

**PARIS RE Holdings Ltd. reports net operating income of
US \$47.1 million for the third quarter of 2009 and
US \$167.5 million for the first nine months of 2009**

**Annualized ROATE of 10.8% and combined ratio of 94.6% for
the first nine months of 2009**

STOCK INFORMATION

→ Mmemo: PRI
→ ISIN: CH0032057447
→ Bloomberg: PRI FP
→ Reuters: PRI PA
→ Euronext Paris - B

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Zug, Switzerland, November 12, 2009, PARIS RE Holdings Limited (Euronext: PRI) (the “Company” or “PARIS RE”) announced that the Company generated a net operating income¹ of US \$47.1 million, or US \$0.56 per share, for the third quarter ended September 30, 2009, compared to a net operating loss of US \$(53.7) million in the third quarter of 2008. Net operating income for the first nine months of 2009 was US \$167.5 million, or US \$2.02 per share, an increase of 72.9% from US \$96.9 million for the first nine months of 2008.

Highlights from the first nine months of 2009 include:

- The Company generated an annualized return of 10.8% on average tangible equity (ROATE) for the first nine months of 2009, compared with 6.2% for the same period of 2008.
- Gross written premium² was US \$222.8 million for the third quarter of 2009 and US \$1,176.4 million for the first nine months of 2009 compared to US \$242.0 million and US \$1,342.0 million, respectively, for the comparable prior year periods.
- The combined ratio was 100.5% for the third quarter of 2009 and 94.6% for the first nine months of 2009 compared to 135.1% and 106.7%, respectively, for the comparable prior year periods.
- Shareholders' equity was US \$2,275.6 million as of September 30, 2009, or US \$26.47 per share on an “if converted” basis. On a comparative basis, adding back to shareholders' equity the CHF2.02 per share distribution made on May 5, 2009 (equivalent to US \$1.79), shareholders' equity per share increased by 10.3% during the first nine months of 2009.
- Tangible shareholders' equity³ was US \$2,142.4 million as of September 30, 2009, or US \$25.02 per share on an “if converted” basis. On a comparative basis, adding back to tangible shareholders' equity the CHF2.02 per share distribution made on May 5, 2009 (equivalent to US \$1.79), tangible shareholders' equity per share increased by 12.4% during the first nine months of 2009.

¹ Net operating income or result is defined as IFRS net income adjusted to eliminate (i) the after-tax impact of amortization of intangibles resulting principally from the acquisition of the COLISEE RE business, (ii) the after-tax impact of foreign exchange gains and losses principally in connection with the revaluation of US dollar denominated capital in subsidiaries with non-US dollar functional currencies, (iii) after-tax realized capital gains and losses during the period, (iv) after-tax impairments on invested assets, and (v) after tax impact on exceptional fees linked to the combination agreement with PartnerRe.

² Gross written premiums are adjusted for retrocession accounted by COLISEE RE in the name of PARIS RE and claims are adjusted for the impact of the Reserve Agreement with COLISEE RE which has been split between premiums, commissions and claims instead of claims only in the previous disclosures.

³ Tangible shareholders' equity is defined as IFRS shareholders' equity of US \$2,275.6 million reduced by intangible assets (primarily related to the acquisition of COLISEE RE's business) net of deferred tax liabilities of US \$133.3 million.

- The Company's investment portfolio generated an annualized pre-tax investment income yield (including capital gains and impairments) of 3.7% on average invested assets and cash for the first nine months of 2009. Excluding US \$11.2 million in realized capital gains net of impairments generated during the period in the Funds Withheld Account (FWA) and realized losses and impairments generated in the directly held portfolio in the amount of US \$1.3 million, the annualized pre-tax investment yield was 3.5%.
- The Company's investment portfolio (including the FWA) had a pre-tax unrealized gain of US \$139.1 million as of September 30, 2009⁴ compared to a pre-tax unrealized gain of US \$69.8 million as of December 31, 2008.

Hans-Peter Gerhardt, Chief Executive Officer of PARIS RE Holdings Ltd., commented:

"Whilst we are not entirely satisfied with the third quarter combined ratio, as a consequence of the occurrence of two natural events, floods in Turkey and hail in Canada, along with continuing poor results in credit and surety, our net operating result is in line with the prior quarters and expectations for the remainder of the year. Our focus now is on the renewal of our portfolio for 2010 and the completion of the merger into PartnerRe."

Operating Results

Gross written premium was US \$222.8 million in the third quarter of 2009, down 7.9% from the third quarter of 2008.

For the first nine months of 2009, gross written premium was US \$1,176.4 million, compared to US \$1,342.0 million for the first nine months of 2008. The 12.3% reduction in premium is mainly explained by the reduction of PARIS RE credit exposure following the financial crisis, the drop in the Life, Accident & Health premiums in the Middle East, the Company's decision to stop writing wind covers in the Gulf of Mexico and the voluntary non renewal or reduction in shares of non profitable treaties. At constant exchange rates, gross written premium decreased by 7.2%.

Net written premium was US \$199.8 million for the third quarter of 2009, down 3.8% from the third quarter of 2008.

For the first nine months of 2009, net written premium was US \$1,016.2 million, down 9.8% from the first nine months of 2008. The decrease in net written premium resulted primarily from the factors discussed above partially offset by higher retentions in 2009. At constant exchange rates, net written premium decreased by 3.8%.

Net earned premium was US \$303.5 million for the third quarter of 2009, down 9.0% compared to the same prior year period.

The loss ratio for the first nine months of 2009 was 70.0% compared to 76.1% for the first nine months of 2008. This decrease is primarily due to a lower level of major losses in 2009 where two events were recorded : storm Klaus in January, with a pre-tax loss net of retrocession and reinstatement premium of US \$19.0 million representing 2.5 points of loss ratio, and Turkish floods in September with a pre-tax loss net of retrocession and reinstatement premium of US \$25.5 million representing 3.5 points of loss ratio, compared to last year where Hurricane Ike, in September, generated a pre-tax loss, net of retrocession and reinstatement premium of US \$129.9 million, representing 13.8 points of loss ratio for the first nine months of 2008. The credit and surety line of business, which remains exposed to the financial

⁴ The unrealized gain was comprised of US \$99.7 million in unrealized gains in the directly held assets and US \$39.4 million in the Funds Withheld Account. The unrealized gains in the FWA are not reflected in the Company's shareholders' equity account.

crisis, had a loss ratio of 119.7% compared to 65.6% in the first nine months of 2008. In addition, during the second quarter of 2009, the Company entered into a commutation agreement with COLISEE RE in order to terminate a legacy reinsurance treaty covering certain financial guaranty business, and paid an amount of US \$7.8million, representing 0.9 point of loss ratio.

The Company had favorable prior year reserve developments of US \$25.7 million (of which US \$14.5 million coming from a revision of Hurricane Ike) during the first nine months of 2009 compared to favorable prior year reserve developments of US \$20.3 million during the first nine months of 2008.

For the three-month and nine-month periods ended September 30, 2009, the Company's combined ratio was 100.5% and 94.6%, respectively, compared to 135.1% and 106.7% for the comparable prior year periods.

The following table summarizes the Company's underwriting results for the three- and nine-month periods ended September 30, 2009:

US \$ million								
Underwriting results	Nine months ended September 30		Variation		Three months ended September 30		Variation	
	2009	2008	US \$ million	%	2009	2008	US \$ million	%
Gross written premium ¹	1,176.4	1,342.0	(165.6)	(12.3%)	222.8	242.0	(19.2)	(7.9%)
Net written premium ¹	1,016.2	1,126.5	(110.3)	(9.8%)	199.8	207.8	(7.9)	(3.8%)
Net earned premium ¹	881.6	925.5	(43.9)	(4.7%)	303.5	333.7	(30.2)	(9.0%)
Net underwriting income	124.6	57.8	66.8	115.5%	25.4	(78.1)	103.5	(132.6%)
Loss ratio	70.0%	76.1%	-	-	77.6%	105.6%	-	-
Combined ratio	94.6%	106.7%	-	-	100.5%	135.1%	-	-
Combined ratio (excluding management equity plan expense)	93.7%	104.1%	-	-	100.0%	132.2%	-	-

¹ Unaudited - Pro forma

Gross written premiums are adjusted for retrocession accounted by COLISEE RE in the name of PARIS RE and claims are adjusted for the impact of the Reserve Agreement with COLISEE RE which has been split between premiums, commissions and claims instead of claims only in the previous disclosures.

Investment Results

Net investment income for the quarter ended September 30, 2009 was down 3.0% to US \$52.5 million, compared to US \$54.1 million for third quarter of 2008.

Net investment income was down 23.8% to US \$139.8 million for the first nine months of 2009 compared to US \$183.5 million for the first nine months of 2008 due to declining yields coming from lower interest rates, especially on cash and short term placements which have been barely remunerated this year. On the fixed income portfolio, the impact of the sharp decrease in rates was particularly acute because of the portfolio relatively short duration inducing a sustained activity of reinvestment following bond reimbursements. The net investment income for the first nine months of 2009 includes pre-tax realized capital gains, net of impairments generated within the FWA in the amount of US \$11.2 million⁵ compared to US \$15.5 million which was realized in the first nine months of 2008. The realized capital gains generated in the FWA and discussed above are included in "net investment income" for reporting purposes in accordance with accounting conventions.

As of September 30, 2009, the Company had cash and invested assets, including assets held by COLISEE RE on a fund withheld basis for the benefit of PARIS RE, of US \$5,427.5 million, an increase of US \$367.0 million or 7.2% from December 31, 2008. The increase in financial invested assets is primarily explained by cash flow

⁵ For the nine months ended September 30, 2009, the pre-tax capital gain, net of impairment, in the amount of US \$11.2 million in the Funds Withheld Account was comprised of the following: (i) US \$24.9 million of realized capital gains and (ii) US \$13.7 million of impairment charges.

from activities for US \$472.3 million partly offset by the May 2009 distribution through nominal value reduction in the amount of US \$151.5 million.

The asset allocation as of September 30, 2009 was 87.3% fixed income (of which 31.4% was in government bonds, 14.4% in agencies, 1.9% in ABS, 39.6% in corporate bonds), 11.8% cash, cash equivalents and money market funds, and 0.9% other.

The fixed income portfolio had an average Standard & Poor's credit rating of "AA-" with an average effective duration of 3.2 years as of September 30, 2009.

The Company has no exposure to collateralized loan obligations or collateralized debt obligations and only limited exposure to asset backed securities (ABS) collateralized by US sub-prime and "Alt-A" or low documentation mortgages. As of September 30, 2009, the Company's total ABS exposure was US \$100.4 million, of which US \$71.9 million was CMO/MBS securities guaranteed by U.S. Government sponsored enterprises and US \$11.9 million was U.S. student loans insured under the U.S. Federal Family Education Loan Program and almost entirely reinsured by the U.S. Department of Education. As of September 30, 2009, the ABS collateralized by sub-prime and "Alt-A" residential mortgages⁶ represented an amount of US \$5.7 million or 0.11% of total financial invested assets.

During the first nine months of 2009, the Company recognized impairments of US \$14.3 million (using average rate of exchange and including FWA impairments) through the income statement, compared to US \$20.6 million last year.

During the first nine months of 2009, the Company realized US \$0.7 million in net losses before impairments in its directly held investment portfolio, compared to a realized gain of US \$1.2 million for the prior year period.

The Company's investment portfolio had pre-tax unrealized gains of US \$139.1 million (including US \$39.4 million of unrealized gains in the FWA, which is not reflected in the Company's balance sheet) as of September 30, 2009.

General Expenses

General expenses were US \$27.1 million for the third quarter of 2009 and US \$77.3 million for the first nine months of 2009 compared to US \$39.0 million and US \$119.7 million, respectively, for the comparable prior year periods. Before the impact of exchange rates, general expenses decreased by US \$34.5 million for the first nine months of 2009 compared to 2008, representing a decrease of 28.8%. The decrease is principally attributable to a reduction in the amortization cost for the equity incentive plan, to savings realized from cost cutting initiatives undertaken at the end of 2008, and to other income derived from the sale of CGRM's office during the second quarter which was booked as a reduction in expenses.

At constant exchange rates, expenses relating to restricted stock and options were US \$9.4 million for the first nine months of 2009, compared to US \$23.8 million for the comparable period of 2008. This decrease is due to the full vesting during 2008 of the initial stock grants.

Transaction expenses related to the transaction agreement with PartnerRe are not included in the above numbers as these costs have been considered as one-off expenses and, consequently, not included in our net operating income.

Currency Policy and Foreign Exchange Impact

PARIS RE's currency policy remained unchanged. The Company reports its results in US dollars and, accordingly, it is the Company's policy to invest the shareholders' equity of its major operating subsidiaries (*i.e.*, the Swiss and French subsidiaries) primarily in US dollars in order to minimize currency-related volatility in the

⁶ See Table 1 for details

Company's shareholders' equity account. As these subsidiaries report their results in their local functional currencies, this policy may create volatility in the Company's IFRS income statement resulting from exchange rate movements. The income statement impact is, however, partially offset by a corresponding credit to the Company's shareholders' equity.

As a result of this policy, the Company's IFRS accounts include after-tax foreign exchange loss for the first nine months of 2009 in the amount of US\$1.3 million, compared to foreign exchange loss of US\$48.6 million for the first nine months of 2008.

These non-cash losses were more than offset by an increase in the Currency Translation Reserve within the consolidated shareholders' equity at the holding company level in the amount of US\$82.0 million for the first nine months of 2009. The net effect on the shareholders' equity was a positive US\$80.7 million for the first nine months of 2009.

IFRS Results

The Company's IFRS net results, which includes amortization expense related to the purchase of COLISEE RE's business, currency fluctuations, realized capital gains and losses, impairments and one-off expenses related to the combination agreement with PartnerRe was a loss for US\$(6.8) million, or US\$(0.08) per share for the third quarter of 2009, and a gain for US\$114.2 million, or US\$1.38 per share, for the first nine months of 2009.

The following table provides a reconciliation of net operating income to IFRS net income and related diluted per share results.

US \$ million, except per share data in US \$

From net operating income to net income	Nine months ended September 30		Three months ended September 30	
	2009	2008	2009	2008
Net operating income	167.5	96.9	47.1	(53.7)
Net realized capital gains / (losses)	(0.7)	1.2	1.4	0.7
Taxes on net realized capital (gains) / losses	0.1	(0.5)	(0.2)	(0.3)
Impairment	(0.6)	(4.5)	(0.6)	(4.5)
Tax on impairment	0.1	1.0	0.1	1.0
Amortization of intangibles	(45.3)	(59.9)	(16.2)	(10.5)
Taxes associated with intangibles	10.8	16.2	4.1	3.5
Costs linked to combination agreement with PartnerRe	(16.4)	-	(3.6)	-
Tax on cost linked to combination agreement with PartnerRe	-	-	-	-
Net FX gains / (losses) & changes in fair value in FX	12.0	(45.8)	(37.7)	99.4
Taxes on FX (gains) / losses & changes in fair value in FX	(13.3)	(2.8)	(1.2)	(8.2)
IFRS net income	114.2	1.8	(6.8)	27.4
Diluted per common share results				
Net operating income (US \$ per share)	2.02	1.10	0.56	(0.62)
IFRS net income (US \$ per share)	1.38	0.02	(0.08)	0.31
Weighted average common shares outstanding - diluted (million of shares)	82.96	88.27	84.25	87.19

Diluted weighted average common shares and common share equivalents outstanding used in the calculation of net operating income and IFRS net income per common share was 82.96 million in the first nine months of 2009.

Shareholders' Equity; Book Value Per Share

Shareholders' equity at September 30, 2009 was US\$2,275.6 million and tangible shareholders' equity was US\$2,142.4 million. Book value per share and book value per share on an "if converted" basis was US\$27.79 and US\$26.47, respectively, as

of September 30, 2009. Tangible book value per share and tangible book value per share on an “if converted” basis was US \$26.16 and US \$25.02, respectively, as of September 30, 2009⁷.

Events Post September 30, 2009

Combination agreement with PartnerRe

On October 2, 2009, PartnerRe Ltd., (“PartnerRe”) had acquired in the block purchase approximately 71%⁸ of the outstanding PARIS RE shares, with an additional 6% of the outstanding PARIS RE shares subject to physical settlement in the following days. Including the previously acquired 6% of outstanding PARIS RE shares, PartnerRe’s total shareholding was 83%.

Additional purchases took place end of October 2009. Thus, PartnerRe secured, in connection with the merger vote, more than 90% of the currently outstanding PARIS RE voting rights based on the number of PARIS RE common shares outstanding on October 16, 2009.

Capital management

The payment to the shareholders of the previously approved⁹ and announced capital reduction amounting to CHF4.17¹⁰ per PARIS RE common share was made as from November 2, 2009 with a record date October 30, 2009.

Scheduled Extraordinary General Meeting of the Shareholders

On November 6, 2009, the Company’s Board of Directors has convened an Extraordinary General Meeting of its shareholders to be held on December 7, 2009 to vote upon the contemplated absorption merger of the Company with PartnerRe Holdings II Switzerland GmbH, a direct wholly-owned subsidiary of PartnerRe (the “**Merger**”).

The Merger, if approved by the holders of at least 90% of all outstanding PARIS RE voting rights, is expected to become effective on December 7, 2009 and will be followed by the delisting of PARIS RE shares.

Additional Information

Pursuant to the French Financial Market Authority (the “*AMF*”)’s position dated July 10, 2006 relating to the implementation of the European Regulation n°809/2004 dated April 29, 2004 concerning the information included in the Prospectus and forecasts, it is noted that the 2009 third quarter and 2009 nine first months results set forth herein supersede the preliminary outlooks published on October 27, 2009 by the Company. As a result, the preliminary outlooks are outdated and no longer applicable.

*PARIS RE’s will not hold a conference call on first nine months 2009 results.
A slide presentation will be posted on the Company’s website from 11.00am today.*

Consolidated financial statement for the 9-month period ending September 30, 2009 will be posted on the Company’s website, Investor relations section on November 17, 2009.

⁷ See Table 2 for details

⁸ For purposes of this section, all percentages of the outstanding PARIS RE common shares are calculated based on the currently outstanding PARIS RE common shares (excluding treasury shares).

⁹ EGM held on August 11, 2009

¹⁰ The Swiss Franc equivalent of US \$3.85 as of July 7, 2009, the date on which PARIS RE fixed the USD/CHF currency exchange rate to be used for the share capital repayment.

Cautionary Statement Regarding Forward-Looking Statements

This communication may contain "forward-looking statements" about PARIS RE and PartnerRe within the meaning of the "safe harbor" provisions of the of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are based on PARIS RE's and PartnerRe's assumptions and expectations concerning future events and financial performance, in each case, as they relate to PARIS RE, PartnerRe or the combined company. Such statements are subject to significant business, economic and competitive risks and uncertainties that could cause actual results to differ materially from those reflected in the forward-looking statements. These forward-looking statements could be affected by numerous foreseeable and unforeseeable events and developments such as exposure to catastrophe, or other large property and casualty losses, adequacy of reserves, risks associated with implementing business strategies and integrating new acquisitions, levels and pricing of new and renewal business achieved, credit, interest, currency and other risks associated with the PARIS RE's, PartnerRe's, or the combined company's investment portfolio, changes in accounting policies, the risk that a condition to closing of the proposed transaction may not be satisfied, the risk that a regulatory approval that may be required for the proposed transaction is not obtained or is obtained subject to conditions that are not anticipated, failure to consummate or delay in consummating the proposed transaction for other reasons, and other factors identified in PartnerRe's filings with the United States Securities and Exchange Commission and in PARIS RE's Registration Document (Document de Référence) filed with the Autorité des Marchés Financiers (the French securities regulator, the "AMF") on April 29, 2009 under the n°R.09-036, which is also available in English on PARIS RE's web site (<http://www.paris-re.com>). In light of the significant uncertainties inherent in the forward-looking information contained herein, readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the dates on which they are made. Each of PARIS RE and PartnerRe disclaims any obligation to publicly update or revise any forward-looking information or statements.

PARIS RE Holdings Limited does not communicate a "profit forecast" in the sense of Article 2 of (EC) Regulation n°809/2004 of the European Commission. Thus, any forward-looking statements contained in this press release should not be held as corresponding to such profit forecasts.

Additional Information and Where to Find It

PartnerRe has filed a proxy statement with the United States Securities and Exchange Commission (the "SEC") in connection with the proposed transactions. PARIS RE and PartnerRe urge investors and shareholders to read such document and any other relevant documents filed with the SEC because they contain important information. When these documents are filed, investors and shareholders may obtain these documents free of charge at the website maintained by the SEC at www.sec.gov. In addition, documents filed with the SEC by PartnerRe are available free of charge by contacting Robin Sidders, Director of Investor Relations, PartnerRe Ltd., 90 Pitts Bay Road, Pembroke, Bermuda HM 08, (441) 292-0888 or on the investor relations portion of the PartnerRe website at www.partnerre.com.

Important Information for Investors and Shareholders

This communication shall not constitute an offer to sell or the solicitation of an offer to buy any securities, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. The distribution of this communication may, in some countries, be restricted by law or regulation. Accordingly, persons who come into possession of this document should inform themselves of and observe any such restrictions.

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APPENDICES

Consolidated Balance Sheet

US \$ million (net)

Assets	September 30, 2009	December 31, 2008
Intangible assets	187.9	224.9
Funds Withheld Asset (FWA)	2,202.3	2,472.8
Directly held assets	2,766.6	2,206.9
Financial invested assets	4,968.9	4,679.8
Ceded technical reserves	268.2	230.4
Deferred tax assets	4.7	18.8
Receivables arising from reinsurance operations	176.6	151.5
Reserve agreement	36.5	39.6
Other operating receivables	13.3	58.5
Fixed assets	2.9	3.6
Technical accruals - assets	713.2	603.9
Other assets	942.5	857.1
Cash and cash equivalents	458.6	380.7
Total assets	6,830.8	6,391.7
Liabilities	September 30, 2009	December 31, 2008
Capital and capital in excess of nominal value	1,115.6	1,317.2
Retained earnings and other reserves	733.6	658.5
Currency translation reserves	312.2	230.2
Net income for the year	114.2	(34.2)
Common shareholders' equity	2,275.6	2,171.8
Gross technical reserves	4,087.0	3,781.4
Foreign exchange natural hedging	(14.1)	6.4
Liabilities relating to reinsurance and investment contracts	4,072.9	3,787.8
Provisions for risks and charges	15.1	11.9
Deferred tax liabilities	85.8	92.5
Debt	-	-
Payables relating to reinsurance operations	128.0	130.1
Reserve agreement	119.4	109.6
Payables - current tax position	29.0	8.8
Other operating payables	55.6	50.6
Technical accruals - liabilities	49.4	28.6
Other payables	381.4	327.7
Bank overdrafts	-	-
Total liabilities	6,830.8	6,391.7

US \$ million (net)

Tangible shareholders' equity	September 30, 2009	December 31, 2008
Shareholders' equity	2,275.6	2,171.8
Intangible	(187.9)	(224.9)
Deferred taxes on intangible	54.6	62.8
Tangible shareholders' equity	2,142.4	2,009.6

US \$ million

Net operating income	Nine months ended September 30		Three months ended September 30	
	2009	2008	2009	2008
<i>(After breakdown of net income from retrocessions)</i>				
Gross written premiums ¹	1,176.4	1,342.0	222.8	242.0
Premiums ceded ¹	(160.2)	(215.5)	(23.0)	(34.3)
Net written premium ¹	1,016.2	1,126.5	199.8	207.8
Net variation in unearned premium reserves ¹	(134.6)	(200.9)	103.7	126.0
Net earned premium ¹	881.6	925.5	303.5	333.7
Commissions and brokerage ¹	(140.3)	(163.1)	(42.6)	(59.2)
Claims ¹	(616.7)	(704.6)	(235.5)	(352.6)
Net underwriting income	124.6	57.8	25.4	(78.1)
Net investment income	139.8	183.5	52.5	54.1
Financial results – other	(0.7)	(1.2)	(0.3)	(0.3)
Net financial income before realized gains and losses and exchange rate impact	139.1	182.3	52.2	53.8
General expenses before amortization of intangibles and costs linked to combination agreement with PartnerRe	(77.3)	(119.7)	(27.1)	(39.0)
Net operating income before tax	186.3	120.4	50.5	(63.3)
Income tax	(18.8)	(23.4)	(3.4)	9.6
Net operating income	167.5	96.9	47.1	(53.7)

¹ Unaudited -Pro forma

Gross written premiums are adjusted for retrocession accounted by COLISEE RE in the name of PARIS RE and claims are adjusted for the impact of the Reserve Agreement with COLISEE RE which has been split between premiums, commissions and claims instead of claims only in the previous disclosures.

Ratios				
Loss ratio	70.0%	76.1%	77.6%	105.6%
Net expense ratio	24.7%	30.6%	23.0%	29.4%
Commission and brokerage ratio	15.9%	17.6%	14.0%	17.7%
General expenses ratio	8.8%	12.9%	8.9%	11.7%
General expenses ratio (excluding management equity plan expense)	7.8%	10.4%	8.4%	8.8%
Combined ratio	94.6%	106.7%	100.5%	135.1%
Combined ratio (excluding management equity plan expense)	93.7%	104.1%	100.0%	132.2%

Non-IFRS Measures

In addition to the IFRS measures included within this release, we have presented the following non-IFRS measures:

Net Operating Income. We define net operating income as IFRS net income plus (i) the after-tax impact of the intangible amortization resulting from the acquisition of AXA's reinsurance operations, (ii) the after-tax impact of foreign exchange gains and losses principally in connection with the revaluation of US dollar-denominated capital in subsidiaries with non-US dollar functional currencies, (iii) after-tax realized capital gains and losses during the period, (iv) after-tax impairments on invested asset, and (v) after-tax impact on exceptional fees linked to the combination agreement with PartnerRe.

Diluted Book Value and Tangible Book Value Per Share Using "If Converted" Method. We define diluted book value and tangible book value per share assuming that all warrants and options (both vested and unvested) are exercised if their strike price does not exceed the fully diluted book value per share on an "if converted" basis. See the reconciliation in Table 2.

Tangible Shareholders' Equity. Tangible shareholders' equity is defined as IFRS shareholders' equity reduced by (i) intangible assets primarily related to the acquisition of COLISEE RE net of (ii) deferred tax liabilities in connection with the intangible assets.

Accounting for Currencies

Foreign Currency Translations in Local Accounts. Transactions conducted in foreign currencies (currencies other than the functional currency) are converted into the functional currency at the exchange rate in effect on the closing date of the transaction, using for practical purposes, the average exchange rate of the period.

Conversion of Financial Statements of a Foreign Affiliate. Where the functional currency of a PARIS RE affiliate does not match the reporting currency, the consolidated balance sheet of such entity is converted using the closing date exchange rate while the income statement is converted using the average exchange rate of the period. Exchange rate differences are recorded as variations in shareholders' equity on the line item "currency translation reserve".

TABLE 1

US \$ million

Exposure to ABS	September 30, 2009	June 30, 2009	December 31, 2008
ABS Residential	16.1	19.4	28.8
of which "Subprime"	3.6	5.0	7.8
of which "Alt A"	2.2	2.9	3.7
of which "Manufactured housing"	5.3	5.2	7.3
of which "Prime"	5.0	6.4	10.1
CMBS	1.3	1.4	2.7
ABS Auto	-	-	-
ABS Credit Card	-	-	-
ABS Equipment	-	-	-
Agency CMO/MBS	69.5	72.2	76.5
ABS Student Loan	12.1	13.4	16.0
Total net book value	99.1	106.4	124.1
Unrealized losses	1.3	0.5	(3.2)
Total market value	100.4	106.9	120.9
Total financial investments	5,427.5	5,183.7	5,060.5
% of total financial investments	1.8%	2.1%	2.4%

US \$ million

Detail of impairment and unrealized losses on ABS	September 30, 2009	June 30, 2009	December 31, 2008
Unrealized gains and losses on ABS before impairment	(32.6)	(31.9)	(30.2)
Total impairment on balance sheet	(33.9)	(32.4)	(27.0)
Outstanding unrealized gains and losses on ABS	1.3	0.5	(3.2)

TABLE 2

US \$ million, except per share data in US \$

Book value per share	September 30, 2009	December 31, 2008
Common shareholders' equity	2,275.6	2,171.8
Number of shares net of treasury shares	80,722.8	80,659.7
Plus: RSUs including directors' equity plan	1,172.4	806.3
Plus: RSU granted on May the 5th following decrease in capital	-	-
Number of shares	81,895.2	81,466.1
Book value per share (Primary)	27.79	26.66
Common shareholders' equity	2,275.6	2,171.8
Less: Intangible	(187.9)	(224.9)
Less: Deferred tax liability associated with intangible	54.6	62.8
Tangible shareholders' equity	2,142.4	2,009.6
Number of shares	81,895.2	81,466.1
Tangible book value per share (Primary)	26.16	24.67
Common shareholders' equity	2,275.6	2,171.8
Plus: Proceeds from exercise of options	38.0	40.1
Plus: Proceeds from exercise of warrants	128.3	143.5
Adjusted shareholders' equity	2,442.0	2,355.4
Common shares outstanding	80,722.8	80,659.7
Plus: RSUs including directors' equity plan	1,172.4	806.3
Plus: RSU granted on May the 5th following decrease in capital	-	-
Plus: Options	1,876.7	1,968.7
Plus: Warrants	8,487.8	8,487.8
Diluted common shares outstanding	92,259.7	91,922.5
Diluted book value per share (diluted on "If converted" basis)	26.47	25.62
Common shareholders' equity	2,275.6	2,171.8
Less: Intangible	(187.9)	(224.9)
Less: Deferred tax liability associated with intangible	54.6	62.8
Tangible shareholders' equity	2,142.4	2,009.6
Plus: Proceeds from exercise of options	38.0	40.1
Plus: Proceeds from exercise of warrants	128.3	143.5
Adjusted shareholders' equity	2,308.7	2,193.2
Common shares outstanding	80,722.8	80,659.7
Plus: RSUs including directors' equity plan	1,172.4	806.3
Plus: RSU granted on May the 5th following decrease in capital	-	-
Plus: Options	1,876.7	1,968.7
Plus: Warrants	8,487.8	8,487.8
Diluted common shares outstanding	92,259.7	91,922.5
Diluted tangible book value per share (diluted on "If converted" basis)	25.02	23.86

TABLE 3

US \$ million

Nine months ended September 30

	Property		Casualty		Marine / Aviation / Space		Credit / Surety		Facultatives		Life / Accident & Health		TOTAL	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
Gross written premiums	558.3	591.5	203.1	212.9	79.0	95.0	97.0	134.6	169.7	208.9	69.2	99.1	1,176.4	1,342.0
Net written premiums	453.7	449.0	202.9	211.9	77.0	92.3	86.3	123.6	128.1	152.9	68.2	96.7	1,016.2	1,126.5
Net earned premiums	364.7	362.2	166.0	170.4	66.1	81.2	75.8	98.4	129.2	157.9	79.8	55.5	881.6	925.5
Claims net of retrocession	-194.3	-241.6	-130.1	-120.0	-54.4	-67.6	-90.8	-64.5	-67.9	-171.4	-79.3	-39.5	-616.7	-704.6
Commissions & brokerage net of retrocession	-42.9	-46.9	-34.8	-39.1	-6.9	-10.5	-25.3	-35.3	-21.6	-23.1	-8.8	-8.2	-140.3	-163.1
Net underwriting income	127.4	73.7	1.1	11.3	4.8	3.1	-40.2	-1.4	39.7	-36.7	-8.3	7.7	124.6	57.8
General expenses	-37.1	-50.7	-12.0	-19.5	-5.1	-9.1	-2.7	-8.0	-13.8	-25.4	-6.6	-7.0	-77.3	-119.7
Net underwriting income after general expenses	90.3	23.1	-10.9	-8.2	-0.3	-6.0	-42.9	-9.4	25.9	-62.1	-14.9	0.7	47.3	-61.9
Total loss ratio net of reinsurance	53.3%	66.7%	78.4%	70.4%	82.2%	83.2%	119.7%	65.6%	52.5%	108.6%	99.4%	71.3%	70.0%	76.1%
Net commissions & brokerage ratio	11.8%	12.9%	20.9%	22.9%	10.5%	12.9%	33.3%	35.8%	16.7%	14.7%	11.0%	14.8%	15.9%	17.6%
General Expense Ratio	10.2%	14.0%	7.2%	11.4%	7.7%	11.2%	3.5%	8.1%	10.7%	16.1%	8.3%	12.6%	8.8%	12.9%
Combined Ratio	75.2%	93.6%	106.5%	104.8%	100.4%	107.4%	156.6%	109.5%	79.9%	139.3%	118.6%	98.7%	94.6%	106.7%

Three months ended September 30

	Property		Casualty		Marine / Aviation / Space		Credit / Surety		Facultatives		Life / Accident & Health		TOTAL	
	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008	2009	2008
Gross written premiums	97.7	96.0	45.6	32.0	21.8	18.7	2.7	-2.8	49.6	73.9	5.5	24.3	222.8	242.0
Net written premiums	80.3	79.6	45.4	31.7	21.5	18.8	3.0	-3.2	44.2	56.7	5.5	24.3	199.8	207.8
Net earned premiums	126.1	143.5	55.0	56.9	21.9	27.2	27.2	33.4	45.7	52.8	27.7	20.0	303.5	333.7
Claims net of retrocession	-92.8	-154.6	-41.4	-42.4	-23.9	-32.8	-25.4	-29.5	-23.1	-79.7	-28.8	-13.5	-235.5	-352.6
Commissions & brokerage net of retrocession	-10.0	-19.0	-10.8	-14.8	-1.2	-3.1	-8.2	-12.9	-8.9	-6.7	-3.5	-2.7	-42.6	-59.2
Net underwriting income	23.3	-30.1	2.8	-0.3	-3.3	-8.8	-6.5	-9.0	13.7	-33.7	-4.7	3.8	25.4	-78.1
General expenses	-13.0	-16.5	-4.2	-6.3	-1.8	-3.0	-0.9	-2.6	-4.8	-8.3	-2.3	-2.3	-27.1	-39.0
Net underwriting income after general expenses	10.3	-46.6	-1.4	-6.7	-5.0	-11.8	-7.4	-11.6	8.9	-41.9	-7.0	1.5	-1.6	-117.0
Total loss ratio net of reinsurance	73.6%	107.7%	75.3%	74.6%	109.2%	120.8%	93.5%	88.4%	50.5%	151.0%	104.2%	67.8%	77.6%	105.6%
Net commissions & brokerage ratio	7.9%	13.3%	19.6%	26.0%	5.7%	11.5%	30.3%	38.6%	19.4%	12.8%	12.8%	13.3%	14.0%	17.7%
General Expense Ratio	10.3%	11.5%	7.6%	11.2%	8.1%	10.9%	3.5%	7.8%	10.6%	15.7%	8.3%	11.4%	8.9%	11.7%
Combined Ratio	91.8%	132.5%	102.6%	111.7%	123.0%	143.3%	127.3%	134.8%	80.5%	179.4%	125.3%	92.5%	100.5%	135.1%