TransRe
Business Summary

Including Financials as of June 30, 2014

(All financials are from Alleghany Corporation’s SEC filings unless otherwise noted)
You Want - A Strong Partner

Your decision to do business with us, to place your trust in us, is based on your need for a partner with:

A Strong Business
A Solid Investment Portfolio
A Positive Reputation
A Stable Ownership Structure
A Complete Suite Of Products
A Worldwide Network Of Local Support
A Singular Focus On Reinsurance
We Have - A Strong Business

STOCKHOLDERS’ EQUITY

- Built through cycles
- Demonstrated resilience

OPERATING PERFORMANCE

<table>
<thead>
<tr>
<th></th>
<th>1H 2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Premiums Written</td>
<td>$1,770</td>
<td>$3,248</td>
</tr>
<tr>
<td>Underwriting Profit</td>
<td>165</td>
<td>334</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>1H 2014</th>
<th>2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loss Ratio</td>
<td>58.3%</td>
<td>58.8%</td>
</tr>
<tr>
<td>Combined Ratio</td>
<td>89.9%</td>
<td>89.9%</td>
</tr>
</tbody>
</table>
## We Have - A Strong Business

### BALANCE SHEET ($m)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Investments</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Available for sale securities at fair value</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Equity securities</td>
<td>$1,384.7</td>
<td>$1,157.8</td>
</tr>
<tr>
<td>Debt securities</td>
<td>12,183.0</td>
<td>12,027.1</td>
</tr>
<tr>
<td>Short-term investments</td>
<td>225.8</td>
<td>657.6</td>
</tr>
<tr>
<td>Total investments</td>
<td>13,793.5</td>
<td>13,842.5</td>
</tr>
<tr>
<td>Other Invested assets</td>
<td>360.0</td>
<td>283.7</td>
</tr>
<tr>
<td>Total investments</td>
<td>14,153.5</td>
<td>14,126.2</td>
</tr>
<tr>
<td>Cash</td>
<td>296.2</td>
<td>378.7</td>
</tr>
<tr>
<td>Reinsurance recoverables</td>
<td>504.4</td>
<td>475.2</td>
</tr>
<tr>
<td>Goodwill and intangible assets</td>
<td>35.5</td>
<td>31.1</td>
</tr>
<tr>
<td>All other Assets</td>
<td>1,730.3</td>
<td>1,548.8</td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td><strong>$16,719.9</strong></td>
<td><strong>$16,560.0</strong></td>
</tr>
</tbody>
</table>

### Liabilities & Stockholders’ Equity

<table>
<thead>
<tr>
<th>Liabilities &amp; Stockholders’ Equity</th>
<th>Jun 30, 2014</th>
<th>Dec 31, 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Loss and loss adjustment expenses</td>
<td>$9,295.5</td>
<td>$9,473.1</td>
</tr>
<tr>
<td>Unearned premiums</td>
<td>1,236.3</td>
<td>1,067.1</td>
</tr>
<tr>
<td>Senior notes</td>
<td>1,086.7</td>
<td>1,095.5</td>
</tr>
<tr>
<td>All other liabilities</td>
<td>369.5</td>
<td>438.5</td>
</tr>
<tr>
<td>Total liabilities</td>
<td>11,988.0</td>
<td>12,074.2</td>
</tr>
<tr>
<td>Total stockholders’ equity</td>
<td>4,731.9</td>
<td>4,485.8</td>
</tr>
<tr>
<td><strong>Total liabilities &amp; stockholders’ equity</strong></td>
<td><strong>$16,719.9</strong></td>
<td><strong>$16,560.0</strong></td>
</tr>
</tbody>
</table>

### CONSOLIDATED UNDERWRITING RESULTS ($m)

#### YTD 2014

<table>
<thead>
<tr>
<th></th>
<th>Property</th>
<th>Casualty &amp; Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Premiums written</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross</td>
<td>$608.9</td>
<td>$1,279.5</td>
<td>$1,888.4</td>
</tr>
<tr>
<td>Net</td>
<td>521.9</td>
<td>1,247.9</td>
<td>1,769.8</td>
</tr>
<tr>
<td><strong>Net premiums earned</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>493.2</td>
<td>1,132.0</td>
<td>1,625.2</td>
</tr>
<tr>
<td><strong>Net loss and LAE:</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current year (ex catastrophes)</td>
<td>216.8</td>
<td>799.1</td>
<td>1,015.9</td>
</tr>
<tr>
<td>Current year catastrophe losses</td>
<td>17.6</td>
<td>-</td>
<td>17.6</td>
</tr>
<tr>
<td>Prior years</td>
<td>(51.3)</td>
<td>(35.6)</td>
<td>(86.9)</td>
</tr>
<tr>
<td></td>
<td>183.1</td>
<td>763.5</td>
<td>946.6</td>
</tr>
<tr>
<td><strong>Commissions, brokerage and other underwriting expenses</strong></td>
<td>146.1</td>
<td>367.8</td>
<td>513.9</td>
</tr>
<tr>
<td><strong>Underwriting profit/(loss)</strong></td>
<td><strong>$164.0</strong></td>
<td><strong>$0.7</strong></td>
<td><strong>164.7</strong></td>
</tr>
<tr>
<td><strong>Net investment income</strong></td>
<td></td>
<td></td>
<td>163.0</td>
</tr>
<tr>
<td><strong>Net realized capital gains</strong></td>
<td></td>
<td></td>
<td>61.4</td>
</tr>
<tr>
<td><strong>OTTI losses</strong></td>
<td></td>
<td></td>
<td>(2.2)</td>
</tr>
<tr>
<td><strong>Other income</strong></td>
<td></td>
<td></td>
<td>1.5</td>
</tr>
<tr>
<td><strong>Other operating expenses</strong></td>
<td></td>
<td></td>
<td>(29.0)</td>
</tr>
<tr>
<td><strong>Amortization of intangible assets</strong></td>
<td></td>
<td></td>
<td>4.5</td>
</tr>
<tr>
<td><strong>Interest expense</strong></td>
<td></td>
<td></td>
<td>(24.5)</td>
</tr>
<tr>
<td><strong>Earnings before income taxes</strong></td>
<td><strong>$339.4</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

#### Ratios

<table>
<thead>
<tr>
<th></th>
<th>Property</th>
<th>Casualty &amp; Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Loss and LAE:</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current year (ex catastrophe)</td>
<td>44.0%</td>
<td>70.6%</td>
<td>62.5%</td>
</tr>
<tr>
<td>Current year catastrophe losses</td>
<td>3.6%</td>
<td>0.0%</td>
<td>1.1%</td>
</tr>
<tr>
<td>Prior years</td>
<td>(10.4%)</td>
<td>(3.1%)</td>
<td>(5.3%)</td>
</tr>
<tr>
<td></td>
<td>37.2%</td>
<td>67.5%</td>
<td>58.3%</td>
</tr>
<tr>
<td><strong>Expense</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>29.6%</td>
<td>32.5%</td>
<td>31.6%</td>
</tr>
<tr>
<td><strong>Combined</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>66.8%</td>
<td>100.0%</td>
<td>89.9%</td>
</tr>
</tbody>
</table>
We Have - A Solid Investment Portfolio

INVESTMENT PROFILE

- Conservative, diversified portfolio
- Primary focus - liquid, investment-grade fixed maturity securities
- Objectives
  - Preserve capital
  - Increase surplus
  - Maintain liquidity
  - Optimize after-tax investment income
  - Total rate of return to exceed benchmark

FIXED MATURITY RATINGS

- Average credit rating: AA-
- Rated A or better: 84%
- Munis Rated A or Better: 99.9%

1 As at June 30, 2014
2 Principally government backed
We Have - A Positive Reputation

AGENCY RATINGS

<table>
<thead>
<tr>
<th>Financial Strength Rating</th>
<th>Outlook</th>
</tr>
</thead>
<tbody>
<tr>
<td>Standard &amp; Poor’s</td>
<td>A+</td>
</tr>
<tr>
<td>A. M. Best</td>
<td>A (Excellent)</td>
</tr>
<tr>
<td>Moody’s</td>
<td>A1</td>
</tr>
</tbody>
</table>

INDUSTRY FEEDBACK

<table>
<thead>
<tr>
<th>Year</th>
<th>Recognition</th>
</tr>
</thead>
<tbody>
<tr>
<td>2008</td>
<td>North America Broker Rated #3</td>
</tr>
<tr>
<td>2009</td>
<td>North America Customer Rated #5</td>
</tr>
<tr>
<td>2010</td>
<td>North America Broker Rated #3</td>
</tr>
<tr>
<td>2011</td>
<td>North America Customer Rated #7</td>
</tr>
<tr>
<td>2012</td>
<td>North America Broker Rated #4</td>
</tr>
<tr>
<td>2013</td>
<td>North America Customer Rated #5</td>
</tr>
<tr>
<td>2013</td>
<td>Latin America Customer Rated #5</td>
</tr>
</tbody>
</table>

- ‘well diversified mix of business’
- ‘excellent reputation with brokers and clients’
- ‘very strong capital adequacy’
- ‘conservative investment portfolio’
- ‘very flexible in their thinking’
- ‘extremely responsive to our needs’
- ‘they are focused on reinsurance’

- Your reinsurer of choice
We Have - A Stable Ownership Structure

**COMPANIES**

Alleghany Corporation

<table>
<thead>
<tr>
<th>Transatlantic Holdings, Inc.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transatlantic Reinsurance Company</td>
</tr>
<tr>
<td>TransRe Zurich</td>
</tr>
<tr>
<td>TransRe London</td>
</tr>
</tbody>
</table>

**Alleghany**

- Founded in 1929: NYSE listed: Y
- Seeks to 'create stockholder value through the ownership and management of a small group of operating subsidiaries and investments, anchored by a core position in property and casualty reinsurance and insurance’

**BUSINESS UNITS**

**NORTH AMERICA**

**EUROPE & ASIA PACIFIC**

**LATIN AMERICA**

**Other insurance operating subsidiaries and investments:**

- RSUI Group – US based specialty insurer
- CapSpecialty – US based insurer
- Pacific Comp – US based insurer
We Have - A Complete Product Suite

PREMIUM BY OFFICE
- North America
- Latin America
- Europe
- Asia Pacific

- Working where our customers are
- Understanding local needs
- Leveraging global skills
- Delivering solutions

PREMIUM BY PRODUCT
- Property - Catastrophe
- Property - Non-catastrophe
- Casualty - Specialty
- Casualty - Traditional

- All products, all locations
- Specialty focus
- Significant capacity
- Desire to lead customer lines

This page is based on 2013 net written premiums
We Have - A Global Network

NORTH AMERICA
NEW YORK
Group Headquarters
One Liberty Plaza, 165 Broadway
New York, New York 10006
T: (212) 365 2200

CHICAGO
300 South Riverside Plaza
22nd Floor
Chicago, Illinois 60606
T: (312) 416 6600

HAMILTON
Par-La-Ville Place, 5th Floor
14 Par-La-Ville Road
Hamilton, Bermuda
T: (441) 533 8646

OVERLAND PARK
7500 College Blvd., Suite 1100
Overland Park, Kansas 66210
T: (913) 319 2510

SAN FRANCISCO
100 Montgomery St
Suite 2050, CA 94104
T: (415) 399 5900

STAMFORD
1177 Summer Street
Suite 400B
Stamford, Connecticut 06905
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TORONTO
145 Wellington Street West
Toronto, Ontario M5J 1H8
T: (416) 649 5300

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T: (65) 6589 8282

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264 George Street
Sydney NSW 2000
Australia
T: (61) 2 9274 3061

TOKYO
New Yurakucho Building
3rd Floor, 12-1, Yurakucho 1-chome
Chiyoda-Ku, Tokyo 100- 0006
Japan
T: (81) 3 5293 5151
A strong reputation takes a long time to build – and a moment to lose.

We know that and are committed to preserving our record of excellence.

We make the same commitment to you that we make to every client:

We are here for you.

We will be here for you.

We are the right risk partner for you.