

XL Group
Insurance



Fast Facts 2014

Insurance Fast Facts

About Us

We insure a wide range of risks for all kinds of businesses – from the largest corporations to smaller, specialist companies, all over the world. Whether it's properties, transport, art, manufacturing, technology, aerospace, contracts, people, or insurance, moving things forward is what our clients do. And we help them do it – it's what we do best.

Few insurers can match our global reach. We operate in 22 countries with approximately 4,000 colleagues in 62 locations, with the ability to serve clients in more than 140 countries. We have underwriting expertise in Property, Casualty, Professional and Specialty lines, and are recognized for our quick, fair claims handling. We're the perfect size – big enough to protect your business, but small enough to stay flexible.

Our Product Lines

Property: Physical damage and business interruption coverage for global risks; construction and onshore energy.

Casualty: Global primary, environmental and excess capabilities.

Professional Liability: Coverage for directors & officers, employment practices liability, professional indemnity, management liability, and errors & omissions for architects and engineers and other professional service firms.

Specialty: Solutions for aerospace, energy, equine, fine art & specie, marine, political risk and trade credit, and crisis management.

Surplus Lines: General liability, property, umbrella/excess, and excess auto products on a surplus lines basis.

Our Platforms

Multiple legal entity platforms worldwide, including Lloyd's.

Our new iPad-based risk assessment technology is helping our risk engineers perform site assessments easily with streamlined data collection and tools that can help both our engineers and clients understand their property risks. Our new tool recently won a *Business Insurance Innovation Award*.



Innovations

Change your perspective and change the world. This simple philosophy has fueled our recent strides in new product innovations. In fact, our advancement with new products was highlighted when Advisen's 2013 New Product Announcement Pacesetter Index, which tracks new commercial insurance products and services on a global basis, ranked XL as #2 for the second year in a row. Some of our new products and solutions launched this year include:

- XL GAPS, in conjunction with Cognizant, developed a new mobile-enable engineering platform
- XL GlobalClaim™ earned Celent's 2013 Model Insurer of the Year
- Construction teaming up with American Contractor's Insurance Group (ACIG), to help construction clients enhance the quality of their work, deliver projects on time and prevent costly mistakes using data and analytics
- *Fast Fast Forward*, XL's new online platform for sharing our and others' thoughts about risk
- New Automotive Recall Plus designed for the automotive supplier industry to provide additional liability coverage for the warranty agreements between auto manufacturers and suppliers
- Coordinated coverage for food & beverage industry – Product Recall and Pollution
- Added a Mergers & Acquisitions (MA) team to International Financial Lines
- New Kidnap & Ransom cover
- New Crisis Management team began writing War, Terrorism, and Political Violence coverage

Key Results & Activities

(As at and for the year ended December 31, 2013)

- For the full year, the combined ratio improved from 100.6% to 97.1%, or 3.5 points on a calendar year basis, 4.8 points on an accident year basis and 1.8 points on an accident year ex-catastrophe basis.
- Retentions remain healthy with most business groups running in low to mid 80%, with most lines performing better than prior year.
- Strengthened expertise in many areas including Crisis Management, Claims, Distribution and Network, Marine, Political Risk & Trade Credit, International Financial Lines, and International P&C.

Our Strengths

- Focused on business insurance
- A reputation for prompt and fair claims handling
- Strong balance sheet and significant capacity
- Ability to provide coverage and serve clients in more than 140 countries through XL Group companies and fronting partners
- Participation in over 2400 global programs
- Solution oriented rather than pure capacity provider
- A market leader in each of the lines in which we compete
- Track record of providing major corporate clients with high quality, value-added risk solutions through disciplined underwriting

Exceptional Service

- Timely response to submission materials for new, renewal, or additional coverage requests
- Risk engineering team (XL GAPS) and risk control resources to help companies address property and specialty risk engineering concerns, saving time and money
 - Easy access to your reports, data, and diagrams with on-line MyAnalysis® tool
- XL GlobalClaim™, our centralized global claims management system, manages a full range of claims processing transactions – from first notification of loss through final payment, offering:
 - Immediate retrieval of claims information 24/7 globally in a paperless environment
 - Real-time information to help our customers with enhanced data: state-of-the-art financials, notes, statistical, report collection and analytics
 - A consistent claims management approach across all XL Group product lines

Insurance Financial Highlights

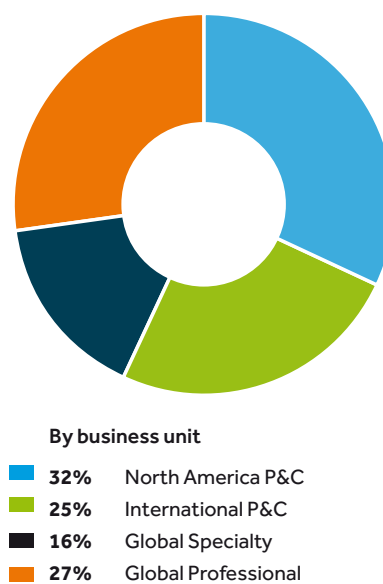
(For the year ended December 31, 2013)

Gross premiums written:	\$5.52 billion
Net premiums earned:	\$4.27 billion
Loss ratio:	66.3%
Combined ratio:	97.1%

Insurance Premium

Distribution of Gross Written Premium

(As at and for the year ended December 31, 2013)



Financial Strength Ratings

XL Group's insurance operating companies have one or more of the following financial strength ratings:

A.M. Best	A (Excellent)
S&P	A+ (Strong)
Fitch	A (Strong)
Moody's	A2 (Good)

XL Group Fast Facts

(as at December 31, 2013)

About XL Group plc

- XL Group plc, through its operating subsidiaries, is a global insurance and reinsurance company
- Meaningful capacity across all major product lines
- Publicly traded company on NYSE (stock ticker: XL)

XL Group plc Key Balance Sheet Facts

Total Assets:	\$45.7 billion
Shareholders' Equity:	\$11.4 billion
Fully diluted tangible book value per ordinary share:	\$33.86*

* Operating net income, book value per ordinary share and fully diluted book value per ordinary share are non-GAAP financial measures. Please see the note on Regulation G below.

Investment Portfolio Highlights

(Twelve months ended December 31, 2013)

- Total investment portfolio was \$36.6 billion
- A highly-diversified portfolio across asset classes, credit ratings and issuers
- A high quality portfolio in terms of security rating and improving as allocations to the most market-impacted assets are reduced
- 48% (or \$16 billion) of XL's fixed income portfolio in cash, government, government-related and government-supported securities

Regulation G

XL presents its operations in the way it believes will be most meaningful and useful to investors, analysts, rating agencies and others who use XL's financial information in evaluating XL's performance. This document contains the presentation of (i) operating net income (loss) ("Operating Net Income"), which is defined as net income (loss) attributable to ordinary shareholders excluding: (1) net realized gains and losses on investments, net of tax (2) net realized and unrealized gains and losses on derivatives, net of tax, (3) XL's share of items (1) and (2) for XL's insurance company affiliates for the periods presented, (4) goodwill impairment charges, net of tax, and (5) foreign exchange gains or losses, net of tax; (ii) return on ordinary shareholders' equity ("ROE") based on operating net income (loss) ("Operating ROE"); (iii) Operating ROE excluding unrealized gains and losses on investments; and (iv) book value per ordinary share (ordinary shareholders' equity divided by the number of shares outstanding at the period end date), fully diluted book value per ordinary share (book value per share combined with the dilutive impact of potential future share issues at any period end), and fully diluted tangible book value per ordinary share (calculated in the same manner as fully diluted book value per ordinary share except that goodwill and intangible assets are removed from ordinary shareholders' equity). These items are "non-GAAP financial measures" as defined in Regulation G. The reconciliation of such measures to the most directly comparable GAAP financial measures in accordance with Regulation G is included herein.

Fixed Income Portfolio

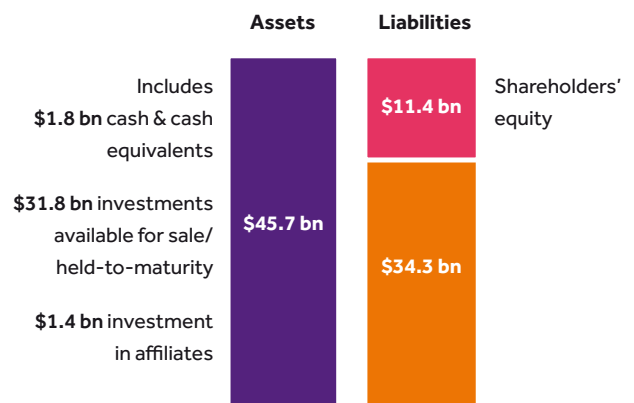
\$32.4 billion (excluding operating cash)
(Average AA rated)



- 4% Cash & cash equivalents
- 11% Structured credit - Agency MBS
- 12% Structured credit - Other
- 40% Corporate credit
- 33% Government & gov't-related

Key Balance Sheet Facts

Gross premiums written:	\$7.42 billion
Combined ratio:	92.5%



XL Group plc (NYSE: XL), through its subsidiaries, is a global insurance and reinsurance company providing property, casualty and specialty products to industrial, commercial and professional firms, insurance companies and other enterprises throughout the world. XL is the company clients look to for answers to their most complex risks and to help move their world forward. To learn more, visit www.xlgroup.com

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