,511	256,120	226,074	198,486	250,644	262,931	186,789	180,791	234,016
Attritional - prior year	13,335	31,456	4,340	2,059	6,936	120,604	(852)	32,310	(2)	20,361
Catastrophes	38,246	85	19	38,400	(173)	(5)	249	24	(188)	21
Total incurred losses and LAE	732,261	662,052	260,479	266,533	205,249	371,243	262,328	219,123	180,601	254,398
Commission and brokerage	146,684	127,125	54,889	48,314	43,481	49,088	50,268	38,294	38,563	35,242
Other underwriting expenses	129,782	99,232	44,483	43,656	41,643	37,429	35,677	33,258	30,297	34,329
Underwriting gain (loss)	\$ (42,459)	\$ 302	\$ (5,740)	\$ (33,794)	\$ (2,925)	\$ (79,811)	\$ 12,469	\$ (22,827)	\$ 10,660	\$ (35,708)
Loss ratio										
Attritional - current year	70.4%	70.9%	72.3%	69.6%	69.1%	66.3%	72.9%	69.7%	69.5%	81.2%
Attritional - prior year	1.4%	3.6%	1.2%	0.7%	2.4%	31.9%	-0.3%	12.1%	0.0%	7.1%
Catastrophes	4.0%	0.0%	0.0%	11.8%	-0.1%	0.0%	0.1%	0.0%	-0.1%	0.0%
Total loss ratio	75.8%	74.5%	73.5%	82.1%	71.4%	98.2%	72.7%	81.8%	69.4%	88.3%
Commission and brokerage ratio	15.2%	14.3%	15.5%	14.9%	15.1%	13.0%	13.9%	14.3%	14.8%	12.2%
Other underwriting expense ratio	13.4%	11.2%	12.6%	13.4%	14.5%	9.9%	9.9%	12.4%	11.7%	11.9%
Combined ratio	104.4%	100.0%	101.6%	110.4%	101.0%	121.1%	96.5%	108.5%	95.9%	112.4%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	70.4%	70.9%	72.3%	69.6%	69.1%	66.3%	72.9%	69.7%	69.5%	81.2%
Attritional combined ratio	99.1%	96.4%	100.4%	97.9%	98.7%	89.2%	96.7%	96.5%	96.0%	105.3%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis

(Dollars in thousands)

(unaudited)

INVESTMENTS AND CASH

	At September 30, 2016			At December 31, 2015		
	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	\$ 14,266,113	\$ 13,853,790	\$ 412,323	\$ 13,357,294	\$ 13,276,206	\$ 81,088
Fixed maturities-available for sale, at fair value	3,982	3,982	-	2,102	2,102	-
Equity securities-available for sale, at market value	123,296	126,729	(3,433)	108,940	122,271	(13,331)
Equity securities-available for sale, at fair value	1,090,734	1,090,734	-	1,337,733	1,337,733	-
Other invested assets	1,305,174	1,305,174	-	786,994	786,994	-
Short-term investments	314,494	314,494	-	799,684	799,684	-
Cash	435,795	435,795	-	283,658	283,658	-
Total	\$ 17,539,588	\$ 17,130,698	\$ 408,890	\$ 16,676,405	\$ 16,608,648	\$ 67,757

FIXED INCOME AND CASH

Fixed income investments and cash:

	At September 30, 2016		At December 31, 2015	
	Market Value	% of Total	Market Value	% of Total
Fixed maturities-available for sale, at market value	\$ 14,266,113	95.0%	\$ 13,357,294	92.5%
Fixed maturities-available for sale, at fair value	3,982	0.0%	2,102	0.0%
Short-term investments	314,494	2.1%	799,684	5.5%
Cash	435,795	2.9%	283,658	2.0%
Total	\$ 15,020,384	100.0%	\$ 14,442,738	100.0%

Investment Sectors:

	At September 30, 2016			At December 31, 2015		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Treasury	\$ 877,102	5.8%	\$ 28,931	\$ 816,877	5.7%	\$ 11,604
Agency	2,041	0.0%	7	2,533	0.0%	17
Corporate	5,209,513	34.8%	155,492	4,804,432	33.3%	(12,168)
Mortgage-backed securities						
Agency	2,495,351	16.6%	34,278	2,320,524	16.1%	7,259
Non-agency residential	251	0.0%	(5)	369	0.0%	(4)
Alt.-A	471	0.0%	5	529	0.0%	9
Commercial	301,907	2.0%	5,127	266,299	1.8%	1,375
Asset-backed securities	495,743	3.3%	3,519	467,226	3.2%	(3,094)
Municipal	765,004	5.1%	39,855	703,075	4.9%	33,130
Non-US	4,122,712	27.4%	145,114	3,977,532	27.5%	42,960
Cash & short-term investments	750,289	5.0%	-	1,083,342	7.5%	-
Total	\$ 15,020,384	100.0%	\$ 412,323	\$ 14,442,738	100.0%	\$ 81,088

Credit Quality:

	At September 30, 2016		At December 31, 2015	
	Market Value	% of Total	Market Value	% of Total
AAA	\$ 6,381,779	42.5%	\$ 6,378,676	44.2%
AA	2,705,685	18.0%	2,546,399	17.6%
A	2,960,560	19.7%	2,766,456	19.2%
BBB	1,507,211	10.0%	1,416,632	9.8%
BB	869,537	5.8%	810,458	5.6%
B	426,301	2.8%	409,098	2.8%
Rated Below B	51,264	0.4%	65,516	0.5%
Other	118,047	0.8%	49,503	0.3%
Total	\$ 15,020,384	100.0%	\$ 14,442,738	100.0%

EVEREST RE GROUP, LTD.

Supplemental Investment Portfolio Analysis (cont.)

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	September 30, 2016	
	Market Value	Unrealized Gain / (Loss)
<u>Top 20 Largest Corporate Fixed Income Positions:</u>		
Daimler AG	\$ 93,959	\$ 2,388
Apple Inc.	91,748	3,718
Royal Bank of Canada	88,817	2,273
JPMorgan Chase & Co.	86,864	5,671
The Toronto-Dominion Bank	82,819	4,572
Caterpillar Financial Services Corporation	78,786	4,724
Toyota Motor Credit Corporation	73,494	2,355
Wells Fargo & Company	72,324	1,145
Lloyds Banking Group plc	69,653	3,116
The Bank of Nova Scotia	66,741	1,442
Westpac Banking Corporation	65,528	3,010
General Electric Capital Corporation	65,345	4,675
National Australia Bank Limited	64,820	3,141
Deere & Company	61,029	1,945
American Honda Finance Corporation	56,364	612
Commonwealth Bank of Australia	55,765	2,862
AT&T, Inc.	53,046	1,057
The PNC Financial Services Group, Inc.	52,619	2,263
Anheuser-Busch InBev SA/NV	50,982	1,468
Sumitomo Mitsui Banking Corporation	50,722	832
Total	<u>\$ 1,381,425</u>	<u>\$ 53,269</u>

	December 31, 2015	
	Market Value	Unrealized Gain / (Loss)
<u>Top 20 Largest Corporate Fixed Income Positions:</u>		
Royal Bank of Canada	\$ 89,823	\$ 1,060
Daimler AG	85,255	535
Apple Inc.	84,649	746
JPMorgan Chase & Co.	81,037	4,639
Toyota Motor Credit Corporation	79,221	1,104
The Toronto-Dominion Bank	75,224	2,393
Caterpillar Financial Services Corporation	74,937	3,400
Commonwealth Bank of Australia	72,307	2,728
General Electric Capital Corporation	66,373	5,476
The Bank of Nova Scotia	65,388	140
Westpac Banking Corporation	58,939	2,217
Wells Fargo & Company	56,382	168
Verizon Communications Inc.	54,809	4,127
Lloyds Banking Group plc	54,641	2,414
Kredit Fuer Wiederaufbau	52,506	4,001
Deere & Company	51,874	205
American Express Company	49,273	2,498
Sumitomo Mitsui Banking Corporation	49,178	(62)
BP Capital Markets p.l.c.	47,777	434
Canadian Imperial Bank of Commerce	46,676	(797)
Total	<u>\$ 1,296,269</u>	<u>\$ 37,426</u>

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	September 30, 2016		December 31, 2015
<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>	<u>Top 20 Largest Equity Positions:</u>	<u>Fair Value</u>
Microsoft Corporation	\$ 23,008	Wells Fargo & Company	\$ 35,368
The Home Depot, Inc.	19,759	The Home Depot, Inc.	25,835
Johnson & Johnson	18,564	Microsoft Corporation	23,793
Chevron Corporation	17,285	The Charles Schwab Corporation	21,240
Cisco Systems, Inc.	16,706	Ametek Inc.	20,848
JPMorgan Chase & Co.	16,394	Brookfield Asset Management Inc.	20,254
Merck & Company, Inc.	16,215	Valeant Pharmaceuticals International, Inc.	18,643
Philip Morris International, Inc.	15,916	Visa Inc.	17,564
Pfizer Inc.	15,751	Johnson & Johnson	17,338
Exxon Mobil Corporation	15,405	Berkshire Hathaway, Inc.	17,194
Simon Property Group, Inc.	15,155	Nestlé S.A.	16,815
Wells Fargo & Company	15,100	Celgene Corporation	16,730
General Electric Company	14,718	JPMorgan Chase & Co.	16,652
Intel Corporation	13,628	United Parcel Service, Inc.	16,463
Verizon Communications Inc.	13,305	General Electric Company	16,335
Marsh & McLennan Companies, Inc.	13,131	Chevron Corporation	16,128
The Westaim Corporation	12,892	Simon Property Group, Inc.	15,441
Dominion Resources, Inc.	12,631	Liberty Global plc	15,409
Magellan Midstream Partners LP	12,438	Allergan plc	15,063
Occidental Petroleum Corporation	10,682	Exxon Mobil Corporation	14,387
Total	<u>\$ 308,683</u>	Total	<u>\$ 377,500</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
NET INVESTMENT INCOME										
Fixed maturities	\$ 306,128	\$ 326,970	\$ 100,752	\$ 102,851	\$ 102,525	\$ 106,127	\$ 108,134	\$ 109,481	\$ 109,355	\$ 113,885
Equity securities	31,967	35,783	9,905	10,923	11,139	9,834	11,090	13,015	11,678	11,082
Short-term investments and cash	1,220	903	475	345	400	322	273	400	230	410
Other invested assets										
Limited partnerships	33,922	13,993	17,077	23,003	(6,158)	438	370	6,655	6,968	15,210
Other	1,334	1,366	1,033	1,151	(850)	438	(242)	983	625	399
Gross investment income before adjustments	374,571	379,015	129,242	138,273	107,056	117,159	119,625	130,534	128,856	140,986
Funds held interest income (expense)	5,818	8,162	1,538	1,740	2,540	2,605	2,569	2,717	2,876	2,596
Future policy benefit reserve income (expense)	(1,243)	(1,402)	(517)	(425)	(301)	(505)	(300)	(709)	(393)	(771)
Gross investment income	379,146	385,775	130,263	139,588	109,295	119,259	121,894	132,542	131,339	142,811
Investment Expenses	21,228	22,816	7,606	6,851	6,771	8,745	6,491	7,552	8,773	8,788
Net investment income	\$ 357,918	\$ 362,959	\$ 122,657	\$ 132,737	\$ 102,524	\$ 110,514	\$ 115,403	\$ 124,990	\$ 122,566	\$ 134,023

	Nine Months Ended		Three Months Ended							
	September 30, 2016	September 30, 2015	September 30, 2016	June 30, 2016	March 31, 2016	December 31, 2015	September 30, 2015	June 30, 2015	March 31, 2015	December 31, 2014
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ (39,274)	\$ (78,433)	\$ 5,086	\$ 1,575	\$ (45,935)	\$ (46,096)	\$ (25,680)	\$ (18,801)	\$ (33,952)	\$ (42,985)
Equity securities	26,083	(116,236)	23,325	31,083	(28,325)	56,602	(134,306)	(5,377)	23,447	56,337
Sale of subsidiary	(28,032)	-	(28,032)	-	-	-	-	-	-	-
Short-term investments	2	15	1	-	1	1	15	-	-	-
Total net realized capital gains (losses)	\$ (41,221)	\$ (194,654)	\$ 380	\$ 32,658	\$ (74,259)	\$ 10,507	\$ (159,971)	\$ (24,178)	\$ (10,505)	\$ 13,352