

ANNUAL STATEMENT
OF THE
QBE INSURANCE CORPORATION

2007

OF
Philadelphia
IN THE STATE OF
Pennsylvania
TO THE
INSURANCE DEPARTMENT
OF THE
STATE OF
FOR THE YEAR ENDED
DECEMBER 31, 2007

PROPERTY AND CASUALTY

2007



ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2007
OF THE CONDITION AND AFFAIRS OF THE
QBE INSURANCE CORPORATION

NAIC Group Code 0796, 0796 NAIC Company Code 39217 Employer's ID Number 22-2311816
Organized under the Laws of Pennsylvania, State of Domicile or Port of Entry Pennsylvania
Country of Domicile United States of America
Incorporated/Organized 05/05/1980 Commenced Business 10/21/1980
Statutory Home Office C/O CT Corp., 1515 Market St. Suite 1210, Philadelphia, PA 19102
Main Administrative Office 88 Pine Street, 16th Fl., Wall St. Plaza, New York, NY 10005-1801, 212-422-1212
Mail Address 88 Pine Street, 16th Fl., Wall St. Plaza, New York, NY 10005-1801
Primary Location of Books and Records 88 Pine Street, 16th Fl., Wall St. Plaza, New York, NY 10005-1801, 212-894-7547
Internet Website Address www.qbe.com
Statutory Statement Contact Scott Andrew Pryor, 212-894-7547
scott.pryor@qbeamericas.com, 212-894-7647

OFFICERS

Table with 4 columns: Name, Title, Name, Title. Includes Timothy Michael Kenny (Chief Executive Officer), Christopher Colin Fish (Chief Financial Officer), Susan Rivera (President), Peter Thomas Maloney (General Counsel & Corp. Secretary).

OTHER OFFICERS

Table with 4 columns: Name, Title, Name, Title. Includes Bruce David Carlino (Senior Vice President), James Justin Fiore (Chief Operating Officer), John Carmine LaCava (Chief Administrative Officer), Ming-I Huang (Chief Risk Officer), Ian George Davey (Senior Vice President), Nancy Lynn Kelly (Senior Vice President), Marc Sanford Willner (Senior Vice President), Celso Miguel Moreira (Senior Vice President).

DIRECTORS OR TRUSTEES

Table with 4 columns: Name, Name, Name, Name. Includes Vincent Mclenaghan, John Carmine LaCava, Susan Rivera, James Justin Fiore, Alan Jeffrey Levin, Laura Kirkpatrick Hinson, Christopher Colin Fish, Francis Michael O'Halloran, Timothy Michael Kenny, Anthony Robert Przybyszewski.

State of NY

County of NY ss

The officers of this reporting entity, being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures Manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

Susan Rivera
President

Christopher Colin Fish
Chief Financial Officer

Peter Thomas Maloney
General Counsel & Corp. Secretary

Subscribed and sworn to before me this
25th day of February, 2008

- a. Is this an original filing? Yes [X] No []
b. If no,
1. State the amendment number
2. Date filed
3. Number of pages attached

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

ASSETS

	Current Year			Prior Year
	1 Assets	2 Nonadmitted Assets	3 Net Admitted Assets (Cols. 1 - 2)	4 Net Admitted Assets
1. Bonds (Schedule D).....	18,134,984		18,134,984	24,677,389
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks	103,706,700	14,137,756	89,568,944	73,042,469
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances).....				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$85,354,528 , Schedule E, Part 1), cash equivalents (\$7,986,456 , Schedule E, Part 2) and short-term investments (\$3,490,988 , Schedule DA).....	96,831,972		96,831,972	104,840,708
6. Contract loans, (including \$premium notes)				
7. Other invested assets (Schedule BA)				
8. Receivables for securities				500,000
9. Aggregate write-ins for invested assets				
10. Subtotals, cash and invested assets (Lines 1 to 9)	218,673,656	14,137,756	204,535,900	203,060,566
11. Title plants less \$ charged off (for Title insurers only).....				
12. Investment income due and accrued	2,773,579		2,773,579	2,326,414
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection	33,283,485	240,619	33,042,866	11,560,313
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premium).....	176,675,857		176,675,857	204,692,300
13.3 Accrued retrospective premium.....				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers	32,721,896		32,721,896	45,913,697
14.2 Funds held by or deposited with reinsured companies	25,980		25,980	25,980
14.3 Other amounts receivable under reinsurance contracts				
15. Amounts receivable relating to uninsured plans				
16.1 Current federal and foreign income tax recoverable and interest thereon	2,491,948		2,491,948	
16.2 Net deferred tax asset	18,544,536	11,763,278	6,781,258	6,255,917
17. Guaranty funds receivable or on deposit	6,481,251		6,481,251	
18. Electronic data processing equipment and software.....	5,366,139	5,366,139		
19. Furniture and equipment, including health care delivery assets (\$)	2,547,963	2,547,963		
20. Net adjustment in assets and liabilities due to foreign exchange rates				
21. Receivables from parent, subsidiaries and affiliates	1,974,672		1,974,672	790,398
22. Health care (\$) and other amounts receivable				
23. Aggregate write-ins for other than invested assets	30,024,079	27,858,136	2,165,943	4,356,930
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	531,585,041	61,913,891	469,671,150	478,982,515
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts				
26. Total (Lines 24 and 25)	531,585,041	61,913,891	469,671,150	478,982,515
DETAILS OF WRITE-INS				
0901.				
0902.				
0903.				
0998. Summary of remaining write-ins for Line 9 from overflow page				
0999. Totals (Lines 0901 thru 0903 plus 0998)(Line 9 above)				
2301. Prepaid expenses.....	384,261	384,261		
2302. Intangible asset.....	27,473,875	27,473,875		
2303. Wind credit receivable.....	2,165,943		2,165,943	4,356,930
2398. Summary of remaining write-ins for Line 23 from overflow page				
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	30,024,079	27,858,136	2,165,943	4,356,930

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

LIABILITIES, SURPLUS AND OTHER FUNDS

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8)	65,456,289	61,704,934
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6)		150,149
3. Loss adjustment expenses (Part 2A, Line 34, Column 9)	14,427,479	15,235,397
4. Commissions payable, contingent commissions and other similar charges	660,405	167,149
5. Other expenses (excluding taxes, licenses and fees)	4,908,535	2,138,678
6. Taxes, licenses and fees (excluding federal and foreign income taxes)	5,459,068	4,387,175
7.1 Current federal and foreign income taxes (including \$ on realized capital gains (losses))		193,940
7.2 Net deferred tax liability		
8. Borrowed money \$ and interest thereon \$		
9. Unearned premiums (Part 1A, Line 37, Column 5) (after deducting unearned premiums for ceded reinsurance of \$ 203,220,778 and including warranty reserves of \$)	50,474,151	72,042,387
10. Advance premium		
11. Dividends declared and unpaid:		
11.1 Stockholders		
11.2 Policyholders		
12. Ceded reinsurance premiums payable (net of ceding commissions)	83,135,918	130,472,271
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19)	76,256,592	46,461,300
14. Amounts withheld or retained by company for account of others	10,672	10,672
15. Remittances and items not allocated		
16. Provision for reinsurance (Schedule F, Part 7)	50,000	104,000
17. Net adjustments in assets and liabilities due to foreign exchange rates		
18. Drafts outstanding		
19. Payable to parent, subsidiaries and affiliates	7,248,376	8,493,289
20. Payable for securities		
21. Liability for amounts held under uninsured plans		
22. Capital notes \$ and interest thereon \$		
23. Aggregate write-ins for liabilities		27,027
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23)	308,087,485	341,588,368
25. Protected cell liabilities		
26. Total liabilities (Lines 24 and 25)	308,087,485	341,588,368
27. Aggregate write-ins for special surplus funds		
28. Common capital stock	4,387,500	4,387,500
29. Preferred capital stock	500,000	500,000
30. Aggregate write-ins for other than special surplus funds		
31. Surplus notes		
32. Gross paid in and contributed surplus	190,517,500	157,987,500
33. Unassigned funds (surplus)	(33,821,335)	(25,480,853)
34. Less treasury stock, at cost:		
34.1 shares common (value included in Line 28 \$)		
34.2 shares preferred (value included in Line 29 \$)		
35. Surplus as regards policyholders (Lines 27 to 33, less 34) (Page 4, Line 39)	161,583,665	137,394,147
36. Totals (Page 2, Line 26, Col. 3)	469,671,150	478,982,515
DETAILS OF WRITE-INS		
2301. Future contracts - variation margin payable		27,027
2302.		
2303.		
2398. Summary of remaining write-ins for Line 23 from overflow page		
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)		27,027
2701.		
2702.		
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 through 2703 plus 2798) (Line 27 above)		
3001.		
3002.		
3003.		
3098. Summary of remaining write-ins for Line 30 from overflow page		
3099. Totals (Lines 3001 through 3003 plus 3098) (Line 30 above)		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

STATEMENT OF INCOME

	1 Current Year	2 Prior Year
UNDERWRITING INCOME		
1. Premiums earned (Part 1, Line 34, Column 4)	129,974,439	107,110,137
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 34, Column 7)	59,624,224	49,164,036
3. Loss expenses incurred (Part 3, Line 25, Column 1)	10,100,780	11,299,054
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2)	48,617,971	45,542,390
5. Aggregate write-ins for underwriting deductions		
6. Total underwriting deductions (Lines 2 through 5)	118,342,975	106,005,480
7. Net income of protected cells		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7)	11,631,464	1,104,657
INVESTMENT INCOME		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17)	7,420,912	4,901,679
10. Net realized capital gains (losses) less capital gains tax of \$(70,410) (Exhibit of Capital Gains (Losses)).....	(130,766)	(560,958)
11. Net investment gain (loss) (Lines 9 + 10)	7,290,146	4,340,721
OTHER INCOME		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ amount charged off \$)		
13. Finance and service charges not included in premiums	1,246,597	879,075
14. Aggregate write-ins for miscellaneous income	2,311,484	7,048,569
15. Total other income (Lines 12 through 14)	3,558,081	7,927,644
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15)	22,479,691	13,373,022
17. Dividends to policyholders		
18. Net income, after dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Line 16 minus Line 17)	22,479,691	13,373,022
19. Federal and foreign income taxes incurred	6,693,942	7,693,997
20. Net income (Line 18 minus Line 19) (to Line 22)	15,785,749	5,679,025
CAPITAL AND SURPLUS ACCOUNT		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2)	137,394,147	138,696,007
22. Net income (from Line 20)	15,785,749	5,679,025
23. Net transfers (to) from Protected Cell accounts		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$482,778	(9,170,101)	(1,587,070)
25. Change in net unrealized foreign exchange capital gain (loss)		
26. Change in net deferred income tax	9,947,932	2,766,704
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3)	(24,958,062)	(32,635,319)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1)	54,000	474,800
29. Change in surplus notes		
30. Surplus (contributed to) withdrawn from protected cells		
31. Cumulative effect of changes in accounting principles		
32. Capital changes:		
32.1. Paid in		
32.2. Transferred from surplus (Stock Dividend)		
32.3. Transferred to surplus		
33. Surplus adjustments:		
33.1. Paid in	32,530,000	32,000,000
33.2. Transferred to capital (Stock Dividend)		
33.3. Transferred from capital		
34. Net remittances from or (to) Home Office		
35. Dividends to stockholders		(8,000,000)
36. Change in treasury stock (Page 3, Lines 34.1 and 34.2, Column 2 minus Column 1)		
37. Aggregate write-ins for gains and losses in surplus		
38. Change in surplus as regards policyholders for the year (Lines 22 through 37)	24,189,518	(1,301,860)
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35)	161,583,665	137,394,147
DETAILS OF WRITE-INS		
0501.		
0502.		
0503.		
0598. Summary of remaining write-ins for Line 5 from overflow page		
0599. Totals (Lines 0501 through 0503 plus 0598) (Line 5 above)		
1401. Windstorm credits.....	2,311,484	7,092,569
1402. Miscellaneous income.....		(44,000)
1403.		
1498. Summary of remaining write-ins for Line 14 from overflow page		
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above)	2,311,484	7,048,569
3701.		
3702.		
3703.		
3798. Summary of remaining write-ins for Line 37 from overflow page		
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above)		

CASH FLOW

	1 Current Year To Date	2 Prior Year Ended December 31
Cash from Operations		
1. Premiums collected net of reinsurance.....	67,453,864	121,947,489
2. Net investment income	6,879,349	3,535,108
3. Miscellaneous income	3,558,081	7,927,644
4. Total (Lines 1 through 3)	77,891,294	133,410,241
5. Benefit and loss related payments	42,831,217	47,205,730
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions	61,672,917	53,995,298
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$ (70,410) tax on capital gains (losses).....	9,309,418	7,080,815
10. Total (Lines 5 through 9)	113,813,552	108,281,843
11. Net cash from operations (Line 4 minus Line 10)	(35,922,258)	25,128,398
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	16,286,983	125,820,927
12.2 Stocks	17,708,018	11,139,681
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments	48,225	108,888
12.7 Miscellaneous proceeds	500,000	
12.8 Total investment proceeds (Lines 12.1 to 12.7)	34,543,226	137,069,496
13. Cost of investments acquired (long-term only):		
13.1 Bonds	9,654,399	87,050,376
13.2 Stocks	56,877,815	29,020,487
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications	426,939	1,054,596
13.7 Total investments acquired (Lines 13.1 to 13.6)	66,959,153	117,125,459
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(32,415,927)	19,944,037
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock	32,530,000	32,000,000
16.3 Borrowed funds		
16.4 Net deposits on deposit-type contracts and other insurance liabilities		
16.5 Dividends to stockholders		8,000,000
16.6 Other cash provided (applied).....	27,799,450	(25,277,951)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6)	60,329,450	(1,277,951)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	(8,008,735)	43,794,484
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	104,840,708	61,046,224
19.2 End of year (Line 18 plus Line 19.1)	96,831,972	104,840,708

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1 - PREMIUMS EARNED

Lines of Business		1 Net Premiums Written per Column 6, Part 1B	2 Unearned Premiums Dec. 31 Prior Year - per Col. 3, Last Year's Part 1	3 Unearned Premiums Dec. 31 Current Year - per Col. 5 Part 1A	4 Premiums Earned During Year (Cols. 1 + 2 - 3)
1.	Fire	(4,440,402)	2,131,631	1,605,015	(3,913,786)
2.	Allied lines	14,699,725	3,539,892	5,035,295	13,204,322
3.	Farmowners multiple peril	9,717,574	3,611,255	4,740,032	8,588,797
4.	Homeowners multiple peril	65,935	17,184	239	82,880
5.	Commercial multiple peril	20,615,638	50,763,507	23,763,603	47,615,542
6.	Mortgage guaranty				
8.	Ocean marine				
9.	Inland marine	212,590	365,049	167,632	410,007
10.	Financial guaranty				
11.1	Medical malpractice - occurrence				
11.2	Medical malpractice - claims-made				
12.	Earthquake	715	2,989	350	3,354
13.	Group accident and health	29,792,258			29,792,258
14.	Credit accident and health (group and individual)				
15.	Other accident and health				
16.	Workers' compensation				
17.1	Other liability - occurrence	13,908,671	4,156,483	5,936,654	12,128,500
17.2	Other liability - claims-made				
18.1	Products liability - occurrence	336,862	2	8,869	327,995
18.2	Products liability - claims-made				
19.1,19.2	Private passenger auto liability	13,130,968	3,823,720	4,538,112	12,416,576
19.3,19.4	Commercial auto liability	4,685,470	1,008,001	2,263,688	3,429,783
21.	Auto physical damage	5,105,216	2,495,109	2,156,349	5,443,976
22.	Aircraft (all perils)				
23.	Fidelity				
24.	Surety				
26.	Burglary and theft	411	4	24	391
27.	Boiler and machinery				
28.	Credit	574,572	127,561	258,289	443,844
29.	International				
30.	Reinsurance - Nonproportional Assumed Property				
31.	Reinsurance - Nonproportional Assumed Liability				
32.	Reinsurance - Nonproportional Assumed Financial Lines				
33.	Aggregate write-ins for other lines of business				
34.	TOTALS	108,406,203	72,042,387	50,474,151	129,974,439
DETAILS OF WRITE-INS					
3301.	.....			
3302.	.....			
3303.	.....			
3398.	Summary of remaining write-ins for Line 33 from overflow page				
3399.	Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)				

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1A - RECAPITULATION OF ALL PREMIUMS

Line of Business		1 Amount Unearned (Running One Year or Less from Date of Policy) (a)	2 Amount Unearned (Running More Than One Year from Date of Policy) (a)	3 Earned but Unbilled Premium	4 Reserve for Rate Credits and Retrospective Adjustments Based on Experience	5 Total Reserve for Unearned Premiums Cols. 1 + 2 + 3 + 4
1.	Fire	1,605,015				1,605,015
2.	Allied lines	5,035,295				5,035,295
3.	Farmowners multiple peril	4,740,032				4,740,032
4.	Homeowners multiple peril	239				239
5.	Commercial multiple peril	23,763,603				23,763,603
6.	Mortgage guaranty					
8.	Ocean marine					
9.	Inland marine	167,632				167,632
10.	Financial guaranty					
11.1	Medical malpractice - occurrence					
11.2	Medical malpractice - claims-made					
12.	Earthquake	350				350
13.	Group accident and health					
14.	Credit accident and health (group and individual)					
15.	Other accident and health					
16.	Workers' compensation					
17.1	Other liability - occurrence	5,936,654				5,936,654
17.2	Other liability - claims-made					
18.1	Products liability - occurrence	8,869				8,869
18.2	Products liability - claims-made					
19.1,19.2	Private passenger auto liability	4,538,112				4,538,112
19.3,19.4	Commercial auto liability	2,263,688				2,263,688
21.	Auto physical damage	2,156,349				2,156,349
22.	Aircraft (all perils)					
23.	Fidelity					
24.	Surety					
26.	Burglary and theft	24				24
27.	Boiler and machinery					
28.	Credit	258,289				258,289
29.	International					
30.	Reinsurance - Nonproportional Assumed Property					
31.	Reinsurance - Nonproportional Assumed Liability					
32.	Reinsurance - Nonproportional Assumed Financial Lines					
33.	Aggregate write-ins for other lines of business					
34.	TOTALS	50,474,151				50,474,151
35.	Accrued retrospective premiums based on experience					
36.	Earned but unbilled premiums					
37.	Balance (Sum of Line 34 through 36)					50,474,151
DETAILS OF WRITE-INS						
3301.	.....				
3302.	.....				
3303.	.....				
3398.	Summary of remaining write-ins for Line 33 from overflow page					
3399.	Totals (Lines 3301 thru 3303 plus 3398) (Line 33 above)					

(a) State here basis of computation used in each case . Pro-rata based on life of contract, net of reinsurance.....

UNDERWRITING AND INVESTMENT EXHIBIT

PART 1B - PREMIUMS WRITTEN

Line of Business	1 Direct Business (a)	Reinsurance Assumed		Reinsurance Ceded		6 Net Premiums Written Cols. 1 + 2 + 3 - 4 - 5
		2 From Affiliates	3 From Non-Affiliates	4 To Affiliates	5 To Non-Affiliates	
1. Fire	11,665,862			2,997,055	13,109,209	(4,440,402)
2. Allied lines	40,187,852			4,089,123	21,399,004	14,699,725
3. Farmowners multiple peril			51,016,379	41,298,805		9,717,574
4. Homeowners multiple peril	2,301,458			263,745	1,971,778	65,935
5. Commercial multiple peril	254,154,380			152,068,486	81,470,256	20,615,638
6. Mortgage guaranty						
8. Ocean marine						
9. Inland marine	4,554,268			849,152	3,492,526	212,590
10. Financial guaranty						
11.1 Medical malpractice - occurrence						
11.2 Medical malpractice - claims-made						
12. Earthquake	23,092			2,849	19,528	715
13. Group accident and health	150,230,885			120,438,627		29,792,258
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation						
17.1 Other liability - occurrence	67,022,204		15,832,324	67,521,679	1,424,178	13,908,671
17.2 Other liability - claims-made						
18.1 Products liability - occurrence	1,684,311			1,347,449		336,862
18.2 Products liability - claims-made						
19.1,19.2 Private passenger auto liability	45,566,420			32,435,452		13,130,968
19.3,19.4 Commercial auto liability	10,352,981		15,832,670	19,591,007	1,909,174	4,685,470
21. Auto physical damage	12,812,814		5,277,557	12,982,159	2,996	5,105,216
22. Aircraft (all perils)						
23. Fidelity						
24. Surety	155,350			155,350		
26. Burglary and theft	2,053			1,642		411
27. Boiler and machinery						
28. Credit	4,361,392			3,786,820		574,572
29. International						
30. Reinsurance - Nonproportional Assumed Property	XXX					
31. Reinsurance - Nonproportional Assumed Liability	XXX					
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX					
33. Aggregate write-ins for other lines of business						
34. TOTALS	605,075,322		87,958,930	459,829,400	124,798,649	108,406,203
DETAILS OF WRITE-INS						
3301.						
3302.						
3303.						
3398. Summary of remaining write-ins for Line 33 from overflow page						
3399. Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)						

(a) Does the company's direct premiums written include premiums recorded on an installment basis? Yes [] No [X]

If yes: 1. The amount of such installment premiums \$

2. Amount at which such installment premiums would have been reported had they been reported on an annualized basis \$

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

UNDERWRITING AND INVESTMENT EXHIBIT

PART 2 - LOSSES PAID AND INCURRED

Line of Business	Losses Paid Less Salvage				5 Net Losses Unpaid Current Year (Part 2A, Col. 8)	6 Net Losses Unpaid Prior Year	7 Losses Incurred Current Year (Cols. 4 + 5 - 6)	8 Percentage of Losses Incurred (Col. 7, Part 2) to Premiums Earned (Col. 4, Part 1)
	1 Direct Business	2 Reinsurance Assumed	3 Reinsurance Recovered	4 Net Payments (Cols. 1 + 2 - 3)				
1. Fire	1,927,395	26	1,610,535	316,886	559,933	576,147	300,672	(7.7)
2. Allied lines	18,906,324		15,845,806	3,060,518	3,177,814	526,237	5,712,095	43.3
3. Farmowners multiple peril		12,494,732	9,995,786	2,498,946	2,199,340	376,974	4,321,312	50.3
4. Homeowners multiple peril	593,925	1,845	575,208	20,562	33,659	22,077	32,144	38.8
5. Commercial multiple peril	134,617,894	(975,536)	122,591,793	11,050,565	21,168,629	21,679,316	10,539,878	22.1
6. Mortgage guaranty								
8. Ocean marine								
9. Inland marine	961,705	34	898,119	63,620	67,073	93,869	36,824	9.0
10. Financial guaranty								
11.1 Medical malpractice - occurrence								
11.2 Medical malpractice - claims-made								
12. Earthquake	1,145		581	564	789	290	1,063	31.7
13. Group accident and health	105,153,348		84,122,678	21,030,670	13,102,103	11,865,085	22,267,688	74.7
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation								
17.1 Other liability - occurrence	32,332,866		26,053,808	6,279,058	13,687,173	15,305,402	4,660,829	38.4
17.2 Other liability - claims-made								
18.1 Products liability - occurrence					323,096	240,307	82,789	25.2
18.2 Products liability - claims-made								
19.1,19.2 Private passenger auto liability	36,494,254		29,563,805	6,930,449	5,647,936	6,044,980	6,533,405	52.6
19.3,19.4 Commercial auto liability	10,072,725		8,402,134	1,670,591	3,079,993	2,443,840	2,306,744	67.3
21. Auto physical damage	13,149,371	133	10,357,183	2,792,321	1,526,010	1,728,863	2,589,468	47.6
22. Aircraft (all perils)								
23. Fidelity					3,618	14,638	(11,020)	
24. Surety					4	5,151	(5,147)	
26. Burglary and theft	3,649		2,919	730	3,449	4,849	(670)	(171.4)
27. Boiler and machinery			10,180	(10,180)			(10,180)	
28. Credit	5,299		4,769	530	117,428	42,985	74,973	16.9
29. International								
30. Reinsurance - Nonproportional Assumed Property	XXX	70,000	123	69,877	341,049	330,516	80,410	
31. Reinsurance - Nonproportional Assumed Liability	XXX					403,408	(403,408)	
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	97,162		97,162	417,193		514,355	
33. Aggregate write-ins for other lines of business								
34. TOTALS	354,219,900	11,688,396	310,035,427	55,872,869	65,456,289	61,704,934	59,624,224	45.9
DETAILS OF WRITE-INS								
3301.								
3302.								
3303.								
3398.	Summary of remaining write-ins for Line 33 from overflow page							
3399.	Totals (Lines 3301 through 3303 + 3398) (Line 33 above)							

6

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

**UNDERWRITING AND INVESTMENT EXHIBIT
PART 2A - UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES**

Line of Business	Reported Losses				Incurred But Not Reported			8 Net Losses Unpaid (Cols. 4 + 5 + 6 - 7)	9 Unpaid Loss Adjustment Expenses
	1 Direct	2 Reinsurance Assumed	3 Deduct Reinsurance Recoverable from Authorized and Unauthorized Companies	4 Net Losses Excl. Incurred But Not Reported (Cols. 1 + 2 - 3)	5 Direct	6 Reinsurance Assumed	7 Reinsurance Ceded		
1. Fire	984,868	426	711,559	273,735	2,719,252	2,433,054	559,933	65,835	
2. Allied lines	16,234,383		13,917,129	2,317,254	12,707,867	11,847,307	3,177,814	553,664	
3. Farmowners multiple peril		7,922,964	6,338,371	1,584,593		3,844,471	2,199,340	173,757	
4. Homeowners multiple peril	201,774	12,020	215,645	(1,851)	624,343	588,833	33,659	117,644	
5. Commercial multiple peril	97,357,727	218,314	92,143,548	5,432,493	129,140,069	(2,648)	113,401,285	6,560,980	
6. Mortgage guaranty									
8. Ocean marine									
9. Inland marine	310,069	4,392	298,166	16,295	364,059		313,281	24,479	
10. Financial guaranty									
11.1 Medical malpractice - occurrence									
11.2 Medical malpractice - claims-made									
12. Earthquake	(91)	2	(43)	(46)	15,663		14,828	789	
13. Group accident and health	26,452,618		21,162,094	5,290,524	40,182,177		32,370,598	1,805,509	
14. Credit accident and health (group and individual)									
15. Other accident and health									
16. Workers' compensation									
17.1 Other liability - occurrence	20,991,695	18,133	17,082,737	3,927,091	58,764,671	1,193,112	50,197,701	3,179,271	
17.2 Other liability - claims-made									
18.1 Products liability - occurrence					1,806,541		1,483,445	70,603	
18.2 Products liability - claims-made									
19.1,19.2 Private passenger auto liability	13,328,405		10,566,351	2,762,054	10,021,050		7,135,168	816,522	
19.3,19.4 Commercial auto liability	1,347,969		1,189,602	158,367	10,258,999	1,193,112	8,530,485	643,091	
21. Auto physical damage	1,784,839		1,298,664	486,175	5,562,174	398,257	4,920,596	340,458	
22. Aircraft (all perils)									
23. Fidelity	(7,888)		(6,310)	(1,578)	34,067		28,871	1,447	
24. Surety					17		13	4	
26. Burglary and theft	4,208		3,366	842	16,528		13,921	1,024	
27. Boiler and machinery									
28. Credit					932,547		815,119	27,619	
29. International									
30. Reinsurance - Nonproportional Assumed Property	XXX	341,339	290	341,049	XXX		341,049	19,365	
31. Reinsurance - Nonproportional Assumed Liability	XXX				XXX				
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	417,193		417,193	XXX		417,193	24,558	
33. Aggregate write-ins for other lines of business									
34. TOTALS	178,990,576	8,934,783	164,921,169	23,004,190	273,150,024	6,626,304	237,324,229	14,427,479	
DETAILS OF WRITE-INS									
3301.									
3302.									
3303.									
3398.	Summary of remaining write-ins for Line 33 from overflow page								
3399.	Totals (Lines 3301 through 3303 + 3398) (Line 33 above)								

(a) Including \$ for present value of life indemnity claims.

UNDERWRITING AND INVESTMENT EXHIBIT

PART 3 - EXPENSES

	1 Loss Adjustment Expenses	2 Other Underwriting Expenses	3 Investment Expenses	4 Total
1. Claim adjustment services:				
1.1 Direct	35,221,713			35,221,713
1.2 Reinsurance assumed	2,506,700			2,506,700
1.3 Reinsurance ceded	28,481,089			28,481,089
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3)	9,247,324			9,247,324
2. Commission and brokerage:				
2.1 Direct, excluding contingent		142,914,079		142,914,079
2.2 Reinsurance assumed, excluding contingent		17,842,688		17,842,688
2.3 Reinsurance ceded, excluding contingent		146,874,745		146,874,745
2.4 Contingent-direct		6,482,206		6,482,206
2.5 Contingent-reinsurance assumed		1,244,554		1,244,554
2.6 Contingent-reinsurance ceded		7,367,596		7,367,596
2.7 Policy and membership fees				
2.8 Net commission and brokerage (2.1 + 2.2 - 2.3 + 2.4 + 2.5 - 2.6 + 2.7)		14,241,186		14,241,186
3. Allowances to manager and agents				
4. Advertising	1,576	36,199	1,048	38,823
5. Boards, bureaus and associations	46,128	1,059,324	30,661	1,136,113
6. Surveys and underwriting reports				
7. Audit of assureds' records				
8. Salary and related items:				
8.1 Salaries	429,584	9,865,426	285,543	10,580,553
8.2 Payroll taxes	37,676	865,237	25,044	927,957
9. Employee relations and welfare	68,805	1,580,106	45,735	1,694,646
10. Insurance	6,745	154,892	4,483	166,120
11. Directors' fees		540		540
12. Travel and travel items	19,938	457,881	13,253	491,072
13. Rent and rent items	52,578	1,207,442	34,948	1,294,968
14. Equipment	66,563	1,528,607	44,244	1,639,414
15. Cost or depreciation of EDP equipment and software	49,250	1,131,012	32,736	1,212,998
16. Printing and stationery	14,554	334,225	9,674	358,453
17. Postage, telephone and telegraph, exchange and express	5,764	132,375	3,831	141,970
18. Legal and auditing	54,295	1,246,187	36,091	1,336,573
19. Totals (Lines 3 to 18)	853,456	19,599,453	567,291	21,020,200
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$		10,358,755		10,358,755
20.2 Insurance department licenses and fees		378,334		378,334
20.3 Gross guaranty association assessments		1,795,409		1,795,409
20.4 All other (excluding federal and foreign income and real estate)				
20.5 Total taxes, licenses and fees (20.1 + 20.2 + 20.3 + 20.4)		12,532,498		12,532,498
21. Real estate expenses				
22. Real estate taxes				
23. Reimbursements by uninsured plans				
24. Aggregate write-ins for miscellaneous expenses		2,244,834		2,244,834
25. Total expenses incurred	10,100,780	48,617,971	567,291 (a)	59,286,042
26. Less unpaid expenses - current year	14,427,479	11,028,008	42,353	25,497,840
27. Add unpaid expenses - prior year	15,235,397	6,693,003	50,175	21,978,575
28. Amounts receivable relating to uninsured plans, prior year				
29. Amounts receivable relating to uninsured plans, current year				
30. TOTAL EXPENSES PAID (Lines 25 - 26 + 27 - 28 + 29)	10,908,698	44,282,966	575,113	55,766,777
DETAILS OF WRITE-INS				
2401. Donations		378		378
2402. Miscellaneous expense		85,327		85,327
2403. Amortization		2,159,129		2,159,129
2498. Summary of remaining write-ins for Line 24 from overflow page				
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above)		2,244,834		2,244,834

(a) Includes management fees of \$ 5,107,331 to affiliates and \$ to non-affiliates.

EXHIBIT OF NET INVESTMENT INCOME

	1 Collected During Year	2 Earned During Year
1. U.S. Government bonds	(a) 806,804	882,359
1.1 Bonds exempt from U.S. tax	(a)	
1.2 Other bonds (unaffiliated)	(a) 427,630	4,284,134
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	300,564	313,716
2.21 Common stocks of affiliates	1,000,000	1,000,000
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 4,691,836	1,507,994
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	7,226,834	7,988,203
11. Investment expenses		(g) 567,291
12. Investment taxes, licenses and fees, excluding federal income taxes		(g)
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i)
15. Aggregate write-ins for deductions from investment income		
16. Total (Lines 11 through 15)		567,291
17. Net Investment Income - (Line 10 minus Line 16)		7,420,912
DETAILS OF WRITE-INS		
0901.		
0902.		
0903.		
0998. Summary of remaining write-ins for Line 9 from overflow page		
0999. Totals (Lines 0901 through 0903 plus 0998 (Line 9, above))		
1501.		
1502.		
1503.		
1598. Summary of remaining write-ins for Line 15 from overflow page		
1599. Total (Lines 1501 through 1503 plus 1598) (Line 15, above)		

(a) Includes \$ 111,603 accrual of discount less \$ 17,205 amortization of premium and less \$ 108,652 paid for accrued interest on purchases.
 (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
 (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
 (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
 (e) Includes \$ 135,825 accrual of discount less \$ 4,191 amortization of premium and less \$ 147,756 paid for accrued interest on purchases.
 (f) Includes \$ accrual of discount less \$ amortization of premium.
 (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
 (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
 (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

	1 Realized Gain (Loss) On Sales or Maturity	2 Other Realized Adjustments	3 Total Realized Capital Gain (Loss) (Columns 1 + 2)	4 Change in Unrealized Capital Gain (Loss)	5. Change in Unrealized Foreign Exchange Capital Gain (Loss)
1. U.S. Government bonds	(4,219)		(4,219)		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)					
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates					
2.2 Common stocks (unaffiliated)	208,784		208,784	1,352,331	
2.21 Common stocks of affiliates				(10,066,681)	
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	(35,405)		(35,405)		
7. Derivative instruments	(370,338)		(370,338)	27,027	
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	(201,178)		(201,178)	(8,687,323)	
DETAILS OF WRITE-INS					
0901.					
0902.					
0903.					
0998. Summary of remaining write-ins for Line 9 from overflow page					
0999. Totals (Lines 0901 through 0903 plus 0998) (Line 9, above)					

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

EXHIBIT OF NONADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D).....			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks	14,137,756		(14,137,756)
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income.....			
4.3 Properties held for sale			
5. Cash, (Schedule-E, Part 1), cash equivalents (Schedule-E, Part 2) and short-term investments (Schedule DA).....			
6. Contract loans			
7. Other invested assets (Schedule BA)			
8. Receivables for securities			
9. Aggregate write-ins for invested assets			
10. Subtotals, cash and invested assets (Lines 1 to 9)	14,137,756		(14,137,756)
11. Title plants (for Title insurers only).....			
12. Investment income due and accrued			
13. Premiums and considerations:			
13.1 Uncollected premiums and agents' balances in the course of collection	240,619	90,743	(149,876)
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due.....			
13.3 Accrued retrospective premium.....			
14. Reinsurance:			
14.1 Amounts recoverable from reinsurers			
14.2 Funds held by or deposited with reinsured companies			
14.3 Other amounts receivable under reinsurance contracts			
15. Amounts receivable relating to uninsured plans			
16.1 Current federal and foreign income tax recoverable and interest thereon			
16.2 Net deferred tax asset.....	11,763,278	2,823,463	(8,939,815)
17. Guaranty funds receivable or on deposit			
18. Electronic data processing equipment and software.....	5,366,139	1,792,958	(3,573,181)
19. Furniture and equipment, including health care delivery assets.....	2,547,963	747,546	(1,800,417)
20. Net adjustment in assets and liabilities due to foreign exchange rates			
21. Receivables from parent, subsidiaries and affiliates			
22. Health care and other amounts receivable.....			
23. Aggregate write-ins for other than invested assets	27,858,136	31,501,119	3,642,983
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	61,913,891	36,955,829	(24,958,062)
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
26. Total (Lines 24 and 25)	61,913,891	36,955,829	(24,958,062)
DETAILS OF WRITE-INS			
0901.			
0902.			
0903.			
0998. Summary of remaining write-ins for Line 9 from overflow page			
0999. Totals (Lines 0901 through 0903 plus 0998)(Line 9 above)			
2301. Prepaid expenses.....	384,261	674,039	289,778
2302. Intangible asset.....	27,473,875	30,827,080	3,353,205
2303.			
2398. Summary of remaining write-ins for Line 23 from overflow page			
2399. Totals (Lines 2301 through 2303 plus 2398)(Line 23 above)	27,858,136	31,501,119	3,642,983

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies

Accounting Practices

The accompanying financial statements of QBE Insurance Corporation ("the Company") have been prepared on the basis of accounting practices prescribed or permitted by the Commonwealth of Pennsylvania Insurance Department ("the Department"). Effective January 1, 2001, insurance companies domiciled in Pennsylvania are required to comply with the National Association of Insurance Commissioners' ("NAIC") Accounting Practices and Procedures Manual ("NAIC SAP"), subject to certain deviations prescribed or permitted by the Department.

Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with Statutory Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities. It also requires disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the period. Actual results could differ from those estimates.

Accounting Policies

Premiums written are earned over the terms of the related policies and reinsurance contracts. Unearned premiums are established to cover the unexpired portion of premiums written. Such reserves are computed by pro-rata methods for direct business and are based on reports received from Program Managers ("PM's"). Premiums written and unearned premiums are presented after deductions for reinsurance ceded to other insurance companies.

Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions and brokerage, are charged to operations as incurred. Expenses incurred are reduced for ceding allowances received or receivable.

Net investment income includes interest and dividends received or accrued on investments. It also includes amortization of any purchase premium or discount using the interest method, adjusted prospectively for any change in estimated yield to maturity. Investment income is recognized when earned. Investment income due and accrued that is deemed uncollectible is charged against net investment income in the period such determination is made, while investment income greater than 90 days past due is non-admitted and charged directly to surplus. Net investment income is reduced by investment management expenses.

Realized investment gains and losses are reported in income based upon specific identification of securities sold. Beginning January 1, 2001, realized losses include valuation adjustments for other than temporary impairment of investments. A new cost basis and book yield is established at the market value as of the impairment date for a security that is other than temporarily impaired. Unrealized investment gains and losses represent changes in the reported fair value and are recorded directly to surplus.

In addition, the Company uses the following accounting policies:

Short-term investments are stated at amortized cost.

Bonds are valued at amortized cost using the scientific method where the Securities Valuation Office of the NAIC requires a lower carrying value.

Common stocks including mutual funds and non-redeemable preferred stocks of unaffiliated companies other than stocks of subsidiaries and affiliates are stated at market value.

The Company's investment in its wholly owned subsidiaries, QBE Aseguradora De Riesgos Del Trabajo S.A., QBE Brasil Seguros S.A., QBE Seguros S.A., Cumbre Seguros De Mexico S.A. and QBE Specialty Insurance Company are stated at statutory equity value. QBE Specialty Insurance Company is an excess and surplus lines property & casualty insurance company domiciled in the United States and is recorded at its statutory equity value. Investments in both QBE Seguros S.A. & Cumbre Seguros De Mexico S.A. are recorded based on the underlying United States GAAP equity, adjusted to a United States Statutory basis of accounting in accordance SSAP No. 97. Investments in both QBE Aseguradora De Riesgos Del Trabajo S.A. and QBE Brasil Seguros S.A. were recorded as non-admitted assets at December 31, 2007. Goodwill arising from the acquisition of these subsidiary companies is amortized over a period of ten years. Unamortized goodwill at the end of the current year for QBE Seguros S.A was (\$263,279).

The Company includes anticipated investment income as a factor in premium deficiency calculations.

The estimated liability for unpaid losses and loss adjustment expenses is based on reports and individual case estimates received from PM's. An estimated liability, based on historical experience and modified for current trends, is also recorded for losses and loss adjustment expenses, which have been incurred but not reported. The methods of determining such estimates and establishing the resulting reserves are continually reviewed and modified to reflect current conditions, and any adjustments are reflected in results of operations currently. Unpaid losses and loss adjustment expenses are presented after deductions for reinsurance ceded to other insurance companies and anticipated salvage recoveries. The Company has no known exposures to environmental or asbestos claims.

A deferred tax asset has been recorded on the Company's balance sheet in accordance with the requirements of SSAP No. 10 Income Taxes.

The Company has a written capitalization policy for purchases of items such as electronic data processing equipment, software, furniture, and lease hold improvements. The predefined capitalization thresholds under this policy have not changed from those of the prior year.

2. Accounting Changes and Corrections of Errors

Not applicable

3. Business Combinations and Goodwill

Statutory Purchase Method

- On November 1, 2007, the Company purchased 100% of Cumbre Seguros De Mexico S.A., which is a Mexican based property and casualty company. On September 29, 2006, the Company also purchased renewal rights to a block of agricultural business written in twenty states within the United States, which was previously part of OneBeacon Insurance. This Agri-Business is located in Lenexa, Kansas. On May 31, 2005, the Company purchased 94.99% of Compania Central De Seguros S.A., a Colombian based property and casualty company, and 5.63% of its subsidiary Compania Central De Seguros De Vida S.A., a Colombian based life insurance company. On November 30, 2005 Compania Central De Seguros De Vida S.A., was merged into Compania Central De Seguros S.A. and was subsequently renamed QBE Seguros S.A.
- All acquisitions above were accounted for as statutory purchases.
- The cost of the Cumbre Seguros De Mexico S.A acquisition was \$32,342,210. The cost of the Agri-Business division acquisition was \$32,000,000, which resulted in \$19,665,381 of goodwill and \$12,000,000 of intangible assets. The goodwill and intangible assets are amortized in conformity with SSAP 68. The unamortized goodwill was \$17,207,208 and the unamortized intangible assets was \$10,266,667, as of December 31, 2007. The unamortized goodwill and intangible assets related to the acquisition of the Agri-Business are recorded as non-admitted assets. The cost of the acquisition of Compania Central De Seguros S.A. and Compania Central De Seguros De Vida S.A. were \$20,566,996 and \$336,677, respectively, and resulted in negative goodwill of \$354,983.
- Goodwill is amortized over 10 years. Goodwill and intangible asset amortization for the current year relating to the purchases of Agri-Business was \$1,966,538 and \$1,386,667, respectively. Negative goodwill amortization for the current year relating to QBE Seguros S.A. was \$35,498.

NOTES TO FINANCIAL STATEMENTS

Statutory Mergers

Not applicable

Impairment Loss

Not applicable

4. Discontinued Operations

Not applicable

5. InvestmentsMortgage Loans

Not applicable

Troubled Debt Restructuring for Creditors

Not applicable

Reverse Mortgages

Not applicable

Loan-Backed Securities

Not applicable

Repurchase Agreements

Not applicable

Real Estate Impairments

Not applicable

Low Income Housing Tax Credits

Not applicable

6. Joint Ventures, Partnerships and Limited Liability CompaniesDetail for Those Greater than 10% of Admitted Assets

Not applicable

Write-downs for Impairments

Not applicable

7. Investment IncomeAccrued Investment Income

The Company does not admit investment income due and accrued if amounts are over 90 days past due.

Amounts Non-admitted

None

8. Derivative Instruments

Effective June 2007, the Company ceased all investment activities related to derivative instruments and does not have any derivative instruments on its balance sheet as of December 31, 2007.

During 2007 and 2006, the Company used derivative financial instruments, including financial futures contracts as a means to hedge exposure to equity price change. The Company entered into futures contracts on S&P 500 Index funds to hedge against exposure to fair value movements in investments in S&P 500 Index funds.

The Company accounted for such transactions in conformity with SSAP 86 – Accounting for Derivative Instruments and Hedging Activities, and recorded the change in the fair value of such futures contracts as unrealized gains and losses on the balance sheet, and net gains or losses resulting from settlement of futures contracts, in the statement of income.

The unrealized loss on futures contracts at December 31, 2007 and 2006 was \$0 and \$27,027, respectively. The net realized loss on the settlement of futures contracts was \$357,760 and \$291,472, respectively, for the years ending December 31, 2007 and 2006.

During the period when the Company invested in these derivative instruments, it was exposed to credit related losses in the event of non-performance by counterparties to financial instruments, but it did not expect any counterparties to fail to meet their obligations given their high credit ratings. The credit exposure of futures contracts during this period, was represented by the deposits, including variation margins, held by brokers.

During the period when the Company invested in these derivative instruments, its exposure to market risk was represented by the negative variation margins on these future contracts.

9. Income Taxes

a. Components of Net Deferred Tax Assets

	12/31/2007	12/31/2006
Total gross deferred tax assets	\$19,448,483	\$9,480,913
Total gross deferred tax liabilities	903,947	401,533
Net deferred tax asset	18,544,536	9,079,380
Non-admitted deferred tax assets	11,763,278	2,823,463
Net admitted deferred tax assets	6,781,258	6,255,917
(Increase) decrease in deferred tax assets non-admitted	(\$8,939,815)	(\$987,483)

b. Unrecognized Deferred Tax Liabilities

Not applicable

NOTES TO FINANCIAL STATEMENTS

c. Current Tax and Change in Deferred Tax

The provisions for income taxes incurred on earnings for the years ended December 31 are:

Description	2007	2006
Federal	\$6,623,532	\$7,693,997
Realized capital gains	62,683	(302,054)
Utilization of capital loss carryforward	(62,683)	0
Federal and foreign income taxes incurred	\$6,623,532	\$7,391,943

Tax effects of temporary differences that give rise to the significant portions of the deferred tax assets and deferred tax liabilities are as follows:

	12/31/2007	12/31/2006
Deferred tax assets:		
Unpaid losses and LAE	\$2,622,584	\$2,739,671
Unearned premiums	3,533,191	5,042,967
Fixed assets	3,001,686	0
Unrealized loss	0	1,488,950
Intangible assets including goodwill	9,907,490	0
Net capital loss carryover	219,262	0
Other	164,270	209,325
Total deferred tax assets	19,448,483	9,480,913
Non-admitted deferred tax assets	11,763,278	2,823,463
Admitted deferred tax assets	7,685,205	6,657,450
Deferred tax liabilities:		
Fixed assets	0	139,854
Investments	903,947	128,010
Other	0	133,669
Total deferred tax liabilities	903,947	401,533
Net admitted deferred tax assets	\$6,781,258	\$6,255,917

The change in net deferred income taxes is comprised of the following:

	12/31/2007	12/31/2006	Change
Total gross deferred tax assets	\$19,448,483	\$9,480,913	\$9,967,570
Total gross deferred tax liabilities	903,947	401,533	502,414
Net deferred tax asset	\$18,544,536	\$9,079,380	9,465,156
Tax effect on change in net unrealized capital gains			482,775
Change in net deferred income tax			\$9,947,931

d. Reconciliation of Federal Income Tax Rate to Actual Effective Rate

The significant items causing a difference between the statutory federal income tax rate and QBE Insurance Corporation's effective income tax rate are as follows:

	2007	Effective Tax Rate
Provision computed at statutory rate	\$7,843,247	35.0%
Meals and entertainment	32,330	0.1%
Dividends received deduction, net of pro-ration	(412,592)	-1.8%
Other nondeductible expenses	(31,773)	-0.1%
Tax effect of change in non-admitted asset	(658,207)	-2.9%
Prior year deferred tax correction	(9,898,923)	-44.3%
Prior year true-up and other adjustments	(198,481)	-0.8%
Total	(\$3,324,399)	-14.8%
Federal and foreign income taxes incurred	\$6,623,532	29.6%
Realized capital gains tax	0	0.0%
Change in net deferred income tax	(9,947,931)	-44.4%
Total statutory income taxes	(\$3,324,399)	-14.8%

e. Operating Loss and Tax Credit Carryforwards.

- At December 31, 2007, the Company had no unused operating loss carryforwards, and \$626,462 of net capital loss carryforwards available to offset against future taxable income.
- The following is income tax expense for 2007 and 2006 that is available for recoupment in the event of future losses:

YEAR	AMOUNT
2007	\$6,683,142
2006	\$7,471,084

NOTES TO FINANCIAL STATEMENTS

f. Consolidated Federal Income Tax Return

1. The Company's federal income tax return is consolidated with the following entities:

QBE Investments (North America), Inc. (Parent of US Group)
 QBE Holdings, Inc.
 QBE Management, Inc.
 QBE Reinsurance Corporation
 QBE Specialty Insurance Company
 National Farmers Union Property and Casualty Company
 United Security Insurance Company
 Praetorian Insurance Company
 Redland Insurance Company
 Praetorian Financial Group, Inc.
 Praetorian Specialty Insurance Company
 QBE Regional Companies (N.A.), Inc.
 General Casualty Company of Wisconsin
 General Casualty Insurance Company
 Regent Insurance Company
 Hoosier Insurance Company
 Blue Ridge Insurance Company
 Blue Ridge Indemnity Company
 Southern Guaranty Insurance Company
 Southern Pilot Insurance Company
 Southern Fire & Casualty Company
 Unigard Insurance Company
 Unigard Indemnity Company

2. The Company is party to a written tax allocation agreement ("Agreement"), approved by the Board of Directors, with QBE Investments (North America), Inc. ("Consolidated Parent"), and the direct and indirect subsidiaries of Consolidated Parent. Pursuant to the Agreement, the Company makes payments or receives refunds using separate company return calculations resulting in a tax liability or refund equal to the amount the Company would have paid or received if it had filed on a separate return basis instead of on a consolidated return basis. Current losses or credits generated by the Company result in refunds under the Agreement to the extent, and for those periods in which they are utilized by other members of the consolidated group.

10. Information Concerning Parent, Subsidiaries and Affiliates

Nature of Relationships

All outstanding shares of the Company are owned by QBE Reinsurance Corporation, an insurance company domiciled in the Commonwealth of Pennsylvania which is 100% owned by QBE Holdings Inc., an insurance holding company domiciled in the State of Delaware, which is ultimately a wholly owned subsidiary of QBE Insurance Group Limited, a publicly traded company incorporated under the laws of Australia.

Detail of Transactions Greater than 1/2% of Total Admitted Assets

The Company received a \$32,530,000 capital contribution from its immediate parent, QBE Reinsurance Corporation, on August 31, 2007 to fund the 2007 acquisition of Cumbre Seguros De Mexico S.A.

Change in Terms of Intercompany Arrangements

Not applicable

Amounts due to or from Related Parties

The Company reported \$6,056,452 and \$8,170,771, respectively, due to parent, QBE Reinsurance for the periods ended December 31, 2007 and 2006. Refer to below table for a summary of amounts due from/to all affiliated entities.

	12/31/2007	12/31/2006
QBE Insurance (Australia) Limited	\$237,0555	\$391,524
Praetorian Insurance Company	1,701,479	0
QBE Brasil Seguros S.A.	24,181	0
QBE Investments (North America), Inc.	6,698	0
QBE Seguros S.A.	5,000	38,000
Redland Insurance Company	259	0
QBE Specialty Insurance Company	0	347,341
National Farmers Union Property and Casualty Company	0	13,533
Due from Related Parties	\$1,974,672	\$790,398
QBE Reinsurance Corporation	\$6,056,452	\$8,170,771
QBE Specialty Insurance Company	750,147	0
QBE Regional Companies (N.A.), Inc.	276,744	0
QBE Management Services Pty Ltd.	164,062	174,303
National Farmers Union Property and Casualty Company	971	0
QBE Insurance (Europe) Ltd.	0	4,942
QBE Investments (North America), Inc.	0	143,273
Due to Related Parties	\$7,248,376	\$8,493,289

Guarantees or Contingencies for Related Parties

Not applicable

NOTES TO FINANCIAL STATEMENTS

Management, Service Contracts, Cost Sharing Arrangements

The Company is party to a service agreement with certain members of its holding company group, whereby the Company has agreed to provide and/or receive services to/from one or more of the other members of the holding company group. Such services can include:

- a) Information services, including shared third party software
- b) Human resources
- c) Financial
- d) Tax
- e) Actuarial
- f) Legal
- g) Communication
- h) Corporate services (e.g. facilities management)
- i) Internal audit
- j) Risk management
- k) Claims
- l) Underwriting and processing
- m) Customer service
- n) Office services (e.g. printing and mailing)
- o) File and record keeping
- p) Third-party vendor services

The cost for such services shall be charged to the Company or other members of the holding company group based on an allocation of the actual costs incurred by the provider of the services. The allocation shall be calculated as agreed by the parties in good faith and in accordance with SSAP No. 70.

The Company entered into an internal investment management agreement with its affiliate, Minster Court Asset Management Ltd, to manage the Company's invested assets. The Company is charged for these services at fair value.

Nature of Relationships that Could Affect Operations

All outstanding shares of the Company are owned by QBE Reinsurance Corporation.

Amount Deducted for Investment in Upstream Company

Not applicable

Detail of Investments in Affiliates Greater than 10% of Admitted Assets

The Company owns 100% of QBE Specialty Insurance Company, an excess and surplus lines insurance company incorporated on August 5, 2002 with \$15,000,000 in surplus. On December 27, 2002 the Company made an additional capital contribution to QBE Specialty Insurance Company of \$10,000,000. On December 30, 2004 the Company made an additional capital contribution to QBE Specialty Insurance Company of \$750,000. At December 31, 2007 this investment was recorded at its statutory equity value of \$28,053,789.

The Company has 83% ownership in QBE Aseguradora De Riesgos Del Trabajo S.A., a company that writes workers compensation insurance in Argentina, 100% ownership in QBE Brasil Seguros S.A., a company that writes accident and health, auto, life, marine and surety insurance in Brazil, 94.99% ownership in QBE Seguros S.A., a company that writes general insurance risks in Colombia, and 100% ownership in Cumbre Seguros De Mexico S.A., a company that writes general property and casualty insurance in Mexico. At December 31, 2007 the recorded statutory equity values are \$8,063,993 for QBE Aseguradora De Riesgos Del Trabajo S.A., \$6,073,763 for QBE Brasil Seguros S.A., \$24,401,606 for QBE Seguros S.A., and \$16,953,247 for Cumbre Seguros De Mexico S.A. The recorded statutory equity values of \$8,063,993 and \$6,073,763 for QBE Aseguradora De Riesgos Del Trabajo S.A. and QBE Brasil Seguros S.A. were recorded as non-admitted assets at December 31, 2007.

Investment in Impaired Affiliates

Not applicable

11. Debt

Not applicable

12. Retirement Plans, Deferred Compensation and Other Postretirement Benefit Plans

Defined Benefits Plans

QBE Reinsurance Corporation sponsors a defined pension plan covering substantially all employees of the Company. See Consolidated/Holding Company Plans.

Defined Contributions Plans

QBE Reinsurance Corporation sponsors a defined contribution savings plan covering substantially all employees of the Company. See Consolidated/Holding Company Plans.

Multiemployer Plans

Not applicable

Consolidated/Holding Company Plans

QBE Reinsurance Corporation sponsors a defined pension plan covering substantially all Company employees. The benefits are based on years of service and the employee's average highest three consecutive years of annual compensation. The funding and accounting policies of the parent are to contribute annually an amount which is between the minimum required deposit to the plan and the maximum deductible as calculated by the pension actuary and to charge such contributions to expense in the year they are deductible for income tax purposes.

QBE Reinsurance Corporation sponsors a defined contribution savings plan covering substantially all employees of the Company. The Company partially matches employee contributions, up to 4% of a participant's annual salary. The Company's match is funded in the same period as the participant's contribution and is reflected accordingly in the financial statements. Amounts recorded as expense for 2007 and 2006 were \$404,748 and \$237,265, respectively.

Post-employment Benefits and Compensated Absences

The Company has no obligations to current or former employees for benefits after their employment but before their retirement other than for compensation related to earned vacation. The Company's policy is that all unused accrued vacation must be taken by June 30th of the subsequent year from when it was earned.

NOTES TO FINANCIAL STATEMENTS

13. Capital and Surplus, Dividend Restrictions, and Quasi-Reorganizations

Outstanding Shares

The Company has 10,000,000 shares of \$0.65 par value common stock authorized and 6,750,000 shares issued and outstanding.

The Company has authorized, issued, and outstanding 1,000,000 shares of preferred stock, which have a par value of \$0.50 per share. Each share of preferred stock is redeemable at par value on the Company's demand.

Dividend Rate of Preferred Stock

Not applicable

Dividend Restrictions

Dividends on common stock are paid as declared by the Board of Directors of the Company. Under the insurance regulations of the Commonwealth of Pennsylvania, the maximum amount of dividends that can be paid by insurance companies to shareholders in a twelve month period is limited to the greater of ten percent of statutory surplus of the most recently filed Annual Statement or net income for that same period.

Mutual Surplus Advances

Not applicable

Company Stock Held for Special Purposes

Not applicable

Changes in Special Surplus Funds

Not applicable

Changes in Unassigned Funds

The portion of unassigned funds (surplus) represented or reduced by each item below is as follows:

Description	Current Year Increase (Decrease) in Surplus
Unrealized gain or (loss)	(\$9,170,101)

Surplus Notes

Not applicable

Quasi Reorganizations

Not applicable

Dividend Payments

None

14. Contingencies

Contingent Commitments

Not applicable

Guaranty Funds and Other Assessments

The Company is subject to guaranty funds and other assessments by the states in which it writes business. The Company has a guaranty fund receivable of \$6,481,251. The amount represents management's best estimates based on information received from states in which the Company writes business and may change due to many factors including the Company's share of the ultimate cost of current insolvencies.

Gain Contingencies

Not applicable

Extra Contractual Obligation and Bad Faith Losses

Not Applicable

Other Contingencies and Writedowns for Impairment

Not applicable

15. Leases

Lessee Leasing Arrangements

The Holding Company, QBE Holdings, Inc., has entered into a non-cancelable operating lease agreement effective September 1, 1998 and expiring in 2018. The Company is charged for office space and other equipment under non-cancelable leases by QBE Holdings, Inc. Lease expenses paid by the Company were \$1,664,191 and \$1,028,927 for the period ending December 31, 2007, and 2006, respectively.

Future annual and minimum rental payments are as follows:

Year	Amount
2008	\$2,756,047
2009	1,720,802
2010	1,557,544
2011	1,573,971
2012	1,612,828
Thereafter	10,193,310
Total	\$19,414,502

The company has not entered into any sale and leaseback arrangements.

NOTES TO FINANCIAL STATEMENTS

Lessor Leasing Arrangements

Not applicable

16. Information About Financial Instruments with Off-Balance-Sheet Risk & Financial Instruments with Concentrations of Credit Risk

Not applicable

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Not applicable

18. Gain or Loss from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

Not applicable

19. Direct Premium Written / Produced by Program Managers / Third Party Administrators

The Company uses Program Managers to write and administer various classes of business in specified territories. As reported in the following chart, the indicated PM's write premium greater than 5% of policyholders' surplus. The terms of the PM's contracts give the PM's authority for underwriting (U), claims payment (C), claims adjustment (CA), binding authority (B), and premium collection (P).

<u>Name and Address of Program Manager of Third Party Administrator</u>	<u>FEIN Number</u>	<u>Exclusive Contract</u>	<u>Type of Business Written</u>	<u>Type of Authority Granted</u>	<u>Direct Written Premium (\$000 omitted)</u>
AJD Excess Risk 625 Highland Colony Parkway Suite 203, Box 1170 Ridgeland, MS 39157	41-2043790	No	Accident & Health	U, C, CA, B, P	\$29,530
Anchor Managing General Agency 8104 Seaton Place Montgomery, AL 36116	63-1050249	No	Commercial Property & Liability	U, C, CA, B, P	41,772
Arrowhead 701 B Street, Suite 2100 San Diego, CA 92101	33-0108914	No	Personal Auto	U, C, CA, B, P	57,157
Beacon 180 Nickerson Street, Suite 304 Seattle, WA 98109	56-2140811	No	Accident & Health	U, C, CA, B, P	9,780
Community Association Underwriters of America, Inc. 2 Caufield Place Newtown, PA 18940	23-2574033	No	Commercial Property & Liability	U, C, CA, B, P	129,372
COX Insurance PO Box 17008 5170 Commerce Circle Indianapolis, IN 46217	35-1884838	No	Accident & Health	U, C, CA, B, P	11,878
Deans & Homer 340 Pine Street San Francisco, CA 94104	94-1072984	No	Commercial Property & Liability	U, C, CA, B, P	18,395
Florida Intracoastal Underwriters 1600 Sawgrass Corporate Parkway Suite 200 Sunrise, FL 33323	65-0649189	No	Commercial Property & Liability	U, C, CA, B, P	111,296
Greenwood International 77 Main Street Hopkinton, MA 01748	04-3524319	No	Accident & Health	U, C, CA, B, P	8,964
Hartan Brokerage Inc. 33 West 60 th Street, 6 th Floor New York, NY 10023	13-3395274	No	Commercial Property & Liability	U, C, CA, B, P	22,194
Intermediary Insurance Service 180 Montgomery Street San Francisco, CA 94104	94-2872506	No	Accident & Health	U, C, CA, B, P	27,422
IOA Re, Inc. 190 West Germantown Pike, Suite 200 East Norriton, PA 19401	23-2589410	No	Accident & Health	U, C, CA, B, P	11,076
Johnson & Johnson 960 Morrison Drive, Suite 300 Charleston, SC 29403	57-0189850	No	Commercial Property & Liability	U, C, CA, B, P	11,464
Kerwick and Curran 1 Huntington Quadrangle, Suite 2C04 Melville, NY 11747	75-3141372	No	Casualty & Property	U, C, CA, B, P	14,552
Specialty Insurance Agency 1610 Route 88, Suite 102 Brick, NJ 08724	22-2784867	No	Commercial Property & Liability	U, C, CA, B, P	28,035
SLG Benefits & Insurance 9 Atlantic Avenue Marblehead, MA 01945	20-0208549	No	Accident & Health	U, C, CA, B, P	24,656
Starline Group 180 Teaticket Highway, Suite 203 East Falmouth, MA 02536	04-3499188	No	Accident & Health	U, C, CA, B, P	11,120
Stop Loss Concepts 5854 Heritage Landing Drive East Syracuse, NY 13057	16-1457747	No	Accident & Health	U, C, CA, B, P	9,329

Premiums written by PM's which individually are less than 5% of policyholders' surplus total \$27,082,000.

NOTES TO FINANCIAL STATEMENTS

20. Other ItemsExtraordinary Items

Not applicable

Troubled Debt Restructuring for Debtors

Not applicable

Other Disclosures

At December 31, 2007 and 2006, assets in the amount of \$7,373,312 and \$7,360,728, respectively, were on deposit with government authorities or trustees as required by law. Additionally, at December 31, 2007 and 2006, assets in the amount of \$10,131,053 and \$0, respectively, were pledged as collateral for outstanding letters of credit.

Uncollectible Premiums Receivable

At December 31, 2007 and 2006, the Company had admitted assets of \$209,718,723 and \$216,252,613 respectively in premiums receivable due from policyholders and agents. The Company routinely assesses the collectibility of these receivables and establishes appropriate provisions. Based upon Company experience, any uncollectible premium receivable as of December 31, 2007 is not expected to exceed the non-admitted provision totaling \$240,619. The potential for any additional loss is not believed to be material to the Company's financial condition.

Business Interruption Insurance Recoveries

Not applicable

State Transferable Tax Credits

Not applicable

Protective Tax Deposits

Not applicable

Hybrid Securities

Not applicable

Subprime Mortgage Related Risk Exposure

The Company does not engage in subprime residential mortgage lending. The Company has no investments or other assets collateralized by subprime mortgages or alternative documentation mortgages. The Company does not underwrite Mortgage Guarantee or Financial Guarantee business with exposure to subprime mortgages. The Company has no subprime mortgage related underwriting or investment losses in the current year.

21. Events Subsequent

As of the filing date of this statement no events have occurred which have had a material effect on the financial condition of the Company.

22. ReinsuranceUnsecured Reinsurance Recoverable

Unsecured aggregate recoverable for losses, paid and unpaid including IBNR, loss adjustment expenses and unearned premium with any individual reinsurer, authorized or unauthorized, that exceeds 3% of policyholders' surplus.

NAIC Code	Federal ID#	Name of Reinsurer	Amount (\$000 omitted)
10348	06-1430254	Arch Reinsurance Co	\$11,445
25070	13-2781282	Clearwater Insurance Co	5,467
38776	13-2997499	Folksamerica Reinsurance Co	19,678
22322	95-1479095	Greenwich Insurance Co	5,572
00000	AA-1126006	Lloyds Syndicate Number 4472	37,116
10227	13-4924125	Munich Reinsurance America Inc	10,479
20087	47-0355979	National Indemnity Co	8,166
38636	13-3031176	Partner Reinsurance Co of the US	6,004
10219	23-1641984	QBE Reinsurance Corporation	510,079

Reinsurance Recoverable in Dispute

Not applicable

Reinsurance Assumed and Ceded

1. The following table summarizes ceded and assumed unearned premium and the related commission equity at December 31, 2007.

	Assumed		Ceded		Assumed Less Ceded	
	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity	Unearned Premiums	Commission Equity
Affiliates	\$0	\$0	\$161,152,429	\$40,288,107	(\$161,152,429)	(\$40,288,107)
All others	42,221,255	6,333,188	42,068,349	10,937,770	152,906	(4,604,582)
Totals	\$42,221,255	\$6,333,188	\$203,220,778	\$51,225,877	(\$160,999,523)	(\$44,892,689)
Direct Unearned Premium Reserve:	\$211,473,673					

NOTES TO FINANCIAL STATEMENTS

2. Certain assumed and ceded reinsurance contracts provide for additional or return commissions based on the actual loss experience of the produced or reinsured business. Amounts accrued at December 31, 2007 are as follows:

Description	Direct	Assumed	Ceded	Net
Contingent commissions	\$4,877,053	\$1,424,290	\$5,640,938	\$660,405
Totals	\$4,877,053	\$1,424,290	\$5,640,938	\$660,405

3. The Company does not use protected cells as an alternative to traditional reinsurance.

Uncollectible Reinsurance

During the most recent year, the Company did not write off any reinsurance balances.

Commutation of Ceded Reinsurance

The Company commuted one ceded reinsurance treaty in the current year with Alea North America Insurance Co. The Company recognized the amounts received from the reinsurer as a reduction of losses and loss adjustment expenses paid (thereby reducing losses and loss adjustment expenses incurred) in the current year. The net effect of the commutations resulted in a NIL balance.

Statement of Income Account	Amount
1. Losses incurred	\$0
2. Earned Premium	0
Total	\$0

Retroactive Reinsurance

Not applicable

Reinsurance Accounted for as a Deposit

Not applicable

23. Retrospectively Rated Contracts and Contracts Subject to Redetermination

Not applicable

24. Changes in Incurred Losses and Loss Adjustment Expense

Reserves for incurred losses and loss adjustment expense attributable to insured events in prior years have decreased by \$809,000 as a result of re-estimation of reserves on commercial multiperil claims. Original estimates are increased or decreased as additional information becomes known. The decrease does not affect premium estimates because none of the policies in question are retrospectively rated.

25. Intercompany Pooling Arrangements

Not applicable

26. Structured Settlements

Not applicable

27. Health Care Receivables

Not applicable

28. Participating Policies

Not applicable

29. Premium Deficiency Reserves

Not applicable

30. High Deductibles

Not applicable

31. Discounting of Liabilities for Unpaid Losses or Unpaid Loss Adjustment Expenses

Not applicable

32. Asbestos and Environmental Reserves

Not applicable

33. Subscriber Savings Accounts

Not applicable

34. Multiple Peril Crop Insurance

Not applicable

SUMMARY INVESTMENT SCHEDULE

Investment Categories	Gross Investment Holdings		Admitted Assets as Reported in the Annual Statement	
	1 Amount	2 Percentage	3 Amount	4 Percentage
1. Bonds:				
1.1 U.S. treasury securities	8,130,671	3.718	8,130,671	3.975
1.2 U.S. government agency obligations (excluding mortgage-backed securities):				
1.21 Issued by U.S. government agencies				
1.22 Issued by U.S. government sponsored agencies	1,998,665	0.914	1,998,665	0.977
1.3 Foreign government (including Canada, excluding mortgaged-backed securities)				
1.4 Securities issued by states, territories, and possessions and political subdivisions in the U.S.:				
1.41 States, territories and possessions general obligations				
1.42 Political subdivisions of states, territories and possessions and political subdivisions general obligations				
1.43 Revenue and assessment obligations				
1.44 Industrial development and similar obligations				
1.5 Mortgage-backed securities (includes residential and commercial MBS):				
1.51 Pass-through securities:				
1.511 Issued or guaranteed by GNMA				
1.512 Issued or guaranteed by FNMA and FHLMC				
1.513 All other				
1.52 CMOs and REMICs:				
1.521 Issued or guaranteed by GNMA, FNMA, FHLMC or VA				
1.522 Issued by non-U.S. Government issuers and collateralized by mortgage-backed securities issued or guaranteed by agencies shown in Line 1.521				
1.523 All other				
2. Other debt and other fixed income securities (excluding short-term):				
2.1 Unaffiliated domestic securities (includes credit tenant loans rated by the SVO)	8,005,648	3.661	8,005,648	3.914
2.2 Unaffiliated foreign securities				
2.3 Affiliated securities				
3. Equity interests:				
3.1 Investments in mutual funds	388,166	0.178	388,166	0.190
3.2 Preferred stocks:				
3.21 Affiliated				
3.22 Unaffiliated				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated				
3.32 Unaffiliated	19,772,136	9.042	19,772,136	9.667
3.4 Other equity securities:				
3.41 Affiliated	83,546,398	38.206	69,408,642	33.935
3.42 Unaffiliated				
3.5 Other equity interests including tangible personal property under lease:				
3.51 Affiliated				
3.52 Unaffiliated				
4. Mortgage loans:				
4.1 Construction and land development				
4.2 Agricultural				
4.3 Single family residential properties				
4.4 Multifamily residential properties				
4.5 Commercial loans				
4.6 Mezzanine real estate loans				
5. Real estate investments:				
5.1 Property occupied by the company				
5.2 Property held for the production of income (including \$ of property acquired in satisfaction of debt)				
5.3 Property held for sale (including \$ property acquired in satisfaction of debt)				
6. Contract loans				
7. Receivables for securities				
8. Cash, cash equivalents and short-term investments	96,831,972	44.281	96,831,972	47.342
9. Other invested assets				
10. Total invested assets	218,673,656	100.000	204,535,900	100.000

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES

GENERAL

- 1.1 Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer? Yes [X] No []
- 1.2 If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations? Yes [X] No [] NA []
- 1.3 State Regulating? Pennsylvania.....
- 2.1 Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity? Yes [X] No []
- 2.2 If yes, date of change:09/30/2007
- 3.1 State as of what date the latest financial examination of the reporting entity was made or is being made.12/31/2007
- 3.2 State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.12/31/2002
- 3.3 State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).07/16/2004
- 3.4 By what department or departments? Pennsylvania Insurance Department
- 4.1 During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.11 sales of new business? Yes [X] No []
- 4.12 renewals? Yes [X] No []
- 4.2 During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
- 4.21 sales of new business? Yes [] No [X]
- 4.22 renewals? Yes [] No [X]
- 5.1 Has the reporting entity been a party to a merger or consolidation during the period covered by this statement? Yes [] No [X]
- 5.2 If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile

- 6.1 Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period? Yes [] No [X]
- 6.2 If yes, give full information
- 7.1 Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity? Yes [X] No []
- 7.2 If yes,
- 7.21 State the percentage of foreign control;100.0
- 7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney in fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
Australian.....	Corporation.....

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

GENERAL INTERROGATORIES

- 8.1 Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board? Yes [] No [X]
- 8.2 If response to 8.1 is yes, please identify the name of the bank holding company.
- 8.3 Is the company affiliated with one or more banks, thrifts or securities firms? Yes [] No [X]
- 8.4 If response to 8.3 is yes, please provide the names and location (city and state of the main office) of any affiliates regulated by a federal financial regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Office of Thrift Supervision (OTS), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC) and identify the affiliate's primary federal regulator.]

1 Affiliate Name	2 Location (City, State)	3 FRB	4 OCC	5 OTS	6 FDIC	7 SEC

9. What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
PricewaterhouseCoopers LLP
300 Madison Avenue
New York, NY 10017
10. What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Celso M. Moreira (FCAS, MAAA, CCRA) Senior Vice President & Chief Actuary
Wall Street Plaza; 88 Pine Street - 16th Floor
New York, NY 10005
- 11.1 Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly? Yes [] No [X]
- 11.11 Name of real estate holding company
- 11.12 Number of parcels involved
- 11.13 Total book/adjusted carrying value \$
- 11.2 If yes, provide explanation
12. FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 12.1 What changes have been made during the year in the United States Manager or the United States Trustees of the reporting entity?
- 12.2 Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located? Yes [] No []
- 12.3 Have there been any changes made to any of the trust indentures during the year? Yes [] No []
- 12.4 If answer to (12.3) is yes, has the domiciliary or entry state approved the changes? Yes [] No [] NA []
- 13.1 Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards? Yes [X] No []
- a. Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- b. Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- c. Compliance with applicable governmental laws, rules and regulations;
- d. The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- e. Accountability for adherence to the code.
- 13.11 If the response to 13.1 is No, please explain:
- 13.2 Has the code of ethics for senior managers been amended? Yes [] No [X]
- 13.21 If the response to 13.2 is Yes, provide information related to amendment(s).
- 13.3 Have any provisions of the code of ethics been waived for any of the specified officers? Yes [] No [X]
- 13.31 If the response to 13.3 is Yes, provide the nature of any waiver(s).

BOARD OF DIRECTORS

14. Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof? Yes [X] No []
15. Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof? Yes [X] No []
16. Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict or likely to conflict with the official duties of such person? Yes [X] No []

GENERAL INTERROGATORIES

FINANCIAL

17. Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)? Yes [] No [X]
- 18.1 Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.11 To directors or other officers .. \$
 - 18.12 To stockholders not officers ... \$
 - 18.13 Trustees, supreme or grand (Fraternal only) \$
- 18.2 Total amount of loans outstanding at end of year (inclusive of Separate Accounts, exclusive of policy loans):
- 18.21 To directors or other officers ... \$
 - 18.22 To stockholders not officers \$
 - 18.23 Trustees, supreme or grand (Fraternal only) \$
- 19.1 Were any of the assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in this statement? Yes [] No [X]
- 19.2 If yes, state the amount thereof at December 31 of the current year:
- 19.21 Rented from others \$
 - 19.22 Borrowed from others \$
 - 19.23 Leased from others \$
 - 19.24 Other \$
- 20.1 Does this statement include payments for assessments as described in the *Annual Statement Instructions* other than guaranty fund or guaranty association assessments? Yes [] No [X]
- 20.2 If answer is yes:
- 20.21 Amount paid as losses or risk adjustment \$
 - 20.22 Amount paid as expenses \$
 - 20.23 Other amounts paid \$
- 21.1 Does the reporting entity report any amounts due from the parent, subsidiaries or affiliates on Page 2 of this statement? Yes [X] No []
- 21.2 If yes, indicated any amounts receivable from parent included in the Page 2 amount: \$

INVESTMENT

- 22.1 Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? Yes [X] No []
- 22.2 If no, give full and complete information relating thereto:
- 23.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 19.1) Yes [X] No []
- 23.2 If yes, state the amount thereof at December 31 of the current year:
- 23.21 Loaned to others \$
 - 23.22 Subject to repurchase agreements \$
 - 23.23 Subject to reverse repurchase agreements \$
 - 23.24 Subject to dollar repurchase agreements \$
 - 23.25 Subject to reverse dollar repurchase agreements \$
 - 23.26 Pledged as collateral \$10,131,053
 - 23.27 Placed under option agreements \$
 - 23.28 Letter stock or other securities restricted as to sale ... \$
 - 23.29 On deposit with state or other regulatory body \$7,373,312
 - 23.291 Other \$
- 23.3 For category (23.28) provide the following:

1 Nature of Restriction	2 Description	3 Amount
.....
.....
.....
.....

- 24.1 Does the reporting entity have any hedging transactions reported on Schedule DB? Yes [X] No []
- 24.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] NA [X]
If no, attach a description with this statement.
- 25.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity? Yes [] No [X]
- 25.2 If yes, state the amount thereof at December 31 of the current year. \$

GENERAL INTERROGATORIES

26. Excluding items in Schedule E, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 3, III Conducting Examinations, G - Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [X] No []

26.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
Brown Brothers, Harriman & Company.....	140 Broadway, New York, NY 10005.....

26.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	2 Complete Explanation(s)
.....
.....

26.03 Have there been any changes, including name changes, in the custodian(s) identified in 26.01 during the current year?

Yes [] No [X]

26.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason
.....

26.05 Identify all investment advisors, brokers/dealers or individuals acting on behalf of broker/dealers that have access to the investment accounts, handle securities and have authority to make investments on behalf of the reporting entity:

1 Central Registration Depository Number(s)	2 Name	2 Address
N/A.....	Minster Court Asset Management Pty Ltd.	Level 2 82 Pitt Street, Sydney, NSW 2000, Australia.....

27.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5 (b) (1)])?.....

Yes [] No [X]

27.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
.....
.....
27.2999	TOTAL	.....

27.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding Of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....
.....

GENERAL INTERROGATORIES

28. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-) or Fair Value over Statement (+)
28.1 Bonds.....	29,612,427	29,619,105	6,678
28.2 Preferred stocks.....			
28.3 Totals	29,612,427	29,619,105	6,678

28.4 Describe the sources or methods utilized in determining fair values:

The market values of bonds and stocks were determined from quotations received from a nationally recognized pricing service: broker/dealer quotes or internal management calculations based on a matrix using quality rating, and treasury spreads.....

29.1 Have all the filing requirements of the *Purposes and Procedures Manual* of the NAIC Securities Valuation Office been followed? Yes [X] No []

29.2 If no, list the exceptions:

OTHER

30.1 Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?.....\$1,716,807

30.2 List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid
Insurance Service Office.....	1,363,270

31.1 Amount of payments for legal expenses, if any?.....\$781,236

31.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
Edwards Angel Palmer & Dodge LLP.....	686,982

32.1 Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?.....\$17,875

32.2 List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
Property Casualty Insurers Association	17,875

24.2 In June 2007, the Company ceased all investment activities related to derivative instruments and does not have any derivative instruments on its balance sheet as of December 31, 2007.

GENERAL INTERROGATORIES

(continued)

PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 1.1 Does the reporting entity have any direct Medicare Supplement Insurance in force? Yes [] No [X]
- 1.2 If yes, indicate premium earned on U.S. business only. \$
- 1.3 What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit? \$
- 1.31 Reason for excluding

- 1.4 Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above. \$
- 1.5 Indicate total incurred claims on all Medicare Supplement insurance. \$

1.6 Individual policies:

Most current three years:

- 1.61 Total premium earned \$
- 1.62 Total incurred claims \$
- 1.63 Number of covered lives

All years prior to most current three years:

- 1.64 Total premium earned \$
- 1.65 Total incurred claims \$
- 1.66 Number of covered lives

1.7 Group policies:

Most current three years:

- 1.71 Total premium earned \$
- 1.72 Total incurred claims \$
- 1.73 Number of covered lives

All years prior to most current three years:

- 1.74 Total premium earned \$
- 1.75 Total incurred claims \$
- 1.76 Number of covered lives

2. Health Test:

		1		2
		Current Year		Prior Year
2.1	Premium Numerator	\$29,792,258	\$	.....29,687,614
2.2	Premium Denominator	\$129,974,439	\$	.....107,110,137
2.3	Premium Ratio (2.1/2.2)	.....0.229		.....0.277
2.4	Reserve Numerator	\$14,907,612	\$	.....14,035,572
2.5	Reserve Denominator	\$130,357,919	\$	.....149,132,867
2.6	Reserve Ratio (2.4/2.5)	.....0.114		.....0.094

- 3.1 Does the reporting entity issue both participating and non-participating policies? Yes [] No [X]

3.2 If yes, state the amount of calendar year premiums written on:

- 3.21 Participating policies..... \$
- 3.22 Non-participating policies..... \$

4. For Mutual reporting entities and Reciprocal Exchanges only:

- 4.1 Does the reporting entity issue assessable policies?..... Yes [] No []
- 4.2 Does the reporting entity issue non-assessable policies?..... Yes [] No []
- 4.3 If assessable policies are issued, what is the extent of the contingent liability of the policyholders?..... %
- 4.4 Total amount of assessments paid or ordered to be paid during the year on deposit notes or contingent premiums..... \$

5. For Reciprocal Exchanges Only:

- 5.1 Does the exchange appoint local agents?..... Yes [] No []
- 5.2 If yes, is the commission paid:

- 5.21 Out of Attorney's-in-fact compensation..... Yes [] No [] NA []
- 5.22 As a direct expense of the exchange..... Yes [] No [] NA []

5.3 What expenses of the Exchange are not paid out of the compensation of the Attorney-in-fact?

- 5.4 Has any Attorney-in-fact compensation, contingent on fulfillment of certain conditions, been deferred?..... Yes [] No []

5.5 If yes, give full information

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 6.1 What provision has this reporting entity made to protect itself from an excessive loss in the event of a catastrophe under a workers' compensation contract issued without limit of loss:.....
 Not applicable.....
- 6.2 Describe the method used to estimate this reporting entity's probable maximum insurance loss, and identify the type of insured exposures comprising that probable maximum loss, the locations of concentrations of those exposures and the external resources (such as consulting firms or computer software models), if any, used in the estimation process:.....
 Refer to footnote.....
- 6.3 What provision has this reporting entity made (such as a catastrophic reinsurance program) to protect itself from an excessive loss arising from the types and concentrations of insured exposures comprising its probable maximum property insurance loss?.....
 Company participates in comprehensive catastrophic reinsurance protection programs.....
- 6.4 Does the reporting entity carry catastrophe reinsurance protection for at least one reinstatement, in an amount sufficient to cover its estimated probable maximum loss attributable to a single loss event or occurrence?..... Yes No
- 6.5 If no, describe any arrangements or mechanisms employed by the reporting entity to supplement its catastrophe reinsurance program or to hedge its exposure to uninsured catastrophic loss.

- 7.1 Has the reporting entity reinsured any risk with any other entity under a quota share reinsurance contract that includes a provision that would limit the reinsurer's losses below the stated quota share percentage (e.g., a deductible, a loss ratio corridor, a loss cap, an aggregate limit or any similar provisions)?..... Yes No
- 7.2 If yes, indicate the number of reinsurance contracts containing such provisions.....
- 7.3 If yes, does the amount of reinsurance credit taken reflect the reduction in quota share coverage caused by any applicable limiting provision(s)?..... Yes No
- 8.1 Has this reporting entity reinsured any risk with any other entity and agreed to release such entity from liability, in whole or in part, from any loss that may occur on the risk, or portion thereof, reinsured?..... Yes No
- 8.2 If yes, give full information

- 9.1 Has the reporting entity ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates) for which during the period covered by the statement: (i) it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; (ii) it accounted for that contract as reinsurance and not as a deposit; and (iii) the contract(s) contain one or more of the following features or other features that would have similar results:
 (a) A contract term longer than two years and the contract is noncancellable by the reporting entity during the contract term;
 (b) A limited or conditional cancellation provision under which cancellation triggers an obligation by the reporting entity, or an affiliate of the reporting entity, to enter into a new reinsurance contract with the reinsurer, or an affiliate of the reinsurer;
 (c) Aggregate stop loss reinsurance coverage;
 (d) A unilateral right by either party (or both parties) to commute the reinsurance contract, whether conditional or not, except for such provisions which are only triggered by a decline in the credit status of the other party;
 (e) A provision permitting reporting of losses, or payment of losses, less frequently than on a quarterly basis (unless there is no activity during the period); or
 (f) Payment schedule, accumulating retentions from multiple years or any features inherently designed to delay timing of the reimbursement to the ceding entity..... Yes No
- 9.2 Has the reporting entity during the period covered by the statement ceded any risk under any reinsurance contract (or under multiple contracts with the same reinsurer or its affiliates), for which, during the period covered by the statement, it recorded a positive or negative underwriting result greater than 5% of prior year-end surplus as regards policyholders or it reported calendar year written premium ceded or year-end loss and loss expense reserves ceded greater than 5% of prior year-end surplus as regards policyholders; excluding cessions to approved pooling agreements or to captive insurance companies that are directly or indirectly controlling, controlled by, or under common control with (i) one or more unaffiliated policyholders of the reporting entity, or (ii) an association of which one or more unaffiliated policyholders of the reporting entity is a member, where:
 (a) The written premium ceded to the reinsurer by the reporting entity or its affiliates represents fifty percent (50%) or more of the entire direct and assumed premium written by the reinsurer based on its most recently available financial statement; or
 (b) Twenty-five percent (25%) or more of the written premium ceded to the reinsurer has been retroceded back to the reporting entity or its affiliates in a separate reinsurance contract..... Yes No
- 9.3 If yes to 9.1 or 9.2, please provide the following information in the Reinsurance Summary Supplemental Filing for General Interrogatory 9:
 (a) The aggregate financial statement impact gross of all such ceded reinsurance contracts on the balance sheet and statement of income;
 (b) A summary of the reinsurance contract terms and indicate whether it applies to the contracts meeting the criteria in 9.1 or 9.2; and
 (c) A brief discussion of management's principle objectives in entering into the reinsurance contract including the economic purpose to be achieved.
- 9.4 Except for transactions meeting the requirements of paragraph 30 of SSAP No. 62, Property and Casualty Reinsurance, has the reporting entity ceded any risk under any reinsurance contract (or multiple contracts with the same reinsurer or its affiliates) during the period covered by the financial statement, and either:
 (a) Accounted for that contract as reinsurance (either prospective or retroactive) under statutory accounting principles ("SAP") and as a deposit under generally accepted accounting principles ("GAAP"); or
 (b) Accounted for that contract as reinsurance under GAAP and as a deposit under SAP?..... Yes No
- 9.5 If yes to 9.4, explain in the Reinsurance Summary Supplemental Filing for General Interrogatory 9 (Section D) why the contract(s) is treated differently for GAAP and SAP.
- 9.6 The reporting entity is exempt from the Reinsurance Attestation Supplement under one or more of the following criteria:
 (a) The entity does not utilize reinsurance; or, Yes No
 (b) The entity only engages in a 100% quota share contract with an affiliate and the affiliated or lead company has filed an attestation supplement; or Yes No
 (c) The entity has no external cessions and only participates in an intercompany pool and the affiliated or lead company has file attestation supplement. Yes No
10. If the reporting entity has assumed risks from another entity, there should be charged on account of such reinsurances a reserve equal to that which the original entity would have been required to charge had it retained the risks. Has this been done? Yes No N/A

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

- 11.1 Has the reporting entity guaranteed policies issued by any other entity and now in force:..... Yes [] No [X]
- 11.2 If yes, give full information

- 12.1 If the reporting entity recorded accrued retrospective premiums on insurance contracts on Line 13.3 of the asset schedule, Page 2, state the amount of corresponding liabilities recorded for:
- 12.11 Unpaid losses..... \$
- 12.12 Unpaid underwriting expenses (including loss adjustment expenses)..... \$
- 12.2 Of the amount on Line 13.3, Page 2, state the amount that is secured by letters of credit, collateral and other funds?..... \$
- 12.3 If the reporting entity underwrites commercial insurance risks, such as workers' compensation, are premium notes or promissory notes accepted from its insureds covering unpaid premiums and/or unpaid losses? Yes [] No [X] NA []
- 12.4 If yes, provide the range of interest rates charged under such notes during the period covered by this statement:
- 12.41 From..... %
- 12.42 To..... %
- 12.5 Are letters of credit or collateral and other funds received from insureds being utilized by the reporting entity to secure premium notes or promissory notes taken by the reporting entity, or to secure any of the reporting entity's reported direct unpaid loss reserves, including unpaid losses under loss deductible features of commercial policies? Yes [] No [X]
- 12.6 If yes, state the amount thereof at December 31 of the current year:
- 12.61 Letters of Credit..... \$
- 12.62 Collateral and other funds..... \$
- 13.1 Largest net aggregate amount insured in any one risk (excluding workers' compensation): \$ 1,500,000
- 13.2 Does any reinsurance contract considered in the calculation of this amount include an aggregate limit of recovery without also including a reinstatement provision? Yes [X] No []
- 13.3 State the number of reinsurance contracts (excluding individual facultative risk certificates, but including facultative programs, automatic facilities or facultative obligatory contracts) considered in the calculation of the amount. 2
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract?..... Yes [X] No []
- 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants:
 Reinsurance allocations are completed at the business unit level using CAT modeling and underwriting judgement. The individual business units are aggregated to determine the cedant allocation.....
- 14.3 If the answer to 14.1 is yes, are the methods described in item 14.2 entirely contained in the respective multiple cedant reinsurance contracts?..... Yes [X] No []
- 14.4 If the answer to 14.3 is no, are all the methods described in 14.2 entirely contained in written agreements?..... Yes [] No []
- 14.5 If answer to 14.4 is no, please explain:

- 15.1 Has the reporting entity guaranteed any financed premium accounts?..... Yes [] No [X]
- 15.2 If yes, give full information

- 16.1 Does the reporting entity write any warranty business? Yes [] No [X]
- If yes, disclose the following information for each of the following types of warranty coverage:

	1 Direct Losses Incurred	2 Direct Losses Unpaid	3 Direct Written Premium	4 Direct Premium Unearned	5 Direct Premium Earned
16.11 Home	\$	\$	\$	\$	\$
16.12 Products	\$	\$	\$	\$	\$
16.13 Automobile	\$	\$	\$	\$	\$
16.14 Other*	\$	\$	\$	\$	\$

* Disclose type of coverage:

GENERAL INTERROGATORIES
PART 2 - PROPERTY & CASUALTY INTERROGATORIES

17.1 Does the reporting entity include amounts recoverable on unauthorized reinsurance in Schedule F – Part 3 that it excludes from Schedule F – Part 5. Yes [] No [X]

Incurring but not reported losses on contracts not in force prior to July 1, 1984, and not subsequently renewed are exempt from inclusion in Schedule F – Part 5. Provide the following information for this exemption:

17.11	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	\$
17.12	Unfunded portion of Interrogatory 17.11.....	\$
17.13	Paid losses and loss adjustment expenses portion of Interrogatory 17.11	\$
17.14	Case reserves portion of Interrogatory 17.11.....	\$
17.15	Incurred but not reported portion of Interrogatory 17.11.....	\$
17.16	Unearned premium portion of Interrogatory 17.11.....	\$
17.17	Contingent commission portion of Interrogatory 17.11.....	\$

Provide the following information for all other amounts included in Schedule F – Part 3 and excluded from Schedule F – Part 5, not included above.

17.18	Gross amount of unauthorized reinsurance in Schedule F – Part 3 excluded from Schedule F – Part 5	\$
17.19	Unfunded portion of Interrogatory 17.18.....	\$
17.20	Paid losses and loss adjustment expenses portion of Interrogatory 17.18	\$
17.21	Case reserves portion of Interrogatory 17.18.....	\$
17.22	Incurred but not reported portion of Interrogatory 17.18.....	\$
17.23	Unearned premium portion of Interrogatory 17.18.....	\$
17.24	Contingent commission portion of Interrogatory 17.18.....	\$

Refer to 6.2.

The QBE Exposure Aggregation Management framework is extremely comprehensive as it consists of three different approaches.

Firstly we have a QBE group-wide initiative, which is endorsed by senior management. The Group Aggregate Methodology (GAM) considers the major worldwide CAT exposed zones and accumulates exposures to produce PML estimates for each zone.

We also engage in CAT modeling with the extensive use of both RMS and AIR to model all of our exposed areas. In addition our reinsurance brokers model our largest portfolios externally. We provide to group the indications for all model perils.

Lastly QBE use's Lloyd's realistic disaster scenarios (RDS). The objective of the RDS exercise is to estimate losses that would be incurred from a variety of hypothetical disaster scenarios, using consistent and appropriate methods and assumptions. Although this scenario testing is only mandatory for our Lloyd's business, the entire Group participates in the RDS exercise. The loss estimates resulting from the RDS exercise provide a stress test of the company's exposures to aggregating catastrophes and large individual loss events, as well as information on the sources of the anticipated reinsurance recoveries.

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.

	1 2007	2 2006	3 2005	4 2004	5 2003
Gross Premiums Written (Page 8, Part 1B, Cols. 1, 2 & 3)					
1. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	156,290,910	110,767,780	102,405,395	140,825,066	110,857,218
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	74,523,498	76,661,238	69,338,734	52,091,545	43,384,057
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	307,472,217	384,674,580	313,507,413	272,009,929	280,905,728
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	154,747,627	151,322,126	122,865,993	114,459,009	39,454,992
5. Nonproportional reinsurance lines (Lines 30, 31 & 32)					
6. Total (Line 34)	693,034,252	723,425,724	608,117,535	579,385,549	474,601,995
Net Premiums Written (Page 8, Part 1B, Col. 6)					
7. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	32,061,971	21,419,994	17,210,242	26,544,121	21,536,945
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	15,578,255	18,019,292	11,918,323	6,968,306	5,892,548
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	30,399,147	72,414,241	40,181,279	30,448,389	31,141,061
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	30,366,830	29,917,763	23,800,547	21,716,312	7,357,750
11. Nonproportional reinsurance lines (Lines 30, 31 & 32)					
12. Total (Line 34)	108,406,203	141,771,290	93,110,391	85,677,128	65,928,304
Statement of Income (Page 4)					
13. Net underwriting gain (loss) (Line 8)	11,631,464	1,104,657	10,911,718	1,929,182	2,514,148
14. Net investment gain (loss) (Line 11)	7,290,146	4,340,721	4,223,964	2,557,983	1,148,583
15. Total other income (Line 15)	3,558,081	7,927,644	1,134,256	825,952	
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	6,693,942	7,693,997	5,545,038	2,700,678	2,066,344
18. Net income (Line 20)	15,785,749	5,679,025	10,724,900	2,612,439	1,596,387
Balance Sheet Lines (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3)	469,671,150	478,982,515	376,912,821	357,534,197	288,952,970
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 13.1)	33,042,866	11,560,313	17,058,475	17,651,319	21,535,037
20.2 Deferred and not yet due (Line 13.2)	176,675,857	204,692,300	131,041,291	124,619,928	86,227,697
20.3 Accrued retrospective premiums (Line 13.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 24)	308,087,485	341,588,368	238,216,814	226,730,693	185,803,127
22. Losses (Page 3, Line 1)	65,456,289	61,704,934	55,130,784	53,733,168	33,797,538
23. Loss adjustment expenses (Page 3, Line 3)	14,427,479	15,235,397	12,619,727	8,959,489	5,831,592
24. Unearned premiums (Page 3, Line 9)	50,474,151	72,042,387	37,381,234	33,147,027	28,516,559
25. Capital paid up (Page 3, Lines 28 & 29)	4,887,500	4,887,500	4,887,500	4,887,500	4,887,500
26. Surplus as regards policyholders (Page 3, Line 35)	161,583,665	137,394,147	138,696,007	130,803,504	103,149,843
Cash Flow (Page 5)					
27. Net cash from operations (Line 11)	(35,922,258)	25,128,398	(8,896,480)	14,366,541	2,591,787
Risk-Based Capital Analysis					
28. Total adjusted capital	161,583,665	137,394,147	138,696,007	130,803,504	103,149,843
29. Authorized control level risk-based capital	34,389,993	26,891,860	25,045,124	15,685,215	11,000,067
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3)(Item divided by Page 2, Line 10, Col. 3) x 100.0					
30. Bonds (Line 1)	8.9	12.2	34.8	40.6	24.0
31. Stocks (Lines 2.1 & 2.2)	43.8	36.0	31.7	25.6	30.9
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)					
34. Cash, cash equivalents and short-term investments (Line 5)	47.3	51.6	33.5	33.8	45.0
35. Contract loans (Line 6)					
36. Other invested assets (Line 7)					
37. Receivables for securities (Line 8)		0.2			
38. Aggregate write-ins for invested assets (Line 9)					0.0
39. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
Investments in Parent, Subsidiaries and Affiliates					
40. Affiliated bonds, (Sch. D, Summary, Line 25, Col. 1)					
41. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)					
42. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 1)	83,546,398	61,270,869	57,806,759	35,476,159	33,005,451
43. Affiliated short-term investments (subtotals included in Schedule DA, Part 2, Col. 5, Line 7)					
44. Affiliated mortgage loans on real estate					
45. All other affiliated					
46. Total of above Lines 40 to 45	83,546,398	61,270,869	57,806,759	35,476,159	33,005,451
47. Percentage of investments in parent, subsidiaries and affiliates to surplus as regards policyholders (Line 46 above divided by Page 3, Col. 1, Line 35 x 100.0)	51.7	44.6	41.7	27.1	32.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2007	2 2006	3 2005	4 2004	5 2003
Capital and Surplus Accounts (Page 4)					
48. Net unrealized capital gains (losses) (Line 24)	(9,170,101)	(1,587,070)	(505,358)	641,721	
49. Dividends to stockholders (Line 35)		(8,000,000)	(14,750,000)		
50. Change in surplus as regards policyholders for the year (Line 38)	24,189,518	(1,301,860)	7,892,503	27,653,661	29,549,162
Gross Losses Paid (Page 9, Part 2, Cols. 1 & 2)					
51. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	78,899,845	44,185,480	57,469,564	53,851,232	54,619,113
52. Property lines (Lines 1, 2, 9, 12, 21 & 26)	34,949,782	24,060,497	38,676,554	12,045,778	9,187,499
53. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	146,732,860	146,064,466	136,128,826	44,661,325	45,605,590
54. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	105,158,647	79,364,662	72,083,215	44,691,156	6,200,729
55. Nonproportional reinsurance lines (Lines 30, 31 & 32)	167,162	121,676	61,380	195,822	193,828
56. Total (Line 34)	365,908,296	293,796,781	304,419,539	155,445,313	115,806,759
Net Losses Paid (Page 9, Part 2, Col. 4)					
57. Liability lines (Lines 11.1, 11.2, 16, 17.1, 17.2, 18.1, 18.2, 19.1, 19.2 & 19.3, 19.4)	14,880,098	8,795,813	10,642,204	9,526,010	9,502,516
58. Property lines (Lines 1, 2, 9, 12, 21 & 26)	6,234,639	2,414,467	7,745,324	2,357,048	1,265,435
59. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	13,559,893	15,870,977	6,872,966	6,192,585	9,107,229
60. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	21,031,200	15,386,953	14,001,436	8,517,917	1,211,370
61. Nonproportional reinsurance lines (Lines 30, 31 & 32)	167,039	121,676	61,380	195,822	193,828
62. Total (Line 34)	55,872,869	42,589,886	39,323,310	26,789,382	21,280,378
Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0					
63. Premiums earned (Line 1)	100.0	100.0	100.0	100.0	100.0
64. Losses incurred (Line 2)	45.9	45.9	46.4	58.9	58.3
65. Loss expenses incurred (Line 3)	7.8	10.5	11.8	10.0	9.5
66. Other underwriting expenses incurred (Line 4)	37.4	42.5	29.5	28.8	28.1
67. Net underwriting gain (loss) (Line 8)	8.9	1.0	12.3	2.4	4.2
Other Percentages					
68. Other underwriting expenses to net premiums written (Page 4, Lines 4 + 5 - 15 divided by Page 8, Part 1B, Col. 6, Line 34 x 100.0)	41.6	26.5	26.9	26.2	25.5
69. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0)	53.6	56.4	58.2	68.9	67.7
70. Net premiums written to policyholders' surplus (Page 8, Part 1B, Col. 6, Line 34 divided by Page 3, Line 35, Col. 1 x 100.0)	67.1	103.2	67.1	65.5	63.9
One Year Loss Development (000 omitted)					
71. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11)	1,565	3,812	(2,205)	2,801	9,327
72. Percent of development of losses and loss expenses incurred to policyholders' surplus of prior year end (Line 71 above divided by Page 4, Line 21, Col. 1 x 100.0)	1.1	2.7	(1.7)	2.7	12.7
Two Year Loss Development (000 omitted)					
73. Development in estimated losses and loss expenses incurred 2 years before the current year and prior year (Schedule P, Part 2 - Summary, Line 12, Col. 12)	7,453	(406)	2,471	10,905	5,367
74. Percent of development of losses and loss expenses incurred to reported policyholders' surplus of second prior year end (Line 73 above divided by Page 4, Line 21, Col. 2 x 100.0)	5.4	(0.3)	2.4	14.8	10.8



ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

EXHIBIT OF PREMIUMS AND LOSSES (Statutory Page 14)

NAIC Group Code **0796**

BUSINESS IN THE STATE OF Consolidated

DURING THE YEAR 2007

NAIC Company Code **39217**

Line of Business	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies not Taken		3 Dividends Paid or Credited to Policyholders on Direct Business	4 Direct Unearned Premium Reserves	5 Direct Losses Paid (deducting salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Direct Defense and Cost Containment Expense Paid	9 Direct Defense and Cost Containment Expense Incurred	10 Direct Defense and Cost Containment Expense Unpaid	11 Commissions and Brokerage Expenses	12 Taxes, Licenses and Fees
	1 Direct Premiums Written	2 Direct Premiums Earned										
1. Fire	11,665,862	11,320,156		5,179,714	1,927,400	2,861,499	3,662,047	252,417	383,388	650,294	2,616,142	353,099
2.1 Allied lines	40,187,852	35,548,470		15,931,421	18,906,328	23,726,731	28,931,717	3,034,429	4,525,666	3,652,486	9,184,450	1,216,386
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril												
4. Homeowners multiple peril	2,301,458	2,742,450		1,303,191	593,927	361,064	662,767	104,116	36,021	199,402	1,550,538	69,660
5.1 Commercial multiple peril (non-liability portion)	178,220,770	216,648,924		93,380,616	101,127,931	90,539,128	143,292,631	10,047,205	10,768,173	21,949,872	48,341,122	5,394,304
5.2 Commercial multiple peril (liability portion)	75,933,610	82,782,482		38,829,099	33,489,922	33,014,735	83,672,404	18,092,819	19,502,531	20,330,975	20,773,211	2,298,325
6. Mortgage guaranty												
8. Ocean marine												
9. Inland marine	4,554,268	4,811,355		2,058,302	961,705	836,050	590,324	89,222	90,115	135,451	2,464,169	137,849
10. Financial guaranty												
11. Medical malpractice												
12. Earthquake	23,092	26,003		12,034	1,145	(486)	10,809	166	(75)	1,954	10,016	699
13. Group accident and health (b)	150,230,885	150,230,885			105,153,387	110,462,748	66,634,776	491,497	712,067	8,523,477	30,890,823	4,547,118
14. Credit A & H (group and individual)												
15.1 Collectively renewable A & H (b)												
15.2 Non-cancelable A & H (b)												
15.3 Guaranteed renewable A & H (b)												
15.4 Non-renewable for stated reasons only (b)												
15.5 Other accident only												
15.6 Medicare Title XVIII exempt from state taxes or fees												
15.7 All other A & H (b)												
15.8 Federal employees health benefits program premium (b)												
16. Workers' compensation												
17. Other liability	67,022,204	65,745,157		27,210,639	32,332,867	26,450,285	79,577,555	11,952,532	13,223,765	16,928,310	15,709,120	2,028,598
18. Products liability	1,684,311	1,640,038		44,302		598,958	1,806,543		135,496	383,207	404,560	50,979
19.1 Private passenger auto no-fault (personal injury protection)	3,858,279	2,565,208		1,293,071	4,391,889	1,218,602	2,593,501	578,130	49,108	312,071	377,031	116,781
19.2 Other private passenger auto liability	41,708,141	41,683,672		11,978,796	32,102,364	26,815,240	20,757,748	3,448,346	3,695,139	2,588,583	10,972,414	1,262,405
19.3 Commercial auto no-fault (personal injury protection)	584,438	584,080		12,416	27,565	246,929	286,291	745	46,963	60,931	140,100	17,690
19.4 Other commercial auto liability	9,768,543	10,600,964		5,578,632	10,045,159	4,552,025	11,320,682	1,346,276	924,736	2,535,092	2,226,889	295,671
21.1 Private passenger auto physical damage	10,061,507	17,036,271		5,188,473	12,288,734	10,462,630	4,391,859	1,262,287	888,389	623,475	2,685,667	304,538
21.2 Commercial auto physical damage	2,751,307	3,229,955		1,488,952	860,629	233,168	2,956,815	342,351	223,942	651,807	672,208	83,276
22. Aircraft (all perils)												
23. Fidelity		(419,319)		31		(108,637)	29,572	120	(21,796)	8,258	91,325	
24. Surety	155,350	155,350		2		(45,311)	17		(9,293)	6	23,302	4,702
26. Burglary and theft	2,053	1,952		128		3,649	142	29,993	610	353	494	62
27. Boiler and machinery												
28. Credit	4,361,392	3,653,136		1,983,854	5,299	476,850	932,548	867	104,600	197,815	506,387	132,008
33. Aggregate write-ins for other lines of business												
34. TOTALS (a)	605,075,322	650,587,189		211,473,673	354,219,900	332,702,350	452,140,599	51,044,135	55,279,288	79,739,059	149,639,968	18,314,150
DETAILS OF WRITE-INS												
3301.												
3302.												
3303.												
3398. Summary of remaining write-ins for Line 33 from overflow page												
3399. Totals (Lines 3301 through 3303 plus 3398) (Line 33 above)		5,202,715										

(a) Finance and service charges not included in Lines 1 to 34 \$ 5,202,715

(b) For health business on indicated lines report: Number of persons insured under PPO managed care products and number of persons insured under indemnity only products

20.GT

SCHEDULE A - VERIFICATION BETWEEN YEARS

Real Estate

- 1. Book/adjusted carrying value, December 31, prior year.....
- 2. Increase (decrease) by adjustment:
 - 2.1 Totals, Part 1, Column 11
 - 2.2 Totals, Part 3, Column 8
- 3. Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances, Column 7, and net of credit permanent improvements (Column 9)
- 4. Cost of additions and permanent improvements:
 - 4.1 Totals, Part 1, Column 14
 - 4.2 Totals, Part 3, Column 10
- 5. Total profit (loss) on sales, Part 3, Column 15
- 6. Increase (decrease) by foreign exchange adjustment:
 - 6.1 Totals, Part 1, Column 12
 - 6.2 Totals, Part 3, Column 9
- 7. Amounts received on sales, Part 3, Column 12 and Part 1, Column 13
- 8. Book/adjusted carrying value at end of current period
- 9. Total valuation allowance
- 10. Subtotal (Lines 8 plus 9)
- 11. Total nonadmitted amounts
- 12. Statement value, current period (Page 2, real estate lines, Net Admitted Assets column)

NONE

SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

- 1. Book value/recorded investment excluding accrued interest of mortgage owned, December 31, prior year
- 2. Amount loaned during year:
 - 2.1 Actual cost at time of acquisitions
 - 2.2 Additional investment made after acquisitions
- 3. Accrual of discount and mortgage interest points and commitment fees
- 4. Increase (decrease) by adjustment
- 5. Total profit (loss) on sale
- 6. Amounts paid on account or in full during the year
- 7. Amortization of premium
- 8. Increase (decrease) by foreign exchange adjustment
- 9. Book value/recorded investment excluding accrued interest on mortgages owned at end of current period
- 10. Total valuation allowance
- 11. Subtotal (Lines 9 plus 10)
- 12. Total nonadmitted amounts
- 13. Statement value of mortgages owned at end of current period (Page 2, mortgage lines, Net Admitted Assets column).....

NONE

SCHEDULE BA - VERIFICATION BETWEEN YEARS

Long-Term Invested Assets

- 1. Book/adjusted carrying value of long-term invested assets owned, December 31 of prior year
- 2. Cost of acquisitions during year:
 - 2.1 Actual cost at time of acquisitions
 - 2.2 Additional investment made after acquisitions
- 3. Accrual of discount
- 4. Increase (decrease) by adjustment
- 5. Total profit (loss) on sale
- 6. Amounts paid on account or in full during the year
- 7. Amortization of premium
- 8. Increase (decrease) by foreign exchange adjustment
- 9. Book/adjusted carrying value of long-term invested assets at end of current period
- 10. Total valuation allowance
- 11. Subtotal (Lines 9 plus 10)
- 12. Total nonadmitted amounts
- 13. Statement value of long-term invested assets at end of current period (Page 2, Line 7, Column 3).....

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - SUMMARY BY COUNTRY

Long-Term Bonds and Stocks OWNED December 31 of Current Year

Description		1 Book/Adjusted Carrying Value	2 Fair Value	3 Actual Cost	4 Par Value of Bonds
BONDS					
Governments (Including all obligations guaranteed by governments)	1. United States	10,129,336	10,232,162	10,040,736	10,180,000
	2. Canada				
	3. Other Countries				
	4. Totals	10,129,336	10,232,162	10,040,736	10,180,000
States, Territories and Possessions (Direct and guaranteed)	5. United States				
	6. Canada				
	7. Other Countries				
	8. Totals				
Political Subdivisions of States, Territories and Possessions (Direct and guaranteed)	9. United States				
	10. Canada				
	11. Other Countries				
	12. Totals				
Special revenue and special assessment obligations and all non-guaranteed obligations of agencies and authorities of governments and their political subdivisions	13. United States				
	14. Canada				
	15. Other Countries				
	16. Totals				
Public Utilities (unaffiliated)	17. United States				
	18. Canada				
	19. Other Countries				
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States	8,005,648	7,909,499	8,013,268	8,000,000
	22. Canada				
	23. Other Countries				
	24. Totals	8,005,648	7,909,499	8,013,268	8,000,000
Parent, Subsidiaries and Affiliates	25. Totals				
	26. Total Bonds	18,134,984	18,141,661	18,054,004	18,180,000
PREFERRED STOCKS					
Public Utilities (unaffiliated)	27. United States				
	28. Canada				
	29. Other Countries				
	30. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	31. United States				
	32. Canada				
	33. Other Countries				
	34. Totals				
Industrial and Miscellaneous (unaffiliated)	35. United States				
	36. Canada				
	37. Other Countries				
	38. Totals				
Parent, Subsidiaries and Affiliates	39. Totals				
	40. Total Preferred Stocks				
COMMON STOCKS					
Public Utilities (unaffiliated)	41. United States				
	42. Canada				
	43. Other Countries				
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States	1,464,893	1,464,893	1,474,165	
	46. Canada				
	47. Other Countries				
	48. Totals	1,464,893	1,464,893	1,474,165	
Industrial and Miscellaneous (unaffiliated)	49. United States	18,695,407	18,695,407	16,212,533	
	50. Canada				
	51. Other Countries				
	52. Totals	18,695,407	18,695,407	16,212,533	
Parent, Subsidiaries and Affiliates	53. Totals	83,546,398	83,546,398	98,961,468	
	54. Total Common Stocks	103,706,698	103,706,698	116,648,166	
	55. Total Stocks	103,706,698	103,706,698	116,648,166	
	56. Total Bonds and Stocks	121,841,682	121,848,359	134,702,170	

SCHEDULE D - VERIFICATION BETWEEN YEARS

Bonds and Stocks

1. Book/adjusted carrying value of bonds and stocks, prior year.....	97,719,858	7. Amortization of premium.....	17,207
2. Cost of bonds and stocks acquired, Column 7, Part 3	66,532,216	8. Foreign Exchange Adjustment:	
3. Accrual of discount.....	111,603	8.1 Column 15, Part 1	
4. Increase (decrease) by adjustment:.....		8.2 Column 19, Part 2, Sec. 1.....	
4.1 Columns 12 - 14, Part 1.....		8.3 Column 16, Part 2, Sec. 2	
4.2 Columns 15 - 17, Part 2, Sec. 1.....		8.4 Column 15, Part 4	
4.3 Column 15, Part 2, Sec. 2.....	(8,046,433)	9. Book/adjusted carrying value at end of current period	121,841,684
4.4 Columns 11 - 13, Part 4	(8,714,350)	10. Total valuation allowance	
5. Total gain (loss), Column 19, Part 4	204,565	11. Subtotal (Lines 9 plus 10)	121,841,684
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4	33,995,001	12. Total nonadmitted amounts	14,137,756
		13. Statement value of bonds and stocks, current period	107,703,928

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Class 1	20,029,332	1,577,448				21,606,780	73.0	42,531,765	85.9	21,606,780	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	20,029,332	1,577,448				21,606,780	73.0	42,531,765	73.7	21,606,780	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Class 1											
2.2 Class 2											
2.3 Class 3											
2.4 Class 4											
2.5 Class 5											
2.6 Class 6											
2.7 Totals											
3. States, Territories and Possessions etc., Guaranteed, Schedules D & DA (Group 3)											
3.1 Class 1											
3.2 Class 2											
3.3 Class 3											
3.4 Class 4											
3.5 Class 5											
3.6 Class 6											
3.7 Totals											
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Class 1											
4.2 Class 2											
4.3 Class 3											
4.4 Class 4											
4.5 Class 5											
4.6 Class 6											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Class 1											
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals											

23

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Class 1											
6.2 Class 2											
6.3 Class 3											
6.4 Class 4											
6.5 Class 5											
6.6 Class 6											
6.7 Totals											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Class 1	1,000,249	7,005,399				8,005,648	27.0	7,008,108	14.1	8,005,648	
7.2 Class 2											
7.3 Class 3											
7.4 Class 4											
7.5 Class 5											
7.6 Class 6											
7.7 Totals	1,000,249	7,005,399				8,005,648	27.0	7,008,108	14.1	8,005,648	
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Class 1											
8.2 Class 2											
8.3 Class 3											
8.4 Class 4											
8.5 Class 5											
8.6 Class 6											
8.7 Totals											
9. Parent, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Class 1											
9.2 Class 2											
9.3 Class 3											
9.4 Class 4											
9.5 Class 5											
9.6 Class 6											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 1 (continued)

Quality and Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Types of Issues and NAIC Designations

Quality Rating per the NAIC Designation	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed (a)
10. Total Bonds Current Year											
10.1 Class 1	21,029,581	8,582,847				29,612,427	100.0	XXX	XXX	29,612,427	
10.2 Class 2								XXX	XXX		
10.3 Class 3								XXX	XXX		
10.4 Class 4								XXX	XXX		
10.5 Class 5						(c)		XXX	XXX		
10.6 Class 6						(c)		XXX	XXX		
10.7 Totals	21,029,581	8,582,847				(b) 29,612,427	100.0	XXX	XXX	29,612,427	
10.8 Line 10.7 as a % of Col. 6	71.0	29.0				100.0	XXX	XXX	XXX	100.0	
11. Total Bonds Prior Year											
11.1 Class 1	31,310,926	18,228,946				XXX	XXX	49,539,872	100.0	49,539,872	
11.2 Class 2						XXX	XXX				
11.3 Class 3						XXX	XXX				
11.4 Class 4						XXX	XXX				
11.5 Class 5						XXX	XXX	(c)			
11.6 Class 6						XXX	XXX	(c)			
11.7 Totals	31,310,926	18,228,946				XXX	XXX	(b) 49,539,872	100.0	49,539,872	
11.8 Line 11.7 as a % of Col. 8	63.2	36.8				XXX	XXX	100.0	XXX	100.0	
12. Total Publicly Traded Bonds											
12.1 Class 1	21,029,581	8,582,847				29,612,427	100.0	49,539,872	100.0	29,612,427	XXX
12.2 Class 2											XXX
12.3 Class 3											XXX
12.4 Class 4											XXX
12.5 Class 5											XXX
12.6 Class 6											XXX
12.7 Totals	21,029,581	8,582,847				29,612,427	100.0	49,539,872	100.0	29,612,427	XXX
12.8 Line 12.7 as a % of Col. 6	71.0	29.0				100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	71.0	29.0				100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Class 1										XXX	
13.2 Class 2										XXX	
13.3 Class 3										XXX	
13.4 Class 4										XXX	
13.5 Class 5										XXX	
13.6 Class 6										XXX	
13.7 Totals										XXX	
13.8 Line 13.7 as a % of Col. 6							XXX	XXX	XXX	XXX	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							XXX	XXX	XXX	XXX	

(a) Includes \$ freely tradable under SEC Rule 144 or qualified for resale under SEC Rule 144A.
 (b) Includes \$ current year, \$ prior year of bonds with Z designations and \$, current year, \$ prior year of bonds with Z* designations. The letter "Z" means the NAIC designation was not assigned by the Securities Valuation Office (SVO) at the date of the statement. "Z*" means the SVO could not evaluate the obligation because valuation procedures for the security class is under regulatory review.
 (c) Includes \$ current year, \$ prior year of bonds with 5* designations and \$, current year, \$ prior year of bonds with 6* designations. "5*" means the NAIC designation was assigned by the SVO in reliance on the insurer's certification that the issuer is current in all principal and interest payments. "6*" means the NAIC designation was assigned by the SVO due to inadequate certification of principal and interest payments.

25

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
1. U.S. Governments, Schedules D & DA (Group 1)											
1.1 Issuer Obligations	20,029,332	1,577,448				21,606,780	73.0	42,531,765	85.9	21,606,780	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities											
1.7 Totals	20,029,332	1,577,448				21,606,780	73.0	42,531,765	85.9	21,606,780	
2. All Other Governments, Schedules D & DA (Group 2)											
2.1 Issuer Obligations											
2.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
2.3 Defined											
2.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
2.5 Defined											
2.6 Other											
2.7 Totals											
3. States, Territories, and Possessions Guaranteed, Schedules D & DA (Group 3)											
3.1 Issuer Obligations											
3.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
3.3 Defined											
3.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
3.5 Defined											
3.6 Other											
3.7 Totals											
4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D & DA (Group 4)											
4.1 Issuer Obligations											
4.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
4.3 Defined											
4.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
4.5 Defined											
4.6 Other											
4.7 Totals											
5. Special Revenue & Special Assessment Obligations etc., Non-Guaranteed, Schedules D & DA (Group 5)											
5.1 Issuer Obligations											
5.2 Single Class Mortgage-Backed/Asset-Backed Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											
5.3 Defined											
5.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET- BACKED SECURITIES											
5.5 Defined											
5.6 Other											
5.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total from Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
6. Public Utilities (Unaffiliated), Schedules D & DA (Group 6)											
6.1 Issuer Obligations											
6.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
6.3 Defined											
6.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
6.5 Defined											
6.6 Other											
6.7 Totals											
7. Industrial & Miscellaneous (Unaffiliated), Schedules D & DA (Group 7)											
7.1 Issuer Obligations	1,000,249	7,005,399				8,005,648	27.0	7,008,108	14.1	8,005,648	
7.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
7.3 Defined											
7.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
7.5 Defined											
7.6 Other											
7.7 Totals	1,000,249	7,005,399				8,005,648	27.0	7,008,108	14.1	8,005,648	
8. Credit Tenant Loans, Schedules D & DA (Group 8)											
8.1 Issuer Obligations											
8.7 Totals											
9. Parents, Subsidiaries and Affiliates, Schedules D & DA (Group 9)											
9.1 Issuer Obligations											
9.2 Single Class Mortgage-Backed/Asset-Based Securities											
MULTI-CLASS RESIDENTIAL MORTGAGE- BACKED SECURITIES											
9.3 Defined											
9.4 Other											
MULTI-CLASS COMMERCIAL MORTGAGE- BACKED/ASSET-BACKED SECURITIES											
9.5 Defined											
9.6 Other											
9.7 Totals											

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1A - SECTION 2 (continued)

Maturity Distribution of All Bonds Owned December 31, at Book/Adjusted Carrying Values by Major Type and Subtype of Issues

Distribution by Type	1 1 Year or Less	2 Over 1 Year Through 5 Years	3 Over 5 Years Through 10 Years	4 Over 10 Years Through 20 Years	5 Over 20 Years	6 Total Current Year	7 Col. 6 as a % of Line 10.7	8 Total From Col. 6 Prior Year	9 % From Col. 7 Prior Year	10 Total Publicly Traded	11 Total Privately Placed
10. Total Bonds Current Year											
10.1 Issuer Obligations	21,029,581	8,582,847				29,612,427	100.0	XXX	XXX	29,612,427	
10.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES								XXX	XXX		
10.3 Defined								XXX	XXX		
10.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES								XXX	XXX		
10.5 Defined								XXX	XXX		
10.6 Other								XXX	XXX		
10.7 Totals	21,029,581	8,582,847				29,612,427	100.0	XXX	XXX	29,612,427	
10.8 Line 10.7 as a % of Col. 6	71.0	29.0				100.0	XXX	XXX	XXX	100.0	
11. Total Bonds Prior Year											
11.1 Issuer Obligations	31,310,926	18,228,946				XXX	XXX	49,539,872	100.0	49,539,872	
11.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES						XXX	XXX				
11.3 Defined						XXX	XXX				
11.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES						XXX	XXX				
11.5 Defined						XXX	XXX				
11.6 Other						XXX	XXX				
11.7 Totals	31,310,926	18,228,946				XXX	XXX	49,539,872	100.0	49,539,872	
11.8 Line 11.7 as a % of Col. 8	63.2	36.8				XXX	XXX	100.0	XXX	100.0	
12. Total Publicly Traded Bonds											
12.1 Issuer Obligations	21,029,581	8,582,847				29,612,427	100.0	49,539,872	100.0	29,612,427	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											XXX
12.3 Defined											XXX
12.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES											XXX
12.5 Defined											XXX
12.6 Other											XXX
12.7 Totals	21,029,581	8,582,847				29,612,427	100.0	49,539,872	100.0	29,612,427	XXX
12.8 Line 12.7 as a % of Col. 6	71.0	29.0				100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	71.0	29.0				100.0	XXX	XXX	XXX	100.0	XXX
13. Total Privately Placed Bonds											
13.1 Issuer Obligations										XXX	
13.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES										XXX	
13.3 Defined										XXX	
13.4 Other MULTI-CLASS COMMERCIAL MORTGAGE-BACKED/ASSET-BACKED SECURITIES										XXX	
13.5 Defined										XXX	
13.6 Other										XXX	
13.7 Totals										XXX	
13.8 Line 13.7 as a % of Col. 6							XXX	XXX	XXX	XXX	
13.9 Line 13.7 as a % of Line 10.7, Col. 6, Section 10							XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE DA - PART 2 - VERIFICATION BETWEEN YEARS

Short-Term Investments

	1	2	3	4	5
	Total	Bonds	Mortgage Loans	Other Short-term Investment Assets(a)	Investments in Parent, Subsidiaries and Affiliates
1. Book/adjusted carrying value, prior year	22,865,512	22,865,512			
2. Cost of short-term investments acquired	86,401,190	86,401,190			
3. Increase (decrease) by adjustment	47,905	47,905			
4. Increase (decrease) by foreign exchange adjustment					
5. Total profit (loss) on disposal of short-term investments	320	320			
6. Consideration received on disposal of short-term investments	105,823,939	105,823,939			
7. Book/adjusted carrying value, current year	3,490,988	3,490,988			
8. Total valuation allowance					
9. Subtotal (Lines 7 plus 8)	3,490,988	3,490,988			
10. Total nonadmitted amounts					
11. Statement value (Lines 9 minus 10)	3,490,988	3,490,988			
12. Income collected during year	675,160	675,160			
13. Income earned during year	688,666	688,666			

(a) Indicate the category of such assets, for example, joint ventures, transportation equipment:

SCHEDULE DB - PART A - VERIFICATION BETWEEN YEARS

Options, Caps, Floors and Insurance Futures Options Owned

1. Book value, December 31, prior year (Line 8, prior year)	
2. Cost/Option Premium (Section 2, Column 7)	
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) (Section 1, Column 13)	NONE
4. Gain/(Loss) on Termination:	
4.1 Recognized (Section 3, Column 14)	
4.2 Used to Adjust Basis of Hedged Item (Section 3, Column 15)	
5. Consideration Received on Terminations (Section 3, Column 12)	
6. Used to Adjust Basis on Open Contracts (Section 1, Column 13)	
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:	
7.1 Recognized	
7.2 Used to Adjust Basis of Hedged Item	
8. Book value, December 31, current year (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7)	

SCHEDULE DB - PART B - VERIFICATION BETWEEN YEARS

Options, Caps, Floors and Insurance Futures Options Written

1. Book value, December 31, prior year (Line 8, prior year)	1
2. Consideration received (Section 2, Column 7)	
3. Increase/(Decrease) by Adjustment (Section 1, Column 12)+(Section 3, Column 13)	
4. Gain/(Loss) on Termination:	
4.1 Recognized (Section 3, Column 14)	1
4.2 Used to Adjust Basis (Section 3, Column 15)	1
5. Consideration Paid on Terminations (Section 3, Column 12)	
6. Used to Adjust Basis on Open Contracts (Section 1, Column 13)	
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:	
7.1 Recognized	
7.2 Used to Adjust Basis	
8. Book value, December 31, current year	

SCHEDULE DB - PART C - VERIFICATION BETWEEN YEARS

1. Book value, December 31, prior year (Section 4, Line 8, prior year)	
2. Cost or (Consideration Received) (Section 2, Column 7)	
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) plus (Section 3, Column 13)	
4. Gain/(Loss) on Termination:	
4.1 Recognized (Section 3, Column 14)	
4.2 Used to Adjust Basis of Hedged Item (Section 3, Column 15)	
5. Consideration Received (or Paid) on Terminations (Section 3, Column 12)	
6. Used to Adjust Basis of Hedged Item on Open Contracts (Section 1, Column 13)	
7. Disposition of Deferred Amount on Contracts Terminated in Prior Year:	
7.1 Recognized	
7.2 Used to Adjust Basis of Hedged Item	
8. Book value, December 31, current year (Lines 1 + 2 + 3 + 4 - 5 - 6 - 7)	

NONE

SCHEDULE DB - PART D - VERIFICATION BETWEEN YEARS

Futures Contracts and Insurance Futures Contracts

1. Book value, December 31, prior year (Section 4, Line 8, prior year)	
2. Change in total Variation Margin on Open Contracts (Difference between years - Section 1, Column 6) .....	.27,027
3.1 Change in Variation Margin on Open Contracts Used to Adjust Basis of Hedged Item (Section 1, Column 11)	
3.2 Change in Variation Margin on Open Contracts Recognized (Difference between years - Section 1, Column 10) .....	.27,027
4.1 Variation Margin on Contracts Terminated During the Year (Section 3, Column 6)	(370,338)
4.2 Less:	
4.21 Gain/(Loss) Recognized in Current Year (Section 3, Column 11)	(370,338)
4.22 Gain/(Loss) Used to Adjust Basis of Hedge (Section 3, Column 12)	(370,338)
4.3 Subtotal (Line 4.1 minus Line 4.2)	
5.1 Net additions to Cash Deposits (Section 2, Column 7)	
5.2 Less: Net Reductions to Cash Deposits (Section 3, Column 9)	
6. Subtotal (Lines 1 - 2 + 3.1 + 3.2 - 4.3 + 5.2)	
7. Disposition of Gain/(Loss) on Contracts Terminated in Prior Year:	
7.1 Recognized	
7.2 Used to Adjust Basis of Hedged Item	
8. Book value, December 31, Current Year (Lines 6 + 7.1 + 7.2)	

SCHEDULE DB - PART E - VERIFICATION BETWEEN YEARS

Statement Value and Fair Value of Open Contracts

	Statement Value
1. Part A, Section 1, Column 10	
2. Part B, Section 1, Column 10	
3. Part C, Section 1, Column 10	
4. Part D, Section 1, Column 9 - 12	
5. Lines (1) - (2) + (3) + (4)	
6. Part E, Section 1, Column 4	
7. Part E, Section 1, Column 5	
8. Lines (5) - (6) - (7)	
	Fair Value
9. Part A, Section 1, Column 11	
10. Part B, Section 1, Column 11	
11. Part C, Section 1, Column 11	
12. Part D, Section 1, Column 9	
13. Lines (9) - (10) + (11) + (12)	
14. Part E, Section 1, Column 7	
15. Part E, Section 1, Column 8	
16. Lines (13) - (14) - (15)	

NONE

Schedule DB - Part F - Section 1

NONE

Schedule DB - Part F - Section 2

NONE

Schedule F - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE F - PART 3

Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	5 Reinsurance Contracts Ceding 75% or More of Direct Premiums Written	6 Reinsurance Premiums Ceded	7-15 Reinsurance Recoverable On										16-17 Reinsurance Payable		18 Net Amount Recoverable From Reinsurers [16 + 17]	19 Funds Held By Company Under Reinsurance Treaties
						7 Paid Losses	8 Paid LAE	9 Known Case Loss Reserves	10 Known Case LAE Reserves	11 IBNR Loss Reserves	12 IBNR LAE Reserves	13 Unearned Premiums	14 Contingent Commissions	15 Cols. 7 thru 14 Totals	16 Ceded Balances Payable	17 Other Amounts Due to Reinsurers			
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791	GB		1,214	12	1	100	26	38	7	461		645	606		39		
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987	GB		235	28	2	36		5	1			72	93		(21)		
AA-1129000	00000	LLOYD'S SYNDICATE NUMBER 3000	GB		58										1		(1)		
AA-1126004	00000	LLOYD'S SYNDICATE NUMBER 4444	GB		2,249	82	5	895	116	876	167	1,155		3,296	303		2,993		
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472	GB		20,258	981	63	11,256	953	9,520	3,931	10,412		37,116	4,334		32,782		
0899999 - Authorized - Other Non-U.S. Insurers (Under \$100,000)																			
0999999 - Authorized - Other Non-U.S. Insurers					32,918	1,577	101	16,639	1,183	14,277	5,938	13,874		53,589	7,116		46,473		
0999999 - Total - Authorized					534,599	31,190	1,990	151,099	17,411	223,388	45,708	183,785	5,159	659,730	72,526		587,204	76,056	
AA-1121235	00000	EQUATOR REINSURANCES LIMITED	BM		21,723	(639)	(34)	1,335	47	5,007	954	9,062		15,832	5,103		10,729		
AA-1930031	00000	QBE INSURANCE (AUSTRALIA) LIMITED	AU		3,331	43	3	4		538	13	1,717		2,407	1,175		1,232		
AA-1120481	00000	QBE INTERNATIONAL INSURANCE LIMITED	GB		394					70	102			83	311		(228)		
1299999 - Unauthorized - Affiliates - Other (Non-U.S.)					25,448	(496)	(31)	1,339	47	5,615	1,069	10,779		18,322	6,589		11,733		
1399999 - Total - Unauthorized - Affiliates					25,448	(496)	(31)	1,339	47	5,615	1,069	10,779		18,322	6,589		11,733		
1499999 - Unauthorized - Other U.S. Unaffiliated Insurers (Under \$100,000)																			
AA-3190770	00000	ACE TEMPEST REINS CO LTD	BM		504			251		154	29			434	358		76		
AA-1120146	00000	ALEA LONDON LTD	GB		2										1		(1)		
AA-3194126	00000	ARCH REINS LTD	BM		7,627			1,450	108			3,457		5,015	736		4,279		
AA-3190873	00000	ARIEL REINS CO	BM		142														
AA-1320012	00000	AXA CORPORATE SOLUTIONS ASSURANCE	FR		1,457			6,931	450	5,409	2,379	22		15,191	372		14,819		
AA-3194139	00000	AXIS SPECIALTY LTD	BM		273														
AA-1120242	00000	BRIT INS LTD	GB		161			44						44	129		(85)		
AA-3194122	00000	DAVINCI REINS LTD	BM		22														
AA-3190945	00000	FARALLON REINS CO LTD	BM		1,078	(10)	(1)	92	55	20	19	94	225	494	438		56		
AA-1120643	00000	GE FRANKONA REINS LTD	GB		44										36		(36)		
AA-3190060	00000	HANOVER RE (BERMUDA) LTD	BM		134														
AA-3190886	00000	HARBOR POINT RE LTD	BM		157														
AA-3190875	00000	HISCOX INS CO (BERMUDA) LTD	BM		490														
AA-3190463	00000	IPCRE LTD	BM		7			41							41		36		
AA-3194129	00000	MONTPELIER REINS LTD	BM		693			2,396	180	2,236	426	9		5,247	20		5,227		
AA-3194200	00000	MS FRONTIER REINS	BM		47										69		(69)		
AA-3194165	00000	OLYMPUS REINS CO LTD	BM		20										15		(15)		
AA-3194174	00000	PLATINUM UNDERWRITERS BERMUDA LTD	BM		398														
AA-3194137	00000	PXRE REINS LTD	BM			(8)		93							85		85		
AA-3190339	00000	RENAISSANCE REINS LTD	BM		22										3		(3)		
AA-3194173	00000	RENTERS REINS CO LTD	BM		1,177	(3)		28	17	53	21	463	257	836	410		426		
AA-3160046	00000	ROYAL BANK OF CANADA INS CO LTD	BB		40			35						35	(45)		80		
AA-1121400	00000	SWISS REINS CO (UK) LTD	GB			(40)	(3)							(43)	(37)		(6)		
AA-1120583	00000	TOKIO MARINE GLOBAL LTD	GB		9,102	126	8	601	117	337	65	4,612		5,866	731		5,135		
AA-3190870	00000	VALIDUS REINS LTD	BM		86														
AA-3190180	00000	WESTERN GENERAL INS LTD	BM		(60)														
AA-1341000	00000	WUERTTEMBERGISCHE	D1		47														
AA-3190757	00000	XL REINS LTD	BM		911			521		112	22			655	258		397		
1799999 - Unauthorized - Other Non-U.S. Insurers (Under \$100,000)																			
1799999 - Unauthorized - Other Non-U.S. Insurers					24,581	65	4	12,483	927	8,321	2,961	8,657	482	33,900	4,021		29,879	201	
1899999 - Total - Unauthorized					50,029	(431)	(27)	13,822	974	13,936	4,030	19,436	482	52,222	10,610		41,612	201	
1999999 - Total - Authorized and Unauthorized					584,628	30,759	1,963	164,921	18,385	237,324	49,738	203,221	5,641	711,952	83,136		628,816	76,257	
2099999 - Total - Protected Cells																			
9999999 Totals					584,628	30,759	1,963	164,921	18,385	237,324	49,738	203,221	5,641	711,952	83,136		628,816	76,257	

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

NOTE: Report the five largest provisional commission rates included in the cedant's reinsurance treaties. The commission rate to be reported is by contract with ceded premium in excess of \$50,000:

	1	2	3
	<u>Name of Reinsurer</u>	<u>Commission Rate</u>	<u>Ceded Premium</u>
1.	ARCH REINS LTD.....	34.020	6,757
2.	TOKIO MARINE GLOBAL LTD.....	33.960	9,102
3.	LLOYD'S SYNDICATE NUMBER 4472.....	33.780	10,468
4.	QBE REINSURANCE CORPORATION.....	30.080	86,506
5.	EQUATOR REINSURANCES LIMITED.....	29.770	12,182

B. Report the five largest reinsurance recoverables reported in Column 15, due from any one reinsurer (based on the total recoverables, Line 9999999, Column 15), the amount of ceded premium, and indicate whether the recoverables are due from an affiliated insurer.

	1	2	3	4
	<u>Name of Reinsurer</u>	<u>Total Recoverables</u>	<u>Ceded Premiums</u>	<u>Affiliated</u>
1.	QBE REINSURANCE CORPORATION.....	510,079	434,381	Yes [X] No []
2.	LLOYD'S SYNDICATE NUMBER 4472.....	37,116	20,258	Yes [] No [X]
3.	FOLKSAMERICA REINS CO.....	19,678	2,375	Yes [] No [X]
4.	EQUATOR REINSURANCES LIMITED.....	15,832	21,723	Yes [X] No []
5.	AXA CORPORATE SOLUTIONS ASSURANCE.....	15,191	1,457	Yes [] No [X]

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE F - PART 4

Aging of Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Col. 10/Col. 11	13 Percentage more Than 120 Days Overdue Col. 9 / Col. 11
				5 Current	Overdue					11 Total Due Cols. 5 + 10		
					6 1 to 29 Days	7 30 - 90 Days	8 91 - 120 Days	9 Over 120 Days	10 Total Overdue Cols. 6 + 7 + 8 + 9			
0199999 - Authorized - Affiliates - U.S. Intercompany Pooling												
23-1641984	10219	QBE REINSURANCE CORPORATION	PA	27,088						27,088		
0299999 - Authorized - Affiliates - U.S. Non-Pool				27,088						27,088		
0399999 - Authorized - Affiliates - Other (Non-U.S.)												
0499999 - Total - Authorized - Affiliates				27,088						27,088		
06-1430254	10348	ARCH REINS CO.	NE	648						648		
47-0574325	32603	BERKLEY INS CO.	DE	(18)						(18)		
13-2781282	25070	CLEARWATER INS CO.	DE	296						296		
13-2930697	35408	DELOS INS CO.	DE	(14)						(14)		
05-0316605	21482	FACTORY MUTUAL INS CO.	RI	28						28		
13-3046577	39306	FIDELITY AND DEPOSIT CO OF MARYLAND	MD	(28)						(28)		
13-2997499	38776	FOLKSAMERICA REINS CO.	NY	560						560		
95-1479095	22322	GREENWICH INS CO.	DE	(30)						(30)		
06-0384680	11452	HARTFORD STEAM BOILER INSP AND INS CO.	CT	91						91		
22-3818012	20362	MITSUI SUMITOMO INS CO OF AMERICA	NY	(23)						(23)		
13-4924125	10227	MUNICH REINS AMERICA INC.	DE	296						296		
47-0355979	20087	NATIONAL INDEMNITY CO.	NE	1,180						1,180		
22-2187459	35432	NEW JERSEY RE-INS CO.	NJ	.5						.5		
47-0698507	23680	ODYSSEY AMERICA REINS CORP.	CT	.8						.8		
13-3031176	38636	PARTNER REINS CO OF THE US.	NY	.87						.87		
13-2918573	42439	TOA REINS CO OF AMERICA	DE	52						52		
13-5616275	19453	TRANSATLANTIC REINS CO.	NY	(15)						(15)		
95-2773313	27502	WESTERN GENERAL INS.	CA	237						237		
0599999 - Authorized - Other U.S. Unaffiliated Insurers				3,360						3,360		
AA-9991159	00000	MICHIGAN CAT CLAIMS ASSOCIATION	MI	902						902		
AA-9991139	00000	NORTH CAROLINA REINS FACILITY	NC	152						152		
0699999 - Authorized - Pools - Mandatory Pools				1,054						1,054		
0799999 - Authorized - Pools - Voluntary Pools												
AA-1120037	00000	ASPEN INS UK LTD.	GB	65						65		
AA-1126033	00000	LLOYD'S SYNDICATE NUMBER 0033	GB	55						55		
AA-1126190	00000	LLOYD'S SYNDICATE NUMBER 0190	GB	(7)						(7)		
AA-1126510	00000	LLOYD'S SYNDICATE NUMBER 0510	GB	33						33		
AA-1126780	00000	LLOYD'S SYNDICATE NUMBER 0780	GB	279						279		
AA-1127243	00000	LLOYD'S SYNDICATE NUMBER 1243	GB	11						11		
AA-1127414	00000	LLOYD'S SYNDICATE NUMBER 1414	GB	24						24		
AA-1128001	00000	LLOYD'S SYNDICATE NUMBER 2001	GB	16						16		
AA-1120071	00000	LLOYD'S SYNDICATE NUMBER 2007	GB	12						12		
AA-1128010	00000	LLOYD'S SYNDICATE NUMBER 2010	GB	16						16		
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791	GB	13						13		
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987	GB	30						30		
AA-1126004	00000	LLOYD'S SYNDICATE NUMBER 4444	GB	87						87		
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472	GB	1,044						1,044		
0899999 - Authorized - Other Non-U.S. Insurers				1,678						1,678		
0999999 - Total - Authorized				33,180						33,180		
1099999 - Unauthorized - Affiliates - U.S. Intercompany Pooling												
1199999 - Unauthorized - Affiliates - U.S. Non-Pool												
AA-1121235	00000	EQUATOR REINSURANCES LIMITED	BM	(573)						(573)		
AA-1930031	00000	QBE INSURANCE (AUSTRALIA) LIMITED	AU	46						46		
1299999 - Unauthorized - Affiliates - Other (Non-U.S.)				(527)						(527)		
1399999 - Total - Unauthorized - Affiliates				(527)						(527)		
1499999 - Unauthorized - Other U.S. Unaffiliated Insurers												
1599999 - Unauthorized - Pools - Mandatory Pools												
1699999 - Unauthorized - Pools - Voluntary Pools												
AA-3190945	00000	FARALLON REINS CO LTD	BM	(11)						(11)		
AA-3194137	00000	PXRE REINS LTD.	BM	(8)						(8)		
AA-3194173	00000	RENTERS REINS CO LTD.	BM	(3)						(3)		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE F - PART 4

Aging of Ceded Reinsurance as of December 31, Current Year (000 Omitted)

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Domiciliary Jurisdiction	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses							12 Percentage Overdue Col. 10/Col. 11	13 Percentage more Than 120 Days Overdue Col. 9 / Col. 11
				5 Current	Overdue					11 Total Due Cols. 5 + 10		
					6 1 to 29 Days	7 30 - 90 Days	8 91 - 120 Days	9 Over 120 Days	10 Total Overdue Cols. 6 + 7 + 8 + 9			
AA-1121400	00000	SWISS REINS CO (UK) LTD.	GB	(43)						(43)		
AA-1120583	00000	TOKIO MARINE GLOBAL RE LTD.	GB	134						134		
		1799999 - Unauthorized - Other Non-U.S. Insurers		69						69		
		1899999 - Total - Unauthorized		(458)						(458)		
		1999999 - Total - Authorized and Unauthorized		32,722						32,722		
		2099999 - Total - Protected Cells										
9999999 Totals				32,722						32,722		

37.1

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE F - PART 5

Provision for Unauthorized Reinsurance as of December 31, Current Year (000 Omitted)

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Reinsurance Recoverable all Items Schedule F Part 3, Col. 15	Funds Held By Company Under Reinsurance Treaties	Letters of Credit	Ceded Balances Payable	Miscellaneous Balances	Other Allowed Offset Items	Sum of Cols. 6 thru 10 but not in excess of Col. 5	Subtotal Col. 5 minus Col. 11	Recoverable Paid Losses & LAE Expenses Over 90 Days Past Due not in Dispute	20% of Amount in Col. 13	Smaller of Col. 11 or Col. 14	Smaller of Col. 11 or 20% of Amount in Dispute Included in Col. 5	Total Provision for Unauthorized Reinsurance Smaller of Col. 5 or Cols. 12 + 15 + 16	
AA-1121235	00000	EQUATOR REINSURANCES LIMITED	BM	15,832		15,643	5,103			15,832							
AA-1930031	00000	QBE INSURANCE (AUSTRALIA) LIMITED	AU	2,407		2,357	1,175			2,407							
AA-1120481	00000	QBE INTERNATIONAL INSURANCE LIMITED	GB	83			311			83							
0399999 - Affiliates - Other (Non-U.S.)				18,322		18,000	6,589			18,322							
0499999 - Total - Affiliates				18,322		18,000	6,589			18,322							
AA-3190770	00000	ACE TEMPEST REINS CO LTD	BM	434		188	358			434							
AA-1120146	00000	ALEA LONDON LTD	GB				1										
AA-3194126	00000	ARCH REINS LTD	BM	5,015		4,925	736			5,015							
AA-1320012	00000	AXA CORPORATE SOLUTIONS ASSURANCE	FR	15,191		21,418	372			15,191							
AA-1120242	00000	BRIT INS LTD	GB	44			129			44							
AA-3190945	00000	FARALLON REINS CO LTD	BM	494	94	45	438			494							
AA-1120643	00000	GE FRANKONA REINS LTD	GB				36										
AA-3190886	00000	HARBOR POINT RE LTD	BM				114										
AA-3190875	00000	HISCOX INS CO (BERMUDA) LTD	BM				408										
AA-3190463	00000	IPCORE LTD	BM	41			5			5	36					36	
AA-3194129	00000	MONTPELIER REINS LTD	BM	5,247		5,284	20			5,247							
AA-3194200	00000	MS FRONTIER REINS	BM				69										
AA-3194165	00000	OLYMPUS REINS CO LTD	BM				15										
AA-3194137	00000	PXRE REINS LTD	BM	85		1,813				85							
AA-3190339	00000	RENAISSANCE REINS LTD	BM				3										
AA-3194173	00000	RENTERS REINS CO LTD	BM	836	107	537	410			836							
AA-3160046	00000	ROYAL BANK OF CANADA INS CO LTD	BB	35		66	(45)			21	14					14	
AA-1121400	00000	SWISS REINS CO (UK) LTD	GB	(43)			(37)			(43)					(43)		
AA-1120583	00000	TOKIO MARINE GLOBAL LTD	GB	5,866		5,334	731			5,866							
AA-3190757	00000	XL REINS LTD	BM	655		484	258			655							
0899999 - Other Non-U.S. Insurers				33,900	201	40,094	4,021			33,850	50				(43)	50	
0999999 - Total - Affiliates and Others				52,222	201	58,094	10,610			52,172	50				(43)	50	
1099999 - Total - Protected Cells																	
9999999 Totals				52,222	201	58,094	10,610			52,172	50				(43)	50	

1. Amounts in dispute totaling \$ are included in Column 5.
2. Amounts in dispute totaling \$ are excluded from Column 13.

38

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE F - PART 6

Provision for Overdue Authorized Reinsurance as of December 31, Current Year

1	2	3	4	5	6	7	8	9	10	11
Federal ID Number	NAIC Company Code	Name of Reinsurer	Reinsurance Recoverable on Paid Losses and LAE More Than 90 Days Overdue (a)	Total Reinsurance Recoverable on Paid Losses and Paid LAE (b)	Amounts Received Prior 90 Days	Col. 4 divided by (Cols. 5 + 6)	Amounts in Col. 4 for Companies Reporting less than 20% in Col. 7	Amounts in Dispute Excluded from Col. 4 for Companies Reporting less than 20% in Col. 7	20% of Amount in Col. 9	Amount Reported in Col. 8 x 20% + Col. 10
06-1430254	10348	ARCH REINS CO		648,000						
47-0574325	32603	BERKLEY INS CO		(18,000)						
13-2781282	25070	CLEARWATER INS CO		296,000						
13-2930697	35408	DELOS INS CO		(14,000)						
05-0316605	21482	FACTORY MUTUAL INS CO		28,000						
13-3046577	39306	FIDELITY AND DEPOSIT CO OF MARYLAND		(28,000)						
13-2997499	38776	FOLKSAMERICA REINS CO		560,000						
95-1479095	22322	GREENWICH INS CO		(30,000)						
06-0384680	11452	HARTFORD STEAM BOILER INSP AND INS CO		91,000						
22-3818012	20362	MIITSUI SUMITOMO INS CO OF AMERICA		(23,000)						
13-4924125	10227	MUNICH REINS AMERICA INC		296,000						
47-0355979	20087	NATIONAL INDEMNITY CO		1,180,000						
22-2187459	35432	NEW JERSEY RE-INS CO		5,000						
47-0698507	23680	ODYSSEY AMERICA REINS CORP		8,000						
13-3031176	38636	PARTNER REINS CO OF THE US		87,000						
23-1641984	10219	QBE REINSURANCE CORPORATION		27,088,000						
13-2918573	42439	TOA REINS CO OF AMERICA		52,000						
13-5616275	19453	TRANSATLANTIC REINS CO		(15,000)						
95-2773313	27502	WESTERN GENERAL INS		237,000						
AA-9991159	00000	MICHIGAN CAT CLAIMS ASSOCIATION		902,000						
AA-9991139	00000	NORTH CAROLINA REINS FACILITY		152,000						
AA-1120037	00000	ASPEN INS UK LTD		65,000						
AA-1126033	00000	LLOYD'S SYNDICATE NUMBER 0033		55,000						
AA-1126190	00000	LLOYD'S SYNDICATE NUMBER 0190		(7,000)						
AA-1126510	00000	LLOYD'S SYNDICATE NUMBER 0510		33,000						
AA-1126780	00000	LLOYD'S SYNDICATE NUMBER 0780		279,000						
AA-1127243	00000	LLOYD'S SYNDICATE NUMBER 1243		11,000						
AA-1127414	00000	LLOYD'S SYNDICATE NUMBER 1414		24,000						
AA-1128001	00000	LLOYD'S SYNDICATE NUMBER 2001		16,000						
AA-1120071	00000	LLOYD'S SYNDICATE NUMBER 2007		12,000						
AA-1128010	00000	LLOYD'S SYNDICATE NUMBER 2010		16,000						
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791		13,000						
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987		30,000						
AA-1126004	00000	LLOYD'S SYNDICATE NUMBER 4444		87,000						
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472		1,044,000						
9999999 Totals				33,180,000		XXX				

(a) From Schedule F - Part 4 Columns 8 + 9, total authorized, less \$ in dispute.
 (b) From Schedule F - Part 3 Columns 7 + 8, total authorized, less \$ in dispute.

SCHEDULE F - PART 8

Restatement of Balance Sheet to Identify Net Credit for Reinsurance

	1 As Reported (Net of Ceded)	2 Restatement Adjustments	3 Restated (Gross of Ceded)
<u>ASSETS</u> (Page 2, Col. 3)			
1. Cash and invested assets (Line 10)	204,535,900		204,535,900
2. Premiums and considerations (Line 13)	209,718,723		209,718,723
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 14.1)	32,721,896	(32,721,896)	
4. Funds held by or deposited with reinsured companies (Line 14.2)	25,980		25,980
5. Other assets	22,668,651		22,668,651
6. Net amount recoverable from reinsurers		546,869,035	546,869,035
7. Protected cell assets (Line 25)			
8. Totals (Line 26)	469,671,150	514,147,139	983,818,289
<u>LIABILITIES</u> (Page 3)			
9. Losses and loss adjustment expenses (Lines 1 through 3)	79,883,768	470,368,871	550,252,639
10. Taxes, expenses, and other obligations (Lines 4 through 8)	11,028,008		11,028,008
11. Unearned premiums (Line 9)	50,474,151	203,220,778	253,694,929
12. Advance Premiums (Line 10)			
13. Dividends declared and unpaid (Line 11.1 and 11.2)			
14. Ceded reinsurance premiums payable (net of ceded commissions) (Line 12)	83,135,918	(83,135,918)	
15. Funds held by company under reinsurance treaties (Line 13)	76,256,592	(76,256,592)	
16. Amounts withheld or retained by company for account of others (Line 14)	10,672		10,672
17. Provision for reinsurance (Line 16)	50,000	(50,000)	
18. Other liabilities	7,248,376		7,248,376
19. Total liabilities excluding protected cell business (Line 24)	308,087,485	514,147,139	822,234,624
20. Protected cell liabilities (Line 25)			
21. Surplus as regards policyholders (Line 35)	161,583,665	X X X	161,583,665
22. Totals (Line 36)	469,671,150	514,147,139	983,818,289

NOTE: Is the restatement of this exhibit the result of grossing up balances ceded to affiliates under 100 percent reinsurance or pooling arrangements? Yes [] No [X]

If yes, give full explanation:

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts									
									Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other	
	1 Amount	2 %	3 Amount	4 %	5 Amount	6 %	7 Amount	8 %	9 Amount	10 %	11 Amount	12 %	13 Amount	14 %	15 Amount	16 %	17 Amount	18 %
PART 1 - ANALYSIS OF UNDERWRITING OPERATIONS																		
1. Premiums written	29,792,258	XXX.	29,792,258	XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.
2. Premiums earned	29,792,258	XXX.	29,792,258	XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.
3. Incurred claims	22,267,688	74.7	22,267,688	74.7														
4. Cost containment expenses	142,413	0.5	142,413	0.5														
5. Incurred claims and cost containment expenses (Lines 3 and 4)	22,410,101	75.2	22,410,101	75.2														
6. Increase in contract reserves																		
7. Commissions (a)	2,054,000	6.9	2,054,000	6.9														
8. Other general insurance expenses	3,875,060	13.0	3,875,060	13.0														
9. Taxes, licenses and fees																		
10. Total other expenses incurred	5,929,060	19.9	5,929,060	19.9														
11. Aggregate write-ins for deductions																		
12. Gain from underwriting before dividends or refunds	1,453,097	4.9	1,453,097	4.9														
13. Dividends or refunds																		
14. Gain from underwriting after dividends or refunds	1,453,097	4.9	1,453,097	4.9														
DETAILS OF WRITE-INS																		
1101.																		
1102.																		
1103.																		
1198. Summary of remaining write-ins for Line 11 from overflow page																		
1199. Totals (Lines 1101 thru 1103 plus 1198) (Line 11 above)																		

(a) Includes \$ reported as "Contract, membership and other fees retained by agents."

42

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT (continued)

	1	2	3	4	Other Individual Contracts				
					5	6	7	8	9
	Total	Group Accident and Health	Credit Accident and Health (Group and Individual)	Collectively Renewable	Non-Cancelable	Guaranteed Renewable	Non-Renewable for Stated Reasons Only	Other Accident Only	All Other
PART 2 - RESERVES AND LIABILITIES									
A. Premium Reserves:									
1. Unearned premiums									
2. Advance premiums									
3. Reserve for rate credits									
4. Total premium reserves, current year									
5. Total premium reserves, prior year									
6. Increase in total premium reserves									
B. Contract Reserves:									
1. Additional reserves									
2. Reserve for future contingent benefits									
3. Total contract reserves, current year									
4. Total contract reserves, prior year									
5. Increase in contract reserves									
C. Claim Reserves and Liabilities:									
1. Total current year	13,102,103	13,102,103							
2. Total prior year	11,865,085	11,865,085							
3. Increase	1,237,018	1,237,018							

PART 3 - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES									
1. Claims paid during the year:									
1.1 On claims incurred prior to current year	10,599,918	10,599,918							
1.2 On claims incurred during current year	10,430,752	10,430,752							
2. Claim reserves and liabilities, December 31, current year:									
2.1 On claims incurred prior to current year	4,410,754	4,410,754							
2.2 On claims incurred during current year	8,691,349	8,691,349							
3. Test:									
3.1 Line 1.1 and 2.1	15,010,672	15,010,672							
3.2 Claim reserves and liabilities, December 31, prior year	11,865,086	11,865,086							
3.3 Line 3.1 minus Line 3.2	3,145,586	3,145,586							

PART 4 - REINSURANCE									
A. Reinsurance Assumed:									
1. Premiums written									
2. Premiums earned									
3. Incurred claims									
4. Commissions									
B. Reinsurance Ceded:									
1. Premiums written	120,438,627	120,438,627							
2. Premiums earned	120,438,627	120,438,627							
3. Incurred claims	88,370,198	88,370,198							
4. Commissions	33,346,000	33,346,000							

43

SCHEDULE H - PART 5 - HEALTH CLAIMS

	1 Medical	2 Dental	3 Other	4 Total
A. Direct:				
1. Incurred Claims.....	110,462,748			110,462,748
2. Beginning claim reserves and liabilities.....	61,325,443			61,325,443
3. Ending claim reserves and liabilities.....	66,634,776			66,634,776
4. Claims paid.....	105,153,415			105,153,415
B. Assumed Reinsurance:				
5. Incurred Claims.....				
6. Beginning claim reserves and liabilities.....				
7. Ending claim reserves and liabilities.....				
8. Claims paid.....				
C. Ceded Reinsurance:				
9. Incurred Claims.....	88,370,198			88,370,198
10. Beginning claim reserves and liabilities.....	49,460,358			49,460,358
11. Ending claim reserves and liabilities.....	53,307,821			53,307,821
12. Claims paid.....	84,522,735			84,522,735
D. Net:				
13. Incurred Claims.....	22,092,550			22,092,550
14. Beginning claim reserves and liabilities.....	11,865,085			11,865,085
15. Ending claim reserves and liabilities.....	13,326,955			13,326,955
16. Claims paid	20,630,680			20,630,680
E. Net Incurred Claims and Containment Expenses:				
17. Incurred claims and containment expenses.....	22,410,101			22,410,101
18. Beginning reserves and liabilities.....	14,035,572			14,035,572
19. Ending reserves and liabilities.....	14,907,612			14,907,612
20. Paid claims and cost containment expenses	21,538,061			21,538,061

SCHEDULE P - ANALYSIS OF LOSSES AND LOSS EXPENSES
SCHEDULE P - PART 1 - SUMMARY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	167	0						167	XXX
2. 1998	1,820	1,214	606	1,225	903	301	215	29	0	210	437	XXX
3. 1999	11,009	9,165	1,843	5,101	4,419	1,948	1,393	68	18	88	1,286	XXX
4. 2000	39,965	32,311	7,654	41,480	34,246	11,143	8,478	151		1,301	10,050	XXX
5. 2001	128,169	109,661	18,508	91,524	72,640	21,474	17,919	328		1,866	22,767	XXX
6. 2002	198,660	157,702	40,958	109,774	88,418	27,127	22,797	133		2,350	25,819	XXX
7. 2003	406,514	346,588	59,926	157,219	129,318	34,706	29,399	241		2,522	33,449	XXX
8. 2004	565,159	484,113	81,047	313,686	281,737	29,983	25,179	235		2,204	36,989	XXX
9. 2005	588,985	500,109	88,876	314,560	282,034	39,359	27,965	323		2,885	44,243	XXX
10. 2006	674,146	567,036	107,110	198,596	162,693	23,105	19,951	535		2,670	39,592	XXX
11. 2007	714,376	584,402	129,974	126,568	91,797	8,290	6,430	557		791	37,188	XXX
12. Totals	XXX	XXX	XXX	1,359,899	1,148,205	197,437	159,727	2,600	19	16,888	251,986	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	759	(0)			44							802	XXX
2.		0										(0)	XXX
3.	12	5	3	2	4	4	1	1	0			8	XXX
4.	1,176	905	211	182	142	81	45	39	5			374	XXX
5.	2,281	1,871	835	759	296	232	177	150	10			586	XXX
6.	10,930	8,836	1,484	1,352	770	627	315	255	21			2,451	XXX
7.	7,842	6,726	6,083	5,369	1,928	1,566	1,290	1,139	54			2,399	XXX
8.	21,858	20,467	21,574	11,139	3,445	2,919	3,016	2,363	68			13,072	XXX
9.	57,632	53,297	63,157	59,184	6,341	5,182	7,101	5,993	132			10,707	XXX
10.	34,125	28,464	50,723	42,666	2,971	2,298	12,045	10,501	204			16,140	XXX
11.	51,310	44,351	135,705	116,671	6,867	5,476	34,736	29,345	571			33,345	XXX
12. Totals	187,925	164,921	279,776	237,324	22,808	18,385	58,725	49,785	1,064			79,884	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	759	44
2.	1,555	1,118	437	85.4	92.1	72.1				(0)	
3.	7,137	5,844	1,294	64.8	63.8	70.2				8	(0)
4.	54,353	43,929	10,424	136.0	136.0	136.2				301	73
5.	116,925	93,572	23,353	91.2	85.3	126.2				485	101
6.	150,554	122,284	28,270	75.8	77.5	69.0				2,227	224
7.	209,363	173,516	35,847	51.5	50.1	59.8				1,832	567
8.	393,865	343,804	50,061	69.7	71.0	61.8				11,826	1,246
9.	488,605	433,655	54,950	83.0	86.7	61.8				8,309	2,399
10.	322,304	266,572	55,732	47.8	47.0	52.0				13,718	2,422
11.	364,604	294,071	70,533	51.0	50.3	54.3				25,992	7,353
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	65,456	14,427

Note: Parts 2 and 4 are gross of all discounting, including tabular discounting. Part 1 is gross of only nontabular discounting, which is reported in Columns 32 and 33 of Part 1. The tabular discount, if any, is reported in the Notes to Financial Statements which will reconcile Part 1 with Parts 2 and 4.

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2 - SUMMARY

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	One Year	Two Year
1. Prior	5,076	4,833	3,134	2,371	2,397	1,955	2,589	2,631	2,562	2,767	205	136
2. 1998	344	375	492	605	483	485	486	408	408	408	(0)	(0)
3. 1999	XXX	1,570	2,301	1,470	1,386	1,353	1,442	1,241	1,237	1,244	6	2
4. 2000	XXX	XXX	5,665	5,942	7,393	9,169	9,523	10,066	10,213	10,269	56	203
5. 2001	XXX	XXX	XXX	20,314	19,016	23,109	22,901	22,534	22,755	23,015	261	481
6. 2002	XXX	XXX	XXX	XXX	20,195	24,127	24,834	26,360	26,641	28,115	1,475	1,755
7. 2003	XXX	XXX	XXX	XXX	XXX	34,022	35,246	33,450	34,050	35,552	1,503	2,103
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	52,332	50,456	51,081	49,758	(1,323)	(698)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	51,024	53,037	54,496	1,459	3,472
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	57,070	54,993	(2,076)	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	69,404	XXX	XXX
12. Totals											1,565	7,453

SCHEDULE P - PART 3 - SUMMARY

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	000	379	569	761	761	972	1,490	1,676	1,797	1,964	XXX	XXX
2. 1998	43	254	354	479	480	480	484	408	408	408	XXX	XXX
3. 1999	XXX	1,073	1,879	1,059	999	1,170	1,291	1,216	1,220	1,236	XXX	XXX
4. 2000	XXX	XXX	2,067	4,736	5,667	7,536	8,325	9,470	9,644	9,900	XXX	XXX
5. 2001	XXX	XXX	XXX	9,017	14,926	19,674	20,470	20,686	21,927	22,439	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	8,038	15,454	19,983	20,717	23,149	25,686	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	11,494	20,962	23,911	27,894	33,207	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	15,311	31,814	39,723	36,754	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,555	38,826	43,920	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,689	39,057	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	36,630	XXX	XXX

SCHEDULE P - PART 4 - SUMMARY

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)											
	1	2	3	4	5	6	7	8	9	10		
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	3,196	2,730	915	4								
2. 1998	266	(10)	131	126	2	6	1	0	0	0		
3. 1999	XXX	231	240	304	28	98	93	18	3	1		
4. 2000	XXX	XXX	1,957	379	476	408	191	174	76	36		
5. 2001	XXX	XXX	XXX	7,103	1,463	1,276	852	567	339	102		
6. 2002	XXX	XXX	XXX	XXX	7,867	4,453	2,549	2,148	821	192		
7. 2003	XXX	XXX	XXX	XXX	XXX	15,285	7,925	4,554	2,410	866		
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	21,986	11,273	6,761	11,088		
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,866	12,212	5,081		
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,081	9,601		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,425		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1A - HOMEOWNERS/FARMOWNERS

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX									XXX	
2. 1998	30	28	2	7	7	2	2	0	0			1	151
3. 1999		(0)	0	16	14	1	0	0	0			2	140
4. 2000	42	42	0	19	16	0	0	0	0			3	120
5. 2001	(26)	13	(39)	192	157	31	1	1	1			67	627
6. 2002	1,462	1,048	414	1,001	708	103	5	0	0			391	1,205
7. 2003	743	554	189	326	246	53	43	0	0			91	831
8. 2004	1,540	814	726	887	620	19	15	0	0			271	682
9. 2005	5,280	4,352	928	2,022	1,778	72	55	0	0			261	771
10. 2006	7,871	6,267	1,605	3,049	2,736	674	553	5	5	42		439	655
11. 2007	47,321	38,650	8,672	7,914	6,182	824	675	55	55	117		1,935	2,348
12. Totals	XXX	XXX	XXX	15,433	12,465	1,781	1,350	62	0	158		3,460	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.								0				0	12
6.													
7.			1	0			0	0				0	
8.			0	13			(0)	3	2	1		4	28
9.			(0)	100			0			1		11	19
10.	36	29	194	186	1	0	4	3	5			20	149
11.	8,101	6,525	4,161	3,531	629	503	812	682	27			2,489	871
12.	8,137	6,554	4,469	3,819	630	503	818	687	34			2,524	1,079

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	10	9	1	32.0	31.8	35.4					
3.	17	15	2		(6,565.0)	1,101.0					
4.	19	16	3	46.2	39.2	5,198.8					
5.	225	158	67	(873.2)	1,195.0	(171.8)					0
6.	1,104	713	391	75.5	68.1	94.2					
7.	381	290	91	51.2	52.3	48.1					0
8.	923	647	276	59.9	79.5	38.0					3
9.	2,195	1,923	271	41.6	44.2	29.2					10
10.	3,967	3,509	459	50.4	56.0	28.6					15
11.	22,523	18,099	4,424	47.6	46.8	51.0					2,205
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		2,233

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX								XXX	
2. 1998	639	397	242	657	413	139	138	14		121	259	1,122
3. 1999	3,405	2,879	526	2,332	2,066	437	434	14		125	282	4,048
4. 2000	10,480	9,723	758	9,176	7,362	1,711	1,694	29		372	1,859	7,699
5. 2001	33,510	24,981	8,529	24,541	19,579	3,099	3,057	63		835	5,066	13,797
6. 2002	29,929	25,493	4,436	22,571	18,707	3,452	3,405	31		763	3,941	11,708
7. 2003	41,957	34,187	7,771	29,372	24,591	3,993	3,836	52		310	4,990	14,075
8. 2004	67,401	54,777	12,624	35,321	28,754	4,001	3,831	28		375	6,766	16,397
9. 2005	47,542	38,415	9,127	28,449	22,760	3,825	3,178	22		150	6,359	14,548
10. 2006	38,630	30,376	8,253	24,519	19,913	1,685	1,302	20		88	5,009	12,265
11. 2007	44,249	31,832	12,417	12,630	9,896	1,494	1,032	15		29	3,211	13,144
12. Totals	XXX	XXX	XXX	189,568	154,041	23,835	21,908	287		3,167	37,741	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.	2	2			0	0			0			1	9
4.	269	199	4	3			1	1	0			71	10
5.			9	7	1	0	2	1	0			2	12
6.	98	78	25	20	6	5	5	4	0			27	18
7.	1,180	1,113	42	37	25	18	9	8	0			81	25
8.	560	471	104	90	54	43	22	19	1			117	60
9.	1,109	889	467	431	105	84	112	91	2			299	136
10.	2,596	1,966	1,783	1,760	100	80	387	310	6			756	583
11.	7,515	5,848	7,588	4,788	481	385	1,588	1,079	38			5,110	3,398
12.	13,328	10,566	10,021	7,135	773	615	2,126	1,514	47			6,464	4,251

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	810	551	259	126.8	138.9	106.9					
3.	2,785	2,502	283	81.8	86.9	53.7				0	0
4.	11,190	9,259	1,930	106.8	95.2	254.8				71	0
5.	27,714	22,646	5,069	82.7	90.7	59.4				2	1
6.	26,187	22,219	3,968	87.5	87.2	89.5				24	3
7.	34,673	29,602	5,071	82.6	86.6	65.3				72	9
8.	40,090	33,208	6,882	59.5	60.6	54.5				103	14
9.	34,090	27,433	6,658	71.7	71.4	72.9				256	43
10.	31,097	25,332	5,765	80.5	83.4	69.9				653	104
11.	31,348	23,028	8,320	70.8	72.3	67.0				4,467	643
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	5,648	817

SCHEDULE P - PART 1C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998												
3. 1999	43	34	9	119	92	(3)	0	9	5	1	29	7
4. 2000	4,439	2,931	1,508	7,758	6,852	1,978	1,551	25		19	1,360	1,314
5. 2001	31,687	26,642	5,045	24,392	20,365	4,114	3,903	100		144	4,338	6,274
6. 2002	34,664	27,847	6,817	27,400	21,660	3,981	3,343	25		57	6,402	3,885
7. 2003	22,567	18,124	4,443	14,727	11,596	2,371	1,912	20		52	3,611	1,435
8. 2004	19,739	15,674	4,066	6,108	4,897	1,065	863	6		82	1,419	991
9. 2005	16,073	13,053	3,020	5,870	4,967	929	845	1		69	988	863
10. 2006	10,571	8,701	1,870	4,433	3,439	516	439	1		40	1,072	759
11. 2007	19,418	15,988	3,430	2,405	2,113	240	197	2		21	337	1,100
12. Totals	XXX	XXX	XXX	93,212	75,981	15,193	13,052	189	5	485	19,555	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.	(0)	0				(0)						(0)	
4.	82	23	74	64	14	1	16	14				84	
5.	264	247	174	146	12	10	37	31				52	
6.	107	88	260	214	58	51	55	45	0			82	6
7.	152	148	883	478	56	44	187	186	1			423	10
8.	263	260	864	501	66	45	320	106	1			603	15
9.	1	0	1,240	901	75	74	387	276	2			454	27
10.	3	0	1,673	1,281	47	40	455	442	3			419	43
11.	476	424	6,284	4,946	92	75	972	795	21			1,606	262
12.	1,348	1,190	11,452	8,530	420	341	2,429	1,894	29			3,723	363

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.	126	97	28	292.0	282.3	330.9				(0)	0
4.	9,947	8,504	1,443	224.1	290.1	95.7				69	15
5.	29,092	24,702	4,390	91.8	92.7	87.0				45	7
6.	31,885	25,401	6,484	92.0	91.2	95.1				65	17
7.	18,399	14,364	4,034	81.5	79.3	90.8				410	14
8.	8,694	6,672	2,022	44.0	42.6	49.7				367	236
9.	8,505	7,063	1,442	52.9	54.1	47.7				339	115
10.	7,131	5,641	1,491	67.5	64.8	79.7				395	24
11.	10,494	8,550	1,943	54.0	53.5	56.7				1,391	215
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	3,080	643

SCHEDULE P - PART 1D - WORKERS' COMPENSATION

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998	103		103									
3. 1999	118		118									
4. 2000												
5. 2001												
6. 2002												
7. 2003												
8. 2004												
9. 2005												
10. 2006												
11. 2007												
12. Totals	XXX	XXX	XXX									XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1E - COMMERCIAL MULTIPLE PERIL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX		0						(0)	XXX
2. 1998	365	359	6	101	89	22	14	5	0		25	216
3. 1999	3,535	3,071	464	1,167	950	565	382	15	5	(127)	410	368
4. 2000	8,359	6,237	2,122	9,265	7,117	1,727	1,547	22		63	2,351	828
5. 2001	26,385	21,368	5,018	12,727	10,391	4,280	3,488	55		162	3,182	2,290
6. 2002	57,272	47,915	9,357	32,536	26,689	7,219	6,386	38		587	6,718	4,562
7. 2003	221,340	195,225	26,115	63,817	53,494	16,738	14,684	106		1,154	12,484	8,553
8. 2004	260,634	235,488	25,146	149,054	147,597	15,783	13,292	106		808	4,055	5,420
9. 2005	284,902	250,945	33,957	148,478	146,036	25,491	17,056	150		827	11,027	3,520
10. 2006	337,110	295,526	41,584	68,306	57,640	16,491	14,616	247		836	12,788	5,455
11. 2007	299,437	251,821	47,616	41,077	24,210	3,639	2,871	136		96	17,770	6,097
12. Totals	XXX	XXX	XXX	526,529	474,213	91,956	74,336	880	5	4,407	70,810	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.		(0)										0	
2.													
3.	0	0	2	1	0	0	0	0				0	
4.	27	26	16	12			3	3	3			8	23
5.	852	768	63	52	123	72	13	11	1			150	4
6.	1,690	1,310	255	208	150	125	54	44	8			468	54
7.	5,069	4,311	2,443	2,218	950	785	518	471	25			1,219	175
8.	17,647	16,941	14,332	5,468	2,596	2,351	1,343	1,160	44			10,041	315
9.	39,220	37,242	38,392	37,026	4,933	4,018	3,309	2,840	94			4,822	671
10.	12,978	11,594	28,753	24,229	1,967	1,483	5,765	5,038	91			7,211	647
11.	20,094	19,950	44,882	44,186	4,238	3,349	16,006	14,160	236			3,811	1,677
12.	97,576	92,144	129,137	113,401	14,958	12,183	27,013	23,728	501			27,730	3,566

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
2.	129	103	25	35.2	28.7	424.6					
3.	1,750	1,339	410	49.5	43.6	88.5				0	0
4.	11,064	8,706	2,358	132.4	139.6	111.1				4	4
5.	18,114	14,782	3,332	68.7	69.2	66.4				95	54
6.	41,949	34,763	7,186	73.2	72.6	76.8				426	42
7.	89,665	75,963	13,703	40.5	38.9	52.5				982	237
8.	200,905	186,809	14,096	77.1	79.3	56.1				9,569	472
9.	260,068	244,219	15,849	91.3	97.3	46.7				3,344	1,478
10.	134,599	114,600	19,999	39.9	38.8	48.1				5,909	1,302
11.	130,307	108,726	21,581	43.5	43.2	45.3				840	2,971
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	21,169	6,561

Schedule P - Part 1F - Medical Mal Occur

NONE

Schedule P - Part 1F - Medical Mal Claim

NONE

SCHEDULE P - PART 1G - SPECIAL LIABILITY (OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998												XXX
3. 1999												XXX
4. 2000												XXX
5. 2001												XXX
6. 2002												XXX
7. 2003												XXX
8. 2004				(1)	(1)	5	4				1	XXX
9. 2005												XXX
10. 2006	(4)	(3)	(1)									XXX
11. 2007					10							(10) XXX
12. Totals	XXX	XXX	XXX	(1)	10	5	4				(9)	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.	5	4	1								
9.											
10.											
11.		10	(10)								
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998	122	19	103	6	6	3	3	1	0		1	4
3. 1999	943	607	335	713	595	690	426	19	6	0	394	106
4. 2000	6,578	5,213	1,365	9,048	7,102	4,562	2,893	49		408	3,665	479
5. 2001	15,499	12,571	2,929	8,675	6,575	7,408	5,877	45		(353)	3,675	855
6. 2002	30,720	24,703	6,017	11,312	9,513	10,470	8,323	28		227	3,973	1,091
7. 2003	44,813	36,808	8,005	19,837	15,877	9,793	7,531	22		204	6,244	961
8. 2004	51,166	40,797	10,369	9,488	7,636	4,523	3,430	8		176	2,953	549
9. 2005	47,405	39,895	7,510	5,274	4,318	2,415	1,757	4		79	1,617	429
10. 2006	58,717	49,287	9,430	3,550	2,890	1,616	1,328	4		36	952	479
11. 2007	73,973	61,844	12,128	955	738	886	731	14		20	386	1,160
12. Totals	XXX	XXX	XXX	68,856	55,251	42,366	32,297	192	6	797	23,859	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.	10	3	1	1	4	2	0	0	0		9	1	
4.	799	665	115	101	128	80	24	21	1		201	9	
5.	1,029	765	522	497	161	151	111	95	8		322	52	
6.	9,037	7,359	898	872	555	445	191	153	13		1,863	81	
7.	1,330	1,065	2,363	2,317	887	711	501	407	24		606	152	
8.	2,132	1,699	5,735	4,694	590	435	1,216	996	19		1,866	116	
9.	730	649	10,835	9,167	551	451	2,298	1,902	25		2,270	158	
10.	3,377	2,780	13,197	11,247	820	669	2,781	2,326	37		3,189	230	
11.	2,568	2,096	26,292	21,301	863	710	5,554	4,709	79		6,541	494	
12.	21,010	17,083	59,958	50,198	4,560	3,655	12,676	10,609	207		16,866	1,293	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.	9	8	1	7.7	43.5	1.1					
3.	1,436	1,033	403	152.3	170.0	120.3				7	2
4.	14,728	10,862	3,866	223.9	208.4	283.2				148	53
5.	17,958	13,961	3,997	115.9	111.1	136.5				288	34
6.	32,503	26,667	5,836	105.8	107.9	97.0				1,703	160
7.	34,757	27,908	6,850	77.6	75.8	85.6				310	296
8.	23,710	18,891	4,819	46.3	46.3	46.5				1,473	393
9.	22,132	18,244	3,887	46.7	45.7	51.8				1,748	522
10.	25,382	21,241	4,140	43.2	43.1	43.9				2,546	643
11.	37,211	30,284	6,927	50.3	49.0	57.1				5,464	1,077
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	13,687	3,179

SCHEDULE P - PART 1H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998												
3. 1999												
4. 2000						13	10					3
5. 2001						0	0					0
6. 2002						0	0					0
7. 2003	1		1			0	0					0
8. 2004												
9. 2005												
10. 2006												
11. 2007												
12. Totals	XXX	XXX	XXX			13	10					3

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.	13	10	3								
5.	0	0	0								
6.	0	0	0								
7.	0	0	0	10.9		2.2					
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

SCHEDULE P - PART 1I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	17,299	14,913	2,774	2,290	4		9	2,875	XXX
2. 2006	46,938	37,132	9,805	3,850	3,048	530	442	46		33	937	XXX
3. 2007	51,708	42,004	9,704	2,454	1,700	378	266	118		21	983	XXX
4. Totals	XXX	XXX	XXX	23,604	19,661	3,681	2,997	168		62	4,795	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	14,149	12,657	11,253	10,886	812	599	827	749	6			2,155	62
2.	192	139	998	545	35	24	1,744	1,649	24			636	252
3.	3,198	2,134	3,573	3,192	479	386	715	636	47			1,666	480
4.	17,538	14,930	15,823	14,622	1,326	1,009	3,286	3,034	77			4,456	794

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	1,858	297
2.	7,418	5,846	1,573	15.8	15.7	16.0				505	130
3.	10,962	8,313	2,649	21.2	19.8	27.3				1,446	219
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	3,809	647

SCHEDULE P - PART 1J - AUTO PHYSICAL DAMAGE

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	1,295	1,120	47	38	3		219	187	XXX
2. 2006	23,741	19,073	4,667	11,948	9,474	1,189	948	2		1,595	2,718	4,516
3. 2007	22,591	17,147	5,444	7,980	6,224	752	597	9		488	1,920	4,846
4. Totals	XXX	XXX	XXX	21,223	16,817	1,988	1,583	13		2,302	4,824	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	173	120	829	615	12	9	176	130	0			315	17
2.			728	653	1	1	154	117	0			113	14
3.	1,612	1,178	4,404	3,653	85	68	934	711	15			1,439	517
4.	1,785	1,299	5,960	4,921	98	78	1,264	959	15			1,866	548

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	266	48
2.	14,023	11,192	2,830	59.1	58.7	60.6				75	38
3.	15,790	12,431	3,359	69.9	72.5	61.7				1,185	255
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	1,526	340

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1K - FIDELITY/SURETY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX			.0	.0				.0	XXX
2. 2006	.45	.36	.9									XXX
3. 2007	155	155										XXX
4. Totals	XXX	XXX	XXX			0	0				0	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	(8)	(6)	10	.9	1	1	2	2				(1)	
2.			25	20			2	1				.5	
3.							3	3	0			1	
4.	(8)	(6)	34	29	1	1	7	6	0			5	

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	(1)	.0
2.	26	21	.5	58.9	.60.0	54.5				.5	.0
3.	4	3	1	2.3	1.8						1
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	4	1

SCHEDULE P - PART 1L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments							12 Number of Claims Reported - Direct and Assumed	
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments		10 Salvage and Subrogation Received		11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	20,777	16,422	25	20	5			4,365	XXX
2. 2006	150,036	120,248	29,788	78,940	63,553	403	322	211	0		15,678	XXX
3. 2007	153,884	123,648	30,236	51,154	40,723	78	62	209			10,656	XXX
4. Totals	XXX	XXX	XXX	150,871	120,698	505	404	425	0		30,699	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	3,763	3,011	686	585			146	124	8			883	34
2.	14,943	11,955	3,134	2,561			665	543	37			3,721	163
3.	7,746	6,197	37,294	30,040			7,911	6,372	107			10,449	461
4.	26,453	21,162	41,115	33,186			8,721	7,039	151			15,053	658

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	853	29
2.	98,333	78,934	19,399	65.5	65.6	65.1				3,562	158
3.	104,499	83,394	21,105	67.9	67.4	69.8				8,804	1,646
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	13,220	1,833

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 1M - INTERNATIONAL

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998												XXX
3. 1999												XXX
4. 2000												XXX
5. 2001												XXX
6. 2002												XXX
7. 2003												XXX
8. 2004												XXX
9. 2005												XXX
10. 2006												XXX
11. 2007												XXX
12. Totals	XXX	XXX	XXX									XXX

NONE

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													
2.													
3.													
4.													
5.													
6.													
7.													
8.													
9.													
10.													
11.													
12.													

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

NONE

SCHEDULE P - PART 1N - REINSURANCE - NONPROPORTIONAL ASSUMED PROPERTY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	70							70	XXX
2. 1998												XXX
3. 1999												XXX
4. 2000												XXX
5. 2001	(1)		(1)									XXX
6. 2002	1		1									XXX
7. 2003												XXX
8. 2004					0						(0)	XXX
9. 2005												XXX
10. 2006												XXX
11. 2007												XXX
12. Totals	XXX	XXX	XXX	70	0						70	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	341				19							361	XXX
2.													XXX
3.													XXX
4.													XXX
5.													XXX
6.													XXX
7.													XXX
8.		0										(0)	XXX
9.													XXX
10.													XXX
11.													XXX
12.	341	0			19							360	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	341	19
2.											
3.											
4.											
5.											
6.											
7.											
8.		0	(0)							(0)	
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	341	19

SCHEDULE P - PART 10 - REINSURANCE - NONPROPORTIONAL ASSUMED LIABILITY

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	97							97	XXX
2. 1998												XXX
3. 1999												XXX
4. 2000								6			6	XXX
5. 2001								24			24	XXX
6. 2002												XXX
7. 2003												XXX
8. 2004												XXX
9. 2005												XXX
10. 2006												XXX
11. 2007												XXX
12. Totals	XXX	XXX	XXX	97				30			127	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.	417				25							442	XXX
2.													XXX
3.													XXX
4.													XXX
5.													XXX
6.													XXX
7.													XXX
8.													XXX
9.													XXX
10.													XXX
11.													XXX
12.	417				25							442	XXX

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	417	25
2.											
3.											
4.	6		6								
5.	24		24								
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	417	25

SCHEDULE P - PART 1P - REINSURANCE - NONPROPORTIONAL ASSUMED FINANCIAL LINES

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed		
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX									XXX
2. 1998												XXX
3. 1999												XXX
4. 2000												XXX
5. 2001												XXX
6. 2002												XXX
7. 2003												XXX
8. 2004												XXX
9. 2005												XXX
10. 2006												XXX
11. 2007												XXX
12. Totals	XXX	XXX	XXX									XXX

NONE

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded			
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded					
1.													XXX
2.													XXX
3.													XXX
4.													XXX
5.													XXX
6.													XXX
7.													XXX
8.													XXX
9.													XXX
10.													XXX
11.													XXX
12.													XXX

NONE

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.											
5.											
6.											
7.											
8.											
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

NONE

SCHEDULE P - PART 1R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

(\$000 Omitted)

Years in Which Premiums Were Earned and Losses Were Incurred	Premiums Earned			Loss and Loss Expense Payments						12 Number of Claims Reported - Direct and Assumed			
	1 Direct and Assumed	2 Ceded	3 Net (Cols. 1 - 2)	Loss Payments		Defense and Cost Containment Payments		Adjusting and Other Payments			10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded				
1. Prior	XXX	XXX	XXX									XXX	
2. 1998													
3. 1999													
4. 2000				0	0							0	
5. 2001	(171)	(80)	(90)										
6. 2002	1,640	1,334	306	2	1	3	2					1	
7. 2003	2,171	1,762	409	(3)	(2)	1	0					(0)	
8. 2004	3,002	2,397	604	(164)	(131)	0	0					(33)	
9. 2005	1,576	1,261	315	2	1	2	1					1	
10. 2006	491	393	98										
11. 2007	1,640	1,312	328									0	
12. Totals	XXX	XXX	XXX	(163)	(131)	5	4					(32)	XXX

	Losses Unpaid				Defense and Cost Containment Unpaid				Adjusting and Other Unpaid		23 Salvage and Subrogation Anticipated	24 Total Net Losses and Expenses Unpaid	25 Number of Claims Outstanding - Direct and Assumed	
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed	22 Ceded				
	13 Direct and Assumed	14 Ceded	15 Direct and Assumed	16 Ceded	17 Direct and Assumed	18 Ceded	19 Direct and Assumed	20 Ceded						
1.														
2.														
3.														
4.														
5.			0	0			0	0					0	
6.			7	6			1	1					1	
7.			51	44			11	9					8	
8.			53	43			11	9					12	
9.			232	171			32	26					67	
10.			239	185			89	71					71	
11.			1,226	1,035			239	198	2				234	0
12.			1,807	1,483			383	315	2				394	0

	Total Losses and Loss Expenses Incurred			Loss and Loss Expense Percentage (Incurred/Premiums Earned)			Nontabular Discount		34 Inter-Company Pooling Participation Percentage	Net Balance Sheet Reserves After Discount	
	26 Direct and Assumed	27 Ceded	28 Net	29 Direct and Assumed	30 Ceded	31 Net	32 Loss	33 Loss Expense		35 Losses Unpaid	36 Loss Expenses Unpaid
1.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		
2.											
3.											
4.	0	0	0								
5.	0	0	0	(0.0)	(0.0)	(0.0)				0	0
6.	12	10	2	0.8	0.8	0.8				1	0
7.	60	52	7	2.7	3.0	1.8				6	1
8.	(100)	(79)	(20)	(3.3)	(3.3)	(3.4)				10	2
9.	267	200	67	17.0	15.8	21.4				60	6
10.	327	256	71	66.6	65.1	72.7				54	18
11.	1,467	1,233	234	89.5	94.0	71.4				191	43
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	323	71

Schedule P - Part 1R - Prod Liab Claims

NONE

Schedule P - Part 1S-Fin./Mtg. Guaranty

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2A - HOMEOWNERS/FAROWNERS

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT		
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	11 One Year	12 Two Year	
1. Prior	34	32											
2. 1998		2	1	1	1	1	1	1	1	1			
3. 1999	XXX	6	13	2	3	3	2	2	2	2			
4. 2000	XXX	XXX	61	73	2	4	3	3	3	3			
5. 2001	XXX	XXX	XXX	27	109	54	67	67	66	66	(0)	(1)	
6. 2002	XXX	XXX	XXX	XXX	717	393	393	397	394	391	(3)	(7)	
7. 2003	XXX	XXX	XXX	XXX	XXX	33	94	96	93	91	(2)	(5)	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	(6)	18	23	275	252	256	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	113	81	270	190	157	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	472	449	(23)	XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,342	XXX	XXX	
											12. Totals	413	401

SCHEDULE P - PART 2B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1. Prior	101	27											
2. 1998	121	186	261	316	318	319	322	244	244	244	(0)	(0)	
3. 1999	XXX	408	966	431	418	419	415	270	270	269	(1)	(1)	
4. 2000	XXX	XXX	1,390	1,368	1,991	2,042	2,085	1,883	1,886	1,901	15	18	
5. 2001	XXX	XXX	XXX	5,347	5,033	5,366	5,468	5,075	4,984	5,006	22	(69)	
6. 2002	XXX	XXX	XXX	XXX	3,934	3,893	4,376	3,943	3,930	3,938	7	(5)	
7. 2003	XXX	XXX	XXX	XXX	XXX	4,187	5,537	4,900	4,977	5,019	42	120	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	8,214	7,146	6,894	6,854	(40)	(292)	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,885	6,810	6,635	(175)	(250)	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,186	5,739	(447)	XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,268	XXX	XXX	
											12. Totals	(577)	(480)

SCHEDULE P - PART 2C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1. Prior	15	69	12										
2. 1998													
3. 1999	XXX	7	4	31	217	18	33	26	25	24	(1)	(1)	
4. 2000	XXX	XXX	285	544	1,380	1,674	1,629	1,399	1,382	1,418	36	19	
5. 2001	XXX	XXX	XXX	4,040	3,614	5,090	5,126	4,305	4,343	4,290	(53)	(15)	
6. 2002	XXX	XXX	XXX	XXX	3,542	5,158	6,238	6,378	6,432	6,459	27	81	
7. 2003	XXX	XXX	XXX	XXX	XXX	2,458	3,529	3,785	3,660	4,014	354	229	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	1,812	1,828	1,985	2,016	30	188	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,478	1,500	1,439	(61)	(39)	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	992	1,486	494	XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,920	XXX	XXX	
											12. Totals	827	462

SCHEDULE P - PART 2D- WORKERS' COMPENSATION

1. Prior	1,905	1,893	901	93	93	93	93	93	93	93			
2. 1998	67	69	67										
3. 1999	XXX	81	77										
4. 2000	XXX	XXX											
5. 2001	XXX	XXX	XXX										
6. 2002	XXX	XXX	XXX	XXX									
7. 2003	XXX	XXX	XXX	XXX	XXX								
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX							
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX						
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	
											12. Totals	XXX	XXX

SCHEDULE P - PART 2E- COMMERCIAL MULTIPLE PERIL

1. Prior	436	332	79							0	0	0	
2. 1998		3	22	96	21	22	20	20	20	20	(0)	(0)	
3. 1999	XXX	436	719	420	314	383	464	407	396	400	4	(7)	
4. 2000	XXX	XXX	1,809	1,720	2,023	2,214	2,244	2,146	2,267	2,333	66	188	
5. 2001	XXX	XXX	XXX	3,392	1,804	3,505	2,736	2,776	2,995	3,276	282	500	
6. 2002	XXX	XXX	XXX	XXX	3,800	6,255	5,810	6,470	6,646	7,140	494	670	
7. 2003	XXX	XXX	XXX	XXX	XXX	14,974	14,522	12,702	13,875	13,572	(303)	870	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	17,089	14,522	15,708	13,946	(1,762)	(577)	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,648	18,171	15,605	(2,567)	(1,043)	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,055	19,661	(1,394)	XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,210	XXX	XXX	
											12. Totals	(5,180)	602

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	11 One Year	12 Two Year
1. Prior	.98											
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
12. Totals												

SCHEDULE P - PART 2F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

1. Prior												
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
12. Totals												

**SCHEDULE P - PART 2G - SPECIAL LIABILITY
(OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

1. Prior												
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.1	.1	.1	.1		(.0)
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	(.10)	.XXX	.XXX
12. Totals												(.0)

SCHEDULE P - PART 2H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

1. Prior	1,146	854	277	70	49	49	423	398	166	166		(232)
2. 1998	.61	.70	.62	.1	.0	.1	.1	.0	.0	.0	(.0)	(.0)
3. 1999	.XXX	.283	.195	.233	.261	.358	.369	.380	.389	.391	.2	.11
4. 2000	.XXX	.XXX	.1,142	.548	1,200	2,432	2,763	3,831	3,861	3,815	(46)	(16)
5. 2001	.XXX	.XXX	.XXX	2,225	1,686	2,593	3,014	3,830	3,921	3,944	.23	.114
6. 2002	.XXX	.XXX	.XXX	.XXX	2,555	3,584	3,368	4,595	4,821	5,795	.975	1,200
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	4,743	4,537	5,605	5,460	6,804	1,343	1,199
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	6,278	4,796	5,600	4,793	(.807)	(.3)
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	4,537	4,481	3,859	(.622)	(.679)
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	4,703	4,100	(.604)	.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	6,834	.XXX	.XXX
12. Totals											263	1,595

SCHEDULE P - PART 2H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1. Prior		.96	.15	.15	.15	.15	.15	.15	.15	.15		
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX				.0	.3	.3	.3	.3		
5. 2001	.XXX	.XXX	.XXX			(.0)	.0	.0	.0	.0		
6. 2002	.XXX	.XXX	.XXX	.XXX		.0	.0	.0	.0	.0		
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	(.0)	.0	.0	.0	.0		
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.3					
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
12. Totals												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2I - SPECIAL PROPERTY (FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1	2	3	4	5	6	7	8	9	10	11	12
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	One Year	Two Year
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	920	1,234	5,444	4,211	4,524
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,297	1,502	206	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,484	XXX	XXX
4. Totals											4,416	4,524

SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,717	1,190	929	(261)	(787)
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,966	2,828	(138)	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,336	XXX	XXX
4. Totals											(399)	(787)

SCHEDULE P - PART 2K - FIDELITY, SURETY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5	22	0	(22)	(5)
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	5	2	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	XXX	XXX
4. Totals											(20)	(5)

SCHEDULE P - PART 2L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,670	9,526	11,495	1,968	825
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,373	19,151	(222)	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,789	XXX	XXX
4. Totals											1,747	825

SCHEDULE P - PART 2M - INTERNATIONAL

1. Prior												
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2N - REINSURANCE
Nonproportional Assumed Property

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	11 One Year	12 Two Year
1. Prior	50	97	402	874	902	669	649	688	847	934	87	245
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX	152								
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				(0)	(0)	(0)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals											86	245

SCHEDULE P - PART 2O - REINSURANCE
Nonproportional Assumed Liability

1. Prior	760	859	1,191	1,093	1,111	901	877	925	1,119	1,237	118	312
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX	172								
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals											118	312

SCHEDULE P - PART 2P - REINSURANCE
Nonproportional Assumed Financial Lines

1. Prior												
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
12. Totals												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 2R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	INCURRED NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										DEVELOPMENT	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	11 One Year	12 Two Year
1. Prior												
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX			.1	.1	.0	.0	.1	.0	.(1)	.(0)
5. 2001	.XXX	.XXX	.XXX		.0	.1	.0	.1	.1	.0	.(1)	.(1)
6. 2002	.XXX	.XXX	.XXX	.XXX	.68	.121	.30	.17	.7	.2	.(5)	.(14)
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	.261	.67	.80	.35	.7	.(28)	.(73)
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.140	.77	.80	.(20)	.(100)	.(98)
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.120	.112	.67	.(44)	.(53)
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.22	.71	.50	.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.232	.XXX	.XXX
12. Totals											.(130)	.(239)

SCHEDULE P - PART 2R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior												
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
12. Totals												

SCHEDULE P - PART 2S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				.XXX
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
4. Totals												

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 3A - HOMEOWNERS/FAROWNERS

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	.000											
2. 1998		.0	.0	.1	.1	.1	.1	.1	.1	.1	.78	.73
3. 1999	XXX	.1	.6	.2	.2	.2	.2	.2	.2	.2	.91	.49
4. 2000	XXX	XXX	.7	.2	.2	.3	.3	.3	.3	.3	.62	.58
5. 2001	XXX	XXX	XXX	.3	.111	.51	.66	.66	.66	.66	.361	.254
6. 2002	XXX	XXX	XXX	XXX	.668	.382	.391	.391	.391	.391	.741	.464
7. 2003	XXX	XXX	XXX	XXX	XXX	.17	.90	.90	.90	.90	.531	.300
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	(.4)	.21	.21	.271	.358	.296
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.25	.60	.260	.407	.345
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(.21)	.433	.310	.196
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,881	1,131	346

SCHEDULE P - PART 3B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1. Prior	.000											
2. 1998	.30	.178	.258	.316	.316	.316	.320	.244	.244	.244	.555	.567
3. 1999	XXX	.488	.821	.399	.404	.409	.409	.268	.268	.268	2,175	1,864
4. 2000	XXX	XXX	.455	1,591	1,867	1,998	2,048	1,804	1,805	1,830	4,452	3,237
5. 2001	XXX	XXX	XXX	2,590	4,196	5,091	5,301	4,921	4,957	5,003	8,517	5,268
6. 2002	XXX	XXX	XXX	XXX	1,875	3,339	3,870	3,674	3,826	3,911	7,678	4,012
7. 2003	XXX	XXX	XXX	XXX	XXX	1,700	3,943	4,293	4,805	4,938	7,585	6,465
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,324	5,113	6,041	6,738	8,400	7,937
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,912	5,050	6,337	6,843	7,569
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,512	4,989	5,263	6,419
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,195	3,729	6,017

SCHEDULE P - PART 3C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1. Prior	.000											
2. 1998												
3. 1999	XXX		.2	(.4)	(.3)	.19	.25	.25	.25	.25	.4	.3
4. 2000	XXX	XXX	.59	.450	1,165	1,451	1,541	1,325	1,335	1,334	.978	.336
5. 2001	XXX	XXX	XXX	1,104	2,376	4,409	4,701	4,002	4,195	4,238	4,747	1,527
6. 2002	XXX	XXX	XXX	XXX	1,612	3,943	5,571	5,844	6,093	6,377	2,754	1,125
7. 2003	XXX	XXX	XXX	XXX	XXX	.895	2,061	2,831	3,337	3,591	1,167	.258
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.541	1,048	1,301	1,414	.791	.185
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.450	.854	.987	.695	.141
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.307	1,071	.599	.117
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	335	.664	.174

SCHEDULE P - PART 3D - WORKERS' COMPENSATION

1. Prior	.000	.30	.85	.93	.93	.93	.93	.93	.93	.93		
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			

SCHEDULE P - PART 3E - COMMERCIAL MULTIPLE PERIL

1. Prior	.000										(.0)	
2. 1998		.12	.18	.19	.20	.20	.20	.20	.20	.20	.137	.79
3. 1999	XXX	.303	.656	.307	.301	.315	.392	.396	.397	.400	.241	.127
4. 2000	XXX	XXX	1,148	1,424	1,607	1,994	2,139	2,227	2,223	2,329	.491	.314
5. 2001	XXX	XXX	XXX	1,369	1,311	2,597	2,213	2,562	2,893	3,127	1,539	.747
6. 2002	XXX	XXX	XXX	XXX	(.111)	3,232	4,664	4,699	5,808	6,680	3,048	1,460
7. 2003	XXX	XXX	XXX	XXX	XXX	5,762	8,271	8,661	10,818	12,377	6,558	1,820
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,903	5,956	10,992	3,949	3,630	1,475
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,483	14,247	10,877	2,164	.685
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,351	12,541	4,037	.771
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	17,634	1,778	2,642

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 3F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	.000											
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		

SCHEDULE P - PART 3F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

1. Prior	.000											
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		

**SCHEDULE P - PART 3G - SPECIAL LIABILITY
(OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

1. Prior	.000											.XXX	.XXX
2. 1998												.XXX	.XXX
3. 1999	.XXX											.XXX	.XXX
4. 2000	.XXX	.XXX										.XXX	.XXX
5. 2001	.XXX	.XXX	.XXX									.XXX	.XXX
6. 2002	.XXX	.XXX	.XXX	.XXX								.XXX	.XXX
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							.XXX	.XXX
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.1	.1	.1	.1		.XXX	.XXX
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.XXX	.XXX
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	(10)	.XXX	.XXX

SCHEDULE P - PART 3H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

1. Prior	.000		.41	.49	.49	.49	.126	.166	.166	.166	.166	.1	
2. 1998		.0	(.0)	.0	.0	.0	.0	.0	.0	.0	.0	.3	.1
3. 1999	.XXX	.67	.77	.102	.133	.266	.304	.365	.370	.382	.27	.78	
4. 2000	.XXX	.XXX	.25	.71	.348	1,345	1,827	3,338	3,491	3,616	146	324	
5. 2001	.XXX	.XXX	.XXX	.362	.573	1,064	1,827	2,771	3,443	3,631	246	557	
6. 2002	.XXX	.XXX	.XXX	.XXX	.67	.428	1,194	1,783	2,696	3,945	311	699	
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	.133	.772	2,109	2,836	6,222	289	520	
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.231	.740	1,364	2,945	199	234	
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.692	.721	1,614	179	.92	
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.182	.948	118	131	
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.372	206	460	

SCHEDULE P - PART 3H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1. Prior	.000	.15	.15	.15	.15	.15	.15	.15	.15	.15		
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX				.0	.3	.3	.3	.3		
5. 2001	.XXX	.XXX	.XXX			.0	.0	.0	.0	.0		
6. 2002	.XXX	.XXX	.XXX	.XXX		.0	.0	.0	.0	.0		
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	.0	.0	.0	.0	.0		
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

**SCHEDULE P - PART 3I - SPECIAL PROPERTY
(FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY, AND THEFT)**

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	425	3,296	XXX	XXX
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	522	891	XXX	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	865	XXX	XXX

SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	431	615	1,319	877
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,691	2,716	2,606	1,896
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,911	2,447	1,882

SCHEDULE P - PART 3K - FIDELITY/SURETY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	1	1	XXX	XXX
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX

SCHEDULE P - PART 3L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.000	6,259	10,620	XXX	XXX
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,145	15,468	XXX	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,446	XXX	XXX

SCHEDULE P - PART 3M - INTERNATIONAL

1. Prior	.000										XXX	XXX
2. 1998											XXX	XXX
3. 1999	XXX										XXX	XXX
4. 2000	XXX	XXX									XXX	XXX
5. 2001	XXX	XXX	XXX								XXX	XXX
6. 2002	XXX	XXX	XXX	XXX							XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 3N - REINSURANCE
Nonproportional Assumed Property

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	000	71	95	132	132	227	398	448	503	573	XXX	XXX
2. 1998											XXX	XXX
3. 1999	XXX										XXX	XXX
4. 2000	XXX	XXX									XXX	XXX
5. 2001	XXX	XXX	XXX								XXX	XXX
6. 2002	XXX	XXX	XXX	XXX							XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				(0)	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

SCHEDULE P - PART 3O - REINSURANCE
Nonproportional Assumed Liability

1. Prior	000	72	135	245	245	361	569	631	698	795	XXX	XXX
2. 1998											XXX	XXX
3. 1999	XXX										XXX	XXX
4. 2000	XXX	XXX									XXX	XXX
5. 2001	XXX	XXX	XXX								XXX	XXX
6. 2002	XXX	XXX	XXX	XXX							XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

SCHEDULE P - PART 3P - REINSURANCE
Nonproportional Assumed Financial Lines

1. Prior	000										XXX	XXX
2. 1998											XXX	XXX
3. 1999	XXX										XXX	XXX
4. 2000	XXX	XXX									XXX	XXX
5. 2001	XXX	XXX	XXX								XXX	XXX
6. 2002	XXX	XXX	XXX	XXX							XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 3R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	CUMULATIVE PAID NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)										11	12
	1	2	3	4	5	6	7	8	9	10	Number of Claims Closed With Loss Payment	Number of Claims Closed Without Loss Payment
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007		
1. Prior	.000											
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX				.0	.0	.0	.0	.0		
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX			.1	.1	.1	.1		
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX		(0)	(0)	(0)	(0)		
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.0	.0	(33)	(33)		
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		.1	.1		
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX			

SCHEDULE P - PART 3R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior	.000											
2. 1998												
3. 1999	.XXX											
4. 2000	.XXX	.XXX										
5. 2001	.XXX	.XXX	.XXX									
6. 2002	.XXX	.XXX	.XXX	.XXX								
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX							
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX						
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX					
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX				
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX		

SCHEDULE P - PART 3S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.000			.XXX	.XXX
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX			.XXX	.XXX
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 4A - HOMEOWNERS/FAROWNERS

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior	3									
2. 1998		1				0				
3. 1999	XXX	4	1			0				
4. 2000	XXX	XXX	1	72		0				
5. 2001	XXX	XXX	XXX	5	(2)	3	1	1	0	
6. 2002	XXX	XXX	XXX	XXX	10	8	3	7	3	
7. 2003	XXX	XXX	XXX	XXX	XXX	8	3	5	2	0
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3	0	1	3
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX		9	10
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	464	8
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	760

SCHEDULE P - PART 4B - PRIVATE PASSENGER AUTO LIABILITY/MEDICAL

1. Prior	21	5								
2. 1998	75	(110)			2	2	0	0	0	
3. 1999	XXX	(138)	56	13	10	8	5	0	1	
4. 2000	XXX	XXX	456	(458)	26	6	9	14	3	1
5. 2001	XXX	XXX	XXX	1,375	175	33	59	64	5	2
6. 2002	XXX	XXX	XXX	XXX	793	46	172	85	30	6
7. 2003	XXX	XXX	XXX	XXX	XXX	208	287	159	60	6
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,783	753	350	17
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,664	767	57
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,478	101
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,309

SCHEDULE P - PART 4C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

1. Prior	15	8								
2. 1998										
3. 1999	XXX	7		4	1	0	1	1	1	
4. 2000	XXX	XXX	150	61	74	17	14	45	17	12
5. 2001	XXX	XXX	XXX	1,938	476	125	86	135	74	34
6. 2002	XXX	XXX	XXX	XXX	1,168	307	254	269	155	56
7. 2003	XXX	XXX	XXX	XXX	XXX	1,055	741	493	154	406
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	847	502	563	577
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	716	495	450
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	524	406
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,516

SCHEDULE P - PART 4D - WORKERS' COMPENSATION

1. Prior	1,420	1,373	583							
2. 1998	67	69	67							
3. 1999	XXX	81	77							
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4E - COMMERCIAL MULTIPLE PERIL

1. Prior	166	84	4							
2. 1998		(0)	2	77		2		0	0	
3. 1999	XXX	26	13	92	1	57	66	12	1	0
4. 2000	XXX	XXX	70	107	159	147	52	39	20	4
5. 2001	XXX	XXX	XXX	1,299	154	462	254	154	53	14
6. 2002	XXX	XXX	XXX	XXX	2,743	1,419	666	648	256	56
7. 2003	XXX	XXX	XXX	XXX	XXX	6,208	3,625	1,767	1,367	272
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	6,623	5,475	2,627	9,047
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,799	6,093	1,835
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,513	5,251
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,542

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 4F - SECTION 1 - MEDICAL MALPRACTICE - OCCURRENCE

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007
1. Prior	.98									
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4F - SECTION 2 - MEDICAL MALPRACTICE - CLAIMS-MADE

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**SCHEDULE P - PART 4G - SPECIAL LIABILITY
(OCEAN MARINE, AIRCRAFT (ALL PERILS), BOILER AND MACHINERY)**

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4H - SECTION 1 - OTHER LIABILITY - OCCURRENCE

1. Prior	832	614	62	4						
2. 1998	.61	.69	.62	.1	.0	.0	.0	.0	.0	.0
3. 1999	XXX	192	89	.97	.4	.18	.16	.4	.0	.0
4. 2000	XXX	XXX	.919	.305	.114	.195	.95	.56	.20	.18
5. 2001	XXX	XXX	XXX	1,275	.371	.624	.353	.131	.169	.40
6. 2002	XXX	XXX	XXX	XXX	2,060	2,042	1,169	.898	.311	.63
7. 2003	XXX	XXX	XXX	XXX	XXX	4,121	2,400	1,748	.861	.140
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	4,575	2,967	2,651	1,261
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,440	3,089	2,064
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,265	2,404
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,837

SCHEDULE P - PART 4H - SECTION 2 - OTHER LIABILITY - CLAIMS-MADE

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX			(0)				
6. 2002	XXX	XXX	XXX	XXX		(0)				
7. 2003	XXX	XXX	XXX	XXX	XXX	(0)	.0			
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.3			
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX

**SCHEDULE P - PART 4I - SPECIAL PROPERTY
(FIRE, ALLIED LINES, INLAND MARINE, EARTHQUAKE, BURGLARY AND THEFT)**

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1998	2 1999	3 2000	4 2001	5 2002	5 2003	7 2004	8 2005	9 2006	10 2007
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(812)	351	444
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	621	548
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	461

SCHEDULE P - PART 4J - AUTO PHYSICAL DAMAGE

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,408	647	259
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	991	112
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	974

SCHEDULE P - PART 4K - FIDELITY/SURETY

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7	22	1
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	5
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1

SCHEDULE P - PART 4L - OTHER (INCLUDING CREDIT, ACCIDENT AND HEALTH)

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,654	1,127	122
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,198	695
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,793

SCHEDULE P - PART 4M - INTERNATIONAL

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

SCHEDULE P - PART 4N - REINSURANCE

Nonproportional Assumed Property

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007
1. Prior	15	26	49							
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX	152						
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4O - REINSURANCE

Nonproportional Assumed Liability

1. Prior	531	572	217							
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX	172						
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SCHEDULE P - PART 4P - REINSURANCE

Nonproportional Assumed Financial Lines

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 4R - SECTION 1 - PRODUCTS LIABILITY - OCCURRENCE

Years in Which Losses Were Incurred	BULK AND IBNR RESERVES ON NET LOSSES AND DEFENSE AND COST CONTAINMENT EXPENSES REPORTED AT YEAR END (\$000 OMITTED)									
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007
1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX			.1	.1	.0	.0	.1	
5. 2001	XXX	XXX	XXX		.0	.1	.0	.1	.1	.0
6. 2002	XXX	XXX	XXX	XXX	.68	121	29	16	7	.1
7. 2003	XXX	XXX	XXX	XXX	XXX	261	67	81	35	.8
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	140	77	113	12
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	120	111	67
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22	71
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	232

SCHEDULE P - PART 4R - SECTION 2 - PRODUCTS LIABILITY - CLAIMS-MADE

1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX								
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

SCHEDULE P - PART 4S - FINANCIAL GUARANTY/MORTGAGE GUARANTY

1. Prior	XXX	XXX	XXX				XXX			
2. 2006	XXX	XXX	XXX				XXX	XXX		
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 5A - HOMEOWNERS/FARMOWNERS

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		31	33	78	78	78	78	78	78	78
3. 1999	XXX	48	75	87	88	88	88	91	91	91
4. 2000	XXX	XXX	22	59	62	62	62	62	62	62
5. 2001	XXX	XXX	XXX	207	351	359	359	361	361	361
6. 2002	XXX	XXX	XXX	XXX	521	723	734	739	741	741
7. 2003	XXX	XXX	XXX	XXX	XXX	352	521	529	530	531
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	234	352	356	358
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	318	402	407
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	202	310
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,131

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		2	1	11						
3. 1999	XXX	28	3	31	13	12	1	7		
4. 2000	XXX	XXX	100	341	23					
5. 2001	XXX	XXX	XXX	1,087	520	45	2	18	12	12
6. 2002	XXX	XXX	XXX	XXX	1,537	560	2	30		
7. 2003	XXX	XXX	XXX	XXX	XXX	1,165	1	2		
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	7	438	59	28
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,205	252	19
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	727	149
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	871

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		60	63	162	151	151	151	151	151	151
3. 1999	XXX	104	120	167	150	149	138	147	140	140
4. 2000	XXX	XXX	138	450	143	120	120	120	120	120
5. 2001	XXX	XXX	XXX	1,452	1,119	657	614	633	627	627
6. 2002	XXX	XXX	XXX	XXX	2,380	1,743	1,200	1,233	1,205	1,205
7. 2003	XXX	XXX	XXX	XXX	XXX	1,759	821	831	830	831
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	444	1,083	709	682
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,823	998	771
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,065	655
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,348

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

**SCHEDULE P - PART 5B - PRIVATE PASSENGER AUTO
LIABILITY/MEDICAL**

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		131	227	390	391	391	555	555	555	555
3. 1999	XXX	365	776	1,459	1,475	1,475	2,175	2,175	2,175	2,175
4. 2000	XXX	XXX	537	2,209	2,422	2,466	3,727	3,728	3,728	4,452
5. 2001	XXX	XXX	XXX	3,856	6,069	6,540	7,575	7,676	7,676	8,517
6. 2002	XXX	XXX	XXX	XXX	3,237	4,579	6,209	7,335	7,346	7,678
7. 2003	XXX	XXX	XXX	XXX	XXX	2,226	5,114	6,954	7,127	7,585
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,823	7,278	7,964	8,400
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,804	6,372	6,843
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,150	5,263
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,729

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		336	1							
3. 1999	XXX	794	17	19	10	10	9	9	9	9
4. 2000	XXX	XXX	257	218	56	22	10	7	4	10
5. 2001	XXX	XXX	XXX	2,456	525	213	61	25	10	12
6. 2002	XXX	XXX	XXX	XXX	1,668	829	704	68	24	18
7. 2003	XXX	XXX	XXX	XXX	XXX	2,410	1,876	225	60	25
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,071	883	258	60
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,221	655	136
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,868	583
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,398

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		617	471	796	796	796	1,122	1,122	1,122	1,122
3. 1999	XXX	1,565	1,565	2,795	2,803	2,803	4,048	4,048	4,048	4,048
4. 2000	XXX	XXX	1,423	4,048	4,110	4,118	6,428	6,428	6,425	7,699
5. 2001	XXX	XXX	XXX	8,672	10,175	10,355	12,117	12,221	12,206	13,797
6. 2002	XXX	XXX	XXX	XXX	6,737	7,836	10,394	11,134	11,114	11,708
7. 2003	XXX	XXX	XXX	XXX	XXX	7,001	12,106	13,198	13,240	14,075
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	11,571	15,653	15,799	16,397
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,358	14,567	14,548
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,163	12,265
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,144

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

**SCHEDULE P - PART 5C - COMMERCIAL AUTO/TRUCK
LIABILITY/MEDICAL**

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX			4	2	4	4	4	4	4
4. 2000	XXX	XXX	52	411	539	623	888	976	978	978
5. 2001	XXX	XXX	XXX	1,214	2,298	3,049	4,351	4,735	4,747	4,747
6. 2002	XXX	XXX	XXX	XXX	1,139	2,053	2,605	2,736	2,753	2,754
7. 2003	XXX	XXX	XXX	XXX	XXX	834	1,094	1,133	1,164	1,167
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	530	745	789	791
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	432	689	695
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	515	599
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	664

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX			4	3					
4. 2000	XXX	XXX	255	129	60	28	20	4	8	
5. 2001	XXX	XXX	XXX	1,213	437	108	50	19	16	
6. 2002	XXX	XXX	XXX	XXX	916	209	46	20	20	6
7. 2003	XXX	XXX	XXX	XXX	XXX	397	73	35	20	10
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	247	56	24	15
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	225	67	27
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	218	43
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	262

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX			10	10	10	10	7	7	7
4. 2000	XXX	XXX	374	673	799	896	1,203	1,314	1,322	1,314
5. 2001	XXX	XXX	XXX	2,800	3,596	4,266	5,808	6,280	6,290	6,274
6. 2002	XXX	XXX	XXX	XXX	2,705	3,189	3,729	3,877	3,898	3,885
7. 2003	XXX	XXX	XXX	XXX	XXX	1,414	1,398	1,416	1,442	1,435
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	880	968	998	991
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	743	896	863
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	827	759
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,100

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 5D - WORKERS' COMPENSATION

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX		1	1	1	1			
5. 2001	XXX	XXX	XXX	4	4	4	4			
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX	1							
5. 2001	XXX	XXX	XXX							
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998										
3. 1999	XXX									
4. 2000	XXX	XXX	1	1	1	1	1			
5. 2001	XXX	XXX	XXX	4	4	4	4			
6. 2002	XXX	XXX	XXX	XXX						
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX				
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 5E - COMMERCIAL MULTIPLE PERIL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior		2								
2. 1998		50	58	126	131	134	137	137	137	137
3. 1999	XXX	97	150	206	221	225	226	231	233	241
4. 2000	XXX	XXX	49	298	393	441	451	467	488	491
5. 2001	XXX	XXX	XXX	616	1,258	1,409	1,440	1,492	1,535	1,539
6. 2002	XXX	XXX	XXX	XXX	1,104	2,658	2,814	2,946	3,031	3,048
7. 2003	XXX	XXX	XXX	XXX	XXX	4,756	6,179	6,370	6,521	6,558
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,752	3,392	3,592	3,630
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,130	2,098	2,164
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,425	4,037
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,778

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		14	9	46	39	14				
3. 1999	XXX	77	112	152	97	19	1	8	8	
4. 2000	XXX	XXX	152	1,113	470	254	6	54	52	23
5. 2001	XXX	XXX	XXX	2,160	1,471	514	19	113	55	4
6. 2002	XXX	XXX	XXX	XXX	2,612	2,295	307	421	181	54
7. 2003	XXX	XXX	XXX	XXX	XXX	4,388	1,087	777	550	175
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	1,897	647	645	315
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,324	1,391	671
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,850	647
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,677

SECTION 3

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior		2								
2. 1998		97	104	249	248	226	216	216	216	216
3. 1999	XXX	224	331	465	435	363	347	365	368	368
4. 2000	XXX	XXX	235	1,653	1,135	979	744	822	852	828
5. 2001	XXX	XXX	XXX	3,236	3,352	2,613	2,162	2,329	2,336	2,290
6. 2002	XXX	XXX	XXX	XXX	4,300	6,164	4,402	4,755	4,672	4,562
7. 2003	XXX	XXX	XXX	XXX	XXX	10,289	8,869	8,875	8,884	8,553
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	5,757	5,378	5,711	5,420
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,799	4,165	3,520
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,955	5,455
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,097

Schedule P - Part 5F- SN1A

NONE

Schedule P - Part 5F- SN2A

NONE

Schedule P - Part 5F- SN3A

NONE

Schedule P - Part 5F- SN1B

NONE

Schedule P - Part 5F- SN2B

NONE

Schedule P - Part 5F- SN3B

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 5H - OTHER LIABILITY - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS CLOSED WITH LOSS PAYMENT DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior				1						
2. 1998			1	2	3	3	3	3	3	3
3. 1999	XXX	4	7	16	17	19	19	19	24	27
4. 2000	XXX	XXX		58	69	107	129	134	144	146
5. 2001	XXX	XXX	XXX	45	120	175	194	215	244	246
6. 2002	XXX	XXX	XXX	XXX	55	150	179	219	274	311
7. 2003	XXX	XXX	XXX	XXX	XXX	57	83	137	218	289
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	42	128	182	199
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	87	157	179
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	62	118
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	206

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	NUMBER OF CLAIMS OUTSTANDING DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior										
2. 1998		1	1	12						
3. 1999	XXX	14	1	16	13	9			4	1
4. 2000	XXX	XXX	63	219	154	111	38	10	6	9
5. 2001	XXX	XXX	XXX	231	298	203	96	29	12	52
6. 2002	XXX	XXX	XXX	XXX	354	333	135	36	92	81
7. 2003	XXX	XXX	XXX	XXX	XXX	356	174	60	169	152
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	146	93	75	116
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	179	106	158
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	179	230
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	494

SECTION 3A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE NUMBER OF CLAIMS REPORTED DIRECT AND ASSUMED AT YEAR END									
	1	2	3	4	5	6	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior				1						
2. 1998		1	2	15	4	4	4	4	4	4
3. 1999	XXX	35	30	76	82	84	76	97	106	106
4. 2000	XXX	XXX	77	413	437	464	434	468	474	479
5. 2001	XXX	XXX	XXX	489	768	798	738	799	813	855
6. 2002	XXX	XXX	XXX	XXX	668	1,006	880	950	1,063	1,091
7. 2003	XXX	XXX	XXX	XXX	XXX	679	623	710	906	961
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	257	442	486	549
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	336	343	429
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	298	479
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,160

Schedule P - Part 5H- SN1B

NONE

Schedule P - Part 5H- SN2B

NONE

Schedule P - Part 5H- SN3B

NONE

Schedule P - Part 5R- SN1A

NONE

Schedule P - Part 5R- SN2A

NONE

Schedule P - Part 5R- SN3A

NONE

Schedule P - Part 5R- SN1B

NONE

Schedule P - Part 5R- SN2B

NONE

Schedule P - Part 5R- SN3B

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 6C - COMMERCIAL AUTO/TRUCK LIABILITY/MEDICAL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX	43	43	43	43	43	43	43	43	43	
4. 2000	XXX	XXX	4,439	4,439	4,439	4,439	4,439	4,439	4,439	4,439	
5. 2001	XXX	XXX	XXX	31,687	31,687	31,687	31,687	31,687	31,687	31,687	
6. 2002	XXX	XXX	XXX	XXX	34,664	34,664	34,664	34,664	34,664	34,664	
7. 2003	XXX	XXX	XXX	XXX	XXX	22,567	22,567	22,567	22,567	22,567	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	19,739	19,739	19,739	19,739	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,073	16,073	16,073	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,571	10,571	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)		43	4,439	31,687	34,664	22,567	19,739	16,073	10,571	19,418	XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX	34	34	34	34	34	34	34	34	34	
4. 2000	XXX	XXX	2,931	2,931	2,931	2,931	2,931	2,931	2,931	2,931	
5. 2001	XXX	XXX	XXX	26,642	26,642	26,642	26,642	26,642	26,642	26,642	
6. 2002	XXX	XXX	XXX	XXX	27,847	27,847	27,847	27,847	27,847	27,847	
7. 2003	XXX	XXX	XXX	XXX	XXX	18,124	18,124	18,124	18,124	18,124	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	15,674	15,674	15,674	15,674	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,053	13,053	13,053	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,701	8,701	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)		34	2,931	26,642	27,847	18,124	15,674	13,053	8,701	15,988	XXX

SCHEDULE P - PART 6D - WORKERS' COMPENSATION

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998	103	103	103	103	103	103	103	103	103	103	
3. 1999	XXX	118	118	118	118	118	118	118	118	118	
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)	103	118									XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 6E - COMMERCIAL MULTIPLE PERIL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998	365	365	365	365	365	365	365	365	365	365	
3. 1999	XXX	3,535	3,535	3,535	3,535	3,535	3,535	3,535	3,535	3,535	
4. 2000	XXX	XXX	8,359	8,359	8,359	8,359	8,359	8,359	8,359	8,359	
5. 2001	XXX	XXX	XXX	26,385	26,385	26,385	26,385	26,385	26,385	26,385	
6. 2002	XXX	XXX	XXX	XXX	57,272	57,272	57,272	57,272	57,272	57,272	
7. 2003	XXX	XXX	XXX	XXX	XXX	221,340	221,340	221,340	221,340	221,340	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	260,634	260,634	260,634	260,634	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	284,902	284,902	284,902	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	337,110	337,110	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)	365	3,535	8,359	26,385	57,272	221,340	260,634	284,902	337,110	299,437	XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998	359	359	359	359	359	359	359	359	359	359	
3. 1999	XXX	3,071	3,071	3,071	3,071	3,071	3,071	3,071	3,071	3,071	
4. 2000	XXX	XXX	6,237	6,237	6,237	6,237	6,237	6,237	6,237	6,237	
5. 2001	XXX	XXX	XXX	21,368	21,368	21,368	21,368	21,368	21,368	21,368	
6. 2002	XXX	XXX	XXX	XXX	47,915	47,915	47,915	47,915	47,915	47,915	
7. 2003	XXX	XXX	XXX	XXX	XXX	195,225	195,225	195,225	195,225	195,225	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	235,488	235,488	235,488	235,488	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	250,945	250,945	250,945	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	295,526	295,526	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)	359	3,071	6,237	21,368	47,915	195,225	235,488	250,945	295,526	251,821	XXX

SCHEDULE P - PART 6H - OTHER LIABILITY - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998	122	122	122	122	122	122	122	122	122	122	
3. 1999	XXX	943	943	943	943	943	943	943	943	943	
4. 2000	XXX	XXX	6,578	6,578	6,578	6,578	6,578	6,578	6,578	6,578	
5. 2001	XXX	XXX	XXX	15,499	15,499	15,499	15,499	15,499	15,499	15,499	
6. 2002	XXX	XXX	XXX	XXX	30,720	30,720	30,720	30,720	30,720	30,720	
7. 2003	XXX	XXX	XXX	XXX	XXX	44,813	44,813	44,813	44,813	44,813	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	51,166	51,166	51,166	51,166	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	47,405	47,405	47,405	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	58,717	58,717	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)	122	943	6,578	15,499	30,720	44,813	51,166	47,405	58,717	73,973	XXX

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998	19	19	19	19	19	19	19	19	19	19	
3. 1999	XXX	607	607	607	607	607	607	607	607	607	
4. 2000	XXX	XXX	5,213	5,213	5,213	5,213	5,213	5,213	5,213	5,213	
5. 2001	XXX	XXX	XXX	12,571	12,571	12,571	12,571	12,571	12,571	12,571	
6. 2002	XXX	XXX	XXX	XXX	24,703	24,703	24,703	24,703	24,703	24,703	
7. 2003	XXX	XXX	XXX	XXX	XXX	36,808	36,808	36,808	36,808	36,808	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	40,797	40,797	40,797	40,797	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	39,895	39,895	39,895	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	49,287	49,287	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)	19	607	5,213	12,571	24,703	36,808	40,797	39,895	49,287	61,844	XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 6H - OTHER LIABILITY - CLAIMS-MADE

SECTION 1B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	1	1	1	1	1
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)							1				XXX

SECTION 2B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

SCHEDULE P - PART 6M - INTERNATIONAL

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 6N - REINSURANCE - NONPROPORTIONAL ASSUMED PROPERTY

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007		
1. Prior					5							
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX	(1)	(1)	(1)	(1)	(1)	(1)	(1)	(1)	
6. 2002	XXX	XXX	XXX	XXX	1	1	1	1	1	1	1	
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)				(1)	1							XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007		
1. Prior					11							
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)												XXX

SCHEDULE P - PART 6O - REINSURANCE B - NONPROPORTIONAL ASSUMED LIABILITY

SECTION 1

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007		
1. Prior					4							
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)												XXX

SECTION 2

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned	
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007		
1. Prior												
2. 1998												
3. 1999	XXX											
4. 2000	XXX	XXX										
5. 2001	XXX	XXX	XXX									
6. 2002	XXX	XXX	XXX	XXX								
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX						
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX					
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)												XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE P - PART 6R - PRODUCTS LIABILITY - OCCURRENCE

SECTION 1A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX	(171)	(171)	(171)	(171)	(171)	(171)	(171)	
6. 2002	XXX	XXX	XXX	XXX	1,640	1,640	1,640	1,640	1,640	1,640	
7. 2003	XXX	XXX	XXX	XXX	XXX	2,171	2,171	2,171	2,171	2,171	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,002	3,002	3,002	3,002	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,576	1,576	1,576	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	491	491	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)				(171)	1,640	2,171	3,002	1,576	491	1,640	XXX

SECTION 2A

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX	(80)	(80)	(80)	(80)	(80)	(80)	(80)	
6. 2002	XXX	XXX	XXX	XXX	1,334	1,334	1,334	1,334	1,334	1,334	
7. 2003	XXX	XXX	XXX	XXX	XXX	1,762	1,762	1,762	1,762	1,762	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,397	2,397	2,397	2,397	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,261	1,261	1,261	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	393	393	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)				(80)	1,334	1,762	2,397	1,261	393	1,312	XXX

SCHEDULE P - PART 6R - PRODUCTS LIABILITY - CLAIMS-MADE

SECTION 1B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED DIRECT AND ASSUMED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

SECTION 2B

Years in Which Premiums Were Earned and Losses Were Incurred	CUMULATIVE PREMIUMS EARNED CEDED AT YEAR END (\$000 OMITTED)										11 Current Year Premiums Earned
	1 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007	
1. Prior											
2. 1998											
3. 1999	XXX										
4. 2000	XXX	XXX									
5. 2001	XXX	XXX	XXX								
6. 2002	XXX	XXX	XXX	XXX							
7. 2003	XXX	XXX	XXX	XXX	XXX						
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX					
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX				
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX			
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)											XXX

Schedule P - Part 7A - Section 1

NONE

Schedule P - Part 7A - Section 2

NONE

Schedule P - Part 7A - Section 3

NONE

Schedule P - Part 7A - Section 4

NONE

Schedule P - Part 7A - Section 5

NONE

Schedule P - Part 7B - Section 1

NONE

Schedule P - Part 7B - Section 2

NONE

Schedule P - Part 7B - Section 3

NONE

Schedule P - Part 7B - Section 4

NONE

Schedule P - Part 7B - Section 5

NONE

Schedule P - Part 7B - Section 6

NONE

Schedule P - Part 7B - Section 7

NONE

SCHEDULE P INTERROGATORIES

1. What is the extended loss and expense reserve - direct and assumed - for the following classes? An example of an extended loss and expense reserve is the actuarial reserve for the free-tail coverage arising upon death, disability or retirement in most medical malpractice policies. Such a liability is to be reported here even if it was not reported elsewhere in Schedule P, but otherwise reported as a liability item on Page 3. Show the full reserve amount, not just the change during the current year.

Years in which premiums were earned and losses were incurred		1 Medical Malpractice	2 Other Liability	3 Products Liability
1.01	Prior			
1.02	1998			
1.03	1999			
1.04	2000			
1.05	2001			
1.06	2002			
1.07	2003			
1.08	2004			
1.09	2005			
1.10	2006			
1.11	2007			
1.12	Totals			

2. The definition of allocated loss adjustment expenses (ALAE) and, therefore, unallocated loss adjustment expenses (ULAE) was changed effective January 1, 1998. This change in definition applies to both paid and unpaid expenses. Are these expenses (now reported as "Defense and Cost Containment" and "Adjusting and Other") reported in compliance with these definitions in this statement? Yes [X] No []

3. The Adjusting and Other expense payments and reserves should be allocated to the years in which the losses were incurred based on the number of claims reported, closed and outstanding in those years. When allocating Adjusting and Other expense between companies in a group or a pool, the Adjusting and Other expense should be allocated in the same percentage used for the loss amounts and the claim counts. For reinsurers, Adjusting and Other expense assumed should be reported according to the reinsurance contract. For Adjusting and Other expense incurred by reinsurers, or in those situations where suitable claim count information is not available, Adjusting and Other expense should be allocated by a reasonable method determined by the company and described in Interrogatory 7, below. Are they so reported in this Statement? Answer: Yes [X] No []

4. Do any lines in Schedule P include reserves that are reported gross of any discount to present value of future payments, and that are reported net of such discounts on Page 10? Yes [] No [X]

If Yes, proper disclosure must be made in the Notes to Financial Statements, as specified in the Instructions. Also, the discounts must be reported in Schedule P - Part 1, Columns 32 and 33.

Schedule P must be completed gross of non-tabular discounting. Work papers relating to discount calculations must be available for examination upon request.

Discounting is allowed only if expressly permitted by the state insurance department to which this Annual Statement is being filed.

5. What were the net premiums in force at the end of the year for:
(in thousands of dollars)

5.1 Fidelity

5.2 Surety

6. Claim count information is reported per claim or per claimant (Indicate which).....CLAIM
If not the same in all years, explain in Interrogatory 7.

7.1 The information provided in Schedule P will be used by many persons to estimate the adequacy of the current loss and expense reserves, among other things. Are there any especially significant events, coverage, retention or accounting changes that have occurred that must be considered when making such analyses? Yes [] No [X]

7.2 An extended statement may be attached.
The company experienced significant development on gross losses from hurricanes that occurred in 2004. Most of the development in losses was mitigated by reinsurance protections. The company also experienced significant gross losses from hurricanes that occurred in 2005. Most of the losses were mitigated by reinsurance protections.....

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE T - EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, etc.	1 Is Insurer Licensed? (Yes or No)	Gross Premiums, Including Policy and Membership Fees Less Return Premiums and Premiums on Policies Not Taken		4 Dividends Paid or Credited to Policyholders on Direct Business	5 Direct Losses Paid (Deducting Salvage)	6 Direct Losses Incurred	7 Direct Losses Unpaid	8 Finance and Service Charges Not Included in Premiums	9 Direct Premium Written for Federal Purchasing Groups (Included in Col. 2)
		2 Direct Premiums Written	3 Direct Premiums Earned						
1. Alabama	AL	Yes	33,635,978	35,397,925	18,231,646	7,722,496	21,212,961		
2. Alaska	AK	Yes	823,930	823,882	624,496	519,601	280,931		
3. Arizona	AZ	Yes	7,678,477	9,078,354	2,310,087	2,281,508	4,339,422	233,546	
4. Arkansas	AR	Yes	509,672	509,672	93,884	(118,027)	252,171		
5. California	CA	Yes	79,156,984	78,781,495	50,590,038	46,246,170	30,478,975	4,642,681	
6. Colorado	CO	Yes	3,755,916	3,800,689	2,383,857	1,848,087	1,143,943		
7. Connecticut	CT	Yes	9,709,360	8,339,612	4,718,479	3,982,107	6,919,796		
8. Delaware	DE	Yes	112,787	(21,402)	107,181	(881,622)	298,206		
9. District of Columbia	DC	Yes	582,056	571,352	9,889	(67,494)	185,953		
10. Florida	FL	Yes	120,252,891	152,468,595	66,088,079	88,256,876	130,932,882		
11. Georgia	GA	Yes	11,152,418	11,967,703	6,486,853	4,687,824	5,453,342		
12. Hawaii	HI	Yes	79,819	79,732		(4,822)	13,970		
13. Idaho	ID	Yes	1,973,769	1,973,769	736,431	995,169	703,112		
14. Illinois	IL	Yes	14,872,755	15,396,350	18,663,675	7,347,019	12,253,335		
15. Indiana	IN	Yes	14,758,737	14,983,401	9,294,939	10,560,906	7,275,079		
16. Iowa	IA	Yes	894,600	909,844	2,834,936	1,988,684	542,536		
17. Kansas	KS	Yes	2,028,185	2,006,501	1,343,768	2,120,336	1,217,759		
18. Kentucky	KY	Yes	5,721,088	6,156,998	4,235,932	3,675,919	4,422,333		
19. Louisiana	LA	Yes	3,278,014	3,231,587	753,283	923,166	829,268		
20. Maine	ME	Yes	1,430,567	1,430,567	122,943	416,625	518,015		
21. Maryland	MD	Yes	2,645,601	2,690,412	856,118	89,586	1,325,281		
22. Massachusetts	MA	Yes	11,817,575	12,868,600	4,152,777	5,612,260	8,896,833		
23. Michigan	MI	Yes	14,689,909	17,184,918	10,187,189	3,428,187	9,825,645		
24. Minnesota	MN	Yes	1,334,819	3,941,317	13,678,268	5,545,634	5,532,937		
25. Mississippi	MS	Yes	19,298,304	19,283,228	11,588,622	10,155,612	8,981,069		
26. Missouri	MO	Yes	3,107,441	2,983,710	3,243,905	2,091,227	1,367,318		
27. Montana	MT	Yes	6,039,456	6,096,774	2,524,353	1,747,923	2,520,775		
28. Nebraska	NE	Yes	755,621	755,621	1,157,964	1,038,339	147,676		
29. Nevada	NV	Yes	(1,648,747)	6,398,466	2,611,503	1,301,998	2,933,340		
30. New Hampshire	NH	Yes	2,493,326	2,702,939	860,817	837,634	1,285,931		
31. New Jersey	NJ	Yes	31,778,598	31,659,988	11,505,494	11,647,481	31,704,077		
32. New Mexico	NM	Yes	2,143,370	2,143,370	749,034	1,011,412	701,066		
33. New York	NY	Yes	88,173,403	83,198,167	36,519,590	46,874,389	90,587,504	20,696	
34. North Carolina	NC	Yes	8,411,993	8,419,615	5,654,082	4,368,774	4,094,685		
35. North Dakota	ND	Yes	1,793,548	1,917,003	1,149,646	443,954	828,305		
36. Ohio	OH	Yes	12,426,625	13,033,862	9,023,033	7,192,297	5,238,494		
37. Oklahoma	OK	Yes	5,166,284	5,166,284	3,468,949	3,669,832	1,767,049		
38. Oregon	OR	Yes	4,635,826	3,930,029	1,335,050	1,263,292	897,598	2,659	
39. Pennsylvania	PA	Yes	13,044,136	12,247,825	5,251,880	4,472,367	10,839,555		
40. Rhode Island	RI	Yes	24,267	27,637	1,508	(34,155)	106,218		
41. South Carolina	SC	Yes	6,999,357	7,238,600	4,737,196	3,209,859	4,082,904		
42. South Dakota	SD	Yes	103,625	103,625	78,939	108,353	41,522		
43. Tennessee	TN	Yes	14,394,926	14,737,499	8,244,424	8,793,693	7,928,013		
44. Texas	TX	Yes	8,520,397	8,259,955	6,582,418	6,426,796	4,296,886		
45. Utah	UT	Yes	1,307,826	1,286,141	344,003	911,702	677,752		
46. Vermont	VT	Yes	602,548	602,548	848,998	849,562	106,358		
47. Virginia	VA	Yes	5,333,184	5,592,297	2,018,051	2,256,048	3,005,494		
48. Washington	WA	Yes	20,088,360	20,838,053	9,727,344	7,036,144	8,538,477	303,133	
49. West Virginia	WV	Yes	48,773	46,429	3,658	28,143	25,557		
50. Wisconsin	WI	Yes	4,492,399	4,652,883	5,265,021	5,973,660	3,243,291		
51. Wyoming	WY	Yes	2,644,569	2,692,768	1,219,670	1,849,819	1,339,000		
52. American Samoa	AS	No							
53. Guam	GU	No							
54. Puerto Rico	PR	No							
55. U.S. Virgin Islands	VI	No							
56. Northern Mariana Islands	MP	No							
57. Canada	CN	No							
58. Aggregate other alien	OT	XXX							
59. Totals	(a) 51		605,075,322	650,587,189	354,219,900	332,702,350	452,140,599	5,202,715	
DETAILS OF WRITE-INS									
5801.		XXX							
5802.		XXX							
5803.		XXX							
5898. Summary of remaining write-ins for Line 58 from overflow page		XXX							
5899. Totals (Lines 5801 through 5803 + 5898) (Line 58 above)		XXX							

(a) Insert the number of yes responses except for Canada and Other Alien.

Explanation of basis of allocation of premiums by states, etc.

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE T – PART 2
INTERSTATE COMPACT – EXHIBIT OF PREMIUMS WRITTEN

Allocated by States and Territories

States, Etc.	Direct Business Only					Totals
	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	
1. Alabama AL						
2. Alaska AK						
3. Arizona AZ						
4. Arkansas AR						
5. California CA						
6. Colorado CO						
7. Connecticut CT						
8. Delaware DE						
9. District of Columbia DC						
10. Florida FL						
11. Georgia GA						
12. Hawaii HI						
13. Idaho ID						
14. Illinois IL						
15. Indiana IN						
16. Iowa IA						
17. Kansas KS						
18. Kentucky KY						
19. Louisiana LA						
20. Maine ME						
21. Maryland MD						
22. Massachusetts MA						
23. Michigan MI						
24. Minnesota MN						
25. Mississippi MS						
26. Missouri MO						
27. Montana MT						
28. Nebraska NE						
29. Nevada NV						
30. New Hampshire NH						
31. New Jersey NJ						
32. New Mexico NM						
33. New York NY						
34. North Carolina NC						
35. North Dakota ND						
36. Ohio OH						
37. Oklahoma OK						
38. Oregon OR						
39. Pennsylvania PA						
40. Rhode Island RI						
41. South Carolina SC						
42. South Dakota SD						
43. Tennessee TN						
44. Texas TX						
45. Utah UT						
46. Vermont VT						
47. Virginia VA						
48. Washington WA						
49. West Virginia WV						
50. Wisconsin WI						
51. Wyoming WY						
52. American Samoa AS						
53. Guam GU						
54. Puerto Rico PR						
55. U.S. Virgin Islands VI						
56. Northern Mariana Islands MP						
57. Canada CN						
58. Aggregate Other Alien OT						
59. Totals						

NONE

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

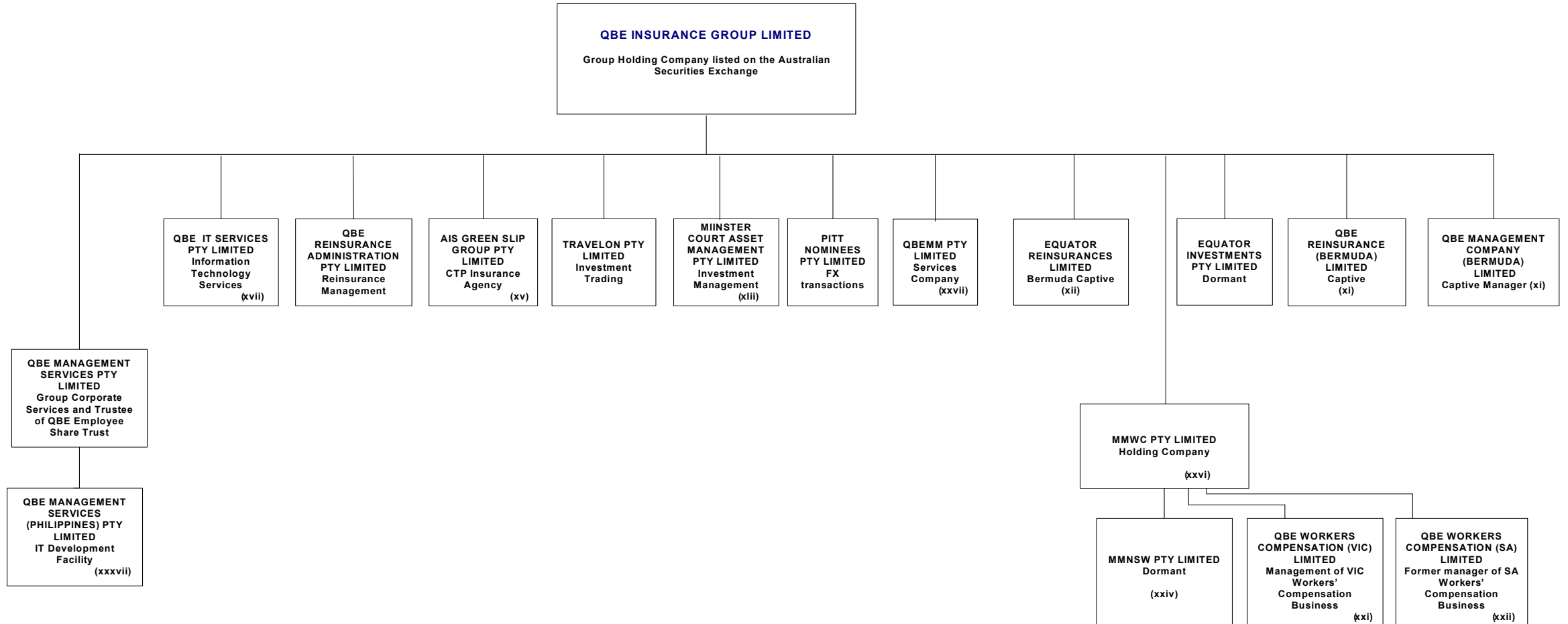
**GROUP AND REGIONAL STRUCTURE -
QBE INSURANCE GROUP LIMITED & ITS SUBSIDIARIES AND ASSOCIATES**



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

- AUSTRALIA (continued on page 106.2)
 - Note some minor companies are included in other divisions



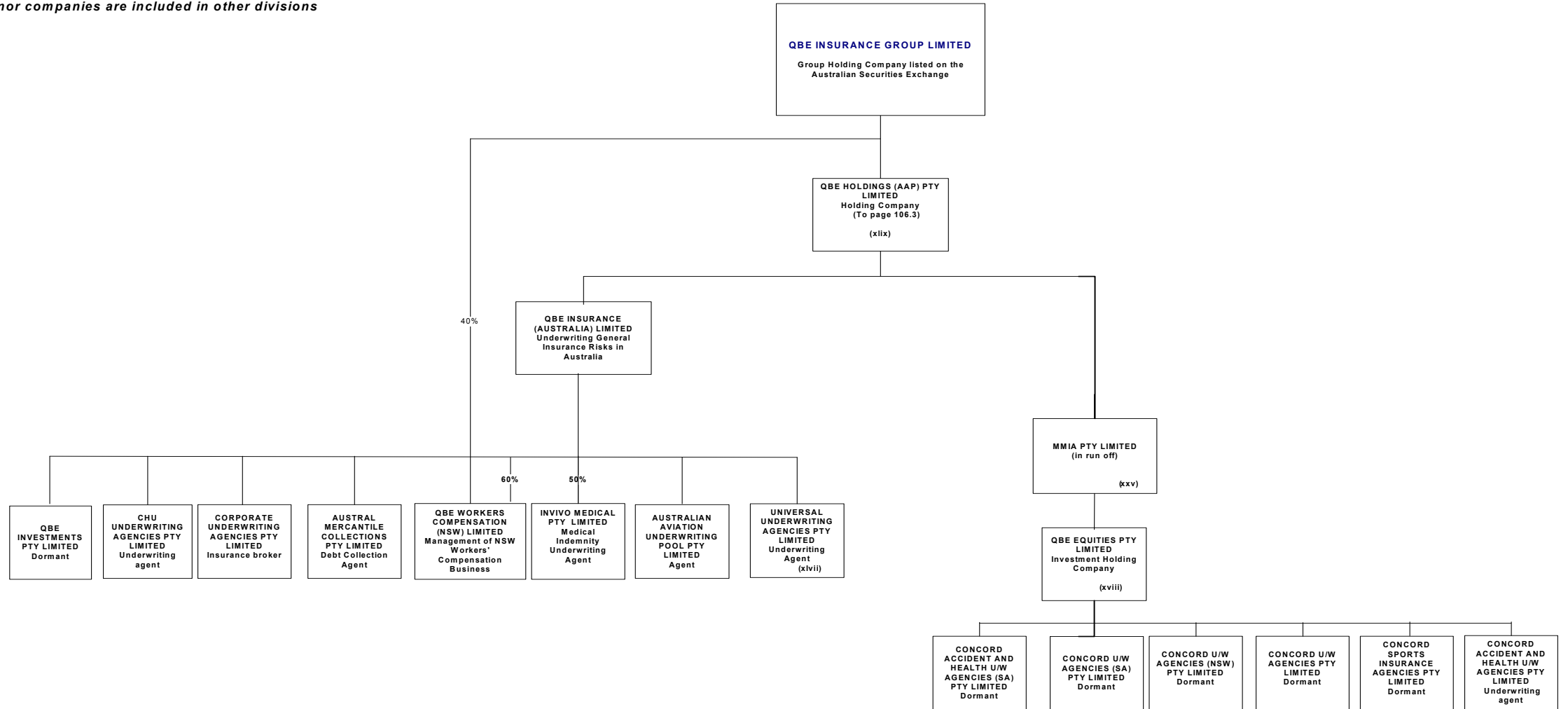
106.1

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- AUSTRALIA (continued from page 106.1)
- Note some minor companies are included in other divisions



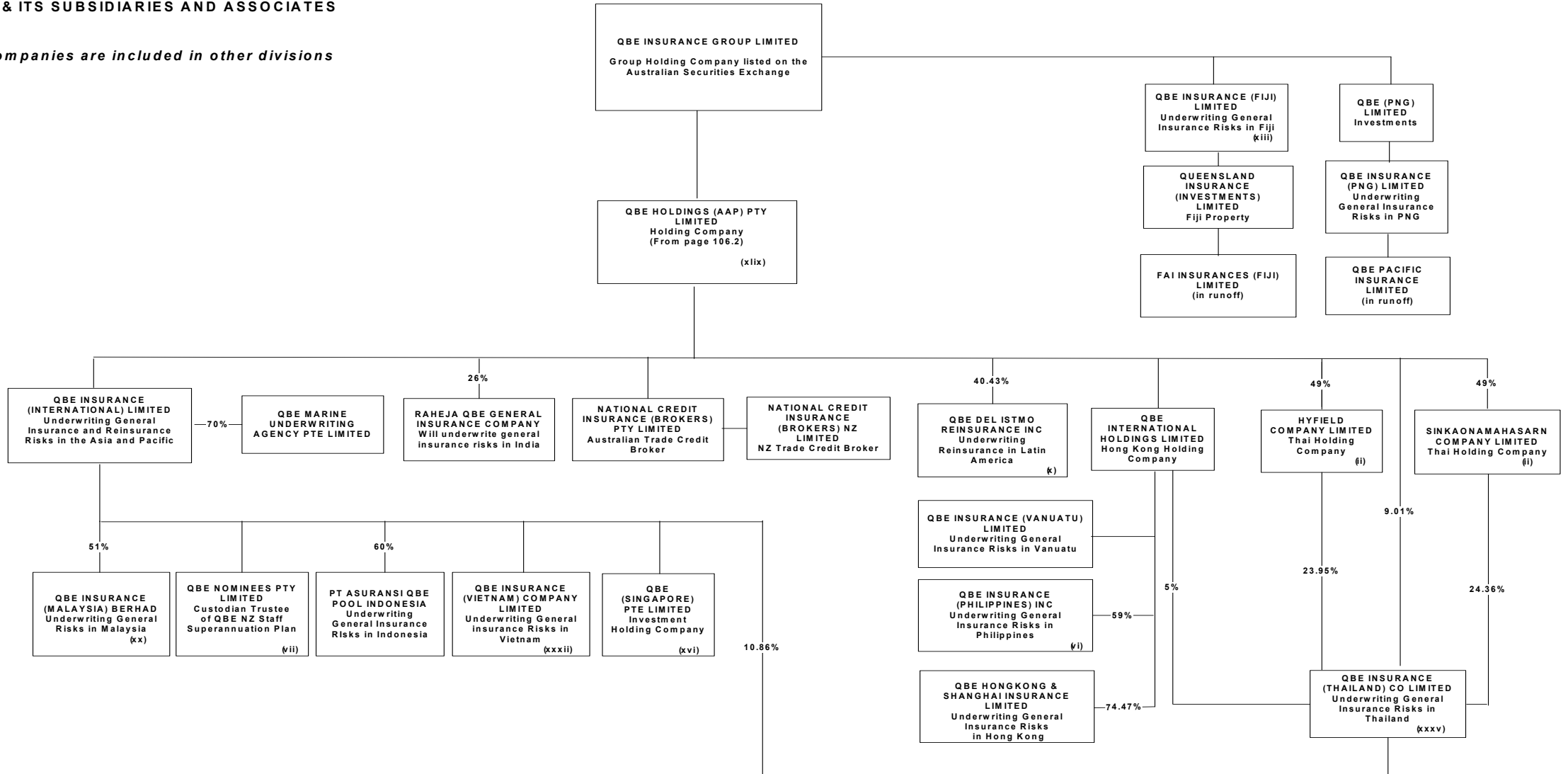
106.2

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- ASIA PACIFIC
- Note some minor companies are included in other divisions



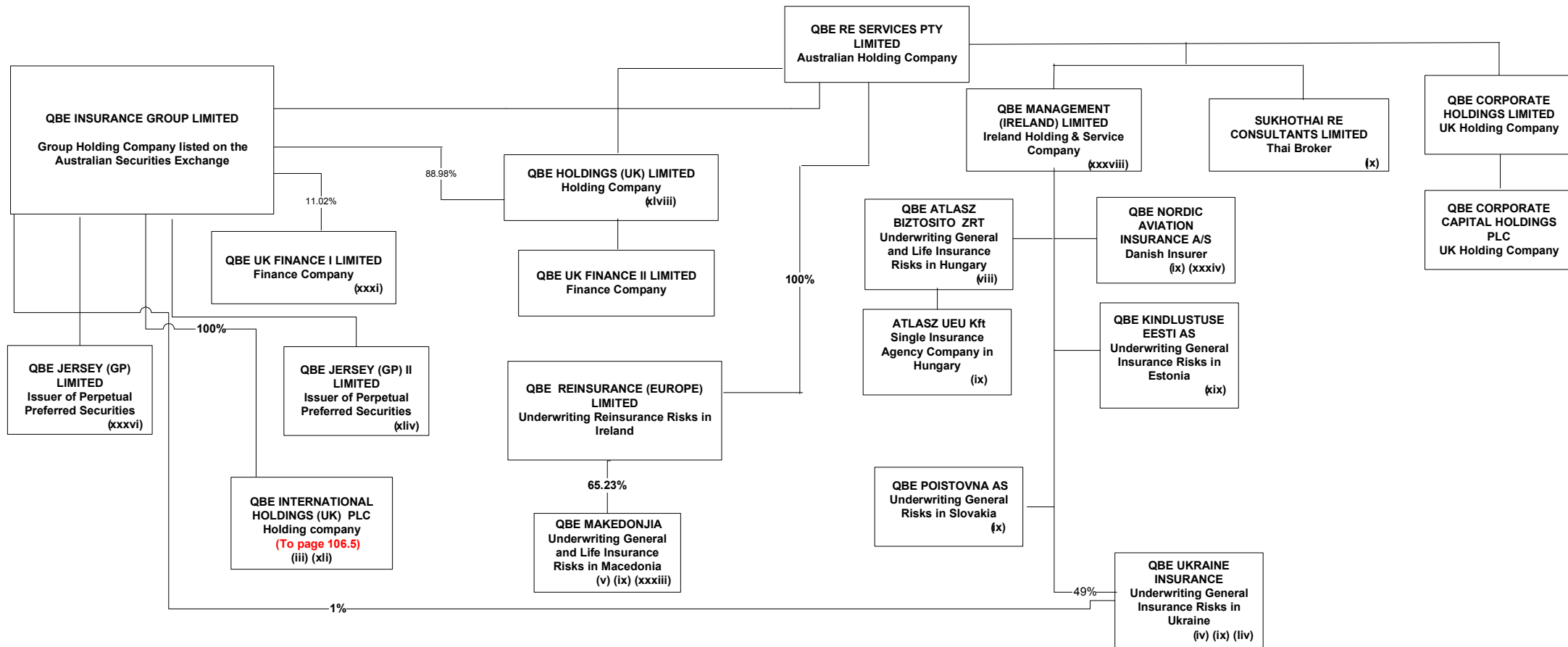
106.3

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED & ITS SUBSIDIARIES AND ASSOCIATES

- EUROPEAN OPERATIONS (COMPANY MARKET AND CENTRAL EUROPE) (continued on page 106.5)



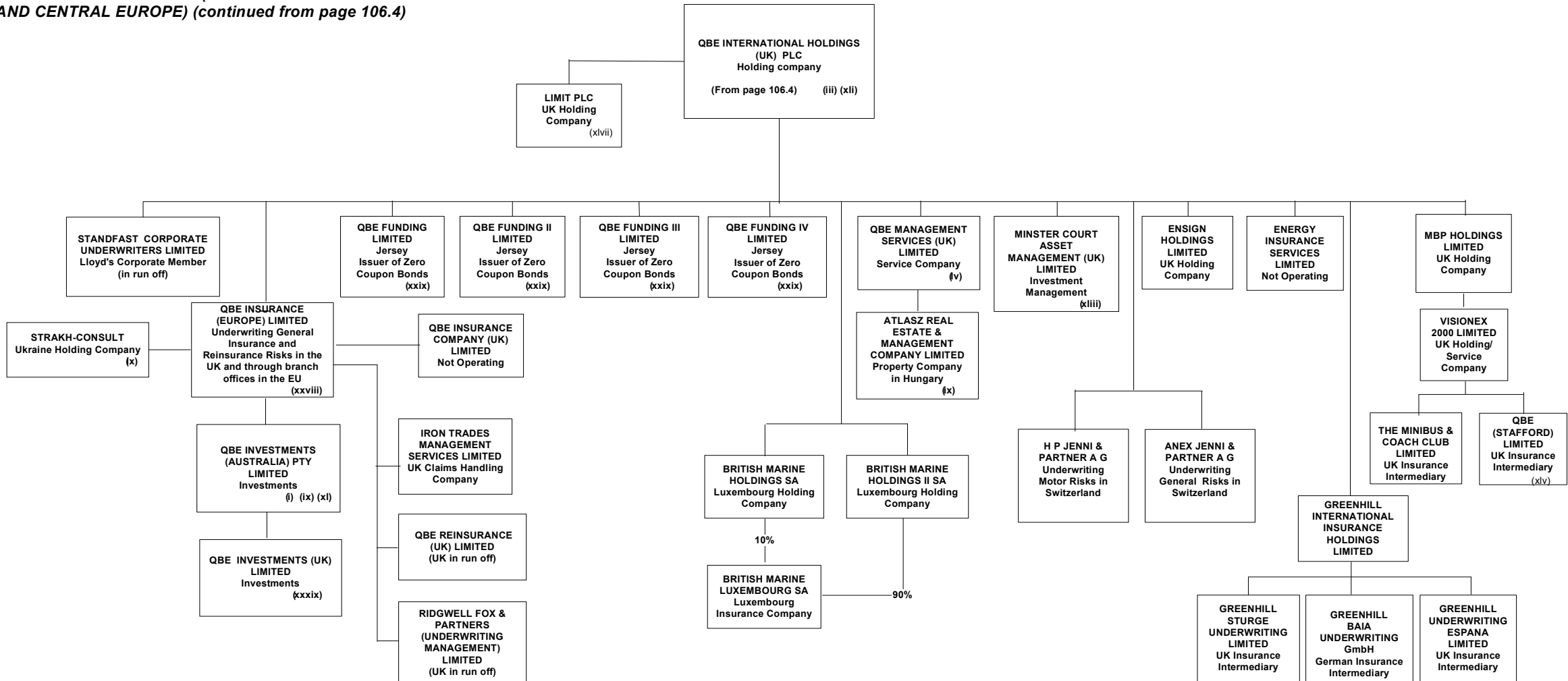
106.4

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- EUROPEAN OPERATIONS (COMPANY MARKET
AND CENTRAL EUROPE) (continued from page 106.4)

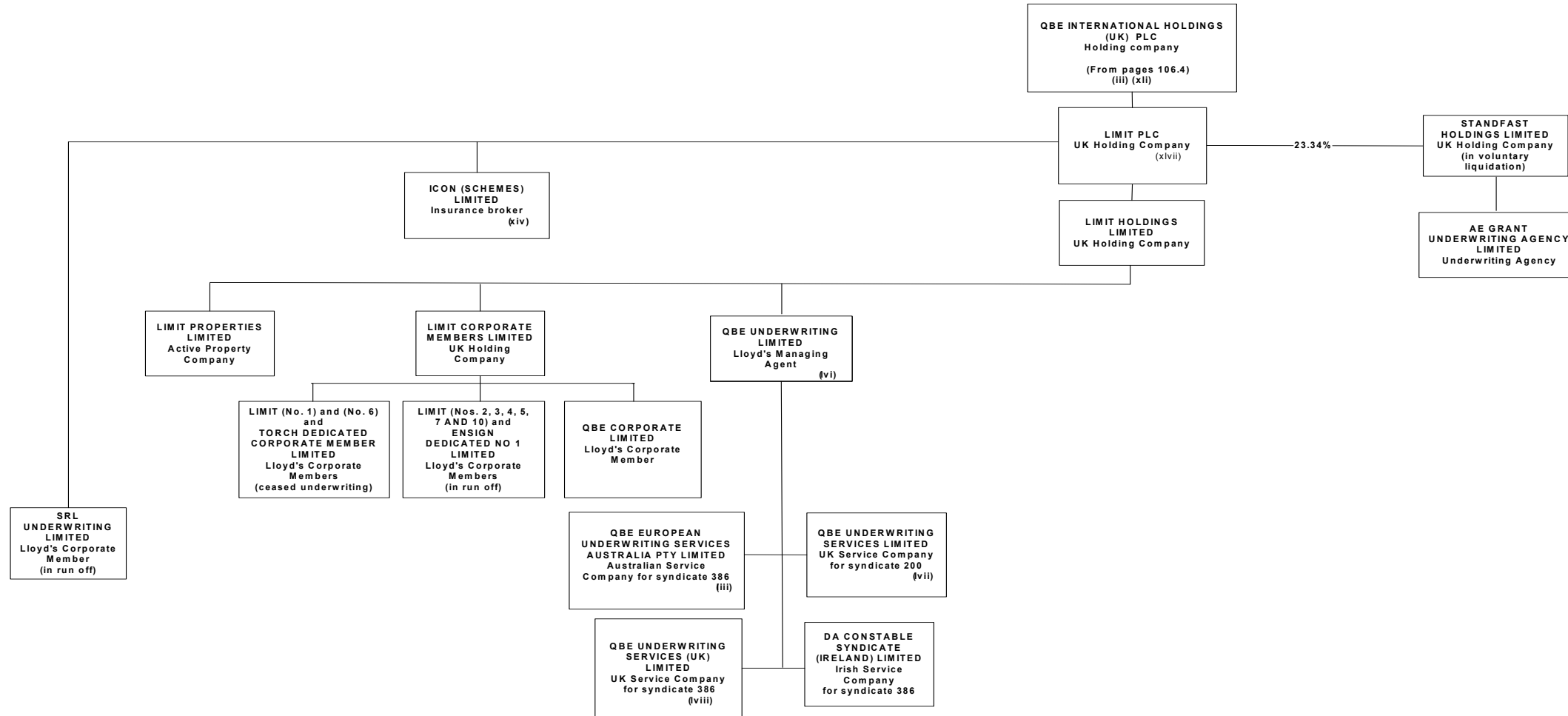


106.5

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
 & ITS SUBSIDIARIES AND ASSOCIATES

- EUROPEAN OPERATIONS (LLOYD'S DIVISION) (continued from pages 106.4 and 106.5)



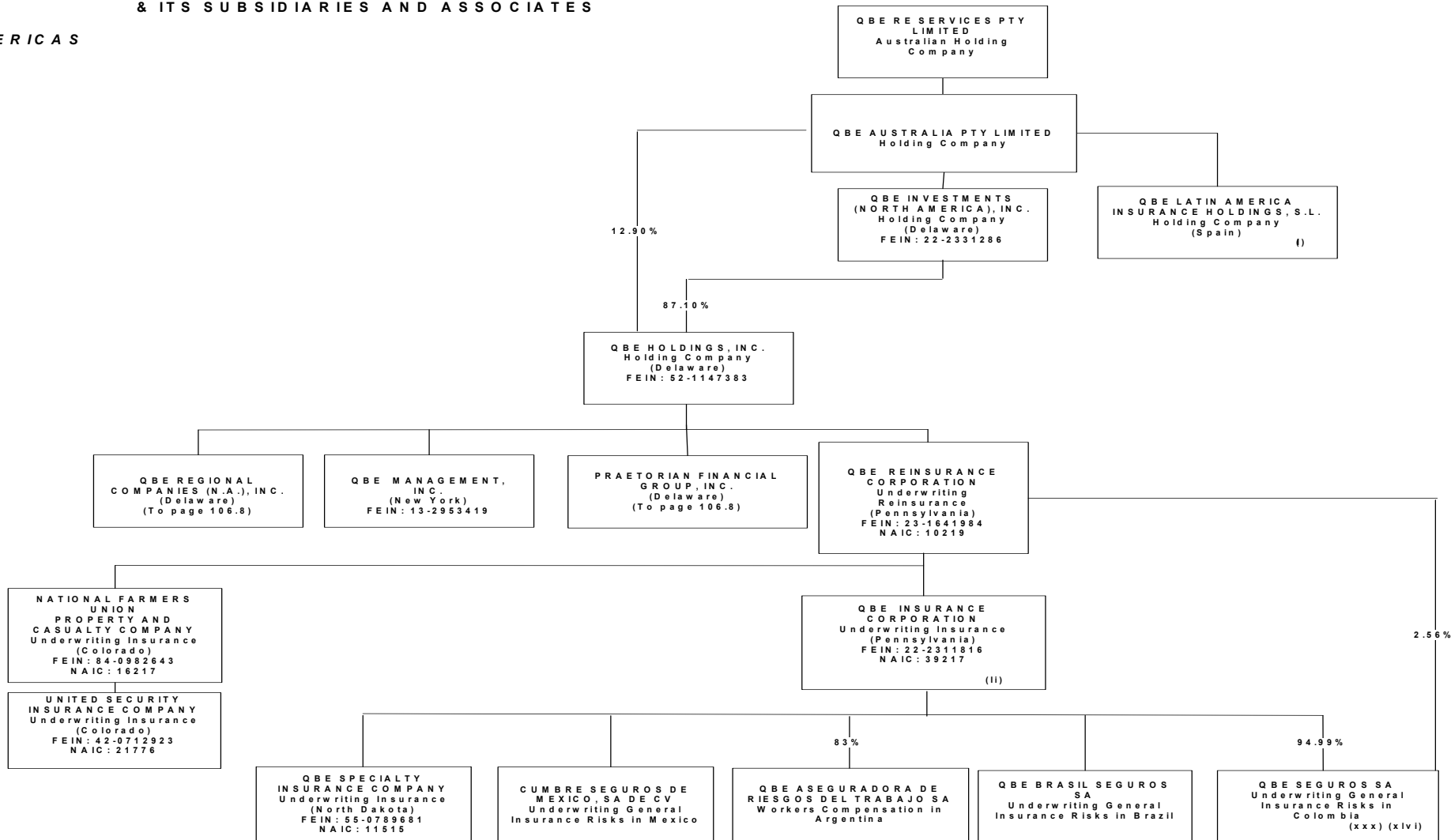
106.6

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED & ITS SUBSIDIARIES AND ASSOCIATES

- THE AMERICAS



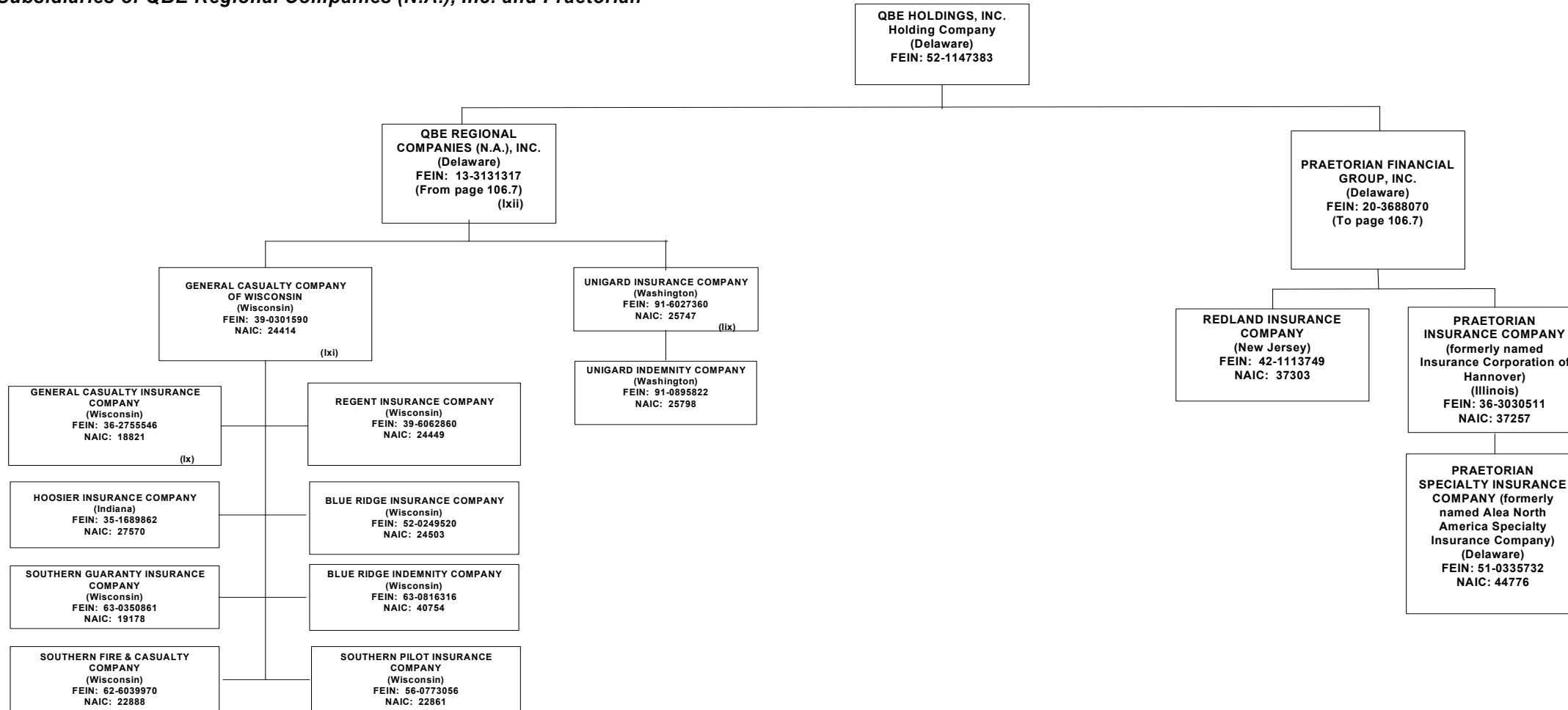
106.7

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- THE AMERICAS (continued from page 106.7)
Subsidiaries of QBE Regional Companies (N.A.), Inc. and Praetorian



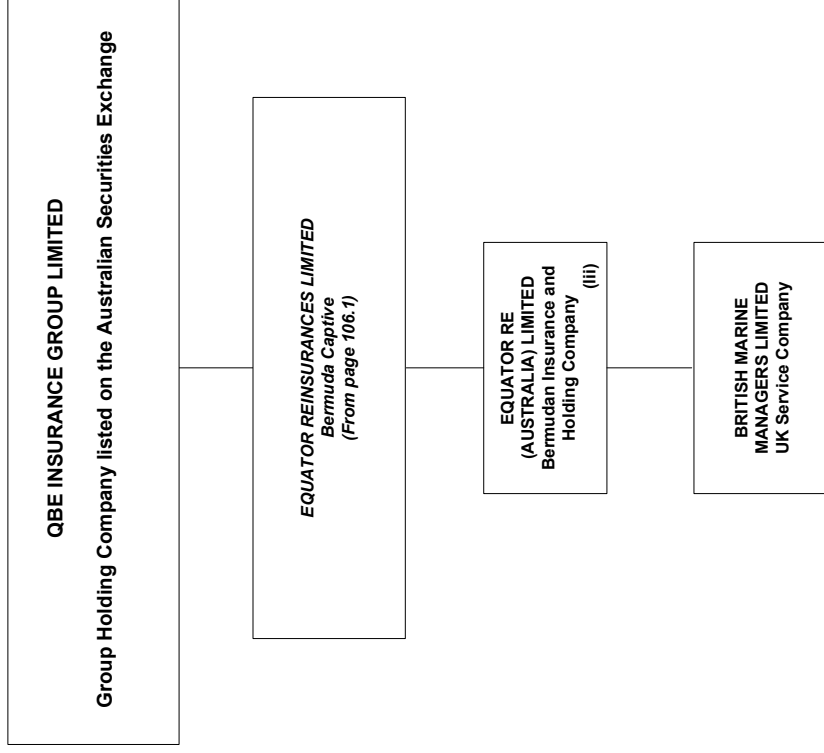
106.8

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

GROUP STRUCTURE - QBE INSURANCE GROUP LIMITED
& ITS SUBSIDIARIES AND ASSOCIATES

- EQUATOR REINSURANCES



SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

Notes to be read in conjunction with the QBE Group and Regional Structures (continued next page)

- (i) - Access shares held by QBE Insurance Group Limited
- (ii) - Unrelated Thai company (Born to Win Company Ltd) and its associates own 51% of shares.
- (iii) - Preference shares held by QBE UK Finance II Limited
- (iv) - Total Group holdings = 50%
- (v) - QBE has 73.5% of the voting rights with its shareholding
- (vi) - 59% held directly; 16% held by a Filipino law firm
- (vii) - Part of Australian operations. Plan closed Feb 06. Custodian trustee of the QBE NZ Staff Superannuation Plan.
- (viii) - Part of European Operations. Company changed name to QBE Atlasz Biztosito zartkor en m kod reszvenytarsasag (30 September 05)
- (ix) - Part of European Operations
- (x) - Part of the Americas - sub-group includes QBE Del Istmo Mexico (95%), QBE Rio Peru (80%), QBE Del Istmo Colombia (100%) and Seguros Carabobo SA Venezuela (15%).
- (xi) - Part of the Americas
- (xii) - Managed in Dublin as a separate division
- (xiii) - Formerly Queensland Insurance (Fiji) Limited (29 April 04)
- (xiv) - Formerly Tolson Messenger Limited (04)
- (xv) - Formerly Australian Aviation Insurance Group (Agency) Pty Ltd (1 July 04)
- (xvi) - Formerly Zurich Insurance (Singapore) Pte Ltd (14 April 05)
- (xvii) - Formerly Insure IT Services Pty Ltd (05 Nov 04)
- (xviii) - Acquired the balance of Concord Agency Companies in July 2006 other than Underwriting Marketing Services Pty Limited
- (xix) - Changed its name to QBE Kindlustuse Eesti AS on 20 April 05 – acquired 7 April 06
- (xx) - Formerly QBE-MBF Insurans Berhad (31 December 04)
- (xxi) - Formerly Mercantile Mutual WorkSure Limited (14 February 05)
- (xxii) - Formerly Mercantile Mutual Insurance (SA Workers Compensation) Limited (14 February 05)
- (xxiii) - Formerly Mercantile Equities Pty Limited (8 March 05)
- (xxiv) - Formerly Mercantile Mutual Insurance (NSW Workers Compensation) Pty Limited (8 March 05)
- (xxv) - Formerly Mercantile Mutual Insurance (Australia) Limited (15 April 05)
- (xxvi) - Formerly Mercantile Mutual Insurance (Workers Compensation) Limited (15 April 05)
- (xxvii) - Formerly QBE Mercantile Mutual Limited (5 May 05)
- (xxviii) - Formerly QBE International Insurance Limited (30 September 05)
- (xxix) - SPVs utilised in LYONs and SCS transactions through, respectively, QBE Funding Trust (LYONs), QBE Funding Trust II (LYONs II), QBE Funding Trust III (SCS aka LYONs III) and QBE Funding Trust IV (LYONs IV)
- (xxx) - Compania Central de Seguros de Vida SA, former subsidiary, was merged into Compania Central de Seguros SA effective 30 November 2005
- (xxxi) - Formerly Sandsale Limited (30 November 05)
- (xxxii) - Sale of 50% interest in separate legal entity, BIDV-QBE Insurance Company occurred simultaneously with this acquisition. Previously Allianz General Insurance (Vietnam) Co. Ltd. Completed 1 Jan 06
- (xxxiii) - Formerly owned by QBE Insurance (Europe) Limited
- (xxxiv) - Formerly Nordic Aviation Insurance A/S – completion occurred 30 March 06
- (xxxv) - Born to Win Company Ltd holds 19.25% directly
- (xxxvi) - SPV utilised in Perpetual Preferred Securities issue through QBE Capital Funding LP
- (xxxvii) - QBE Management Services (Philippines) Pty Ltd incorporated in NSW (25 September 06)
- (xxxviii) - Universal Management Limited changed its name to QBE Management (Ireland) Limited effective 3 October 06
- (xxxix) - QBE Workable Limited changed its name to QBE Investments (UK) Limited effective 20 December 06
- (xl) - Queensland Insurance (Australia) Pty Limited changed its name to QBE Investments (Australia) Pty Limited effective 5 January 07
- (xli) - QBE Re Services Pty Ltd owns one ordinary share
- (xlii) - QBE Finance Pty Limited changed its name to Minster Court Asset Management Pty Ltd effective 2 February 07
- (xliii) - Minster Court Asset Management Limited changed its name to Minster Court Asset Management (UK) Limited effective 19 February 07
- (xliv) - SPV utilised in April 07 Perpetual Preferred Securities issue through QBE Capital Funding LP II
- (xlv) - Minibus Plus Ltd changed its name to QBE (Stafford) Ltd on 9 July 07
- (xlvi) - Compania Central de Seguros changed its name to QBE Seguros SA on 31 March 07
- (xlvii) - Universal Underwriting Agencies Pty Limited acquired 31 August 07
- (xlviii) - QBE Holdings (UK) Limited now owns one ordinary share (effective 4 September 07)

Note: all shareholdings are 100% unless specified

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

PART 1 - ORGANIZATIONAL CHART

Notes to be read in conjunction with the QBE Group and Regional Structures (continued from previous page)

- (xlix) - QBE International (Investments) Pty Limited changed its name to QBE Holdings (AAP) Pty Limited effective 12 September 07
- (l) - QBE Latin America Insurance Holdings, S.L. capitalised on 21 September 07
- (li) - QBE Insurance Corporation (the Americas) purchased the entire issued share capital of Cumbre Seguros de Mexico, S.A. de C.V. effective 1 November 07
- (lii) - British Marine Holdings Limited changed its name to Equator Re (Australia) Limited effective 14 November 07
- (liii) - DA Constable Syndicate Pty Limited changed its name to QBE European Underwriting Services Australia Pty Limited effective 22 November 07
- (liv) - QBE - UGPB changed its name to QBE UKRAINE effective 23 November 07
- (lv) - QBE Management (UK) Limited changed its name to QBE Management Services (UK) Limited effective 31 December 07
- (lvi) - Limit Underwriting Limited changed its name to QBE Underwriting Limited effective 31 December 07
- (lvii) - Limit Technology and Commercial Underwriting Limited changed its name to QBE Underwriting Services Limited effective 31 December 07
- (lviii) - DA Constable Syndicate Limited changed its name to QBE Underwriting Services (UK) Limited effective 31 December 07
- (lix) - Unigard Pacific Insurance Company merged into Unigard Insurance Company effective 31 December 07
- (lx) - General Casualty Company of Illinois redomiciled to Wisconsin and changed its name to General Casualty Insurance Company effective 31 December 07
- (lxi) - Masswest Insurance Company merged into General Casualty Company of Wisconsin effective 31 December 07
- (lxii) - Unigard Inc., QBE US Investment Management Corp., Republic Financial Services, Inc. (NV), Republic Financial Services, Inc. (TX), and QBE North American Management, Inc. merged into QBE Regional Companies (N.A.), Inc. effective 31 December 2007

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

**SCHEDULE Y
PART 2 - SUMMARY OF INSURER'S TRANSACTIONS WITH ANY AFFILIATES**

1	2	3	4	5	6	7	8	9	10	11	12	13
NAIC Company Code	Federal ID Number	Names of Insurers and Parent, Subsidiaries or Affiliates	Shareholder Dividends	Capital Contributions	Purchases, Sales or Exchanges of Loans, Securities, Real Estate, Mortgage Loans or Other Investments	Income/ (Disbursements) Incurred in Connection with Guarantees or Undertakings for the Benefit of any Affiliate(s)	Management Agreements and Service Contracts	Income/ (Disbursements) Incurred Under Reinsurance Agreements	*	Any Other Material Activity Not in the Ordinary Course of the Insurer's Business	Totals	Reinsurance Recoverable/ (Payable) on Losses and/or Reserve Credit Taken/(Liability)
00000	AA-1121235	EQUATOR REINSURANCES LIMITED						171,974,609			171,974,609	(735,099,000)
16217	84-0982643	NATIONAL FARMERS UNION P&C COMPANY	(10,000,000)				(9,230,051)				(19,230,051)	495,000
39217	52-1147383	QBE HOLDINGS INC	(13,161,315)	1,980,470,000			16,779,771			500,000,000	2,484,088,456	
00000	AA-1930031	QBE INSURANCE (AUSTRALIA) LIMITED	64,623,741	(1,188,000,000)						(900,000,000)	(2,023,376,259)	(2,733,000)
39217	22-2311816	QBE INSURANCE CORPORATION	1,000,000	32,530,000			(24,857,760)	(81,576,000)			(72,903,760)	526,135,000
00000	AA-1120481	QBE INTERNATIONAL INSURANCE LIMITED										(83,000)
00000	AA-0000000	QBE MANAGEMENT SERVICES PTY LTD					1,563,697				1,563,697	
00000	AA-0000000	QBE REINSURANCE (BERMUDA) LIMITED										(20,202,000)
10219	23-1641984	QBE REINSURANCE CORPORATION	(20,000,000)				17,308,040	(56,404,000)			(59,095,960)	(396,999,000)
11515	55-0789681	QBE SPECIALTY INSURANCE COMPANY	(1,000,000)								(1,000,000)	40,137,000
00000	22-2331286	QBE INVESTMENT NORTH AMERICA INC	54,067,574	(900,000,000)						900,000,000	54,067,574	
00000	20-3688070	PRAETORIAN FINANCIAL GROUP, INC	3,000,000								3,000,000	
37303	42-1113749	REDLAND INSURANCE COMPANY	(3,000,000)	25,000,000					*		22,000,000	4,129,000
40754	63-0816316	BLUE RIDGE INDEMNITY COMPANY	(800,000)				(639,008)		*		(1,439,008)	
24503	52-0249520	BLUE RIDGE INSURANCE COMPANY	(2,960,000)				(1,553,385)		*		(4,513,385)	
18821	36-2755546	GENERAL CASUALTY INSURANCE COMPANY	(2,680,000)				(2,115,852)		*		(4,795,852)	
24414	39-0301590	GENERAL CASUALTY CO. OF WISCONSIN	493,613	(349,250)			12,275,068		*		12,419,431	75,000
27570	35-1689862	HOOSIER INSURANCE COMPANY	(1,960,000)				(578,987)		*		(2,538,987)	
37257	36-3030511	PRAETORIAN INSURANCE COMPANY		10,000,000				(22,401,351)	*		(12,401,351)	455,713,000
00000	13-3131317	QBE REGIONAL INSURANCE N.A. INC	(25,630,000)				32,310,266		*		6,680,266	
24449	39-6062860	REGENT INSURANCE COMPANY	(4,200,000)	349,250			(2,222,755)		*		(6,073,505)	
19178	63-0350861	SOUTHERN GUARANTY INSURANCE COMPANY					(2,519,097)		*		(2,519,097)	
22888	62-6039970	SOUTHERN FIRE AND CASUALTY COMPANY	(100,000)				(141,336)		*		(241,336)	
40762	63-0816320	SOUTHERN CASUALTY INSURANCE COMPANY	(6,158,613)				(94,375)		*		(6,252,988)	
22861	56-0773056	SOUTHERN PILOT INSURANCE COMPANY	(20,335,000)				(39,751)		*		(20,374,751)	
25798	91-0895822	UNIGARD INDEMNITY COMPANY	(1,200,000)				(1,091,471)		*		(2,291,471)	
25747	91-6027360	UNIGARD INSURANCE COMPANY	(10,000,000)				(36,403,014)		*		(46,403,014)	453,000
00000	13-4029424	WINTERTHUR INVEST. MGMT CORPORATION					1,250,000				1,250,000	
44776	51-0335732	PRAETORIAN SPECIALTY INSURANCE COMPANY		40,000,000				(11,593,258)			28,406,742	127,979,000
00000	00-0000000	QBE INTERNATIONAL HOLDINGS UK LIMITED								(500,000,000)	(500,000,000)	
9999999 Control Totals										XXX		

*General Casualty company of Wisconsin (GCW), Regent Insurance Company (Regent), General Casualty Insurance Company (GCI), Hoosier Insurance Company (Hoosier), Blue Ridge Insurance Company (BRIC), Blue Ridge Indemnity Company (BRIN), Unigard Insurance Company (UIC), Unigard Indemnity Company (UID), Southern Guaranty Insurance Company (SGIC), Southern Pilot Insurance Company (Pilot), and Southern Fire and Casualty Company (SFAC) participate in a pooling agreement, whereby the participation of GCW is 36%, Regent is 9%, GCI is 7%, Hoosier is 4%, BRIC is 6%, BRIN is 2%, SGIC is 11%, SFAC is 0%, Pilot is 0%, UIC is 22%, and UID is 3%.

Effective January 1, 2006 Praetorian Insurance Company (PIC) and Redland Insurance Company entered into a pooling arrangement, whereby the participation of PIC is 91% and Redland is 9%.

107

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

The following supplemental reports are required to be filed as part of your statement filing unless specifically waived by the domiciliary state. However, in the event that your domiciliary state waives the filing requirement, your response of **WAIVED** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

MARCH FILING	RESPONSES
1. Will an actuarial opinion be filed by March 1?	.....YES.....
2. Will the confidential Supplemental Compensation Exhibit be filed with the state of domicile by March 1?	.....YES.....
3. Will the confidential Risk-based Capital Report be filed with the NAIC by March 1?	.....YES.....
4. Will the Risk-based Capital Report be filed with the state of domicile, if required, by March 1?	.....YES.....

APRIL FILING	
5. Will the Insurance Expense Exhibit be filed with the state of domicile and the NAIC by April 1?	.....YES.....
6. Will Management's Discussion and Analysis be filed by April 1?	.....YES.....
7. Will the Supplemental Investment Risk Interrogatories be filed by April 1?	.....YES.....

MAY FILING	
8. Will this company be included in a combined annual statement which is filed with the NAIC by May 1?	.....YES.....

JUNE FILING	
9. Will an audited financial report be filed by June 1?	.....YES.....

The following supplemental reports are required to be filed as part of your statement filing. However, in the event that your company does not transact the type of business for which the special report must be filed, your response of **NO** to the specific interrogatory will be accepted in lieu of filing a "NONE" report and a bar code will be printed below. If the supplement is required of your company but is not being filed for whatever reason enter **SEE EXPLANATION** and provide an explanation following the interrogatory questions.

MARCH FILING	
10. Will Schedule SIS (Stockholder Information Supplement) be filed with the state of domicile by March 1?	.....NO.....
11. Will the Financial Guaranty Insurance Exhibit be filed March 1?	.....NO.....
12. Will the Medicare Supplement Insurance Experience Exhibit be filed with the state of domicile and the NAIC by March 1?	.....NO.....
13. Will Supplement A to Schedule T (Medical Malpractice Supplement) be filed by March 1?	.....NO.....
14. Will the Trusteed Surplus Statement be filed with the state of domicile and the NAIC by March 1?	.....NO.....
15. Will the Premiums Attributed to Protected Cells Exhibit be filed by March 1?	.....NO.....
16. Will the Reinsurance Summary Supplemental Filing for General Interrogatory 9 be filed with the state of domicile and the NAIC by March 1?	.....NO.....
17. Will the Medicare Part D Coverage Supplement be filed with the state of domicile and the NAIC by March 1?	.....NO.....
18. Will the Actuarial Opinion Summary be filed with the state of domicile, if required by March 15 (or the date otherwise specified)?	.....YES.....
19. Will the Reinsurance Attestation Supplement be filed with the state of domicile and the NAIC by March 1?	.....YES.....
20. Will the Exceptions to the Reinsurance Attestation Supplement be filed with the state of domicile by March 1?	.....YES.....
APRIL FILING	
21. Will the Credit Insurance Experience Exhibit be filed with the state of domicile and the NAIC by April 1?	.....YES.....
22. Will the Long-term Care Experience Reporting Forms be filed with the state of domicile and the NAIC by April 1?	.....NO.....
23. Will the Accident and Health Policy Experience Exhibit be filed by April 1?	.....YES.....

Explanation:

- 10.
- 11.
- 12.

SUPPLEMENTAL EXHIBITS AND SCHEDULES INTERROGATORIES

13.

14.

15.

16.

17.

22.

Bar Code:

10. 
3 9 2 1 7 2 0 0 7 4 2 0 0 0 0 0 0

11. 
3 9 2 1 7 2 0 0 7 2 4 0 0 0 0 0 0

12. 
3 9 2 1 7 2 0 0 7 3 6 0 5 9 0 0 0

13. 
3 9 2 1 7 2 0 0 7 4 5 0 0 0 0 0 0

14. 
3 9 2 1 7 2 0 0 7 4 9 0 0 0 0 0 0

15. 
3 9 2 1 7 2 0 0 7 3 8 5 0 0 0 0 0

16. 
3 9 2 1 7 2 0 0 7 4 0 1 0 0 0 0 0

17. 
3 9 2 1 7 2 0 0 7 3 6 5 5 9 0 0 0

22. 
3 9 2 1 7 2 0 0 7 3 3 0 5 9 0 0 0

OVERFLOW PAGE FOR WRITE-INS

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK

Assets	2
Cash Flow	5
Exhibit of Capital Gains (Losses)	12
Exhibit of Net Investment Income	12
Exhibit of Nonadmitted Assets	13
Exhibit of Premiums and Losses (State Page)	20
Five-Year Historical Data	18
General Interrogatories	16
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Notes To Financial Statements	14
Overflow Page For Write-ins	109
Schedule A – Part 1	E01
Schedule A – Part 2	E02
Schedule A – Part 3	E03
Schedule A – Verification Between Years	21
Schedule B – Part 1	E04
Schedule B – Part 2	E05
Schedule B – Verification Between Years	21
Schedule BA – Part 1	E06
Schedule BA – Part 2	E07
Schedule BA – Verification Between Years	21
Schedule D – Part 1	E08
Schedule D – Part 1A – Section 1	23
Schedule D – Part 1A – Section 2	26
Schedule D – Part 2 – Section 1	E09
Schedule D – Part 2 – Section 2	E10
Schedule D – Part 3	E11
Schedule D – Part 4	E12
Schedule D – Part 5	E13
Schedule D – Part 6 – Section 1	E14
Schedule D – Part 6 – Section 2	E14
Schedule D – Summary By Country	22
Schedule D – Verification Between Years	22
Schedule DA – Part 1	E15
Schedule DA – Part 2 – Verification Between Years	29
Schedule DB – Part A – Section 1	E16
Schedule DB – Part A – Section 2	E16

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule DB – Part A – Section 3	E17
Schedule DB – Part A – Verification Between Years	30
Schedule DB – Part B – Section 1	E17
Schedule DB – Part B – Section 2	E18
Schedule DB – Part B – Section 3	E18
Schedule DB – Part B – Verification Between Years	30
Schedule DB – Part C – Section 1	E19
Schedule DB – Part C – Section 2	E19
Schedule DB – Part C – Section 3	E20
Schedule DB – Part C – Verification Between Years	31
Schedule DB – Part D – Section 1	E20
Schedule DB – Part D – Section 2	E21
Schedule DB – Part D – Section 3	E21
Schedule DB – Part D – Verification Between Years	31
Schedule DB – Part E – Section 1	E22
Schedule DB – Part E – Verification	31
Schedule DB – Part F – Section 1	32
Schedule DB – Part F – Section 2	33
Schedule E – Part 1 – Cash	E23
Schedule E – Part 2 – Cash Equivalents	E24
Schedule E – Part 3 – Special Deposits	E25
Schedule F – Part 1	34
Schedule F – Part 2	35
Schedule F – Part 3	36
Schedule F – Part 4	37
Schedule F – Part 5	38
Schedule F – Part 6	39
Schedule F – Part 7	40
Schedule F – Part 8	41
Schedule H – Accident and Health Exhibit – Part 1	42
Schedule H – Part 5 – Health Claims	44
Schedule H – Parts – 2, 3, and 4	43
Schedule P – Part 1 – Analysis of Losses and Loss Expenses	45
Schedule P – Part 1A – Homeowners/Farmowners	47
Schedule P – Part 1B – Private Passenger Auto Liability/Medical	48
Schedule P – Part 1C – Commercial Auto/Truck Liability/Medical	49
Schedule P – Part 1D – Workers' Compensation	50
Schedule P – Part 1E – Commercial Multiple Peril	51
Schedule P – Part 1F – Section 1 – Medical Malpractice – Occurrence	52
Schedule P – Part 1F – Section 2 – Medical Malpractice – Claims-Made	53
Schedule P – Part 1G - Special Liability (Ocean, Marine, Aircraft (All Perils), Boiler and Machinery)	54

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 1H – Section 1 – Other Liability–Occurrence	55
Schedule P – Part 1H – Section 2 – Other Liability – Claims-Made	56
Schedule P – Part 1I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary & Theft)	57
Schedule P – Part 1J – Auto Physical Damage	58
Schedule P – Part 1K – Fidelity/Surety	59
Schedule P – Part 1L – Other (Including Credit, Accident and Health)	60
Schedule P – Part 1M – International	61
Schedule P – Part 1N – Reinsurance	62
Schedule P – Part 1O – Reinsurance	63
Schedule P – Part 1P – Reinsurance	64
Schedule P – Part 1R – Section 1 – Products Liability – Occurrence	65
Schedule P – Part 1R – Section 2 – Products Liability – Claims – Made	66
Schedule P – Part 1S – Financial Guaranty/Mortgage Guaranty	67
Schedule P – Part 2A – Homeowners/Farmowners	68
Schedule P – Part 2B – Private Passenger Auto Liability/Medical	68
Schedule P – Part 2C – Commercial Auto/Truck Liability/Medical	68
Schedule P – Part 2D – Workers' Compensation	68
Schedule P – Part 2E – Commercial Multiple Peril	68
Schedule P – Part 2F – Section 1 – Medical Malpractice – Occurrence	69
Schedule P – Part 2F – Section 2 – Medical Malpractice – Claims – Made	69
Schedule P – Part 2G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	69
Schedule P – Part 2H – Section 1 – Other Liability – Occurrence	69
Schedule P – Part 2H – Section 2 – Other Liability – Claims – Made	69
Schedule P – Part 2I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	70
Schedule P – Part 2J – Auto Physical Damage	70
Schedule P – Part 2K – Fidelity, Surety	70
Schedule P – Part 2L – Other (Including Credit, Accident and Health)	70
Schedule P – Part 2M – International	70
Schedule P – Part 2N – Reinsurance	71
Schedule P – Part 2O – Reinsurance	71
Schedule P – Part 2P – Reinsurance	71
Schedule P – Part 2R – Section 1 – Products Liability – Occurrence	72
Schedule P – Part 2R – Section 2 – Products Liability – Claims-Made	72
Schedule P – Part 2S – Financial Guaranty/Mortgage Guaranty	72
Schedule P – Part 3A – Homeowners/Farmowners	73
Schedule P – Part 3B – Private Passenger Auto Liability/Medical	73
Schedule P – Part 3C – Commercial Auto/Truck Liability/Medical	73
Schedule P – Part 3D – Workers' Compensation	73
Schedule P – Part 3E – Commercial Multiple Peril	73
Schedule P – Part 3F – Section 1 –Medical Malpractice – Occurrence	74
Schedule P – Part 3F – Section 2 – Medical Malpractice – Claims-Made	74

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 3G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	74
Schedule P – Part 3H – Section 1 – Other Liability – Occurrence	74
Schedule P – Part 3H – Section 2 – Other Liability – Claims-Made	74
Schedule P – Part 3I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary, and Theft)	75
Schedule P – Part 3J – Auto Physical Damage	75
Schedule P – Part 3K – Fidelity/Surety	75
Schedule P – Part 3L – Other (Including Credit, Accident and Health)	75
Schedule P – Part 3M – International	75
Schedule P – Part 3N – Reinsurance	76
Schedule P – Part 3O – Reinsurance	76
Schedule P – Part 3P – Reinsurance	76
Schedule P – Part 3R – Section 1 – Products Liability – Occurrence	77
Schedule P – Part 3R – Section 2 – Products Liability – Claims-Made	77
Schedule P – Part 3S – Financial Guaranty/Mortgage Guaranty	77
Schedule P – Part 4A – Homeowners/Farmowners	78
Schedule P – Part 4B – Private Passenger Auto Liability/Medical	78
Schedule P – Part 4C – Commercial Auto/Truck Liability/Medical	78
Schedule P – Part 4D – Workers' Compensation	78
Schedule P – Part 4E – Commercial Multiple Peril	78
Schedule P – Part 4F – Section 1 – Medical Malpractice – Occurrence	79
Schedule P – Part 4F – Section 2 – Medical Malpractice – Claims-Made	79
Schedule P – Part 4G – Special Liability (Ocean Marine, Aircraft (All Perils), Boiler and Machinery)	79
Schedule P – Part 4H – Section 1 – Other Liability – Occurrence	79
Schedule P – Part 4H – Section 2 – Other Liability – Claims-Made	79
Schedule P – Part 4I – Special Property (Fire, Allied Lines, Inland Marine, Earthquake, Burglary and Theft)	80
Schedule P – Part 4J – Auto Physical Damage	80
Schedule P – Part 4K – Fidelity/Surety	80
Schedule P – Part 4L – Other (Including Credit, Accident and Health)	80
Schedule P – Part 4M – International	80
Schedule P – Part 4N – Reinsurance	81
Schedule P – Part 4O – Reinsurance	81
Schedule P – Part 4P – Reinsurance	81
Schedule P – Part 4R – Section 1 – Products Liability – Occurrence	82
Schedule P – Part 4R – Section 2 – Products Liability – Claims-Made	82
Schedule P – Part 4S – Financial Guaranty/Mortgage Guaranty	82
Schedule P – Part 5A – Homeowners/Farmowners	83
Schedule P – Part 5B – Private Passenger Auto Liability/Medical	84
Schedule P – Part 5C – Commercial Auto/Truck Liability/Medical	85
Schedule P – Part 5D – Workers' Compensation	86
Schedule P – Part 5E – Commercial Multiple Peril	87
Schedule P – Part 5F – Medical Malpractice – Claims-Made	89

ALPHABETICAL INDEX

(http://www.naic.org/committees_e_app_blanks.htm)

ANNUAL STATEMENT BLANK (Continued)

Schedule P – Part 5F – Medical Malpractice – Occurrence	88
Schedule P – Part 5H – Other Liability – Claims-Made	91
Schedule P – Part 5H – Other Liability – Occurrence	90
Schedule P – Part 5R – Products Liability – Claims-Made	93
Schedule P – Part 5R – Products Liability – Occurrence	92
Schedule P – Part 6C – Commercial Auto/Truck Liability/Medical	94
Schedule P – Part 6D – Workers' Compensation	94
Schedule P – Part 6E – Commercial Multiple Peril	95
Schedule P – Part 6H – Other Liability – Claims-Made	96
Schedule P – Part 6H – Other Liability – Occurrence	95
Schedule P – Part 6M – International	96
Schedule P – Part 6N – Reinsurance	97
Schedule P – Part 6O – Reinsurance	97
Schedule P – Part 6R – Products Liability – Claims-Made	98
Schedule P – Part 6R – Products Liability – Occurrence	98
Schedule P – Part 7A – Primary Loss Sensitive Contracts	99
Schedule P – Part 7B – Reinsurance Loss Sensitive Contracts	101
Schedule P – Parts 2, 3 and 4 – Summary	46
Schedule P Interrogatories	103
Schedule T – Exhibit of Premiums Written	104
Schedule T – Part 2 – Interstate Compact	105
Schedule Y – Information Concerning Activities of Insurer Members of a Holding Company Group	106
Schedule Y – Part 2 – Summary of Insurer's Transactions With Any Affiliates	107
Statement of Income	4
Summary Investment Schedule	15
Underwriting and Investment Exhibit Part 1	6
Underwriting and Investment Exhibit Part 1A	7
Underwriting and Investment Exhibit Part 1B	8
Underwriting and Investment Exhibit Part 2	9
Underwriting and Investment Exhibit Part 2A	10
Underwriting and Investment Exhibit Part 3	11

Schedule A - Part 1

NONE

Schedule A - Part 2

NONE

Schedule A - Part 3

NONE

Schedule B - Part 1

NONE

Schedule B - Part 2

NONE

Schedule BA - Part 1

NONE

Schedule BA - Part 2

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 1

Showing all Long-Term BONDS Owned December 31 of Current Year

1	2	Codes			6	7	Fair Value		10	11	Change in Book Adjusted Carrying Value				Interest					Dates	
		3	4	5			8	9			12	13	14	15	16	17	18	19	20	21	22
CUSIP Identification	Description	*	F o r e i g n	Bond CHAR	NAIC Designation	Actual Cost	Rate Used to Obtain Fair Value	Fair Value	Par Value	Book/Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization)/ Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Rate of	Effective Rate of	How Paid	Admitted Amount Due & Accrued	Gross Amt. Rec. During Year	Acquired	Maturity
3136F6-TV-1	FANNIE MAE			1	1	1,954,400	.99 9680	1,999,375	2,000,000	1,998,665		27,849			3.800	5.251	JJ	34,411	76,000	.05/03/2006	.01/18/2008
912827-3E-0	US TREASURY N/B				1		100.0000								6.125		FA	15,619		.05/20/2005	.08/15/2007
912827-3X-8	US TREASURY N/B	SD			1	115,118	100.2580	110,284	110,000	110,241		(1,943)		5.500	3.677	FA	2,285	6,050	.05/20/2005	.02/15/2008	
912828-AT-7	US TREASURY N/B	SD			1	210,668	.99 9610	214,916	215,000	214,723		2,212		3.000	4.078	FA	2,586	6,305	.11/07/2006	.02/15/2008	
912828-AZ-3	US TREASURY N/B	SD			1	485,391	.99 7420	498,710	500,000	495,746		10,355		2.625	4.976	MN	8,257	6,563	.01/09/2007	.05/15/2008	
912828-DK-3	US TREASURY N/B	SD			1	2,972,578	100.0080	3,000,240	3,000,000	2,998,709		10,414		3.375	3.734	FA	38,244	101,250	.05/20/2005	.02/15/2008	
912828-DT-4	US TREASURY N/B	SD			1	24,703	100.1170	25,029	25,000	24,897		194		3.750	4.891	MN	121	938	.04/03/2007	.05/15/2008	
912828-EU-0	US TREASURY N/B	SD			1	109,398	100.1090	110,120	110,000	109,961		467		4.375	4.821	JJ	4,420	2,434	.09/29/2006	.01/31/2008	
912828-EY-2	US TREASURY N/B	SD			1	388,809	100.2030	390,791	390,000	389,823		945		4.625	4.912	FA	6,095	13,829	.02/23/2007	.02/29/2008	
912828-EY-2	US TREASURY N/B	SD			1	1,480,468	100.2030	1,488,015	1,485,000	1,484,327		3,599		4.625	4.912	FA	23,208	52,658	.02/23/2007	.02/29/2008	
912828-EZ-9	US TREASURY N/B	SD			1	99,492	100.3360	100,336	100,000	99,887		395		4.625	5.097	MS	3,488	2,313	.01/30/2007	.03/31/2008	
912828-FG-9	US TREASURY N/B	SD			1	224,473	100.4840	226,089	225,000	224,852		379		4.875	5.079	AO	1,868	10,969	.01/30/2007	.04/30/2008	
912828-FG-0	US TREASURY N/B	SD			1	110,042	100.6090	110,669	110,000	110,016		(26)		4.875	4.839	MN	2,211	3,619	.04/03/2007	.05/31/2008	
912828-FG-0	US TREASURY N/B	SD			1	290,114	100.6090	291,767	290,000	290,043		(72)		4.875	4.839	MN	5,831	9,544	.04/03/2007	.05/31/2008	
912828-G0-7	US TREASURY N/B	SD			1	147,438	104.4610	156,691	150,000	147,651		213		4.500	4.906	AO	2,312	2,211	.07/19/2007	.04/30/2012	
912828-G0-7	US TREASURY N/B	SD			1	1,307,290	104.4610	1,389,332	1,330,000	1,309,179		1,889		4.500	4.906	AO	20,507	19,614	.07/19/2007	.04/30/2012	
912820-HF-7	US TREASURY STRIPS				1	120,354	.85 5700	119,798	140,000	120,618		264			3.250		NONE			.12/05/2007	.08/15/2012
0199999	Total Bonds - U.S. Government - Issuer Obligations					10,040,736	.XXX	10,232,162	10,180,000	10,129,336		57,134			.XXX	.XXX	.XXX	171,464	314,295	.XXX	.XXX
0399999	Total - U.S. Government Bonds					10,040,736	.XXX	10,232,162	10,180,000	10,129,336		57,134			.XXX	.XXX	.XXX	171,464	314,295	.XXX	.XXX
369626-Q3-1	GENERAL ELEC CAP CORP				1FE	1,000,902	.99 9930	999,939	1,000,000	1,000,249		(653)		4.420	5.197	MON	3,084	40,769	.03/29/2007	.04/11/2008	
369626-W4-2	GENERAL ELEC CAP CORP				1FE	4,000,000	.98 8950	3,955,808	4,000,000	4,000,000				5.100	5.101	JAJO	35,704	220,536	.04/25/2006	.04/28/2011	
441812-KJ-2	HSBC FINANCE CORP				1FE	3,012,366	.98 4580	2,953,752	3,000,000	3,005,399		(2,709)		5.157	5.056	FMAN	19,770	172,968	.04/08/2005	.11/16/2009	
3999999	Total Bonds - Industrial, Misc. - Issuer Obligations					8,013,268	.XXX	7,909,499	8,000,000	8,005,648		(3,362)		.XXX	.XXX	.XXX	58,559	434,273	.XXX	.XXX	
4599999	Total - Industrial and Miscellaneous Bonds					8,013,268	.XXX	7,909,499	8,000,000	8,005,648		(3,362)		.XXX	.XXX	.XXX	58,559	434,273	.XXX	.XXX	
5499999	Total - Issuer Obligations					18,054,004	.XXX	18,141,661	18,180,000	18,134,984		53,772			.XXX	.XXX	.XXX	230,024	748,569	.XXX	.XXX
5599999	Total - Single Class Mortgage-Backed/Asset-Backed Securities						.XXX								.XXX	.XXX	.XXX			.XXX	.XXX
5699999	Total - Defined Multi-Class Residential Mortgage-Backed Securities						.XXX								.XXX	.XXX	.XXX			.XXX	.XXX
5799999	Total - Other Multi-Class Residential Mortgage-Backed Securities						.XXX								.XXX	.XXX	.XXX			.XXX	.XXX
5899999	Total - Defined Multi-Class Commercial Mortgage-Backed Securities						.XXX								.XXX	.XXX	.XXX			.XXX	.XXX
5999999	Total - Other Multi-Class Commercial Mortgage-Backed Securities						.XXX								.XXX	.XXX	.XXX			.XXX	.XXX
6099999	Totals					18,054,004	.XXX	18,141,661	18,180,000	18,134,984		53,772			.XXX	.XXX	.XXX	230,024	748,569	.XXX	.XXX

E08

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 2 - SECTION 1

Showing ALL PREFERRED STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	Codes		5 Number of Shares	6 Par Value Per Share	7 Rate Per Share	8 Book/ Adjusted Carrying Value	Fair Value		11 Actual Cost	Dividends			Change in Book/ Adjusted Carrying Value				20 NAIC Desig- nation	21 Date Acquired	
		3 Code	4 Foreign					9 Rate Per Share Used to Obtain Fair Value	10 Fair Value		12 Declared But Unpaid	13 Amount Received During Year	14 Nonadmitted Declared But Unpaid	15 Unrealized Valuation Increase/ (Decrease)	16 Current Year's (Amortization) Accretion	17 Current Year's Other Than Temporary Impairment Recognized	18 Total Change In B./A.C.V. (15 + 16 - 17)			19 Total Foreign Exchange Change In B./A.C.V.
NONE																				
5599999	Total - Preferred Stocks							XXX											XXX	XXX

E09

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 2 - SECTION 2

Showing all COMMON STOCKS Owned December 31 of Current Year

1 CUSIP Identification	2 Description	3 Codes		5 Number of Shares	6 Book / Adjusted Carrying Value	Fair Value		9 Actual Cost	Dividends			Change in Book / Adjusted Carrying Value				17 NAIC Market Indicator (a)	18 Date Acquired
		3 Code	4 Foreign			7 Rate per Share Used To Obtain Fair Value	8 Fair Value		10 Declared But Unpaid	11 Amount Received During Year	12 Nonadmitted Declared But Unpaid	13 Unrealized Valuation Increase / (Decrease)	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Change in B./A.C.V. (13 - 14)	16 Total Foreign Exchange Change in B. /A.C.V.		
7299999	Total - Common Stocks				103,706,700	XXX	103,706,700	116,648,163	25,737	1,183,344		(8,046,433)		(8,046,433)	XXX	XXX	
7399999	Total - Preferred and Common Stocks				103,706,700	XXX	103,706,700	116,648,163	25,737	1,183,344		(8,046,433)		(8,046,433)	XXX	XXX	

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues , the total \$ value (included in Column 8) of all such issues \$

E10.1

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
.912828-AZ-3	US TREASURY N/B 05/15/2008 2.625		01/09/2007	BARCLAYS LONDON		485,391	500,000	2,030
.912828-DT-4	US TREASURY N/B 05/15/2008 3.750		04/03/2007	BARCLAYS LONDON		24,703	25,000	363
.912828-EY-2	US TREASURY N/B 02/29/2008 4.625		02/23/2007	CITIBANK		871,309	875,000	
.912828-EZ-9	US TREASURY N/B 03/31/2008 4.625		01/30/2007	BARCLAYS CAPITAL		99,492	100,000	1,563
.912828-FC-9	US TREASURY N/B 04/30/2008 4.875		01/30/2007	BAUM		224,473	225,000	2,788
.912828-FG-0	US TREASURY N/B 05/31/2008 4.875		04/03/2007	BARCLAYS LONDON		400,156	400,000	6,696
.912828-GQ-7	US TREASURY N/B 04/30/2012 4.500		07/19/2007	VARIOUS		1,454,728	1,480,000	13,417
.912820-HF-7	US TREASURY STRIPS 08/15/2012 0.000		12/05/2007	BEAR STEARNS & CO.		120,354	140,000	
0399999 - Total	- Bonds - U.S. Government					3,680,606	3,745,000	26,857
369626-Q3-1	GENERAL ELEC CAP CORP 04/11/2008 4.420		03/29/2007	DEUTSCHE BANK		1,000,902	1,000,000	3,282
4599999 - Total	- Bonds - Industrial, Misc.					1,000,902	1,000,000	3,282
6099997 - Total	- Bonds - Part 3					4,681,508	4,745,000	30,139
6099998 - Total	- Bonds - Part 5					4,972,891	5,000,000	78,513
6099999 - Total	- Bonds					9,654,399	9,745,000	108,652
6599998 - Total	- Preferred Stocks - Part 5						XXX	
6599999 - Total	- Preferred Stocks						XXX	
.064058-10-0	BANK OF NEW YORK MELLON CORP		12/17/2007	VARIOUS	5,630,000	275,578		
.534187-10-9	LINCOLN NATIONAL CORP		01/12/2007	CREDIT SUISSE FIRST BOSTON	1,660,000	109,259		
.857477-10-3	STATE STREET CORP		12/13/2007	VARIOUS	8,760,000	641,668		
.949746-10-1	WELLS FARGO & COMPANY		08/22/2007	VARIOUS	6,220,000	223,587		
6799999 - Total	- Common Stocks - Banks, Trusts, Insurance					1,250,092	XXX	
.002824-10-0	ABBOTT LABORATORIES		08/08/2007	VARIOUS	7,530,000	413,622		
.00724F-10-1	ADOBE SYSTEMS INC.		02/07/2007	VARIOUS	3,560,000	140,646		
.02209S-10-3	ALTRIA GROUP INC.		11/12/2007	VARIOUS	4,355,000	357,872		
.03076C-10-6	AMERIPRISE FINANCIAL INC.		06/07/2007	VARIOUS	3,600,000	212,514		
.037411-10-5	APACHE CORP.		07/27/2007	VARIOUS	4,620,000	405,827		
.037833-10-0	APPLE INC.		10/23/2007	VARIOUS	2,610,000	266,713		
.04621X-10-8	ASSURANT INC.		11/20/2007	VARIOUS	6,360,000	343,443		
.071813-10-9	BAXTER INTERNATIONAL INC.		10/23/2007	VARIOUS	7,450,000	377,787		
.073302-10-1	BE AEROSPACE INC.		10/23/2007	VARIOUS	7,810,000	322,851		
.13342B-10-5	CAMERON INTERNATIONAL CORP.		07/26/2007	VARIOUS	4,050,000	300,282		
.17275R-10-2	CISCO SYSTEMS INC.		03/19/2007	VARIOUS	10,560,000	295,895		
.172967-10-1	CITIGROUP INC.		05/17/2007	VARIOUS	5,580,000	302,882		
.191216-10-0	COCA-COLA CO/THE		11/12/2007	VARIOUS	10,240,000	508,859		
.126650-10-0	CYS CAREMARK CORP.		11/07/2007	VARIOUS	9,450,000	327,275		
.291011-10-4	EMERSON ELECTRIC CO.		11/07/2007	LEHMAN BROTHERS	2,960,000	164,157		
.302316-10-2	EXXON MOBIL CORP.		07/11/2007	VARIOUS	5,360,000	389,048		
.35671D-85-7	FREEMONT-MCMORAN COPPER		07/23/2007	VARIOUS	3,960,000	346,229		
.369300-10-8	GENERAL CABLE CORP.		11/06/2007	VARIOUS	3,850,000	280,367		
.369550-10-8	GENERAL DYNAMICS CORP.		11/06/2007	VARIOUS	4,730,000	427,564		
.369604-10-3	GENERAL ELECTRIC CO.		07/25/2007	VARIOUS	12,360,000	472,883		
.382388-10-6	GOODRICH CORP.		07/27/2007	VARIOUS	2,280,000	113,701		
.38259P-50-8	GOOGLE INC-CL A		10/23/2007	VARIOUS	500,000	284,692		
.415864-10-7	HARSCO CORP.		07/27/2007	VARIOUS	5,680,000	323,250		
.42809H-10-7	HESS CORP.		12/24/2007	RAYMOND JAMES	2,150,000	199,901		
.428236-10-3	HEWLETT-PACKARD CO.		01/12/2007	CREDIT SUISSE FIRST BOSTON	4,100,000	177,639		
.458140-10-0	INTEL CORP.		07/11/2007	VARIOUS	14,790,000	339,271		
.500255-10-4	KOHL'S CORP.		09/24/2007	VARIOUS	5,730,000	330,740		
.580135-10-1	MCDONALD'S CORP.		11/13/2007	VARIOUS	6,020,000	334,909		
.58405U-10-2	MEDCO HEALTH SOLUTIONS INC.		09/11/2007	VARIOUS	5,960,000	430,515		
.552715-10-4	MEMC ELECTRONIC MATERIALS		07/27/2007	VARIOUS	5,970,000	349,120		
.589331-10-7	MERCK & CO. INC.		11/12/2007	VARIOUS	10,710,000	558,449		
.594918-10-4	MICROSOFT CORP.		01/12/2007	CREDIT SUISSE FIRST BOSTON	9,210,000	286,430		
.617446-44-8	MORGAN STANLEY		12/13/2007	VARIOUS	5,640,000	395,339		
.65248E-10-4	NEWS CORP-CL A		01/12/2007	CREDIT SUISSE FIRST BOSTON	4,960,000	111,648		
.693506-10-7	PPG INDUSTRIES INC.		07/23/2007	VARIOUS	3,160,000	244,762		
.742718-10-9	PROCTER & GAMBLE CO.		11/13/2007	BEAR STEARNS & CO.	3,280,000	233,597		
.760975-10-2	RESEARCH IN MOTION		07/25/2007	VARIOUS	1,740,000	401,116		
.806857-10-8	SCHLUMBERGER LTD.		07/27/2007	VARIOUS	4,850,000	422,050		
.87612E-10-6	TARGET CORP.		09/24/2007	VARIOUS	2,240,000	144,048		

E11

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 3

Showing All Long-Term Bonds and Stocks ACQUIRED During Current Year

1	2	3	4	5	6	7	8	9
CUSIP Identification	Description	Foreign	Date Acquired	Name of Vendor	Number of Shares of Stock	Actual Cost	Par Value	Paid for Accrued Interest and Dividends
913017-10-9	UNITED TECHNOLOGIES CORP		04/20/2007	VARIOUS	2,290,000	148,942		
903236-10-7	URS CORP		02/08/2007	VARIOUS	3,440,000	145,582		
81369Y-88-6	UTILITIES SELECT SECTOR SPDR		11/12/2007	RAYMOND JAMES	9,170,000	382,836		
91913Y-10-0	VALERO ENERGY CORP		12/24/2007	RAYMOND JAMES	2,840,000	197,975		
92343V-10-4	VERIZON COMMUNICATIONS INC		07/20/2007	VARIOUS	18,210,000	747,974		
931142-10-3	WAL-MART STORES INC		06/06/2007	VARIOUS	6,520,000	331,084		
983024-10-0	WYETH		01/24/2007	VARIOUS	4,220,000	215,190		
6899999 - Total - Common Stocks - Industrial, Misc.						14,507,476	XXX	
000000-00-0	CUMBRE SEGUROS DE MEXICO S.A	F	11/01/2007	CAPITAL CONTRIBUTION	73,000,000,000	32,342,210		
6999999 - Total - Common Stocks - Parent, Subsidiaries, Affiliates						32,342,210	XXX	
7299997 - Total - Common Stocks - Part 3						48,099,778	XXX	
7299998 - Total - Common Stocks - Part 5						8,778,039	XXX	
7299999 - Total - Common Stocks						56,877,817	XXX	
7399999 - Total - Preferred and Common Stocks						56,877,817	XXX	
7499999 Totals						66,532,216	XXX	108,652

E11.1

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 4

Showing all Long-Term Bonds and Stocks SOLD, REDEEMED or Otherwise DISPOSED OF During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	
																					Change in Book/Adjusted Carrying Value
CUSIP Identification	Description	Disposal Date	Name of Purchaser	Number of Shares of Stock	Consideration	Par Value	Actual Cost	Book/Adjusted Carrying Value	Prior Year Book/Adjusted Carrying Value	Unrealized Valuation Increase/(Decrease)	Current Year (Amortization)/Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Change in B/A, C.V. (11 + 12 - 13)	Total Foreign Exchange Change in B/A, C.V.	Book/Adjusted Carrying Value at Disposal Date	Foreign Exchange Gain (Loss) on Disposal	Realized Gain (Loss) on Disposal	Total Gain (Loss) on Disposal	Bond Interest/Stock Dividends Received During Year	Maturity Date	
552715-10-4	VARIOUS	11/13/2007	VARIOUS	1,470,000	69,541		69,541	219,471		(26,240)			(26,240)		82,563		9,978	16,978			XX
594918-10-4	3MVC ELECTRONIC MATERIALS	12/03/2007	VARIOUS	7,350,000	215,342		193,231								193,231		22,112	22,112	1,191		XX
617446-44-8	MICROSOFT CORP.	11/07/2007	VARIOUS	1,440,000	52,481		90,774	39,094		(3,883)			(3,883)		90,774		16,293	(8,293)	356		XX
63248E-10-4	MORGAN STANLEY	07/11/2007	VARIOUS	1,820,000	38,612		38,210	39,094							38,210		3,401	3,401	109		XX
674599-10-5	OCCEIDENTAL PETROLEUM CORP	01/04/2007	ISI GROUP INC.	2,800,000	128,101		138,486	136,724		1,762			1,762		138,486		(10,385)	(10,385)	462		XX
713448-10-8	PEPSICO INC.	02/15/2007	VARIOUS	3,600,000	228,499		218,037	225,180		(7,143)			(7,143)		218,037		10,462	10,462	1,167		XX
717081-10-3	PFIZER INC.	03/21/2007	RAYMOND JAMES	6,720,000	170,431		161,789	173,789		(12,000)			(12,000)		161,789		8,643	8,643	1,946		XX
742718-10-9	PROCTER & GAMBLE CO.	12/24/2007	VARIOUS	6,720,000	445,160		395,302	326,492		(47,988)			(47,988)		395,302		49,859	49,859	2,761		XX
760975-10-2	RESEARCH IN MOTION	12/03/2007	VARIOUS	2,050,000	222,007		158,327								158,327		63,681	63,681			XX
786514-20-8	SAFEWAY INC.	05/02/2007	ISI GROUP INC.	3,650,000	131,116		128,896	126,144		(248)			(248)		128,896		5,221	5,221	420		XX
806857-10-8	SCHLUMBERGER LTD.	11/12/2007	VARIOUS	1,700,000	115,074		115,818	80,845		(1,405)			(1,405)		115,818		(3,759)	(3,759)	280		XX
812350-10-6	SEARS HOLDINGS CORP.	07/26/2007	VARIOUS	1,560,000	236,016		238,775	261,971		(22,196)			(22,196)		238,775		(17,485)	(17,485)			XX
855244-10-9	STARBUCKS CORP.	02/21/2007	VARIOUS	6,850,000	232,200		249,685	242,627		7,058			7,058		249,685		8,971	8,971	1,562		XX
254687-10-6	THE WALT DISNEY CO.	04/24/2007	VARIOUS	5,730,000	200,361		191,390	196,367		(4,977)			(4,977)		191,390		8,226	8,226	766		XX
913017-10-9	UNITED TECHNOLOGIES CORP	12/10/2007	VARIOUS	800,000	60,049		51,823	50,016		1,807			1,807		51,823		28,033	28,033			XX
931142-10-3	WAL-MART STORES INC.	12/10/2007	VARIOUS	3,170,000	164,556		136,523	135,835		689			689		136,523		8,226	8,226			XX
983024-10-0	WETH	09/04/2007	VARIOUS	440,000	210,795		22,360			(15,029)			(15,029)		22,360		(3,209)	(3,209)	97		XX
6899999 - Common Stocks - Industrial and Miscellaneous				4,330,000	210,795	XX	205,455	7,478,751		(584,097)			(584,097)		7,618,064		809,557	809,557	54,570		XX
6999999 - Common Stocks - Parent, Subsidiaries and Affiliates					8,427,621	XX	7,618,064														XX
7299997 - Common Stocks - Part 4					9,520,728	XX	8,721,195	8,595,509		(667,917)			(667,917)		8,721,195		799,533	799,533	72,160		XX
7299998 - Common Stocks - Part 5					8,187,290	XX	8,778,039	8,778,039							8,778,039		(590,749)	(590,749)	45,060		XX
7299999 - Total - Common Stocks					17,708,018	XX	17,499,234	17,373,548		(667,917)			(667,917)		17,499,234		208,784	208,784	117,220		XX
7399999 - Total - Preferred and Common Stocks					17,708,018	XX	17,499,234	17,373,548		(667,917)			(667,917)		17,499,234		208,784	208,784	117,220		XX
7499999 Totals					33,995,001	XX	33,733,902	33,624,124		(667,917)	40,626		(627,291)		33,790,435		204,565	204,565	617,338		XX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE D - PART 6 - SECTION 1

Valuation of Shares of Subsidiary, Controlled or Affiliated Companies

1 CUSIP Identification	2 Description Name of Subsidiary, Controlled or Affiliated Company	3 Foreign	4 NAIC Company Code or Alien Insurer Identification Number	5 NAIC Valuation Method (See SVO Purposes and Procedures Manual)	6 Do Insurer's Admitted Assets Include Intangible Assets Connected with Holding of Such Company's Stock?	7 Total Amount of Such Intangible Assets	8 Book / Adjusted Carrying Value	Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
1099999 - Common Stock - Parent								XXX	XXX
000000-00-0... QBE SPECIALTY INSURANCE COMPANY		D	11515	3iiA	No	28,053,789	28,053,789	500,000,000	100.0
1199999 - Common Stock - U.S. P&C Insurer								XXX	XXX
000000-00-0... QBE ASEGURADORA DE RIESGOS DEL TRABAJO SA		F	00000	3iiD	No	8,063,993	8,063,993	8,135,263,000	83.0
000000-00-0... QBE BRASIL SEGUROS S.A.		F	00000	3iiD	No	6,073,763	6,073,763	3,544,000,000	100.0
000000-00-0... QBE SEGUROS S.A.		F	00000	3iiD	No	24,401,606	24,401,606	252,502,852,000	94.9
000000-00-0... CUMBRE SEGUROS DE MEXICO S.A.		F	00000	3iiD	No	16,953,247	16,953,247	73,000,000,000	100.0
1499999 - Common Stock - Alien Insurer							55,492,609	XXX	XXX
1899999 - Total Common Stocks							83,546,398	XXX	XXX
1999999 Totals							83,546,398	XXX	XXX

- Amount of insurer's capital and surplus from the prior period's statutory statement reduced by any admitted EDP, goodwill and net deferred tax assets included therein: \$ 181,754,722
- Total amount of intangible assets nonadmitted: \$ 27,473,874

SCHEDULE D - PART 6 - SECTION 2

1 CUSIP Identification	2 Name of Lower-Tier Company	3 Name of Company Listed in Section 1 Which Controls Lower-Tier Company	4 Total Amount of Intangible Assets Included in Amount Shown in Column 7, Section 1	Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
NONE					
0399999 Total				XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE DA - PART 1

Showing all SHORT-TERM INVESTMENTS Owned December 31 of Current Year

1	Codes		4	5	6	7	Change In Book/Adjusted Carrying Value				12	13	Interest					20	
	2	3					8	9	10	11			14	15	16	17	18		19
Description	Code	Foreign	Date Acquired	Name of Vendor	Maturity Date	Book/ Adjusted Carrying Value	Unrealized Valuation Increase/ (Decrease)	Current Year's (Amortization) / Accretion	Current Year's Other Than Temporary Impairment Recognized	Total Foreign Exchange Change in B./A.C.V.	Par Value	Actual Cost	Amount Due And Accrued Dec. 31 of Current Year On Bond Not In Default	Non-Admitted Due and Accrued	Rate of	Effective Rate of	How Paid	Gross Amount Received	Paid for Accrued Interest
US TREASURY N/B			.07/30/2007	VARIOUS	.02/15/2008	3,490,988		34,348			3,500,000	3,456,641	39,660		3.000	5.160	FA	52,500	37,707
0199999 - U.S. Governments - Issuer Obligations						3,490,988		34,348			3,500,000	3,456,641	39,660		XXX	XXX	XXX	52,500	37,707
0399999 - Total - U.S. Government Bonds						3,490,988		34,348			3,500,000	3,456,641	39,660		XXX	XXX	XXX	52,500	37,707
5499999 - Total - Issuer Obligations						3,490,988		34,348			3,500,000	3,456,641	39,660		XXX	XXX	XXX	52,500	37,707
5599999 - Total - Single Class Mortgaged-Backed/Asset-Backed Securities															XXX	XXX	XXX		
5699999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities															XXX	XXX	XXX		
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities															XXX	XXX	XXX		
5899999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities															XXX	XXX	XXX		
5999999 - Other Multi-Class Commercial Mortgage Backed/Asset-Backed Securities															XXX	XXX	XXX		
6099999 - Total - Bonds						3,490,988		34,348			3,500,000	3,456,641	39,660		XXX	XXX	XXX	52,500	37,707
8299999 Totals						3,490,988		34,348			XXX	3,456,641	39,660		XXX	XXX	XXX	52,500	37,707

E15

Schedule DB - Part A - Section 1

NONE

Schedule DB - Part A - Section 2

NONE

Schedule DB - Part A - Section 3

NONE

Schedule DB - Part B - Section 1

NONE

Schedule DB - Part B - Section 2

NONE

Schedule DB - Part B - Section 3

NONE

Schedule DB - Part C - Section 1

NONE

Schedule DB - Part C - Section 2

NONE

Schedule DB - Part C - Section 3

NONE

Schedule DB - Part D - Section 1

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE DB - PART D - SECTION 2

Showing all Futures Contracts and Insurance Futures Contracts Opened During Current Year

1	2	3	4	5	6	7
Description	Number of Contracts	Maturity Date	Original Value	Date of Opening Position	Exchange or Counterparty	Net Additions to Cash Deposits
S&P 500 Index	12	03/16/2007	4,375,554	02/22/2007	Monument	
S&P 500 Index	12	06/15/2007	4,342,749	04/05/2007	Monument	
S&P 500 Index	13	06/15/2007	4,706,039	04/06/2007	Monument	
S&P 500 Index	13	06/15/2007	4,706,429	04/13/2007	Monument	
S&P 500 Index	13	06/15/2007	4,736,878	04/16/2007	Monument	
0199999 - Subtotal - Long Futures - Hedging Transactions			22,867,649	XXX	XXX	
0499999 - Subtotal - Long Futures			22,867,649	XXX	XXX	
2599999 - Subtotal - Hedging Transactions				XXX	XXX	
2799999 - Subtotal - Other Derivative Transactions				XXX	XXX	
9999999 - Totals			22,867,649	XXX	XXX	

SCHEDULE DB - PART D - SECTION 3

Showing all Futures Contracts and Insurance Futures Contracts Terminated During Current Year

1	2	3	4	5	6	7	8	9	10	11	12	13
Description	Number of Contracts	Maturity Date	Original Value	Termination Value	Variation Margin	Date of Opening Position	Exchange or Counterparty	Net Reduction to Cash Deposits	Termination Date	Gain/(Loss) Recognized	Gain/(Loss) Used to Adjust Basis of Hedged Item	Gain/(Loss) Deferred
S&P 500 Index	12	03/16/2007	4,375,554	4,188,360	187,194	02/22/2007	MFCO		03/16/2007	187,194		
S&P 500 Index	14	03/16/2007	4,988,025	5,009,435	(21,409)	12/14/2006	MONUMENT		01/04/2007	(21,409)		
S&P 500 Index	7	03/16/2007	2,494,013	2,491,258	2,755	12/14/2006	MONUMENT		01/05/2007	2,755		
S&P 500 Index	7	03/16/2007	2,494,013	2,495,911	(1,899)	12/14/2006	MONUMENT		01/05/2007	(1,899)		
S&P 500 Index	5	03/16/2007	1,781,438	1,773,513	7,925	12/14/2006	MONUMENT		01/05/2007	7,925		
S&P 500 Index	12	06/15/2007	4,342,749	4,479,300	(136,551)	04/05/2007	MONUMENT		06/15/2007	(136,551)		
S&P 500 Index	13	06/15/2007	4,706,039	4,652,575	146,536	04/06/2007	MONUMENT		06/15/2007	146,536		
S&P 500 Index	13	06/15/2007	4,706,429	4,652,575	146,146	04/13/2007	MONUMENT		06/15/2007	146,146		
S&P 500 Index	13	06/15/2007	4,736,877	4,852,574	(115,671)	04/16/2007	MONUMENT		06/15/2007	(115,671)		
0199999 - Subtotal - Long Futures - Hedging Transactions			34,625,137	34,995,501	(370,338)	XXX	XXX		XXX	(370,338)		
0499999 - Subtotal - Long Futures			34,625,137	34,995,501	(370,338)	XXX	XXX		XXX	(370,338)		
2599999 - Subtotal - Hedging Transactions						XXX	XXX		XXX			
2799999 - Subtotal - Other Derivative Transactions						XXX	XXX		XXX			
9999999 - Totals			34,625,137	34,995,501	(370,338)	XXX	XXX		XXX	(370,338)		

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE DB - PART E - SECTION 1

Showing Counterparty Exposure for Derivative Instruments Open December 31 of Current Year

1 Description Counterparty or Exchange Traded	2 Master Agreement (Y or N)	3 Fair Value of Acceptable Collateral	Statement Value		6 Exposure Net of Collateral	Fair Value		9 Exposure Net of Collateral	10 Potential Exposure	11 Off-Balance Sheet Exposure
			4 Contracts Statement Value > 0	5 Contracts Statement Value < 0		7 Contracts Fair Value > 0	8 Contracts Fair Value < 0			
0199999 - Aggregate Sum of Exchange Traded Derivatives	XXX									
0899999 Totals										

NONE

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE E - PART 2 CASH EQUIVALENTS

Showing Investments Owned December 31 of Current year

1 Description	2 Code	3 Date Acquired	4 Rate of Interest	5 Maturity Date	6 Book/Adjusted Carrying Value	7 Amount of Interest Due & Accrued	8 Gross Investment Income
US TREASURY BILL.....		12/28/2007.....	2.654.....	01/24/2008.....	7,986,456.....		589.....
Income earned on Disposed.....							90,212.....
0199999 Total Cash Equivalents					7,986,456		90,801

E24

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE INSURANCE CORPORATION

SCHEDULE E PART 3 - SPECIAL DEPOSITS

States, Etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For		All Other Special Deposits	
			3 The Benefit of All Policyholders Book/Adjusted Carrying Value	4 Fair Value	5 Book/Adjusted Carrying Value	6 Fair Value
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ	.B STATE DEPOSIT			120,618	119,798
4. Arkansas	AR	.B STATE DEPOSIT			164,841	164,935
5. California	CA					
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE	.B STATE DEPOSIT			109,973	110,223
9. District of Columbia	DC					
10. Florida	FL	.B STATE DEPOSIT			260,038	261,583
11. Georgia	GA	.B STATE DEPOSIT			49,881	49,980
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS	.B STATE DEPOSIT			110,240	110,283
18. Kentucky	KY					
19. Louisiana	LA	.B STATE DEPOSIT			24,896	25,029
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA	.B STATE DEPOSIT			98,323	104,461
23. Michigan	MI					
24. Minnesota	MN					
25. Mississippi	MS					
26. Missouri	MO					
27. Montana	MT					
28. Nebraska	NE					
29. Nevada	NV	.B STATE DEPOSIT			224,852	226,089
30. New Hampshire	NH	.B STATE DEPOSIT			495,746	498,710
31. New Jersey	NJ					
32. New Mexico	NM	.B STATE DEPOSIT			589,942	626,766
33. New York	NY					
34. North Carolina	NC	.B STATE DEPOSIT			874,394	876,776
35. North Dakota	ND					
36. Ohio	OH					
37. Oklahoma	OK					
38. Oregon	OR	.B STATE DEPOSIT			499,877	501,015
39. Pennsylvania	PA	.B STATE DEPOSIT	2,998,708	3,000,240		
40. Rhode Island	RI	.B STATE DEPOSIT			99,886	100,336
41. South Carolina	SC					
42. South Dakota	SD					
43. Tennessee	TN	.B STATE DEPOSIT			119,793	125,353
44. Texas	TX	.B STATE DEPOSIT			30,004	30,182
45. Utah	UT					
46. Vermont	VT					
47. Virginia	VA	.B STATE DEPOSIT			501,300	532,751
48. Washington	WA					
49. West Virginia	WV					
50. Wisconsin	WI					
51. Wyoming	WY					
52. American Samoa	AS					
53. Guam	GU					
54. Puerto Rico	PR					
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Other Alien	OT	XXX				
59. Total	XXX	XXX	2,998,708	3,000,240	4,374,604	4,464,270
DETAILS OF WRITE-INS						
5801.						
5802.						
5803.						
5898.	Summary of remaining write-ins for Line 58 from overflow page	XXX				
5899.	Totals (Lines 5801 through 5803 + 5898)(Line 58 above)	XXX				