

Everest Re Group, Ltd.

Financial Supplement

March 31, 2019



EVEREST®

EVEREST RE GROUP, LTD.
Supplemental GAAP Financial Information

(Dollars in thousands, except per share amounts)

(unaudited)

	Year-to-Date		Quarter-to-Date								
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	
PRODUCTION INFORMATION:											
Gross written premiums	\$ 2,127,108	\$ 1,931,607	\$ 2,127,108	\$ 2,278,361	\$ 2,198,664	\$ 2,066,521	\$ 1,931,607	\$ 1,926,427	\$ 2,044,902	\$ 1,601,649	
Net written premiums	1,851,698	1,672,206	1,851,698	2,057,071	1,938,773	1,746,378	1,672,206	1,693,625	1,798,089	1,339,133	
Net premiums earned	1,732,697	1,619,427	1,732,697	1,850,975	1,731,479	1,729,818	1,619,427	1,657,187	1,598,875	1,369,681	
INVESTMENT INCOME:											
Pre-tax investment income	\$ 140,976	\$ 138,294	\$ 140,976	\$ 140,204	\$ 161,363	\$ 141,322	\$ 138,294	\$ 149,128	\$ 136,973	\$ 134,508	
Effective tax rate	14.9%	10.6%	14.9%	12.1%	11.8%	11.2%	10.6%	18.0%	17.8%	17.0%	
After-tax investment income	\$ 119,997	\$ 123,661	\$ 119,997	\$ 123,220	\$ 142,302	\$ 125,563	\$ 123,661	\$ 122,338	\$ 112,604	\$ 111,652	
Net pre-tax yield - amortized cost	3.0%	3.0%	3.0%	3.0%	3.5%	3.1%	3.0%	3.3%	3.1%	3.0%	
Net after-tax yield - amortized cost	2.6%	2.7%	2.6%	2.6%	3.1%	2.7%	2.7%	2.7%	2.5%	2.5%	
CATASTROPHE INFORMATION:											
Net pre-tax catastrophe losses ⁽¹⁾	\$ 25,000	\$ 99,977	\$ 25,000	\$ 875,000	\$ 230,000	\$ 464,808	\$ 99,977	\$ 35,832	\$ 1,229,020	\$ 53,464	
After-tax effect of catastrophe losses on earnings per basic common share ⁽¹⁾	(0.53)	(1.94)	(0.53)	(17.28)	(4.68)	(9.31)	(1.94)	(1.78)	(22.09)	(1.13)	
After-tax effect of catastrophe losses on earnings per diluted common share ⁽¹⁾	(0.53)	(1.93)	(0.53)	(17.28)	(4.66)	(9.26)	(1.93)	(1.77)	(22.09)	(1.13)	
EFFECTIVE TAX RATE ON:											
Net income (loss)	14.7%	3.4%	14.7%	-45.6%	-4.1%	-15.0%	3.4%	17.9%	-29.3%	10.8%	
Net realized capital gains (losses)	19.9%	-22.3%	19.9%	-16.7%	20.5%	33.3%	-22.3%	31.0%	32.0%	27.9%	
Foreign exchange income (expense)	21.8%	-0.2%	21.8%	-45.6%	-20.1%	0.4%	-0.2%	9.4%	1.7%	NM	
Operating income	12.5%	5.5%	12.5%	-54.9%	-12.1%	-55.8%	5.5%	16.2%	-30.9%	7.0%	
AFTER-TAX EARNINGS:											
Net income (loss)	\$ 348,900	\$ 210,318	\$ 348,900	\$ (382,274)	\$ 205,613	\$ 69,895	\$ 210,318	\$ 571,025	\$ (639,374)	\$ 245,674	
Per basic common share	8.57	5.14	8.57	(9.50)	5.04	1.71	5.14	13.92	(15.73)	5.98	
Per diluted common share	8.54	5.11	8.54	(9.50)	5.02	1.70	5.11	13.85	(15.73)	5.95	
Net realized capital gains (losses)	73,905	(19,355)	73,905	(143,870)	43,554	10,519	(19,355)	23,226	28,246	18,224	
Per basic common share	1.81	(0.47)	1.81	(3.58)	1.07	0.26	(0.47)	0.57	0.70	0.44	
Per diluted common share	1.81	(0.47)	1.81	(3.58)	1.06	0.26	(0.47)	0.56	0.70	0.44	
Foreign exchange income (expense)	(7,373)	9,933	(7,373)	(2,235)	(5,435)	19,026	9,933	20,595	(43,964)	(6,267)	
Per basic common share	(0.18)	0.24	(0.18)	(0.06)	(0.13)	0.46	0.24	0.50	(1.08)	(0.15)	
Per diluted common share	(0.18)	0.24	(0.18)	(0.06)	(0.13)	0.46	0.24	0.50	(1.08)	(0.15)	
Income (loss) on TCJA Reform Act	-	-	-	703	-	-	-	(8,246)	-	-	
Per basic common share	-	-	-	0.02	-	-	-	(0.20)	-	-	
Per diluted common share	-	-	-	0.02	-	-	-	(0.20)	-	-	
Operating income ⁽²⁾	282,368	219,740	282,368	(236,872)	167,494	40,350	219,740	535,450	(623,656)	233,717	
Per basic common share	6.93	5.37	6.93	(5.89)	4.11	0.99	5.37	13.06	(15.35)	5.69	
Per diluted common share	6.91	5.34	6.91	(5.89)	4.09	0.98	5.34	12.98	(15.35)	5.66	
WEIGHTED-AVERAGE COMMON SHARES OUTSTANDING:											
Basic	40,304	40,469	40,304	40,233	40,350	40,504	40,469	40,589	40,638	40,624	
Diluted	40,445	40,689	40,445	40,408	40,542	40,710	40,689	40,817	40,883	40,874	

(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							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
COMBINED RATIO:										
Loss ratio	60.5%	65.3%	60.5%	108.1%	72.3%	77.5%	65.3%	41.1%	138.2%	62.9%
Commission and brokerage ratio	22.5%	22.1%	22.5%	21.4%	22.0%	22.2%	22.1%	23.5%	20.8%	21.9%
Other underwriting expense ratio	5.7%	5.9%	5.7%	4.6%	5.7%	5.4%	5.9%	5.4%	4.6%	5.7%
Combined ratio	88.7%	93.3%	88.7%	134.1%	100.0%	105.1%	93.3%	70.0%	163.6%	90.5%
CASH FLOW INFORMATION:										
Cash flow provided by operations	\$ 459,802	\$ 195,640	\$ 459,802	\$ 66,440	\$ 410,981	\$ (62,992)	\$ 195,640	\$ 118,475	\$ 409,856	\$ 252,550
Paid losses, net	920,694	1,195,986	920,694	1,257,134	874,316	1,384,504	1,195,986	1,128,629	752,588	772,985
Paid cats, net	249,220	265,793	249,220	371,448	181,270	307,358	265,793	439,765	188,637	63,592
Paid (recovered) asbestos and environmental losses, net	11,192	16,382	11,192	8,670	12,730	18,842	16,382	12,058	9,926	7,237
Taxes paid (recovered)	(90,846)	(51,253)	(90,846)	2,877	(23,790)	7,102	(51,253)	(4,959)	930	48,179
RETURN ON EQUITY:										
Beginning of period shareholders' equity	\$ 7,903,804	\$ 8,369,232	\$ 7,903,804	\$ 8,329,013	\$ 8,241,349	\$ 8,344,180	\$ 8,369,232	\$ 7,969,331	\$ 8,584,798	\$ 8,347,876
Net unrealized depreciation (appreciation) of investments	179,392	(49,969)	179,392	213,020	192,156	150,628	(49,969)	(117,574)	(128,782)	(132,907)
Adjusted beginning of period shareholders' equity	\$ 8,083,196	\$ 8,319,263	\$ 8,083,196	\$ 8,542,033	\$ 8,433,505	\$ 8,494,808	\$ 8,319,263	\$ 7,851,757	\$ 8,456,016	\$ 8,214,969
End of period shareholders' equity	\$ 8,426,629	\$ 8,344,180	\$ 8,426,629	\$ 7,903,804	\$ 8,329,013	\$ 8,241,349	\$ 8,344,180	\$ 8,369,232	\$ 7,969,331	\$ 8,584,798
End of period adjustment for adoption of ASU 2018-02	-	-	-	-	-	-	-	(5,709)	-	-
Net unrealized depreciation (appreciation) of investments	(51,851)	150,628	(51,851)	179,392	213,020	192,156	150,628	(44,260)	(117,574)	(128,782)
Adjusted end of period shareholders' equity	\$ 8,374,778	\$ 8,494,808	\$ 8,374,778	\$ 8,083,196	\$ 8,542,033	\$ 8,433,505	\$ 8,494,808	\$ 8,319,263	\$ 7,851,757	\$ 8,456,016
Average adjusted shareholders' equity	\$ 8,228,987	\$ 8,407,036	\$ 8,228,987	\$ 8,312,615	\$ 8,487,769	\$ 8,464,157	\$ 8,407,036	\$ 8,085,510	\$ 8,153,887	\$ 8,335,493
After-tax operating income ⁽²⁾	\$ 282,368	\$ 219,740	\$ 282,368	\$ (236,872)	\$ 167,494	\$ 40,350	\$ 219,740	\$ 535,450	\$ (623,656)	\$ 233,717
After-tax net realized capital gains (losses)	73,905	(19,355)	73,905	(143,870)	43,554	10,519	(19,355)	23,226	28,246	18,224
After-tax foreign exchange income (expense)	(7,373)	9,933	(7,373)	(2,235)	(5,435)	19,026	9,933	20,595	(43,964)	(6,267)
After-tax TCJA Reform Act income (loss)	-	-	-	703	-	-	-	(8,246)	-	-
Net income (loss)	\$ 348,900	\$ 210,318	\$ 348,900	\$ (382,274)	\$ 205,613	\$ 69,895	\$ 210,318	\$ 571,025	\$ (639,374)	\$ 245,674
Return on equity (annualized)										
After-tax operating income ⁽²⁾	13.7%	10.5%	13.7%	-11.4%	7.9%	1.9%	10.5%	26.5%	-30.6%	11.2%
After-tax net realized capital gains (losses)	3.6%	-1.0%	3.6%	-6.9%	2.1%	0.5%	-1.0%	1.1%	1.4%	0.9%
After-tax foreign exchange income (expense)	-0.3%	0.5%	-0.3%	-0.1%	-0.3%	0.9%	0.5%	1.0%	-2.2%	-0.3%
After-tax TCJA Reform Act income (loss)	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	-0.4%	0.0%	0.0%
Net income (loss)	17.0%	10.0%	17.0%	-18.4%	9.7%	3.3%	10.0%	28.2%	-31.4%	11.8%

(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)

	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
BALANCE SHEET HIGHLIGHTS:								
Total investments and cash	\$ 19,223,944	\$ 18,433,066	\$ 18,665,898	\$ 18,205,684	\$ 18,582,914	\$ 18,626,535	\$ 18,482,036	\$ 18,201,201
Total assets	25,630,507	24,793,999	24,410,857	23,885,885	23,513,196	23,591,792	23,936,269	22,521,891
Reserve for losses and loss adjustment expenses ("LAE") (gross)	13,247,102	13,119,090	12,390,153	12,043,334	11,793,346	11,884,321	12,455,357	10,475,705
Future policy benefit reserve	46,881	46,778	47,871	48,845	49,106	51,014	54,279	54,238
Senior notes due 6/1/2044	396,984	396,954	396,924	396,894	396,864	396,834	396,804	396,774
Long term notes due 5/1/2067	236,684	236,659	236,634	236,610	236,585	236,561	236,536	236,511
Shareholders' equity	8,426,629	7,903,804	8,329,013	8,241,349	8,344,180	8,369,232	7,969,331	8,584,798
Common shares outstanding	40,771	40,651	40,647	40,860	40,979	40,835	41,068	41,065
Book value per common share outstanding	\$ 206.68	\$ 194.43	\$ 204.91	\$ 201.70	\$ 203.62	\$ 204.95	\$ 194.05	\$ 209.05
TOTAL LOSS RESERVES:								
Gross reserve for losses and LAE	\$ 13,247,102	\$ 13,119,090	\$ 12,390,153	\$ 12,043,334	\$ 11,793,346	\$ 11,884,321	\$ 12,455,357	\$ 10,475,705
Reinsurance receivables on unpaid losses	(1,621,292)	(1,619,641)	(1,601,041)	(1,621,639)	(1,234,971)	(1,212,649)	(1,298,125)	(914,855)
Net reserve for losses and LAE	\$ 11,625,810	\$ 11,499,449	\$ 10,789,112	\$ 10,421,695	\$ 10,558,375	\$ 10,671,672	\$ 11,157,232	\$ 9,560,850
ASBESTOS AND ENVIRONMENTAL LOSS RESERVES:								
Net loss and LAE reserves	\$ 251,633	\$ 261,456	\$ 270,127	\$ 282,857	\$ 301,699	\$ 318,081	\$ 293,002	\$ 302,928
Net asbestos 3 year survival ratio	5.2	5.7	5.1	5.6	6.4	6.2	5.6	5.3
END OF PERIOD INVESTMENT PORTFOLIO INFORMATION:								
Pre-tax book yield to maturity	3.5%	3.4%	3.2%	3.3%	3.1%	3.0%	3.0%	2.9%
After-tax book yield to maturity	3.1%	3.0%	2.9%	2.9%	2.8%	2.8%	2.5%	2.4%
Modified duration of fixed income portfolio (in years)	3.1	3.0	3.2	3.2	3.2	3.1	3.2	3.2
Average credit quality	Aa3	Aa3	A1	A1	A1	Aa3	Aa3	A1
OPERATING LEVERAGE:								
Ratio of net written premiums to shareholders' equity (12 month rolling)	0.90 TO 1	0.94 TO 1	0.85 TO 1	0.84 TO 1	0.78 TO 1	0.75 TO 1	0.74 TO 1	0.66 TO 1
Ratio of net loss and LAE reserves to shareholders' equity	1.38 TO 1	1.45 TO 1	1.30 TO 1	1.26 TO 1	1.27 TO 1	1.28 TO 1	1.40 TO 1	1.11 TO 1

EVEREST RE GROUP, LTD.

Segment Results

(Dollars in thousands)

(unaudited)

TOTAL SEGMENTS

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 2,127,108	\$ 1,931,607	\$ 2,127,108	\$ 2,278,361	\$ 2,198,664	\$ 2,066,521	\$ 1,931,607	\$ 1,926,427	\$ 2,044,902	\$ 1,601,649
Net written premiums	1,851,698	1,672,206	1,851,698	2,057,071	1,938,773	1,746,378	1,672,206	1,693,625	1,798,089	1,339,133
Premiums earned	\$ 1,732,697	\$ 1,619,427	\$ 1,732,697	\$ 1,850,975	\$ 1,731,479	\$ 1,729,818	\$ 1,619,427	\$ 1,657,187	\$ 1,598,875	\$ 1,369,681
Incurred losses and LAE										
Attrititional - current year	1,025,116	957,177	1,025,116	1,112,209	1,014,396	941,589	957,177	913,767	840,701	808,327
Attrititional - prior year	(1,566)	-	(1,566)	(74,153)	(2,538)	(97,430)	-	(262,135)	(865)	(552)
Catastrophes	25,000	100,000	25,000	962,998	240,000	497,155	100,000	28,804	1,370,246	53,500
Total incurred losses and LAE	1,048,550	1,057,177	1,048,550	2,001,054	1,251,858	1,341,314	1,057,177	680,436	2,210,082	861,275
Commission and brokerage	389,474	357,639	389,474	396,588	381,401	383,402	357,639	388,625	333,113	299,956
Other underwriting expenses	98,985	96,284	98,985	84,216	97,942	93,099	96,284	90,916	73,145	78,869
Underwriting gain (loss)	\$ 195,688	\$ 108,327	\$ 195,688	\$ (630,883)	\$ 278	\$ (87,997)	\$ 108,327	\$ 497,210	\$ (1,017,465)	\$ 129,581
Loss ratio										
Attrititional - current year	59.2%	59.1%	59.2%	60.0%	58.5%	54.3%	59.1%	55.2%	52.6%	59.0%
Attrititional - prior year	-0.1%	0.0%	-0.1%	-4.0%	-0.1%	-5.6%	0.0%	-15.8%	-0.1%	0.0%
Catastrophes	1.4%	6.2%	1.4%	52.1%	13.9%	28.8%	6.2%	1.7%	85.7%	3.9%
Total loss ratio	60.5%	65.3%	60.5%	108.1%	72.3%	77.5%	65.3%	41.1%	138.2%	62.9%
Commission and brokerage ratio	22.5%	22.1%	22.5%	21.4%	22.0%	22.2%	22.1%	23.5%	20.8%	21.9%
Other underwriting expenses	5.7%	5.9%	5.7%	4.6%	5.7%	5.4%	5.9%	5.4%	4.6%	5.7%
Combined ratio	88.7%	93.3%	88.7%	134.1%	100.0%	105.1%	93.3%	70.0%	163.6%	90.5%
Ratios excluding reinstatement premium impact										
Attrititional loss ratio - current year	59.2%	59.1%	59.2%	63.1%	58.9%	55.5%	59.1%	54.9%	57.7%	59.0%
Attrititional combined ratio	87.4%	87.1%	87.4%	90.4%	86.8%	83.5%	87.1%	83.7%	85.5%	86.7%

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EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

TOTAL REINSURANCE

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 1,532,051	\$ 1,426,632	\$ 1,532,051	\$ 1,695,990	\$ 1,681,406	\$ 1,420,573	\$ 1,426,632	\$ 1,350,986	\$ 1,564,842	\$ 1,032,349
Net written premiums	1,394,553	1,285,954	1,394,553	1,590,365	1,553,286	1,276,848	1,285,954	1,242,938	1,427,650	875,450
Premiums earned	\$ 1,307,519	\$ 1,226,123	\$ 1,307,519	\$ 1,432,855	\$ 1,312,716	\$ 1,321,377	\$ 1,226,123	\$ 1,259,264	\$ 1,223,211	\$ 1,005,767
Incurred losses and LAE										
Attritional - current year	748,764	697,130	748,764	836,345	736,178	670,920	697,130	646,851	583,716	572,516
Attritional - prior year	(1,566)	-	(1,566)	(22,969)	(2,490)	(96,419)	-	(197,423)	(866)	(7,552)
Catastrophes	25,000	104,600	25,000	947,152	228,500	486,655	104,600	33,053	1,206,983	40,450
Total incurred losses and LAE	772,198	801,730	772,198	1,760,528	962,188	1,061,156	801,730	482,481	1,789,833	605,414
Commission and brokerage	322,637	290,984	322,637	324,929	314,550	321,118	290,984	320,444	265,751	240,756
Other underwriting expenses	35,769	37,595	35,769	31,503	37,193	36,583	37,595	36,960	29,451	33,114
Underwriting gain (loss)	\$ 176,915	\$ 95,814	\$ 176,915	\$ (684,105)	\$ (1,215)	\$ (97,480)	\$ 95,814	\$ 419,379	\$ (861,824)	\$ 126,483
Loss ratio										
Attritional - current year	57.3%	56.9%	57.3%	58.4%	56.1%	50.8%	56.9%	51.4%	47.7%	57.0%
Attritional - prior year	-0.1%	0.0%	-0.1%	-1.6%	-0.2%	-7.3%	0.0%	-15.7%	-0.1%	-0.8%
Catastrophes	1.9%	8.5%	1.9%	66.1%	17.4%	36.8%	8.5%	2.6%	98.7%	4.0%
Total loss ratio	59.1%	65.4%	59.1%	122.9%	73.3%	80.3%	65.4%	38.3%	146.3%	60.2%
Commission and brokerage ratio	24.7%	23.7%	24.7%	22.7%	24.0%	24.3%	23.7%	25.4%	21.7%	23.9%
Other underwriting expense ratio	2.7%	3.1%	2.7%	2.1%	2.8%	2.8%	3.1%	3.0%	2.5%	3.3%
Combined ratio	86.5%	92.2%	86.5%	147.7%	100.1%	107.4%	92.2%	66.7%	170.5%	87.4%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	57.3%	56.9%	57.3%	62.2%	56.5%	52.0%	56.9%	51.1%	53.9%	56.9%
Attritional combined ratio	84.7%	83.7%	84.7%	88.7%	83.5%	79.8%	83.7%	79.3%	81.2%	84.2%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

U.S. REINSURANCE

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 764,146	\$ 644,222	\$ 764,146	\$ 777,168	\$ 940,839	\$ 652,109	\$ 644,222	\$ 630,765	\$ 908,256	\$ 474,993
Net written premiums	669,707	545,831	669,707	684,305	845,743	566,303	545,831	533,488	809,298	385,267
Premiums earned	\$ 626,471	\$ 563,385	\$ 626,471	\$ 691,059	\$ 670,663	\$ 603,884	\$ 563,385	\$ 571,370	\$ 649,772	\$ 478,494
Incurred losses and LAE										
Attritional - current year	358,641	326,425	358,641	388,780	374,166	293,752	326,425	276,358	286,292	278,635
Attritional - prior year	(1,536)	-	(1,536)	(1,504)	(123)	(69,144)	-	(155,848)	(866)	(7,552)
Catastrophes	(37,001)	218,768	(37,001)	901,989	66,027	285,045	218,768	57,162	640,010	(3,462)
Total incurred losses and LAE	320,104	545,193	320,104	1,289,265	440,070	509,653	545,193	177,672	925,436	267,621
Commission and brokerage	167,102	127,320	167,102	135,842	156,500	148,712	127,320	134,257	113,449	112,423
Other underwriting expenses	15,591	16,886	15,591	11,658	16,250	15,472	16,886	15,257	12,095	14,278
Underwriting gain (loss)	\$ 123,674	\$ (126,014)	\$ 123,674	\$ (745,706)	\$ 57,843	\$ (69,953)	\$ (126,014)	\$ 244,184	\$ (401,208)	\$ 84,172
Loss ratio										
Attritional - current year	57.2%	57.9%	57.2%	56.3%	55.8%	48.6%	57.9%	48.4%	44.1%	58.2%
Attritional - prior year	-0.2%	0.0%	-0.2%	-0.2%	0.0%	-11.4%	0.0%	-27.3%	-0.1%	-1.6%
Catastrophes	-5.9%	38.9%	-5.9%	130.5%	9.8%	47.2%	38.9%	10.0%	98.5%	-0.7%
Total loss ratio	51.1%	96.8%	51.1%	186.6%	65.6%	84.4%	96.8%	31.1%	142.5%	55.9%
Commission and brokerage ratio	26.7%	22.6%	26.7%	19.7%	23.3%	24.6%	22.6%	23.5%	17.4%	23.5%
Other underwriting expense ratio	2.5%	3.0%	2.5%	1.6%	2.5%	2.6%	3.0%	2.7%	1.8%	3.0%
Combined ratio	80.3%	122.4%	80.3%	207.9%	91.4%	111.6%	122.4%	57.3%	161.7%	82.4%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	57.4%	57.9%	57.4%	64.5%	56.1%	50.8%	57.9%	47.5%	53.5%	58.2%
Attritional combined ratio	86.7%	83.5%	86.7%	89.0%	82.0%	79.2%	83.5%	73.3%	76.9%	84.7%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

INTERNATIONAL (reinsurance)

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 400,054	\$ 366,724	\$ 400,054	\$ 415,547	\$ 362,651	\$ 399,024	\$ 366,724	\$ 385,693	\$ 344,805	\$ 319,786
Net written premiums	375,505	345,155	375,505	409,496	348,785	355,309	345,155	380,805	330,761	272,369
Premiums earned	\$ 350,935	\$ 343,604	\$ 350,935	\$ 390,245	\$ 342,238	\$ 363,795	\$ 343,604	\$ 360,695	\$ 305,951	\$ 263,816
Incurred losses and LAE										
Attritional - current year	185,592	181,992	185,592	220,799	182,792	174,588	181,992	181,478	150,245	131,994
Attritional - prior year	(30)	-	(30)	2,222	(2,367)	(27,275)	-	245	-	-
Catastrophes	68,573	(54,968)	68,573	30,853	129,975	154,093	(54,968)	(17,154)	412,837	40,494
Total incurred losses and LAE	254,135	127,024	254,135	253,874	310,400	301,406	127,024	164,569	563,082	172,488
Commission and brokerage	81,425	82,177	81,425	108,306	81,439	92,088	82,177	88,250	68,441	64,847
Other underwriting expenses	8,681	10,576	8,681	7,926	10,191	10,349	10,576	11,243	8,307	9,814
Underwriting gain (loss)	\$ 6,694	\$ 123,827	\$ 6,694	\$ 20,139	\$ (59,792)	\$ (40,048)	\$ 123,827	\$ 96,633	\$ (333,879)	\$ 16,667
Loss ratio										
Attritional - current year	52.9%	53.0%	52.9%	56.6%	53.4%	48.0%	53.0%	50.3%	49.1%	50.0%
Attritional - prior year	0.0%	0.0%	0.0%	0.6%	-0.7%	-7.5%	0.0%	0.1%	0.0%	0.0%
Catastrophes	19.5%	-16.0%	19.5%	7.9%	37.9%	42.3%	-16.0%	-4.8%	134.9%	15.4%
Total loss ratio	72.4%	37.0%	72.4%	65.1%	90.6%	82.8%	37.0%	45.6%	184.0%	65.4%
Commission and brokerage ratio	23.2%	23.9%	23.2%	27.8%	23.8%	25.3%	23.9%	24.5%	22.4%	24.6%
Other underwriting expense ratio	2.5%	3.1%	2.5%	1.9%	3.1%	2.9%	3.1%	3.1%	2.7%	3.7%
Combined ratio	98.1%	64.0%	98.1%	94.8%	117.5%	111.0%	64.0%	73.2%	209.1%	93.7%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	52.9%	53.0%	52.9%	56.5%	54.3%	48.1%	53.0%	49.5%	52.9%	50.1%
Attritional combined ratio	78.6%	80.0%	78.6%	86.3%	81.5%	76.4%	80.0%	76.7%	79.9%	78.4%

(Some amounts may not reconcile due to rounding.)

EVEREST RE GROUP, LTD.

Segment Results (cont.)

(Dollars in thousands)

(unaudited)

BERMUDA (reinsurance)

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 367,851	\$ 415,686	\$ 367,851	\$ 503,275	\$ 377,916	\$ 369,440	\$ 415,686	\$ 334,528	\$ 311,781	\$ 237,570
Net written premiums	349,341	394,968	349,341	496,564	358,758	355,236	394,968	328,645	287,591	217,814
Premiums earned	\$ 330,113	\$ 319,134	\$ 330,113	\$ 351,551	\$ 299,815	\$ 353,698	\$ 319,134	\$ 327,199	\$ 267,488	\$ 263,457
Incurred losses and LAE										
Attritional - current year	204,531	188,713	204,531	226,766	179,220	202,580	188,713	189,015	147,179	161,887
Attritional - prior year	-	-	-	(23,687)	-	-	-	(41,820)	-	-
Catastrophes	(6,572)	(59,200)	(6,572)	14,310	32,498	47,517	(59,200)	(6,955)	154,136	3,418
Total incurred losses and LAE	197,959	129,513	197,959	217,389	211,718	250,097	129,513	140,240	301,315	165,305
Commission and brokerage	74,110	81,487	74,110	80,781	76,611	80,318	81,487	97,937	83,861	63,486
Other underwriting expenses	11,497	10,133	11,497	11,919	10,752	10,762	10,133	10,460	9,049	9,022
Underwriting gain (loss)	\$ 46,547	\$ 98,001	\$ 46,547	\$ 41,462	\$ 734	\$ 12,521	\$ 98,001	\$ 78,562	\$ (126,737)	\$ 25,644
Loss ratio										
Attritional - current year	62.0%	59.1%	62.0%	64.4%	59.8%	57.3%	59.1%	57.8%	55.0%	61.4%
Attritional - prior year	0.0%	0.0%	0.0%	-6.7%	0.0%	0.0%	0.0%	-12.7%	0.0%	0.0%
Catastrophes	-2.0%	-18.5%	-2.0%	4.1%	10.9%	13.4%	-18.5%	-2.1%	57.6%	1.3%
Total loss ratio	60.0%	40.6%	60.0%	61.8%	70.7%	70.7%	40.6%	43.0%	112.6%	62.7%
Commission and brokerage ratio	22.4%	25.5%	22.4%	23.0%	25.6%	22.7%	25.5%	29.9%	31.4%	24.1%
Other underwriting expense ratio	3.5%	3.2%	3.5%	3.4%	3.5%	3.1%	3.2%	3.1%	3.4%	3.5%
Combined ratio	85.9%	69.3%	85.9%	88.2%	99.8%	96.5%	69.3%	76.0%	147.4%	90.3%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	61.6%	59.1%	61.6%	64.5%	59.9%	58.2%	59.1%	59.3%	56.0%	61.4%
Attritional combined ratio	87.4%	87.8%	87.4%	90.8%	89.1%	84.4%	87.8%	93.4%	91.4%	89.0%

(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							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
Gross written premiums	\$ 595,057	\$ 504,975	\$ 595,057	\$ 582,371	\$ 517,258	\$ 645,948	\$ 504,975	\$ 575,441	\$ 480,060	\$ 569,300
Net written premiums	457,145	386,252	457,145	466,706	385,487	469,530	386,252	450,687	370,439	463,683
Premiums earned	\$ 425,178	\$ 393,304	\$ 425,178	\$ 418,120	\$ 418,763	\$ 408,441	\$ 393,304	\$ 397,923	\$ 375,664	\$ 363,914
Incurred losses and LAE										
Attritional - current year	276,352	260,047	276,352	275,864	278,218	270,669	260,047	266,916	256,985	235,811
Attritional - prior year	-	-	-	(51,184)	(48)	(1,011)	-	(64,712)	1	7,000
Catastrophes	-	(4,600)	-	15,846	11,500	10,500	(4,600)	(4,249)	163,263	13,050
Total incurred losses and LAE	276,352	255,447	276,352	240,526	289,670	280,158	255,447	197,955	420,249	255,861
Commission and brokerage	66,837	66,655	66,837	71,659	66,851	62,284	66,655	68,181	67,362	59,200
Other underwriting expenses	63,216	58,689	63,216	52,713	60,749	56,516	58,689	53,956	43,694	45,755
Underwriting gain (loss)	\$ 18,773	\$ 12,513	\$ 18,773	\$ 53,222	\$ 1,493	\$ 9,483	\$ 12,513	\$ 77,831	\$ (155,641)	\$ 3,098
Loss ratio										
Attritional - current year	65.0%	66.1%	65.0%	65.9%	66.4%	66.3%	66.1%	67.1%	68.4%	64.8%
Attritional - prior year	0.0%	0.0%	0.0%	-12.2%	0.0%	-0.2%	0.0%	-16.3%	0.0%	1.9%
Catastrophes	0.0%	-1.2%	0.0%	3.8%	2.8%	2.6%	-1.2%	-1.1%	43.5%	3.6%
Total loss ratio	65.0%	64.9%	65.0%	57.5%	69.2%	68.7%	64.9%	49.7%	111.9%	70.3%
Commission and brokerage ratio	15.7%	16.9%	15.7%	17.1%	16.0%	15.2%	16.9%	17.1%	17.9%	16.3%
Other underwriting expense ratio	14.9%	15.0%	14.9%	12.7%	14.4%	13.8%	15.0%	13.6%	11.6%	12.5%
Combined ratio	95.6%	96.8%	95.6%	87.3%	99.6%	97.7%	96.8%	80.4%	141.4%	99.1%
Ratios excluding reinstatement premium impact										
Attritional loss ratio - current year	65.0%	66.1%	65.0%	65.9%	66.4%	66.3%	66.1%	67.1%	68.4%	64.8%
Attritional combined ratio	95.6%	98.0%	95.6%	95.7%	96.9%	95.4%	98.0%	97.8%	98.0%	93.6%

(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, 2019			At December 31, 2018		
	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)	Market Value	Cost/ Amortized Cost	Pre-tax Unrealized Gains/(Losses)
Investments and cash:						
Fixed maturities-available for sale, at market value	\$ 15,513,287	\$ 15,440,999	\$ 72,288	\$ 15,225,263	\$ 15,406,572	\$ (181,309)
Fixed maturities-available for sale, at fair value	2,350	2,350	-	2,337	2,337	-
Equity securities, at fair value	883,191	883,191	-	716,639	716,639	-
Other invested assets	1,644,004	1,644,004	-	1,591,745	1,591,745	-
Short-term investments	597,138	597,107	31	240,987	241,010	(23)
Cash	583,974	583,974	-	656,095	656,095	-
Total	\$ 19,223,944	\$ 19,151,625	\$ 72,319	\$ 18,433,066	\$ 18,614,398	\$ (181,332)

FIXED INCOME AND CASH

Fixed income investments and cash:

	At March 31, 2019		At December 31, 2018	
	Market Value	% of Total	Market Value	% of Total
Fixed maturities-available for sale, at market value	\$ 15,513,287	92.9%	\$ 15,225,263	94.4%
Fixed maturities-available for sale, at fair value	2,350	0.0%	2,337	0.0%
Short-term investments	597,138	3.6%	240,987	1.5%
Cash	583,974	3.5%	656,095	4.1%
Total	\$ 16,696,749	100.0%	\$ 16,124,682	100.0%

	At March 31, 2019			At December 31, 2018		
	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)	Market Value	% of Total	Pre-tax Unrealized Gains/(Losses)
Investment Sectors:						
Treasury	\$ 1,297,113	7.8%	\$ 7,504	\$ 2,631,134	16.3%	\$ 1,680
Agency	977	0.0%	(1)	6,975	0.0%	(12)
Corporate	6,015,555	35.9%	26,123	5,438,557	33.8%	(93,038)
Mortgage-backed securities						
Agency	2,347,278	14.1%	(12,399)	1,796,264	11.1%	(36,496)
Non-agency residential	9,766	0.1%	1	10,209	0.1%	11
Alt.-A	-	0.0%	-	-	0.0%	-
Commercial	531,508	3.2%	7,908	326,710	2.0%	(3,173)
Asset-backed securities	717,165	4.3%	(1,986)	540,097	3.3%	(5,330)
Municipal	504,858	3.0%	19,215	500,094	3.1%	10,076
Non-US	4,091,417	24.5%	25,923	3,977,560	24.7%	(55,027)
Cash & short-term investments	1,181,112	7.1%	31	897,082	5.6%	(23)
Total	\$ 16,696,749	100.0%	\$ 72,319	\$ 16,124,682	100.0%	\$ (181,332)

Credit Quality:

	At March 31, 2019		At December 31, 2018	
	Market Value	% of Total	Market Value	% of Total
AAA	\$ 7,279,982	43.6%	\$ 7,595,175	47.1%
AA	2,567,566	15.4%	2,345,037	14.5%
A	3,387,192	20.3%	3,082,228	19.1%
BBB	1,952,582	11.7%	1,783,678	11.1%
BB	762,963	4.5%	609,013	3.8%
B	316,039	1.9%	270,005	1.7%
Rated Below B	15,898	0.1%	18,564	0.1%
Other	414,527	2.5%	420,982	2.6%
Total	\$ 16,696,749	100.0%	\$ 16,124,682	100.0%

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

(Dollars in thousands)

(unaudited)

FIXED INCOME AND CASH (cont.)

	March 31, 2019			December 31, 2018	
	Market Value	Unrealized Gain / (Loss)		Market Value	Unrealized Gain / (Loss)
Top 20 Largest Corporate Fixed Income Positions:			Top 20 Largest Corporate Fixed Income Positions:		
Apple Inc.	\$ 110,146	\$ (651)	Apple Inc.	\$ 103,240	\$ (2,683)
Daimler AG	99,207	1,359	Wells Fargo & Company	77,706	(1,517)
Wells Fargo & Company	81,395	(200)	Daimler AG	76,993	73
Bank of America Corporation	78,449	356	The Bank of New York Mellon	75,076	834
Caterpillar Financial Services Corporation	78,385	3,836	Caterpillar Financial Services Corporation	74,176	2,950
Toyota Motor Credit Corporation	77,236	1,803	International Business Machines Corporation	71,855	(1,324)
Portfolio Advisors, L.L.C.	70,649	-	Bank of America Corporation	67,617	(1,889)
KFW Group	69,156	2,570	Deere & Company	67,200	(1,246)
JPMorgan Chase & Co.	68,622	2,754	JPMorgan Chase & Co.	67,031	1,220
Deere & Company	68,071	(295)	Toyota Motor Credit Corporation	64,939	535
The Bank of New York Mellon	67,592	1,834	Royal Bank of Canada	62,763	(32)
The Toronto-Dominion Bank	64,996	1,698	KFW Group	62,416	2,110
BMW Group	63,239	(228)	BMW Group	61,382	(1,812)
American Honda Finance Corporation	62,929	(525)	Lloyds Banking Group plc	60,399	(664)
Lloyds Banking Group plc	62,726	1,123	MetLife, Inc.	58,574	(1,128)
Citigroup Inc.	60,578	(26)	Temasek Holdings	56,746	2,726
The Bank of Nova Scotia	59,726	(701)	American Honda Finance Corporation	56,526	(1,558)
Pfizer Inc.	59,561	1,008	Oracle Corporation	55,932	(1,566)
MassMutual Global Funding, LLC	59,514	114	The Bank of Nova Scotia	55,562	(1,995)
MetLife, Inc.	59,226	(282)	The Toronto-Dominion Bank	53,991	1,299
Total	\$ 1,421,403	\$ 15,547	Total	\$ 1,330,124	\$ (5,667)

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

(Dollars in thousands)

(unaudited)

EQUITIES AT FAIR VALUE

	March 31, 2019		December 31, 2018
<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</u>	<u>Top 20 Largest Individual Equity Positions:</u>	<u>Fair Value</u>
The Westaim Corporation	\$ 11,858	The Westaim Corporation	\$ 11,640
Accenture plc	8,290	Accenture plc	5,857
Reckitt Benckiser Group plc	6,963	Reckitt Benckiser Group plc	4,707
Microsoft Corporation	5,782	UnitedHealth Group Incorporated	4,332
UnitedHealth Group Incorporated	5,536	Microsoft Corporation	3,948
Philip Morris International, Inc.	5,409	Gilead Sciences, Inc.	3,488
Abbott Laboratories	5,379	Cigna Corporation	3,190
Sage Therapeutics, Inc.	5,156	Merck & Company, Inc.	3,139
Broadcom Inc.	5,091	Discover Financial Services	3,104
Mastercard Incorporated	4,966	Unilever PLC	2,976
Alexion Pharmaceuticals, Inc.	4,756	Idexx Laboratories, Inc.	2,725
Idexx Laboratories, Inc.	4,673	Visa Inc.	2,690
Celgene Corporation	4,630	T. Rowe Price Group, Inc.	2,682
Adobe Inc.	4,615	Mastercard Incorporated	2,677
Alphabet Inc.	4,548	PepsiCo, Inc.	2,640
ForeScout Technologies, Inc.	4,368	Berkshire Hathaway Inc.	2,593
Cigna Corporation	4,309	C.H. Robinson Worldwide, Inc.	2,528
Marriott International, Inc.	4,269	Lam Research Corporation	2,499
SVB Financial Group	4,185	Centene Corporation	2,467
SAP SE	4,172	Omnicom Group Inc.	2,455
Total	<u>\$ 108,955</u>	Total	<u>\$ 72,337</u>

EVEREST RE GROUP, LTD.

Supplemental Investment Income and Realized Capital Gains (Losses)

(Dollars in thousands)

(unaudited)

	Year-to-Date		Quarter-to-Date								
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017	
NET INVESTMENT INCOME											
Fixed maturities	\$ 126,708	\$ 108,682	\$ 126,708	\$ 122,774	\$ 119,513	\$ 114,824	\$ 108,682	\$ 108,043	\$ 107,969	\$ 108,122	
Equity securities	3,507	6,827	3,507	6,448	5,380	6,672	6,827	8,822	8,590	8,366	
Short-term investments and cash	4,205	1,732	4,205	5,566	5,005	2,092	1,732	1,738	974	835	
Other invested assets											
Limited partnerships	8,297	23,381	8,297	9,608	38,342	21,996	23,381	29,196	23,315	20,060	
Other	2,980	4,325	2,980	6,996	2,980	2,659	4,325	3,473	2,095	2,285	
Gross investment income before adjustments	145,697	144,947	145,697	151,392	171,220	148,243	144,947	151,272	142,943	139,668	
Funds held interest income (expense)	5,968	3,630	5,968	(272)	1,003	1,939	3,630	4,718	2,284	1,724	
Future policy benefit reserve income (expense)	(234)	(209)	(234)	(420)	(431)	(359)	(209)	(267)	(280)	(416)	
Gross investment income	151,431	148,368	151,431	150,700	171,792	149,823	148,368	155,723	144,947	140,976	
Investment Expenses	10,455	10,074	10,455	10,496	10,429	8,501	10,074	6,595	7,974	6,468	
Net investment income	\$ 140,976	\$ 138,294	\$ 140,976	\$ 140,204	\$ 161,363	\$ 141,322	\$ 138,294	\$ 149,128	\$ 136,973	\$ 134,508	

	Year-to-Date		Quarter-to-Date							
	March 31, 2019	March 31, 2018	March 31, 2019	December 31, 2018	September 30, 2018	June 30, 2018	March 31, 2018	December 31, 2017	September 30, 2017	June 30, 2017
NET REALIZED CAPITAL GAINS (LOSSES)										
Fixed maturities	\$ 2,353	\$ 10,308	\$ 2,353	\$ (36,169)	\$ (3,221)	\$ (1,040)	\$ 10,308	\$ (17,104)	\$ 6,513	\$ 11,068
Equity securities	89,489	(35,213)	89,489	(136,957)	57,160	16,237	(35,213)	50,791	34,939	14,201
Other Invested Assets	396	3	396	318	913	581	3	(22)	84	(2)
Short-term investments	(6)	1	(6)	(7)	(48)	(2)	1	(2)	(1)	1
Total net realized capital gains (losses)	\$ 92,232	\$ (24,901)	\$ 92,232	\$ (172,815)	\$ 54,804	\$ 15,776	\$ (24,901)	\$ 33,663	\$ 41,535	\$ 25,268