



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

NAIC Group Code 0796, 0796 NAIC Company Code 10219 Employer's ID Number 23-1641984
Organized under the Laws of Pennsylvania, State of Domicile or Port of Entry Pennsylvania
Country of Domicile United States of America
Incorporated/Organized 02/24/1964 Commenced Business 10/01/1964
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
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OFFICERS

Timothy Michael Kenny, CEO & President; Christopher Colin Fish, Chief Financial Officer; Peter Thomas Maloney, General Counsel & Corp. Secretary; James Justin Fiore, Chief Operating Officer

OTHER OFFICERS

Bruce David Carlino, Senior Vice President; Ian George Davey, Senior Vice President; Shaun Patrick Flynn, Chief Risk Officer; Nancy Lynn Kelly, Senior Vice President; John Carmine LaCava, Executive Vice President; Robert James Mezzasalma, Senior Vice President; Celso Miguel Moreira, Senior Vice President; Marc Sanford Willner, Senior Vice President

DIRECTORS OR TRUSTEES

Vincent Mclenaghan, James Justin Fiore, Christopher Colin Fish, Timothy Michael Kenny; John Carmine LaCava, Alan Jeffrey Levin, Francis Michael O'Halloran, Anthony Robert Przybyszewski; Susan Rivera, Laura Kirkpatrick Hinson

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.

Timothy Michael Kenny
CEO & 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 REINSURANCE 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).....	67,778,159		67,778,159	130,148,007
2. Stocks (Schedule D):				
2.1 Preferred stocks .....	875,048		875,048	888,647
2.2 Common stocks .....	392,482,721		392,482,721	349,203,234
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).....	509,016		509,016	530,281
4.2 Properties held for the production of income (less \$ ..... encumbrances) .....				
4.3 Properties held for sale (less \$ ..... encumbrances) .....				
5. Cash (\$ .....417,059,411 , Schedule E, Part 1), cash equivalents (\$ .....9,983,069 , Schedule E, Part 2) and short-term investments (\$ .....45,880,355 , Schedule DA).....	472,922,835		472,922,835	376,493,620
6. Contract loans, (including \$ .....premium notes)				
7. Other invested assets (Schedule BA)				
8. Receivables for securities .....				3,000,000
9. Aggregate write-ins for invested assets .....				
10. Subtotals, cash and invested assets (Lines 1 to 9) .....	934,567,779		934,567,779	860,263,789
11. Title plants less \$ ..... charged off (for Title insurers only).....				
12. Investment income due and accrued .....	14,512,923		14,512,923	10,260,101
13. Premiums and considerations:				
13.1 Uncollected premiums and agents' balances in the course of collection .....	19,718,692	1,107,000	18,611,692	52,884,439
13.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due (including \$ ..... earned but unbilled premium).....	127,721,154		127,721,154	133,945,217
13.3 Accrued retrospective premium.....				
14. Reinsurance:				
14.1 Amounts recoverable from reinsurers .....	32,370,720		32,370,720	11,977,871
14.2 Funds held by or deposited with reinsured companies .....	99,876,396		99,876,396	74,789,923
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 .....	2,094,965		2,094,965	
16.2 Net deferred tax asset .....	31,586,080	12,697,196	18,888,884	16,767,912
17. Guaranty funds receivable or on deposit .....				
18. Electronic data processing equipment and software.....	1,760,483	1,760,483		
19. Furniture and equipment, including health care delivery assets (\$ ..... ) .....	3,360,636	3,360,636		
20. Net adjustment in assets and liabilities due to foreign exchange rates .....				
21. Receivables from parent, subsidiaries and affiliates .....	9,307,425		9,307,425	10,243,218
22. Health care (\$ ..... ) and other amounts receivable .....				
23. Aggregate write-ins for other than invested assets .....	2,083,209	1,486,358	596,851	532,224
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	1,278,960,462	20,411,673	1,258,548,789	1,171,664,694
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts .....				
26. Total (Lines 24 and 25)	1,278,960,462	20,411,673	1,258,548,789	1,171,664,694
<b>DETAILS OF WRITE-INS</b>				
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.....	1,486,358	1,486,358		
2302. Cash surrender value of life insurance policy.....	596,851		596,851	532,224
2303. ....				
2398. Summary of remaining write-ins for Line 23 from overflow page .....				
2399. Totals (Lines 2301 thru 2303 plus 2398)(Line 23 above)	2,083,209	1,486,358	596,851	532,224

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**LIABILITIES, SURPLUS AND OTHER FUNDS**

	1 Current Year	2 Prior Year
1. Losses (Part 2A, Line 34, Column 8) .....	395,362,724	342,888,197
2. Reinsurance payable on paid losses and loss adjustment expenses (Schedule F, Part 1, Column 6) .....	35,940,833	23,292,322
3. Loss adjustment expenses (Part 2A, Line 34, Column 9) .....	56,678,359	51,530,653
4. Commissions payable, contingent commissions and other similar charges .....	1,921,199	(2,646,290)
5. Other expenses (excluding taxes, licenses and fees) .....	10,958,713	7,790,408
6. Taxes, licenses and fees (excluding federal and foreign income taxes) .....	75,814	
7.1 Current federal and foreign income taxes (including \$ ..... on realized capital gains (losses)) .....		647,949
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 \$ .....75,897,529 and including warranty reserves of \$ .....)	162,324,148	174,103,764
10. Advance premium .....		
11. Dividends declared and unpaid:		
11.1 Stockholders .....		
11.2 Policyholders .....		
12. Ceded reinsurance premiums payable (net of ceding commissions) .....	46,658,898	41,685,904
13. Funds held by company under reinsurance treaties (Schedule F, Part 3, Column 19) .....	29,223,965	26,534,249
14. Amounts withheld or retained by company for account of others .....		
15. Remittances and items not allocated .....		
16. Provision for reinsurance (Schedule F, Part 7) .....	3,941,174	3,317,538
17. Net adjustments in assets and liabilities due to foreign exchange rates .....		
18. Drafts outstanding .....		
19. Payable to parent, subsidiaries and affiliates .....	583,297	884,817
20. Payable for securities .....		
21. Liability for amounts held under uninsured plans .....		
22. Capital notes \$ ..... and interest thereon \$ .....		
23. Aggregate write-ins for liabilities .....	(54,273,584)	(43,948,010)
24. Total liabilities excluding protected cell liabilities (Lines 1 through 23) .....	689,395,540	626,081,501
25. Protected cell liabilities .....		
26. Total liabilities (Lines 24 and 25) .....	689,395,540	626,081,501
27. Aggregate write-ins for special surplus funds .....	40,000,000	29,073,367
28. Common capital stock .....	30,000,000	30,000,000
29. Preferred capital stock .....		
30. Aggregate write-ins for other than special surplus funds .....		
31. Surplus notes .....		
32. Gross paid in and contributed surplus .....	503,299,424	470,769,424
33. Unassigned funds (surplus) .....	(4,146,175)	15,740,402
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) .....	569,153,249	545,583,193
36. Totals (Page 2, Line 26, Col. 3)	1,258,548,789	1,171,664,694
<b>DETAILS OF WRITE-INS</b>		
2301. Retroactive reinsurance reserves .....	(54,273,584)	(44,081,507)
2302. Variation margin on futures contract payable .....		133,497
2303. ....		
2398. Summary of remaining write-ins for Line 23 from overflow page .....		
2399. Totals (Lines 2301 through 2303 plus 2398) (Line 23 above)	(54,273,584)	(43,948,010)
2701. Special surplus from retroactive reinsurance account .....	40,000,000	29,073,367
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)	40,000,000	29,073,367
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 REINSURANCE CORPORATION**

**STATEMENT OF INCOME**

	1 Current Year	2 Prior Year
<b>UNDERWRITING INCOME</b>		
1. Premiums earned (Part 1, Line 34, Column 4) .....	493,985,490	443,485,283
DEDUCTIONS:		
2. Losses incurred (Part 2, Line 34, Column 7) .....	291,891,761	219,935,696
3. Loss expenses incurred (Part 3, Line 25, Column 1) .....	46,127,391	43,910,380
4. Other underwriting expenses incurred (Part 3, Line 25, Column 2) .....	183,195,739	159,382,605
5. Aggregate write-ins for underwriting deductions .....		
6. Total underwriting deductions (Lines 2 through 5) .....	521,214,891	423,228,681
7. Net income of protected cells .....		
8. Net underwriting gain (loss) (Line 1 minus Line 6 plus Line 7) .....	(27,229,401)	20,256,602
<b>INVESTMENT INCOME</b>		
9. Net investment income earned (Exhibit of Net Investment Income, Line 17) .....	36,317,201	39,327,664
10. Net realized capital gains (losses) less capital gains tax of \$ .....(13,961) (Exhibit of Capital Gains (Losses)).....	(25,924)	(3,019,292)
11. Net investment gain (loss) (Lines 9 + 10) .....	36,291,277	36,308,372
<b>OTHER INCOME</b>		
12. Net gain (loss) from agents' or premium balances charged off (amount recovered \$ ..... amount charged off \$ .....95,694 ) .....	(95,694)	(166,916)
13. Finance and service charges not included in premiums .....	3,840,224	2,856,995
14. Aggregate write-ins for miscellaneous income .....	10,720,163	4,658,451
15. Total other income (Lines 12 through 14) .....	14,464,693	7,348,530
16. Net income before dividends to policyholders, after capital gains tax and before all other federal and foreign income taxes (Lines 8 + 11 + 15) .....	23,526,569	63,913,504
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) .....	23,526,569	63,913,504
19. Federal and foreign income taxes incurred .....	11,555,400	19,231,444
20. Net income (Line 18 minus Line 19) (to Line 22) .....	11,971,169	44,682,060
<b>CAPITAL AND SURPLUS ACCOUNT</b>		
21. Surplus as regards policyholders, December 31 prior year (Page 4, Line 39, Column 2) .....	545,583,193	539,484,606
22. Net income (from Line 20) .....	11,971,169	44,682,060
23. Net transfers (to) from Protected Cell accounts .....		
24. Change in net unrealized capital gains or (losses) less capital gains tax of \$ .....1,600,092 .....	(2,434,151)	(9,945,359)
25. Change in net unrealized foreign exchange capital gain (loss) .....		
26. Change in net deferred income tax .....	1,416,115	4,616,797
27. Change in nonadmitted assets (Exhibit of Nonadmitted Assets, Line 26, Col. 3) .....	196,986	(7,053,326)
28. Change in provision for reinsurance (Page 3, Line 16, Column 2 minus Column 1) .....	(623,636)	(2,279,538)
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	
33.2. Transferred to capital (Stock Dividend) .....		
33.3. Transferred from capital .....		
34. Net remittances from or (to) Home Office .....		
35. Dividends to stockholders .....	(30,000,000)	(23,750,000)
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 .....	10,513,573	(172,046)
38. Change in surplus as regards policyholders for the year (Lines 22 through 37) .....	23,570,056	6,098,587
39. Surplus as regards policyholders, December 31 current year (Line 21 plus Line 38) (Page 3, Line 35) .....	569,153,249	545,583,193
<b>DETAILS OF WRITE-INS</b>		
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. Retroactive reinsurance ceded.....	10,926,633	4,306,984
1402. Interest on funds held under reinsurance agreements.....	(206,470)	351,467
1403. ....		
1498. Summary of remaining write-ins for Line 14 from overflow page .....		
1499. Totals (Lines 1401 through 1403 plus 1498) (Line 14 above) .....	10,720,163	4,658,451
3701. Change in pension liability.....	(245,134)	(172,046)
3702. Income tax reduction for stock option in excess of statutory compensation expense.....	10,758,707	
3703. ....		
3798. Summary of remaining write-ins for Line 37 from overflow page .....		
3799. Totals (Lines 3701 through 3703 plus 3798) (Line 37 above) .....	10,513,573	(172,046)

**CASH FLOW**

	1 Current Year To Date	2 Prior Year Ended December 31
<b>Cash from Operations</b>		
1. Premiums collected net of reinsurance.....	502,541,205	422,790,455
2. Net investment income .....	32,346,276	35,101,804
3. Miscellaneous income .....	14,464,693	7,348,530
4. Total (Lines 1 through 3) .....	549,352,174	465,240,789
5. Benefit and loss related payments .....	247,161,572	171,586,957
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts.....		
7. Commissions, expenses paid and aggregate write-ins for deductions .....	216,363,817	194,348,028
8. Dividends paid to policyholders .....		
9. Federal and foreign income taxes paid (recovered) net of \$ ..... (13,961) tax on capital gains (losses).....	3,525,647	18,503,237
10. Total (Lines 5 through 9) .....	467,051,036	384,438,222
11. Net cash from operations (Line 4 minus Line 10) .....	82,301,138	80,802,567
<b>Cash from Investments</b>		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds .....	135,728,500	638,054,010
12.2 Stocks .....	65,822,341	55,172,025
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 .....	7,600	(255,044)
12.7 Miscellaneous proceeds .....	3,133,497	9,500,000
12.8 Total investment proceeds (Lines 12.1 to 12.7) .....	204,691,938	702,470,991
13. Cost of investments acquired (long-term only):		
13.1 Bonds .....	73,710,009	479,971,792
13.2 Stocks .....	108,628,743	141,031,834
13.3 Mortgage loans .....		
13.4 Real estate .....		
13.5 Other invested assets .....		
13.6 Miscellaneous applications .....	1,383,802	2,075,433
13.7 Total investments acquired (Lines 13.1 to 13.6) .....	183,722,554	623,079,059
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) .....	20,969,384	79,391,932
<b>Cash from Financing and Miscellaneous Sources</b>		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes .....		
16.2 Capital and paid in surplus, less treasury stock .....	32,530,000	
16.3 Borrowed funds .....		
16.4 Net deposits on deposit-type contracts and other insurance liabilities .....		
16.5 Dividends to stockholders .....	30,000,000	23,750,000
16.6 Other cash provided (applied).....	(9,371,307)	(10,451,322)
17. Net cash from financing and miscellaneous sources (Line 16.1 to Line 16.4 minus Line 16.5 plus Line 16.6) .....	(6,841,307)	(34,201,322)
<b>RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS</b>		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17).....	96,429,215	125,993,176
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year .....	376,493,620	250,500,444
19.2 End of year (Line 18 plus Line 19.1) .....	472,922,835	376,493,620

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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 .....	7,273,023	7,298,956	4,485,457	10,086,522
2.	Allied lines .....	21,092,471	7,884,460	6,588,518	22,388,413
3.	Farmowners multiple peril .....	48,691,697	34,765	18,469,712	30,256,750
4.	Homeowners multiple peril .....	12,211,649	16,417,317	8,056,811	20,572,155
5.	Commercial multiple peril .....	63,748,680	76,123,821	59,196,398	80,676,103
6.	Mortgage guaranty .....				
8.	Ocean marine .....	12,656			12,656
9.	Inland marine .....	4,068,022	1,261,071	2,238,751	3,090,342
10.	Financial guaranty .....				
11.1	Medical malpractice - occurrence .....				
11.2	Medical malpractice - claims-made .....				
12.	Earthquake .....	273,557	144,992	166,636	251,913
13.	Group accident and health .....	23,520,802			23,520,802
14.	Credit accident and health (group and individual) .....				
15.	Other accident and health .....				
16.	Workers' compensation .....	1,009			1,009
17.1	Other liability - occurrence .....	61,692,734	9,301,578	16,190,492	54,803,820
17.2	Other liability - claims-made .....	3,813,449	951,151	1,519,163	3,245,437
18.1	Products liability - occurrence .....	1,974,791		35,401	1,939,390
18.2	Products liability - claims-made .....				
19.1,19.2	Private passenger auto liability .....	30,649,628	13,906,711	9,251,320	35,305,019
19.3,19.4	Commercial auto liability .....	28,652,038	11,273,890	13,910,652	26,015,276
21.	Auto physical damage .....	16,966,263	11,289,301	7,450,513	20,805,051
22.	Aircraft (all perils) .....	1			1
23.	Fidelity .....	1,921			1,921
24.	Surety .....	13,217	5,135	5,114	13,238
26.	Burglary and theft .....	7,634			7,634
27.	Boiler and machinery .....	54,046			54,046
28.	Credit .....				
29.	International .....				
30.	Reinsurance - Nonproportional Assumed Property .....	68,542,539	7,308,299	4,084,476	71,766,362
31.	Reinsurance - Nonproportional Assumed Liability .....	89,047,365	10,902,317	10,674,734	89,274,948
32.	Reinsurance - Nonproportional Assumed Financial Lines .....	(103,318)			(103,318)
33.	Aggregate write-ins for other lines of business .....				
34.	<b>TOTALS</b>	<b>482,205,874</b>	<b>174,103,764</b>	<b>162,324,148</b>	<b>493,985,490</b>
<b>DETAILS OF WRITE-INS</b>					
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 .....	4,485,457				4,485,457
2.	Allied lines .....	6,588,518				6,588,518
3.	Farmowners multiple peril .....	18,469,712				18,469,712
4.	Homeowners multiple peril .....	8,056,811				8,056,811
5.	Commercial multiple peril .....	59,196,398				59,196,398
6.	Mortgage guaranty .....					
8.	Ocean marine .....					
9.	Inland marine .....	2,238,751				2,238,751
10.	Financial guaranty .....					
11.1	Medical malpractice - occurrence .....					
11.2	Medical malpractice - claims-made .....					
12.	Earthquake .....	166,636				166,636
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 .....	16,190,492				16,190,492
17.2	Other liability - claims-made .....	1,519,163				1,519,163
18.1	Products liability - occurrence .....	35,401				35,401
18.2	Products liability - claims-made .....					
19.1,19.2	Private passenger auto liability .....	9,251,320				9,251,320
19.3,19.4	Commercial auto liability .....	13,910,652				13,910,652
21.	Auto physical damage .....	7,450,513				7,450,513
22.	Aircraft (all perils) .....					
23.	Fidelity .....					
24.	Surety .....	5,114				5,114
26.	Burglary and theft .....					
27.	Boiler and machinery .....					
28.	Credit .....					
29.	International .....					
30.	Reinsurance - Nonproportional Assumed Property .....	4,084,476				4,084,476
31.	Reinsurance - Nonproportional Assumed Liability .....	10,674,734				10,674,734
32.	Reinsurance - Nonproportional Assumed Financial Lines .....					
33.	Aggregate write-ins for other lines of business .....					
34.	TOTALS	162,324,148				162,324,148
35.	Accrued retrospective premiums based on experience .....					
36.	Earned but unbilled premiums .....					
37.	Balance (Sum of Line 34 through 36)					162,324,148
<b>DETAILS OF WRITE-INS</b>						
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		2,845,323	11,421,185	1,099,060	5,894,425	7,273,023
2. Allied lines		2,037,411	20,583,123	(966,099)	2,494,162	21,092,471
3. Farmowners multiple peril		40,743,117	11,884,126	2,692,295	1,243,251	48,691,697
4. Homeowners multiple peril		580,692	15,632,649	114	4,001,578	12,211,649
5. Commercial multiple peril		143,712,721	19,041,023	31,459,112	67,545,952	63,748,680
6. Mortgage guaranty						
8. Ocean marine			12,656			12,656
9. Inland marine		2,861,979	1,555,229	11,991	337,195	4,068,022
10. Financial guaranty						
11.1 Medical malpractice - occurrence						
11.2 Medical malpractice - claims-made						
12. Earthquake		16,112	261,276		3,831	273,557
13. Group accident and health		123,616,749	22,851,044	42,627,916	80,319,075	23,520,802
14. Credit accident and health (group and individual)						
15. Other accident and health						
16. Workers' compensation			1,009			1,009
17.1 Other liability - occurrence		77,360,587	4,689,370	14,991,373	5,365,850	61,692,734
17.2 Other liability - claims-made		275,117	4,033,904	85,172	410,400	3,813,449
18.1 Products liability - occurrence		1,347,449	1,004,678	42,265	335,071	1,974,791
18.2 Products liability - claims-made						
19.1,19.2 Private passenger auto liability		32,282,719	5,569,840	6,889,516	313,415	30,649,628
19.3,19.4 Commercial auto liability		19,884,290	10,597,492	372,052	1,457,692	28,652,038
21. Auto physical damage		13,600,193	4,669,312	1,303,242		16,966,263
22. Aircraft (all perils)			1			1
23. Fidelity		1,038	883			1,921
24. Surety		155,350	13,217	155,350		13,217
26. Burglary and theft		6,770	864			7,634
27. Boiler and machinery		54,006	40			54,046
28. Credit						
29. International						
30. Reinsurance - Nonproportional Assumed Property	XXX		107,721,962	495,663	38,683,760	68,542,539
31. Reinsurance - Nonproportional Assumed Liability	XXX		90,976,343		1,928,978	89,047,365
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX		(103,318)			(103,318)
33. Aggregate write-ins for other lines of business						
34. TOTALS		461,381,623	332,417,908	101,259,022	210,334,635	482,205,874
<b>DETAILS OF WRITE-INS</b>						
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 REINSURANCE 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		5,481,793	764,843	4,716,950	3,950,852	5,365,409	3,302,393	32.7
2. Allied lines		7,709,211	2,811,702	4,897,509	4,669,572	3,135,664	6,431,417	28.7
3. Farmowners multiple peril		15,200,377	4,091,228	11,109,149	10,589,039	5,626,731	16,071,457	53.1
4. Homeowners multiple peril		7,471,500	373,745	7,097,755	7,644,716	3,987,932	10,754,539	52.3
5. Commercial multiple peril		82,387,031	57,755,922	24,631,109	56,415,696	46,242,784	34,804,021	43.1
6. Mortgage guaranty								
8. Ocean marine		735,548	631,164	104,384	89,957	118,059	76,282	602.7
9. Inland marine		1,818,360	511,080	1,307,280	3,457,819	3,259,272	1,505,827	48.7
10. Financial guaranty								
11.1 Medical malpractice - occurrence								
11.2 Medical malpractice - claims-made								
12. Earthquake		5,249	2,501	2,748	94,853	86,369	11,232	4.5
13. Group accident and health		103,218,472	85,315,336	17,903,136	17,261,635	17,315,314	17,849,457	75.9
14. Credit accident and health (group and individual)								
15. Other accident and health								
16. Workers' compensation		85,929	79,417	6,512	15,020		21,532	2,134.0
17.1 Other liability - occurrence		49,205,577	25,112,362	24,093,215	50,930,853	42,159,218	32,864,850	60.0
17.2 Other liability - claims-made		1,687,711	97,836	1,589,875	2,950,566	907,836	3,632,605	111.9
18.1 Products liability - occurrence		5,037	224	4,813	1,895,804	1,539,910	360,707	18.6
18.2 Products liability - claims-made								
19.1,19.2 Private passenger auto liability	426,302	38,760,058	10,011,031	29,175,329	23,643,983	24,027,981	28,791,331	81.6
19.3,19.4 Commercial auto liability		18,457,615	2,555,166	15,902,449	8,648,499	8,134,438	16,416,510	63.1
21. Auto physical damage	47,367	10,838,470	4,197,670	6,688,167	8,926,948	4,227,510	11,387,605	54.7
22. Aircraft (all perils)								
23. Fidelity		2,303	1,121	1,182	132,922	744,739	(610,635)	(31,787.4)
24. Surety		1,654	850	804	96,347	159,600	(62,449)	(471.7)
26. Burglary and theft		3,159	1,264	1,895	98,738	288,332	(187,699)	(2,458.7)
27. Boiler and machinery		12,832	5,089	7,743	15,090	12,400	10,433	19.3
28. Credit								
29. International								
30. Reinsurance - Nonproportional Assumed Property	XXX	61,615,456	16,580,522	45,034,934	38,601,202	44,615,442	39,020,694	54.4
31. Reinsurance - Nonproportional Assumed Liability	XXX	47,990,726	2,857,827	45,132,899	155,223,546	130,705,459	69,650,986	78.0
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	9,892	2,495	7,397	9,067	227,798	(211,334)	204.5
33. Aggregate write-ins for other lines of business								
34. TOTALS	473,669	452,703,960	213,760,395	239,417,234	395,362,724	342,888,197	291,891,761	59.1
<b>DETAILS OF WRITE-INS</b>								
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)							

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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		2,688,695	873,783	1,814,912		2,897,492	761,552	3,950,852	470,015
2. Allied lines		4,573,391	2,946,123	1,627,268		3,623,314	581,010	4,669,572	711,199
3. Farmowners multiple peril		7,709,808	3,995,356	3,714,452		10,593,771	3,719,184	10,589,039	1,625,999
4. Homeowners multiple peril		4,002,724	802,095	3,200,629		4,911,378	467,291	7,644,716	1,124,212
5. Commercial multiple peril		55,883,735	42,370,448	13,513,287		78,502,365	35,599,956	56,415,696	11,771,286
6. Mortgage guaranty									
8. Ocean marine		1,321,995	1,272,099	49,896		114,474	74,413	89,957	166,279
9. Inland marine		2,479,004	923,578	1,555,426		2,335,065	432,672	3,457,819	616,509
10. Financial guaranty									
11.1 Medical malpractice - occurrence									
11.2 Medical malpractice - claims-made									
12. Earthquake		62,778	21,147	41,631		62,668	9,446	94,853	20,145
13. Group accident and health		35,722,915	27,281,185	8,441,730		43,719,416	34,899,511	(a) 17,261,635	1,433,726
14. Credit accident and health (group and individual)									
15. Other accident and health								(a)	
16. Workers' compensation		451,880	446,505	5,375		103,782	94,137	15,020	190,560
17.1 Other liability - occurrence		36,582,602	17,023,746	19,558,856		37,369,927	5,997,930	50,930,853	8,319,934
17.2 Other liability - claims-made		879,341	266,892	612,449		2,427,653	89,536	2,950,566	190,907
18.1 Products liability - occurrence		1,024,480	4,442	1,020,038		1,040,201	164,435	1,895,804	150,288
18.2 Products liability - claims-made									
19.1,19.2 Private passenger auto liability	290,741	18,862,423	8,460,823	10,692,341		22,912,931	9,961,289	23,643,983	3,360,939
19.3,19.4 Commercial auto liability		5,965,067	2,544,758	3,420,309		9,314,914	4,086,724	8,648,499	1,569,135
21. Auto physical damage	32,305	6,105,961	3,112,953	3,025,313		9,729,902	3,828,267	8,926,948	1,516,418
22. Aircraft (all perils)									
23. Fidelity		161,226	33,746	127,480		8,802	3,360	132,922	4,500
24. Surety		95,145	25,468	69,677		33,913	7,243	96,347	14,048
26. Burglary and theft		101,414	7,731	93,683		11,046	5,991	98,738	6,120
27. Boiler and machinery		12,209	5,473	6,736		10,415	2,061	15,090	3,786
28. Credit									
29. International									
30. Reinsurance - Nonproportional Assumed Property	XXX	46,779,507	25,207,254	21,572,253	XXX	36,064,881	19,035,932	38,601,202	4,344,969
31. Reinsurance - Nonproportional Assumed Liability	XXX	89,674,643	28,416,256	61,258,387	XXX	98,923,601	4,958,442	155,223,546	19,065,335
32. Reinsurance - Nonproportional Assumed Financial Lines	XXX	5,082	463	4,619	XXX	4,931	483	9,067	2,050
33. Aggregate write-ins for other lines of business									
34. TOTALS	323,046	321,146,025	166,042,324	155,426,747		364,716,842	124,780,865	395,362,724	56,678,359
<b>DETAILS OF WRITE-INS</b>									
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 .....	(2,100)			(2,100)
1.2 Reinsurance assumed .....	51,600,131			51,600,131
1.3 Reinsurance ceded .....	9,421,819			9,421,819
1.4 Net claim adjustment services (1.1 + 1.2 - 1.3) .....	42,176,212			42,176,212
2. Commission and brokerage:				
2.1 Direct, excluding contingent .....				
2.2 Reinsurance assumed, excluding contingent .....		201,836,928		201,836,928
2.3 Reinsurance ceded, excluding contingent .....		72,237,180		72,237,180
2.4 Contingent-direct .....				
2.5 Contingent-reinsurance assumed .....		14,017,088		14,017,088
2.6 Contingent-reinsurance ceded .....		684,793		684,793
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) .....		142,932,043		142,932,043
3. Allowances to manager and agents .....				
4. Advertising .....	29,317	297,627	13,869	340,813
5. Boards, bureaus and associations .....	1,497	15,197	708	17,402
6. Surveys and underwriting reports .....				
7. Audit of assureds' records .....				
8. Salary and related items:				
8.1 Salaries .....	2,066,387	20,977,802	977,570	24,021,759
8.2 Payroll taxes .....	99,668	1,011,825	47,151	1,158,644
9. Employee relations and welfare .....	632,845	6,424,594	299,387	7,356,826
10. Insurance .....	26,368	267,689	12,474	306,531
11. Directors' fees .....	5,339	54,201	2,526	62,066
12. Travel and travel items .....	202,300	2,053,734	95,704	2,351,738
13. Rent and rent items .....	221,343	2,247,059	104,713	2,573,115
14. Equipment .....	204,672	2,077,816	96,827	2,379,315
15. Cost or depreciation of EDP equipment and software .....	98,122	996,122	46,419	1,140,663
16. Printing and stationery .....	56,121	569,731	26,550	652,402
17. Postage, telephone and telegraph, exchange and express .....	47,301	480,199	22,377	549,877
18. Legal and auditing .....	259,899	2,638,471	122,953	3,021,323
19. Totals (Lines 3 to 18) .....	3,951,179	40,112,067	1,869,228	45,932,474
20. Taxes, licenses and fees:				
20.1 State and local insurance taxes deducting guaranty association credits of \$ .....		135,603		135,603
20.2 Insurance department licenses and fees .....		(151,105)	7,215	(143,890)
20.3 Gross guaranty association assessments .....		18,730		18,730
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) .....		3,228	7,215	10,443
21. Real estate expenses .....		111	21,265	21,376
22. Real estate taxes .....				
23. Reimbursements by uninsured plans .....				
24. Aggregate write-ins for miscellaneous expenses .....		148,290		148,290
25. Total expenses incurred .....	46,127,391	183,195,739	1,897,708	231,220,838
26. Less unpaid expenses - current year .....	56,678,359	12,626,628	329,098	69,634,085
27. Add unpaid expenses - prior year .....	51,530,653	5,025,198	344,760	56,900,611
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) .....	40,979,685	175,594,309	1,913,370	218,487,364
<b>DETAILS OF WRITE-INS</b>				
2401. Donations .....		56,509		56,509
2402. Miscellaneous expenses .....		91,781		91,781
2403. ....				
2498. Summary of remaining write-ins for Line 24 from overflow page .....				
2499. Totals (Lines 2401 through 2403 plus 2498) (Line 24 above) .....		148,290		148,290

(a) Includes management fees of \$ 5,321,401 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) 1,764,073	716,515
1.1 Bonds exempt from U.S. tax	(a) 10,079	23,301
1.2 Other bonds (unaffiliated)	(a) 3,157,837	4,093,781
1.3 Bonds of affiliates	(a)	
2.1 Preferred stocks (unaffiliated)	(b)	
2.11 Preferred stocks of affiliates	(b)	
2.2 Common stocks (unaffiliated)	1,129,758	1,164,341
2.21 Common stocks of affiliates	10,000,000	10,000,000
3. Mortgage loans	(c)	
4. Real estate	(d)	
5. Contract loans		
6. Cash, cash equivalents and short-term investments	(e) 17,900,829	22,216,972
7. Derivative instruments	(f)	
8. Other invested assets		
9. Aggregate write-ins for investment income		
10. Total gross investment income	33,962,575	38,214,909
11. Investment expenses		(g) 1,869,229
12. Investment taxes, licenses and fees, excluding federal income taxes		(g) 7,215
13. Interest expense		(h)
14. Depreciation on real estate and other invested assets		(i) 21,264
15. Aggregate write-ins for deductions from investment income		
16. Total (Lines 11 through 15)		1,897,708
17. Net Investment Income - (Line 10 minus Line 16)		36,317,201
<b>DETAILS OF WRITE-INS</b>		
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 \$ 89,443 accrual of discount less \$ 350,076 amortization of premium and less \$ 330,608 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 \$ 1,661,899 accrual of discount less \$ 19,158 amortization of premium and less \$ 354,220 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	(103,817)		(103,817)		
1.1 Bonds exempt from U.S. tax					
1.2 Other bonds (unaffiliated)	13,093		13,093		
1.3 Bonds of affiliates					
2.1 Preferred stocks (unaffiliated)					
2.11 Preferred stocks of affiliates				(13,599)	
2.2 Common stocks (unaffiliated)	1,427,041		1,427,041	4,571,693	
2.21 Common stocks of affiliates				(5,525,650)	
3. Mortgage loans					
4. Real estate					
5. Contract loans					
6. Cash, cash equivalents and short-term investments	(53,332)		(53,332)		
7. Derivative instruments	(1,322,870)		(1,322,870)	133,497	
8. Other invested assets					
9. Aggregate write-ins for capital gains (losses)					
10. Total capital gains (losses)	(39,885)		(39,885)	(834,059)	
<b>DETAILS OF WRITE-INS</b>					
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)					

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 .....			
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) .....			
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 .....	1,107,000	1,059,000	(48,000)
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.....	12,697,196	15,002,145	2,304,949
17. Guaranty funds receivable or on deposit .....			
18. Electronic data processing equipment and software.....	1,760,483	1,404,473	(356,010)
19. Furniture and equipment, including health care delivery assets.....	3,360,636	1,445,783	(1,914,853)
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 .....	1,486,358	1,697,258	210,900
24. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 10 to 23).....	20,411,673	20,608,659	196,986
25. From Separate Accounts, Segregated Accounts and Protected Cell Accounts.....			
26. Total (Lines 24 and 25)	20,411,673	20,608,659	196,986
<b>DETAILS OF WRITE-INS</b>			
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.....	1,486,358	1,697,258	210,900
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)	1,486,358	1,697,258	210,900

## NOTES TO FINANCIAL STATEMENTS

### 1. Summary of Significant Accounting Policies

#### Accounting Practices

The accompanying financial statements of QBE Reinsurance 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.

On May 17, 2004, the Company received written approval from the Department to account for the adverse development cover entered into with Equator Reinsurances Limited, an affiliate, as a retroactive reinsurance agreement (See Note 23).

#### 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 expenses during the period. Actual results could differ from those estimates.

#### Accounting Policies

Premiums written are earned and recognized as revenues ratably over the terms of the reinsurance treaties or certificates to which they relate. Unearned premiums are established for the unexpired portion of in-force premiums and are based on statistical data available to the Company or reports received from ceding companies. Premiums written and unearned premiums are presented after deductions for reinsurance ceded to other insurance companies.

Expenses incurred in connection with acquiring new reinsurance or 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 nonadmitted and charged directly to surplus. Investment management expenses reduce net investment income.

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 in 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 except 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.

Redeemable preferred stocks are stated at amortized value.

The Company’s investment in its wholly owned subsidiaries, QBE Insurance Corporation, QBE Central de Seguros S.A., and National Farmers Union Property and Casualty Company (“NFU”), are stated at statutory equity value. Goodwill arising from the acquisition of National Farmers Union Property and Casualty Company and QBE Central de Seguros S.A. is amortized over a period of ten years. Unamortized goodwill at the end of the current year for National Farmers Union Property and Casualty Company was \$33,568,260 and for QBE Central de Seguros S.A. was (\$5,384).

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 ceding companies. 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.

Unpaid losses and loss adjustment expenses also include a provision for certain types of latent injury, environmental pollution or toxic exposures which cannot be estimated with traditional reserving techniques since such exposures are subject to evolving legal interpretation. The reserves carried for these exposures represent management’s best estimate based on currently available information. The Company’s exposure to these types of perils is immaterial.

Real estate is reported at original cost, plus additions or improvements, less depreciation and encumbrances on the real estate. Depreciation is based on the straight-line method over the estimated useful life.

## NOTES TO FINANCIAL STATEMENTS

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 Correction of Errors**

Not applicable

## NOTES TO FINANCIAL STATEMENTS

### 3. Business Combinations and Goodwill

#### Statutory Purchase Method

- a. The Company purchased 100% of National Farmers Union Property and Casualty Company and its subsidiary, United Security Insurance Corporation ("USIC") on September 28, 2005. NFU is licensed in 50 states and District of Columbia D.C. and sells personal and commercial lines of insurance. On May 31, 2005 the Company also purchased 1.9% of Compania Central de Seguros SA, a Colombian based property and casualty company and 0.1% of Compania Central de Seguros de Vida SA, a Colombian based life company. On November 30, 2005 Compania Central de Seguros de Vida S., was merged into Compania Central de Seguros S.A. On June 15, 2006, the Company purchased shares totaling \$142,433 of Compania Central de Seguros SA and has a 2.56% interest at December 31, 2007.
- b. The acquisition of these entities was accounted for as a statutory purchase.
- c. The cost of these acquisitions was \$137,687,823 and \$426,606 respectively resulting in goodwill of \$43,313,884 for NFU and (\$7,259) for Compania Central de Seguros S.A.
- d. Goodwill is amortized over ten years. Goodwill amortization relating to the purchase of NFU and Compania Central de Seguros S.A. was \$4,331,388 and (\$726) for the year ended December 31, 2007.

#### Statutory Mergers

Not applicable

#### Impairment Loss

Not applicable

### 4. Discontinued Operations

Not applicable

### 5. Investments

#### Mortgage Loans, including Mezzanine Real Estate 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 Companies

#### Detail for Those Greater than 10% of Admitted Assets

Not applicable

#### Write-downs for impairments

Not applicable

### 7. Investment Income

#### Accrued Investment Income

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

#### Amounts Nonadmitted

None

### 8. Derivative Instruments



## NOTES TO FINANCIAL STATEMENTS

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. The Company uses derivative financial instruments, including financial futures contracts as a means to hedge exposure to equity price changes. The Company entered into open futures contracts on S&P 500 Index funds during 2006 to hedge exposure to fair value movements in investments in S&P 500 Index funds. The Company accounts for such transactions in conformity with SSAP 86 – Accounting for Derivative Instruments and Hedging Activities, and records the change in the fair value of such futures contracts as unrealized gains and losses on the balance sheet, and net gain or loss resulting from settlement of futures contracts in the statement of income. The year ended December 31, 2007, the net realized loss on settlement of futures contracts was \$1,322,870.

## NOTES TO FINANCIAL STATEMENTS

9. Federal Income Taxes

## A. Components of Net Deferred Tax Assets

	12/31/2007	12/31/2006
Total gross deferred tax assets	\$35,190,489	\$35,547,479
Total gross deferred tax liabilities	3,604,409	3,777,422
Net deferred tax asset	31,586,080	31,770,057
Nonadmitted deferred tax assets	12,697,196	15,002,145
Net admitted deferred tax assets	18,888,884	16,767,912
(Increase) decrease in nonadmitted deferred tax asset	(\$2,304,949)	(\$6,487,622)

## B. Unrecognized Deferred Tax Liabilities

Not applicable

## C. Current Tax and Change in Deferred Tax

The provisions for income taxes incurred on earnings for the years ended December 31, 2007 and December 31, 2006 are:

	2007	2006
Federal	\$11,541,441	\$19,231,444
Foreign	-	-
Realized capital gains	434,173	(1,625,773)
Utilization of capital loss carryforwards	(420,214)	-
Federal and foreign income tax expense incurred	\$11,555,400	\$17,605,671

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

	12/31/2007	12/31/2006
Deferred tax assets		
Unrealized loss	\$ -	\$2,899,013
Unpaid losses and LAE	17,697,872	19,053,199
Unearned premiums	11,362,691	12,187,263
Capital loss carryforward	1,106,879	-
Defined Pension	2,616,698	1,223,173
Accrued Absences	80,722	-
Fixed assets	1,938,178	-
Premiums receivable	387,450	-
Other	-	184,831
Total deferred tax assets	\$35,190,489	\$35,547,479
Nonadmitted deferred tax assets	12,697,196	15,002,145
Admitted deferred tax assets	22,493,293	20,545,334
Retroactive reinsurance assumed	-	3,497,342
Investments	-	71,538
Prepaid expenses	-	12,704
Fixed assets	-	84,442
Stocks, bonds & other investments	3,570,860	-
Accrued dividends	33,549	-
Other	-	111,396
Total deferred tax liabilities	3,604,409	3,777,422
Net admitted deferred tax assets	\$18,888,884	\$16,767,912

## NOTES TO FINANCIAL STATEMENTS

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

	12/31/2007	12/31/2006	Change
Total deferred tax assets	\$35,190,489	\$35,547,479	(\$356,989)
Total deferred tax liabilities	3,604,409	3,777,422	(173,013)
Net deferred tax assets	\$31,586,080	\$31,770,057	(183,977)
Tax effect on change in net unrealized capital gains			1,646,816
Change in net deferred income tax			\$1,462,839

## NOTES TO FINANCIAL STATEMENTS

### 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 Reinsurance Corporation's effective income tax rate are as follows:

Description	Tax Effect 2007	Effective Tax Rate
Provision computed at statutory rate	\$ 8,229,415	35%
Dividends received deduction (net of proration)	(3,742,204)	-16%
Prior year tax adjustments recorded to equity	5,686,375	24%
Other permanent differences	163,205	1%
Non-admitted premiums receivable	(16,800)	0%
Other assets non-admitted	(720,987)	-3%
Correction of 2006 deferred tax	251,671	1%
2006 provision to return deferred tax change	(258,239)	-1%
2006 current tax settlement	951,478	4%
Other	(465,310)	-2%
Total	\$10,078,604	43%
Federal and foreign income taxes incurred	\$11,541,441	49%
Change in net deferred income tax	(1,462,839)	-6%
Total statutory income taxes	\$10,078,602	43%

### E. Operating Loss and Tax Credit Carryforwards

- At December 31, 2007, the Company did not have any unused operating loss carryforwards available to offset against future taxable income.
- The following is income tax expenses for 2007 and 2006 that is available for recoupment in the event of future net losses:

2007	\$ 11,055,274
2006	\$ 18,046,036

### F. Consolidated Federal Income Tax Return

- 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 Insurance 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

## NOTES TO FINANCIAL STATEMENTS

### 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 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.

## NOTES TO FINANCIAL STATEMENTS

### 10. Information Concerning Parent, Subsidiaries and Affiliates

#### Nature of Relationships

The Company is a wholly owned subsidiary of QBE Holdings, Inc., an insurance holding company domiciled in the state of Delaware, which is ultimately a wholly owned subsidiary of the QBE Insurance Group Limited, a publicly traded company incorporated under the laws of Australia.

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

On September 28, 2007 the Company received a \$32,530,000 capital contribution from QBE Holdings, Inc. to fund QBE Insurance Corporation's acquisition of Cumbre Seguros de Mexico, SA DE CV

On September 31, 2007 the Company provided a \$32,530,000 capital contribution to QBE Insurance Corporation to fund QBE Insurance Corporation's acquisition of Cumbre Seguros de Mexico, SA DE CV.

On April 30, 2007 and November 28, 2007 the Company received from National Farmers Union Property and Casualty Company ordinary dividends of \$4,000,000 and \$6,000,000, respectively.

Subsequently, the Company paid ordinary dividends of \$7,000,000 and \$23,000,000 to QBE Holdings, Inc. on April 30, 2007 and November 28, 2007, respectively.

#### Change in Terms of Intercompany Arrangements

Not applicable

#### Amounts due to or from Related Parties

The Company reported \$1,519,150 and \$1,378,233, respectively, due to parents (QBE Insurance (Australia) Group Limited, QBE Holdings, Inc., and QBE Investments (N.A.), Inc.), for the periods ended December 31, 2007 and 2006. Refer to the table below for a summary of amounts due from/to all affiliated entities:

	12/31/2007	12/31/2006
QBE Insurance (Australia) Limited	\$1,239,566	\$1,316,626
QBE Holdings, Inc.	241,151	61,194
QBE Insurance Corporation	6,056,452	8,170,771
QBE Specialty Insurance Company	154,435	529,977
National Farmers Union Property and Casualty Company	366,784	147,382
Praetorian Insurance Company	1,145,363	-
QBE Investments (N.A.), Inc.	38,433	413
QBE Argentina (S.A.)	8,781	8,781
QBE Management Services U.K. Limited	-	913
QBE Management, Inc.	33,347	7,162
QBE Regional Companies (N.A.), Inc.	23,113	-
Due from Related Parties	\$9,307,425	\$10,243,219
QBE Management Services Pty Limited	446,048	883,447
QBE Management Services U.K. Limited	137,249	-
QBE Reinsurance (Europe) Limited	-	1,370
Due to Related Parties	\$583,297	\$884,817

#### Guarantees or Contingencies for Related Parties

Not applicable

#### Management, Service Contracts, Cost Sharing Agreements

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

## NOTES TO FINANCIAL STATEMENTS

- n) Office services (e.g. printing and mailing)
- o) File and record keeping
- p) Third-party vendor services
- q) Any other services as requested

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.

## NOTES TO FINANCIAL STATEMENTS

Nature of Relationships that Could Affect Operations

All outstanding shares of the Company are owned by the Parent.

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 Insurance Corporation. This investment is recorded at its statutory equity value of \$161,583,665. Summarized statutory information at December 31, 2007 for QBE Insurance Corporation follows:

Description	Amount
Admitted Assets	\$469,671,150
Liabilities	308,087,485
Policyholders' Surplus	161,583,665
Net Income	\$15,785,749

QBE Insurance Corporation 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. The recorded statutory equity values of \$8,135,047 and \$4,888,452 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.

The Company owns 100% of National Farmers Union Property and Casualty Company. This investment is recorded at its statutory equity value of \$156,703,345, which includes unamortized goodwill of \$33,568,260. See Note 1 and 3. Summarized statutory information at December 31, 2007 for National Farmers Union Property and Casualty Company follows:

Description	Amount
Admitted Assets	\$266,673,373
Liabilities	143,538,288
Policyholders' Surplus	123,135,085
Net Income	\$15,461,393

Investment in Impaired Affiliates

Not applicable

**11. Debt**

Not applicable

**12. Retirement Plans, Deferred Compensation, and Other Postretirement Benefit Plans**Defined Benefits Plan

The Company has a non-contributory defined benefit pension plan covering substantially all of its employees. The benefits are based on years of service and the employee's average highest three consecutive years of annual compensation. The Company's funding and accounting policies 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 treat such contributions as a reduction to the Company's pension liability. The Company's pension expense for 2007 and 2006 was \$1,917,768 and \$536,247 respectively.

At December 31, 2007, the plan's accumulated benefit obligation, determined in accordance with the Trustee funding policy using the entry age normal cost method with frozen initial liability and valued as of January 1, 2007 (the most recent actuarial valuation date) based on an assumed interest rate of 5.78% was \$7,204,111. The fair value of plan assets was \$6,894,620 at December 31, 2007.



## NOTES TO FINANCIAL STATEMENTS

	2007 Pension Benefits	2006 Pension Benefits
Change in benefit obligation		
Benefit obligation at beginning of year	\$6,962,292	\$5,124,625
Service cost	1,956,561	516,588
Interest cost	449,231	352,922
Actuarial (Gain) loss	609,643	994,632
Benefits paid	(59,932)	(26,475)
Benefit obligation at end of year	\$9,917,795	\$6,962,292
Change in plan assets		
Fair value of plan assets at beginning of year	\$5,196,126	\$3,813,825
Expected return on plan assets	358,426	241,334
Employer contribution	1,400,000	1,167,442
Benefits paid	(59,932)	(26,475)
Fair value of plan assets at end of year	\$6,894,620	\$5,196,126
Funded status		
Unrecognized net (gain) or loss	3,715,246	3,285,074
Remaining net obligation or net asset at initial date of application	(99,339)	(109,274)
Prepaid assets or (accrued) liabilities	592,732	1,409,634
Accumulated benefit obligation for vested employees and partially vested employees to the extent vested	7,204,111	4,931,014
Benefit Obligation for non-vested employees		
Projected pension obligation	-	1,646,379
Accumulated benefit obligation	-	1,071,291
Components of net periodic benefit cost		
Service cost	1,956,561	516,588
Interest cost	449,231	352,922
Expected return on plan assets	(434,024)	(333,263)
Amortization of unrecognized transition obligation or transition (asset)	138,590	138,590
Amortization of (gain) or loss	106,544	33,458
Total net periodic benefit cost	\$2,216,902	\$708,295

A minimum pension liability adjustment is required when the actuarial present value of accumulated benefits exceeds plan assets or accrued pension liabilities. At December 31, 2007 the accumulated benefit obligation for vested employees was \$7,204,111; plan assets fair value was \$6,894,620. There was no additional minimum liability for the year ended December 31, 2007 and 2006, respectively.

	2007	2006
Weighted average assumptions used to determine net periodic benefit cost as of December 31:		
Weighted average discount rate	5.78%	5.78%
Expected long-term rate of return on plan assets	7.75%	8.00%
Rate of compensation increase	5.00%	6.00%
Weighted-average assumptions used to determine projected		

## NOTES TO FINANCIAL STATEMENTS

benefit obligations as of December 31:		
Weighted average discount rate	5.78%	5.78%
Rate of compensation increase	5.00%	6.00%

## NOTES TO FINANCIAL STATEMENTS

The percentage of the fair value of total plan assets as of December 31, 2007 was:

Description	Allocation Percentage 12/31/07
Equity Security	59.06%
Fixed Income Security	40.91%
Real Estate	0.00%
Cash Equivalent	0.03%
Total	100%

The weighted average asset allocation by asset category for the employees defined benefit pension plan at December 31, 2007 was:

Description	Target Allocation Percentage 2007
Equity Security	60%
Fixed Income Security	40%
Total	100%

The Company's Board of Directors has established a broad investment strategy targeting an asset allocation of 60% equity and 40% fixed income. In developing this asset allocation strategy, the Board took into account, among other factors, the information provided to it by the plan's actuary, information relating to the historical investment returns of each asset class, the correlations of those returns and input from the plan's investment consultant.

The plan's investment goal is to seek current income with a secondary objective of capital appreciation. The risk management practice includes investing in fixed income securities rated "AA" or better with an average maturity of three to five years along with a blend of both growth and value stocks. The fund typically invests in stocks that possess the following attributes: price to earnings ratio of 20% below market, dividend yield 20% above market and earnings per share growth rate of 10% over the last five years.

The expected rate of return for the pension plan represents the average rate of return to be earned on plan assets over the period the benefits included in the benefit obligation are to be paid. The expected long-term rate of return of plan assets has been established by considering annualized returns of historical market data, future expected market returns and actual returns on the Company's plan assets. As a result of this analysis, the current rate of return of 7.75% will apply for 2007.

The expected benefit payments are based on the same assumptions used to measure the benefit obligations and include estimated future employee service. The expected benefit payment for the Company's pension plan for the years indicated are as follows:

Year	Pension Plan Benefits
2008	\$415,308
2009	645,496
2010	969,679
2011	609,482
2012	816,503
2013 – 2017	5,621,129

The expected employer's contribution to the plan for fiscal year 2008 is \$1,470,000.

### Defined Contribution Plans

The Company has a 401(k) retirement plan and matches 4% up to 6% of a participant's annual salary. The Company partially matches employee contributions and the match is reflected in the financial statements. The Company contribution is expensed in the same period as the employee contribution and is \$299,222 and \$286,015 in 2007 and 2006, respectively. The fair market value of plan assets is \$12,830,814 at December 31, 2007.

### Multiemployer Plans

Not applicable

## NOTES TO FINANCIAL STATEMENTS

Consolidated / Holding Company Plans

Not applicable

Postemployment Benefits and Compensated Absences

The Company has no obligation 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 all vacation is taken in the year that it is earned.

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

Outstanding Shares

The Company has 250,000 shares of \$200 par value common stock authorized and 150,000 shares issued and outstanding. The Company has no preferred stock authorized, issued or outstanding.

Dividend Rate of Preferred Stock

Not applicable

## NOTES TO FINANCIAL STATEMENTS

### 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 dividend that can be paid by insurance companies to shareholders within the preceding twelve-month period is limited to ten percent of statutory surplus as shown on the Company's last annual statement filed or greater of net income for the same period.

### Mutual Surplus Advances

Not applicable

### Company Stock Held for Special Purposes

Not applicable

### Changes in Special Surplus Funds

The amount of special surplus funds increased from \$29,073,367 as of December 31, 2006 to \$40,000,000 as of December 31, 2007. The increase is attributable to reserve strengthening for retroactive reinsurance.

### 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	(\$2,434,151)

### Surplus Notes

Not applicable

### Quasi Reorganizations

Not applicable

### Dividend Payments

On April 30, 2007 and November 28, 2007 the Company paid ordinary dividends to its immediate parent, QBE Holdings, Inc. in the amount of \$7,000,000 and \$23,000,000, respectively, pursuant to regulatory notification.

## 14. Contingencies

### Contingent Commitments

Not applicable

### Guaranty Fund and Other Assessments

Not applicable

### 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 Parent QBE Holdings, Inc. 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 operating leases by QBE Holdings, Inc. Lease expenses paid by the Company were \$1,794,104 and \$1,354,319 for the twelve months ended December 31, 2007 and 2006, respectively.

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

Future annual and minimum rental payments are as follows:

## NOTES TO FINANCIAL STATEMENTS

Year	Amount
2008	\$3,437,533
2009	1,947,780
2010	1,988,219
2011	2,009,189
2012	2,058,790
Thereafter	13,011,851
Total	\$24,453,362

Lesser Leasing Arrangements

Not applicable

## NOTES TO FINANCIAL STATEMENTS

**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 Managing General Agents / Third Party Administrators**

Not applicable

**20. Other Items**Extraordinary Items

Not applicable

Troubled Debt Restructuring for Debtors

Not applicable

Other Disclosure

Assets with a book value of \$4,747,738 and \$3,668,800 at December 31, 2007 and December 31, 2006, respectively, were on deposit with government authorities as required by law. Assets with a market value amount of \$11,603,396 were pledged as collateral for letter of credit for reinsurance assumed at December 31, 2007.

Uncollectible Premiums Receivable

At December 31, 2007 and 2006, the Company had admitted assets of \$146,332,846 and \$186,829,656, respectively in premiums receivable due from policyholders, agents and ceding insurers. The Company routinely assesses the collectibility of these receivables and establishes appropriate provisions. Based upon Company experience, any uncollectible premiums receivable as of December 31, 2007 are not expected to exceed the non-admitted amounts totaling \$1,107,000. 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 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. Reinsurance**Unsecured Reinsurance Recoverables

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)
20087	47-0355979	National Indemnity Co.	\$32,638

## NOTES TO FINANCIAL STATEMENTS

38636	13-3031176	Partner Reinsurance Co. of the US	21,321
25364	13-1675535	Swiss Reinsurance America Corp.	38,109
42439	13-2918573	TOA Reinsurance Co. of America	29,541

### Reinsurance Recoverable in Dispute

The Company does not have reinsurance recoverables for paid losses and loss adjustment expenses that exceed 5% of policyholders' surplus for an individual reinsurer or 10% of policyholders' surplus in aggregate.



## NOTES TO FINANCIAL STATEMENTS

Reinsurance Assumed and Ceded

1. The following table summarizes ceded and assumed unearned premiums 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	\$162,360,905	\$41,089,624	\$35,412,621	\$10,188,048	\$126,948,284	\$30,901,576
All Others	75,860,772	15,395,252	40,484,908	8,082,736	35,375,864	7,312,516
Totals	\$238,221,677	\$56,484,876	\$75,897,529	\$18,270,784	\$162,324,148	\$38,214,092

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	\$ -	\$4,508,287	(\$171,151)	\$4,337,136
Sliding scale adjustments	-	(2,561,602)	196,637	(2,364,965)
Other profit commissions	-	-	-	-
Totals	\$ -	\$1,946,685	\$25,486	\$1,921,199

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

Uncollectible Reinsurance

The Company wrote off reinsurance balances amounting to \$95,694 in 2007 and \$166,916 in 2006, respectively.

Commutation of Ceded Reinsurance

The Company commuted several ceded reinsurance treaties in the current year with the reinsurer(s) listed below. The Company recognized the amounts received from the reinsurer(s) as a reduction of losses and loss adjustment expenses paid (thereby reducing losses and loss adjustment expenses incurred) in the current year. The Company also increased its loss and loss adjustment expense reserves (thereby increasing losses and loss expenses incurred) to recognize the effect of releasing the reinsurer(s) from its obligations under the treaties. The net effect of the commutations was an increase in losses and loss adjustment expenses of \$391,342. This amount is shown below by Statement of Income classification and by reinsurer.

Statement of Income Account	Amount
1. Losses incurred	\$391,342
2. Loss adjustment expenses incurred	-
3. Premiums earned	-
4. Other	-
Total	\$391,342

Reinsurer	Amount
Alea North America Insurance Company	\$391,342

## NOTES TO FINANCIAL STATEMENTS

Retroactive Reinsurance

	Assumed	Ceded
Reserves Transferred:		
Initial Reserves Assumed Ceded	\$50,063,457	-
Adjustments – Prior Year(s)	(45,819,186)	\$48,325,778
Adjustments – Current Year Total	(807,445)	9,384,633
Total	\$3,436,826	\$57,710,411
Consideration Paid or Received:		
Initial Consideration	50,063,457	-
Adjustments – Prior Year(s)	-	9,975,000
Adjustments – Current Year		
Current Total	\$50,063,457	\$9,975,000
Paid Losses Reimbursed or Recovered:		
Prior Year(s)	58,895,101	1,730,000
Current Year	9 26,365	(188,000)
Current Total	\$59,821,466	\$1,542,000
Special Surplus from Retroactive Reinsurance:		
Initial Surplus (Gain) or Loss		
Adjustments – Prior Year(s)	-	\$29,073,367
Adjustments – Current Year	-	10,926,633
Current Year Restricted Surplus	-	\$40,000,000
Cumulative Total Transferred to Unassigned Funds		
Cedents and Reinsurers Involved in above Transactions:		
Sequoia Insurance Co.		
QBE Insurance (Australia) Limited		
Equator Reinsurances Limited		

## Additional Information Regarding Ceded Retroactive Reinsurance Balances:

	Recoverables on Loss & LAE Payments	Recoverables > 90 Days Overdue	Related Collateral
Balances with authorized reinsurers:	NONE		
Balances with Unauthorized reinsurers:			
QBE Insurance (Australia) Limited	\$7,710,411	-	\$7,710,411
Equator Reinsurances Limited	50,000,000	-	50,000,000

Reinsurance Accounted for as a Deposit

Not applicable

**23. Retrospectively Rated Contracts and Contracts Subject to Redetermination**

Not applicable

**24. Change in Incurred Losses and Loss Adjustment Expense**

Reserves for incurred loss and loss adjustment expense attributable to insured events in prior years have increased by \$61,692,000 as a result of re-estimation of reserves on non-proportional assumed property, non-proportional assumed liability

## NOTES TO FINANCIAL STATEMENTS

claims, and assumed proportional business. Original estimates are increased or decreased as additional information becomes known.

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

## NOTES TO FINANCIAL STATEMENTS

30. High Deductibles

Not applicable

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

Not applicable

32. Asbestos and Environmental Reserves

QBE Reinsurance Corporation has exposures to both asbestos and environmental claims. The Company has no known exposure to asbestos or environmental claims arising from direct business. The Company's exposures arise only from the reinsurance of General Liability policies. The Company estimates the full impact of the exposures by establishing full case basis reserves on all known losses and estimating incurred but not reported losses and loss adjustment expenses, based on previous experience. Due to the fact that these exposures comprise an insignificant portion of total outstanding losses, estimation of the IBNR for asbestos and environmental claims are combined with other causes under their respective line of business.

<b>Asbestos</b>	Calendar Year Ending				
Direct Basis	NONE				

<b>Asbestos</b>	Calendar Year Ending				
Assumed Reinsurance Basis	2003	2004	2005	2006	2007
Beginning reserves	\$223,000	\$467,000	\$573,000	\$505,000	\$578,000
Incurring losses and loss adjustment expense	480,000	193,000	102,000	357,000	227,000
Calendar year payments for losses and loss adjustment expense	236,000	87,000	170,000	284,000	315,000
Ending reserves	\$467,000	\$573,000	\$505,000	\$578,000	\$490,000

<b>Asbestos</b>	Calendar Year Ending				
Net of Reinsurance Basis	2003	2004	2005	2006	2007
Beginning reserves	\$31,000	\$330,000	\$432,000	\$391,000	\$483,000
Incurring losses and loss adjustment expense	469,000	190,000	129,000	332,000	236,000
Calendar year payments for losses and loss adjustment expense	170,000	87,000	170,000	240,000	304,000
Ending reserves	\$330,000	\$432,000	\$391,000	\$483,000	\$416,000

<b>Environmental</b>	Calendar Year Ending				
Direct Basis	NONE				

<b>Environmental</b>	Calendar Year Ending				
Assumed Reinsurance Basis	2003	2004	2005	2006	2007
Beginning reserves	\$55,000	\$7,000	\$95,000	\$34,000	\$7,000
Incurring losses and loss adjustment expense	172,000	93,000	45,000	45,000	37,000
Calendar year payments for losses and loss adjustment expense	220,000	5,000	106,000	72,000	8,000
Ending reserves	\$7,000	\$95,000	\$34,000	\$7,000	\$36,000

<b>Environmental</b>	Calendar Year Ending				
Net of Reinsurance Basis	2003	2004	2005	2006	2007
Beginning reserves	\$16,000	\$7,000	\$95,000	\$34,000	\$7,000
Incurring losses and loss adjustment expense	211,000	93,000	45,000	45,000	37,000
Calendar year payments for losses and loss adjustment expense	220,000	5,000	106,000	72,000	8,000
Ending reserves	\$7,000	\$95,000	\$34,000	\$7,000	\$36,000

## NOTES TO FINANCIAL STATEMENTS

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 .....	3,729,315	0.399	3,729,315	0.399
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 .....				
1.3 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) .....	44,025,586	4.711	44,025,586	4.711
2.2 Unaffiliated foreign securities .....	20,023,258	2.143	20,023,258	2.143
2.3 Affiliated securities .....				
3. Equity interests:				
3.1 Investments in mutual funds .....	1,432,024	0.153	1,432,024	0.153
3.2 Preferred stocks:				
3.21 Affiliated .....	875,048	0.094	875,048	0.094
3.22 Unaffiliated .....				
3.3 Publicly traded equity securities (excluding preferred stocks):				
3.31 Affiliated .....	318,069,595	34.034	318,069,595	34.034
3.32 Unaffiliated .....	72,981,101	7.809	72,981,101	7.809
3.4 Other equity securities:				
3.41 Affiliated .....				
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 .....	509,016	0.054	509,016	0.054
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 .....	472,922,835	50.603	472,922,835	50.603
9. Other invested assets .....				
10. Total invested assets	934,567,779	100.000	934,567,779	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  
 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 [ ] No [ X ]
  - 4.12 renewals? ..... Yes [ ] No [ X ]
- 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 REINSURANCE 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?  
Pricewaterhouse Coopers LLP, 1177 Avenue of Americas, New York, NY 10036
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, 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 [ ]
- Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and
- a. 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: ..... \$ ..... 1,519,149

**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 ..... \$ ..... 11,603,396
  - 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 ..... \$ ..... 4,747,738
  - 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 [  ] 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 10005-1101.....

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 [  ]

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
NA.....	Minster Court Asset Management Pty Limited.....	Level 12 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 [  ]

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.....	123,641,584	123,402,493	(239,091)
28.2 Preferred stocks.....	875,048	875,048	
28.3 Totals	124,516,632	124,277,541	(239,091)

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?.....\$ .....300,480

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
Reinsurance Association of America.....	120,280

31.1 Amount of payments for legal expenses, if any?.....\$ .....870,134

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.....	701,879

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

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
.....	.....
.....	.....

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	\$ .....23,520,802	\$	.....31,373,087
2.2	Premium Denominator	\$ .....493,985,490	\$	.....443,485,283
2.3	Premium Ratio (2.1/2.2)	.....0.048		.....0.071
2.4	Reserve Numerator	\$ .....18,695,361	\$	.....18,904,360
2.5	Reserve Denominator	\$ .....650,306,064	\$	.....591,814,936
2.6	Reserve Ratio (2.4/2.5)	.....0.029		.....0.032

- 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:.....  
 None issued.....
- 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?.....  
 The Company participates in comprehensive catastrophe reinsurance projections.....
- 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 [ X ] 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 [ X ]
- 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 [ X ]
- 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 [ X ] 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 [ X ] 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 [ X ]
- 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 [ X ]  
 (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 [ X ]  
 (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 [ X ]
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 [X] 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. .... 1
- 14.1 Is the company a cedant in a multiple cedant reinsurance contract?..... Yes [ ] No [ X ]  
 14.2 If yes, please describe the method of allocating and recording reinsurance among the cedants: .....
- 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 [ ] 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.

First, 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 the indications to group for all model perils.

Lastly, we use 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 REINSURANCE 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
<b>Gross Premiums Written</b> (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)	157,046,455	130,635,466	123,446,381	160,800,875	135,262,146
2. Property lines (Lines 1, 2, 9, 12, 21 & 26)	59,858,777	75,834,818	79,546,967	70,514,588	86,578,486
3. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	231,661,031	219,443,857	203,779,287	270,739,298	263,165,662
4. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	146,638,281	143,882,697	130,802,991	140,079,348	90,359,012
5. Nonproportional reinsurance lines (Lines 30, 31 & 32)	198,594,987	198,479,525	174,483,779	153,883,226	145,672,629
6. Total (Line 34)	793,799,531	768,276,363	712,059,405	796,017,336	721,037,935
<b>Net Premiums Written</b> (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)	126,783,649	85,610,390	74,178,928	92,251,584	68,158,347
8. Property lines (Lines 1, 2, 9, 12, 21 & 26)	49,680,970	52,149,754	53,795,547	38,299,335	43,613,440
9. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27)	124,718,729	139,187,865	123,318,610	154,275,261	105,439,415
10. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33)	23,535,940	31,406,252	33,473,895	45,415,769	53,677,036
11. Nonproportional reinsurance lines (Lines 30, 31 & 32)	157,486,586	160,399,372	142,694,835	119,167,754	118,764,219
12. Total (Line 34)	482,205,874	468,753,633	427,461,815	449,409,704	389,652,457
<b>Statement of Income</b> (Page 4)					
13. Net underwriting gain (loss) (Line 8)	(27,229,401)	20,256,602	15,575,466	22,164,296	(4,271,525)
14. Net investment gain (loss) (Line 11)	36,291,277	36,308,372	20,517,300	13,864,400	7,141,083
15. Total other income (Line 15)	14,464,693	7,348,530	6,186,286	11,412,064	17,475,000
16. Dividends to policyholders (Line 17)					
17. Federal and foreign income taxes incurred (Line 19)	11,555,400	19,231,444	15,065,928	15,096,731	8,622,352
18. Net income (Line 20)	11,971,169	44,682,060	27,213,124	32,344,029	11,722,206
<b>Balance Sheet Lines</b> (Pages 2 and 3)					
19. Total admitted assets excluding protected cell business (Page 2, Line 24, Col. 3)	1,258,548,789	1,171,664,694	1,122,876,439	1,010,836,153	861,878,367
20. Premiums and considerations (Page 2, Col. 3)					
20.1 In course of collection (Line 13.1)	18,611,692	52,884,439	34,428,864	165,448,325	135,650,467
20.2 Deferred and not yet due (Line 13.2)	127,721,154	133,945,217	123,310,070	38,894	592,955
20.3 Accrued retrospective premiums (Line 13.3)					
21. Total liabilities excluding protected cell business (Page 3, Line 24)	689,395,540	626,081,501	583,391,833	575,248,060	507,586,624
22. Losses (Page 3, Line 1)	395,362,724	342,888,197	304,581,592	301,635,620	280,392,675
23. Loss adjustment expenses (Page 3, Line 3)	56,678,359	51,530,653	42,004,622	41,851,007	13,044,957
24. Unearned premiums (Page 3, Line 9)	162,324,148	174,103,764	148,835,414	134,494,299	118,381,079
25. Capital paid up (Page 3, Lines 28 & 29)	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
26. Surplus as regards policyholders (Page 3, Line 35)	569,153,249	545,583,193	539,484,606	435,588,093	354,291,743
<b>Cash Flow</b> (Page 5)					
27. Net cash from operations (Line 11)	82,301,138	80,802,567	61,577,227	44,610,078	23,707,371
<b>Risk-Based Capital Analysis</b>					
28. Total adjusted capital	569,153,249	545,583,193	539,484,606	435,588,093	354,291,743
29. Authorized control level risk-based capital	130,219,203	111,836,329	110,038,873	97,833,691	84,493,577
<b>Percentage Distribution of Cash, Cash Equivalents and Invested Assets</b> (Page 2, Col. 3)(Item divided by Page 2, Line 10, Col. 3) x 100.0					
30. Bonds (Line 1)	7.3	15.1	34.8	56.9	44.0
31. Stocks (Lines 2.1 & 2.2)	42.1	40.7	33.6	29.1	30.2
32. Mortgage loans on real estate (Lines 3.1 and 3.2)					
33. Real estate (Lines 4.1, 4.2 & 4.3)	0.1	0.1	0.1	0.1	0.1
34. Cash, cash equivalents and short-term investments (Line 5)	50.6	43.8	30.0	13.9	25.7
35. Contract loans (Line 6)					
36. Other invested assets (Line 7)					
37. Receivables for securities (Line 8)		0.3	1.5		
38. Aggregate write-ins for invested assets (Line 9)					
39. Cash, cash equivalents and invested assets (Line 10)	100.0	100.0	100.0	100.0	100.0
<b>Investments in Parent, Subsidiaries and Affiliates</b>					
40. Affiliated bonds, (Sch. D, Summary, Line 25, Col. 1)					
41. Affiliated preferred stocks (Sch. D, Summary, Line 39, Col. 1)	875,048	888,647	1,425,477	1,947,984	1,676,511
42. Affiliated common stocks (Sch. D, Summary, Line 53, Col. 1)	318,069,591	291,065,245	279,058,665	128,855,520	101,473,332
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	318,944,639	291,953,892	280,484,142	130,803,504	103,149,843
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)	56.0	53.5	52.0	30.0	29.1



## FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2007	2 2006	3 2005	4 2004	5 2003
<b>Capital and Surplus Accounts (Page 4)</b>					
48. Net unrealized capital gains (losses) (Line 24) .....	(2,434,151)	(23,750,000)	(73,000,000)	(31,000,000)	
49. Dividends to stockholders (Line 35) .....	(30,000,000)	(23,750,000)	(73,000,000)	(31,000,000)	
50. Change in surplus as regards policyholders for the year (Line 38) .....	23,570,056	6,098,587	103,896,513	81,296,350	104,051,882
<b>Gross Losses Paid (Page 9, Part 2, Cols. 1 &amp; 2)</b>					
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) .....	108,628,229	58,863,589	69,490,239	64,805,229	60,196,359
52. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	25,903,609	36,706,820	48,424,840	29,428,028	24,997,623
53. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	105,807,288	120,014,776	139,518,467	63,553,891	53,207,276
54. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33) .....	103,222,429	84,189,988	83,727,116	50,748,478	36,369,704
55. Nonproportional reinsurance lines (Lines 30, 31 & 32) .....	109,616,074	124,269,636	124,454,731	87,568,326	79,536,315
56. Total (Line 34) .....	453,177,629	424,044,809	465,615,393	296,103,952	254,307,277
<b>Net Losses Paid (Page 9, Part 2, Col. 4)</b>					
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) .....	70,772,193	40,214,357	38,487,234	44,964,173	40,795,765
58. Property lines (Lines 1, 2, 9, 12, 21 & 26) .....	17,614,549	18,554,909	8,844,528	15,160,974	17,692,817
59. Property and liability combined lines (Lines 3, 4, 5, 8, 22 & 27) .....	42,950,140	47,829,028	47,235,448	35,170,954	32,360,846
60. All other lines (Lines 6, 10, 13, 14, 15, 23, 24, 28, 29 & 33) .....	17,905,122	20,168,083	37,535,380	23,223,723	28,769,154
61. Nonproportional reinsurance lines (Lines 30, 31 & 32) .....	90,175,230	54,862,714	86,330,905	65,316,581	60,075,672
62. Total (Line 34) .....	239,417,234	181,629,091	218,433,495	183,836,405	179,694,254
<b>Operating Percentages (Page 4) (Item divided by Page 4, Line 1) x 100.0</b>					
63. Premiums earned (Line 1) .....	100.0	100.0	100.0	100.0	100.0
64. Losses incurred (Line 2) .....	59.1	49.6	53.6	47.3	61.3
65. Loss expenses incurred (Line 3) .....	9.3	9.9	7.3	12.8	7.3
66. Other underwriting expenses incurred (Line 4) .....	37.1	35.9	35.3	34.8	32.5
67. Net underwriting gain (loss) (Line 8) .....	(5.5)	4.6	3.8	5.1	(1.1)
<b>Other Percentages</b>					
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) .....	35.0	32.4	32.7	31.0	26.9
69. Losses and loss expenses incurred to premiums earned (Page 4, Lines 2 + 3 divided by Page 4, Line 1 x 100.0) .....	68.4	59.5	60.9	60.1	68.6
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) .....	84.7	85.9	79.2	103.2	110.0
<b>One Year Loss Development (000 omitted)</b>					
71. Development in estimated losses and loss expenses incurred prior to current year (Schedule P, Part 2 - Summary, Line 12, Col. 11) .....	61,588	14,344	4,345	17,579	19,936
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) .....	11.3	2.7	1.0	5.0	8.0
<b>Two Year Loss Development (000 omitted)</b>					
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) .....	67,083	16,986	13,618	46,519	37,082
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) .....	12.4	3.9	3.8	18.6	18.4



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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 **10219**

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												
2.1 Allied lines												
2.2 Multiple peril crop												
2.3 Federal flood												
3. Farmowners multiple peril												
4. Homeowners multiple peril												
5.1 Commercial multiple peril (non-liability portion)												
5.2 Commercial multiple peril (liability portion)												
6. Mortgage guaranty												
8. Ocean marine												
9. Inland marine												
10. Financial guaranty												
11. Medical malpractice												
12. Earthquake												
13. Group accident and health (b)												
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												
18. Products liability												
19.1 Private passenger auto no-fault (personal injury protection)												
19.2 Other private passenger auto liability					426,302	(23,285)	323,046		(2,100)	1,200		
19.3 Commercial auto no-fault (personal injury protection)												
19.4 Other commercial auto liability												
21.1 Private passenger auto physical damage					47,367							
21.2 Commercial auto physical damage												
22. Aircraft (all perils)												
23. Fidelity												
24. Surety												
26. Burglary and theft												
27. Boiler and machinery												
28. Credit												
33. Aggregate write-ins for other lines of business												
34. TOTALS (a)					473,669	(23,285)	323,046		(2,100)	1,200		
<b>DETAILS OF WRITE-INS</b>												
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) Finance and service charges not included in Lines 1 to 34 \$ .....

(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.....	530,281
2. Increase (decrease) by adjustment:	
2.1 Totals, Part 1, Column 11 .....	(21,265)
2.2 Totals, Part 3, Column 8 .....	
3. Cost of acquired, (Totals, Part 2, Column 6, net of encumbrances (Column 7) and net of additions and 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 .....	509,016
9. Total valuation allowance .....	
10. Subtotal (Lines 8 plus 9) .....	509,016
11. Total nonadmitted amounts .....	
12. Statement value, current period (Page 2, real estate lines, Net Admitted Assets column) .....	509,016

## SCHEDULE B - VERIFICATION BETWEEN YEARS

Mortgage Loans

1. Book value/recorded investment excluding accrued interest of mortgages 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).....	

## 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).....	

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	
<b>BONDS</b>					
Governments (Including all obligations guaranteed by governments)	1. United States ..... 2. Canada ..... 3. Other Countries .....	3,729,316 ..... .....	3,749,945 ..... .....	3,662,143 ..... .....	3,756,000 ..... .....
	4. Totals	3,729,316	3,749,945	3,662,143	3,756,000
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 .....	..... ..... 1,018,426	..... ..... 1,016,019	..... ..... 1,024,810	..... ..... 1,000,000
	16. Totals	1,018,426	1,016,019	1,024,810	1,000,000
Public Utilities (unaffiliated)	17. United States ..... 18. Canada ..... 19. Other Countries .....	..... ..... .....	..... ..... .....	..... ..... .....	..... ..... .....
	20. Totals				
Industrial and Miscellaneous and Credit Tenant Loans (unaffiliated)	21. United States ..... 22. Canada ..... 23. Other Countries .....	44,025,587 ..... 19,004,830	43,813,485 ..... 18,959,620	44,423,970 ..... 19,065,820	44,000,000 ..... 19,000,000
	24. Totals	63,030,417	62,773,105	63,489,790	63,000,000
Parent, Subsidiaries and Affiliates	25. Totals				
	26. <b>Total Bonds</b>	67,778,159	67,539,069	68,176,743	67,756,000
<b>PREFERRED STOCKS</b>					
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	875,048	875,048	1,082,660	
	40. <b>Total Preferred Stocks</b>	875,048	875,048	1,082,660	
<b>COMMON STOCKS</b>					
Public Utilities (unaffiliated)	41. United States ..... 42. Canada ..... 43. Other Countries .....	..... ..... .....	..... ..... .....	..... ..... .....	..... ..... .....
	44. Totals				
Banks, Trust and Insurance Companies (unaffiliated)	45. United States ..... 46. Canada ..... 47. Other Countries .....	5,444,573 ..... .....	5,444,573 ..... .....	5,435,200 ..... .....	..... ..... .....
	48. Totals	5,444,573	5,444,573	5,435,200	
Industrial and Miscellaneous (unaffiliated)	49. United States ..... 50. Canada ..... 51. Other Countries .....	68,968,557 ..... .....	68,968,553 ..... .....	58,900,606 ..... .....	..... ..... .....
	52. Totals	68,968,557	68,968,553	58,900,606	
Parent, Subsidiaries and Affiliates	53. Totals	318,069,591	318,069,591	337,087,948	
	54. <b>Total Common Stocks</b>	392,482,721	392,482,717	401,423,754	
	55. <b>Total Stocks</b>	393,357,769	393,357,765	402,506,414	
	56. <b>Total Bonds and Stocks</b>	461,135,928	460,896,834	470,683,157	

**SCHEDULE D - VERIFICATION BETWEEN YEARS**

**Bonds and Stocks**

1. Book/adjusted carrying value of bonds and stocks, prior year.....	480,239,888	7. Amortization of premium.....	350,473
2. Cost of bonds and stocks acquired, Column 7, Part 3.....	182,338,746	8. Foreign Exchange Adjustment:	
3. Accrual of discount.....	89,845	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.....	(13,599)	8.4 Column 15, Part 4.....	
4.3 Column 15, Part 2, Sec. 2.....	1,947,481	9. Book/adjusted carrying value at end of current period.....	461,135,928
4.4 Columns 11 - 13, Part 4.....	(2,901,437)	10. Total valuation allowance.....	
5. Total gain (loss), Column 19, Part 4.....	1,336,317	11. Subtotal (Lines 9 plus 10).....	461,135,928
6. Deduct consideration for bonds and stocks disposed of Column 7, Part 4.....	201,550,841	12. Total nonadmitted amounts.....	
		13. Statement value of bonds and stocks, current period.....	461,135,928

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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)
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Class 1	56,592,561					56,592,561	45.8	136,003,607	60.8	56,592,561	
1.2 Class 2											
1.3 Class 3											
1.4 Class 4											
1.5 Class 5											
1.6 Class 6											
1.7 Totals	56,592,561					56,592,561	45.8	136,003,607	60.8	56,592,561	
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
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											
<b>3. States, Territories and Possessions etc., Guaranteed, Schedules D &amp; DA (Group 3)</b>											
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											
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
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											
<b>5. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Class 1	502,040		516,387			1,018,427	0.8	506,014	0.3	1,018,427	
5.2 Class 2											
5.3 Class 3											
5.4 Class 4											
5.5 Class 5											
5.6 Class 6											
5.7 Totals	502,040		516,387			1,018,427	0.8	506,014	0.3	1,018,427	

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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)
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
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											
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Class 1 .....	41,526,957	24,503,639				66,030,596	53.4	58,277,539	38.8	66,030,596	
7.2 Class 2 .....											
7.3 Class 3 .....											
7.4 Class 4 .....											
7.5 Class 5 .....											
7.6 Class 6 .....											
7.7 Totals	41,526,957	24,503,639				66,030,596	53.4	58,277,539	38.8	66,030,596	
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
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											
<b>9. Parent, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
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 REINSURANCE 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)
<b>10. Total Bonds Current Year</b>											
10.1 Class 1	98,621,558	24,503,639	516,387			123,641,584	100.0	XXX	XXX	123,641,584	
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	98,621,558	24,503,639	516,387			(b) 123,641,584	100.0	XXX	XXX	123,641,584	
10.8 Line 10.7 as a % of Col. 6	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	
<b>11. Total Bonds Prior Year</b>											
11.1 Class 1	128,206,390	66,580,769				XXX	XXX	194,787,159	100.0	194,787,159	
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	128,206,390	66,580,769				XXX	XXX	(b) 194,787,159	100.0	194,787,159	
11.8 Line 11.7 as a % of Col. 8	65.8	34.2				XXX	XXX	100.0	XXX	100.0	
<b>12. Total Publicly Traded Bonds</b>											
12.1 Class 1	98,621,558	24,503,639	516,387			123,641,584	100.0	194,787,159	100.0	123,641,584	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	98,621,558	24,503,639	516,387			123,641,584	100.0	194,787,159	100.0	123,641,584	XXX
12.8 Line 12.7 as a % of Col. 6	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
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.

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
<b>1. U.S. Governments, Schedules D &amp; DA (Group 1)</b>											
1.1 Issuer Obligations .....	56,592,561					56,592,561	45.8	136,003,607	60.8	56,592,561	
1.2 Single Class Mortgage-Backed/Asset-Backed Securities .....											
1.7 Totals .....	56,592,561					56,592,561	45.8	136,003,607	60.8	56,592,561	
<b>2. All Other Governments, Schedules D &amp; DA (Group 2)</b>											
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 .....											
<b>3. States, Territories, and Possessions Guaranteed, Schedules D &amp; DA (Group 3)</b>											
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 .....											
<b>4. Political Subdivisions of States, Territories and Possessions, Guaranteed, Schedules D &amp; DA (Group 4)</b>											
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 .....											
<b>5. Special Revenue &amp; Special Assessment Obligations etc., Non-Guaranteed, Schedules D &amp; DA (Group 5)</b>											
5.1 Issuer Obligations .....	502,040		516,387			1,018,427	0.8	506,014	0.3	1,018,427	
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 .....	502,040		516,387			1,018,427	0.8	506,014	0.3	1,018,427	



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
<b>6. Public Utilities (Unaffiliated), Schedules D &amp; DA (Group 6)</b>											
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 .....											
<b>7. Industrial &amp; Miscellaneous (Unaffiliated), Schedules D &amp; DA (Group 7)</b>											
7.1 Issuer Obligations .....	41,526,957	24,503,639				66,030,596	53.4	58,277,539	38.8	66,030,596	
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 .....	41,526,957	24,503,639				66,030,596	53.4	58,277,539	38.8	66,030,596	
<b>8. Credit Tenant Loans, Schedules D &amp; DA (Group 8)</b>											
8.1 Issuer Obligations .....											
8.7 Totals .....											
<b>9. Parents, Subsidiaries and Affiliates, Schedules D &amp; DA (Group 9)</b>											
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 REINSURANCE 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
<b>10. Total Bonds Current Year</b>											
10.1 Issuer Obligations	98,621,558	24,503,639	516,387			123,641,584	100.0	XXX	XXX	123,641,584	
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								XXX	XXX		
10.5 Defined								XXX	XXX		
10.6 Other								XXX	XXX		
10.7 Totals	98,621,558	24,503,639	516,387			123,641,584	100.0	XXX	XXX	123,641,584	
10.8 Line 10.7 as a % of Col. 6	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	
<b>11. Total Bonds Prior Year</b>											
11.1 Issuer Obligations	128,206,390	66,580,769				XXX	XXX	194,787,159	100.0	194,787,159	
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						XXX	XXX				
11.5 Defined						XXX	XXX				
11.6 Other						XXX	XXX				
11.7 Totals	128,206,390	66,580,769				XXX	XXX	194,787,159	100.0	194,787,159	
11.8 Line 11.7 as a % of Col. 8	65.8	34.2				XXX	XXX	100.0	XXX	100.0	
<b>12. Total Publicly Traded Bonds</b>											
12.1 Issuer Obligations	98,621,558	24,503,639	516,387			123,641,584	100.0	194,787,159	97.4	123,641,584	XXX
12.2 Single Class Mortgage-Backed/Asset-Backed Securities MULTI-CLASS RESIDENTIAL MORTGAGE-BACKED SECURITIES											XXX
12.3 Defined											XXX
12.4 Other											XXX
12.5 Defined											XXX
12.6 Other											XXX
12.7 Totals	98,621,558	24,503,639	516,387			123,641,584	100.0	194,787,159	97.4	123,641,584	XXX
12.8 Line 12.7 as a % of Col. 6	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	XXX
12.9 Line 12.7 as a % of Line 10.7, Col. 6, Section 10	79.8	19.8	0.4			100.0	XXX	XXX	XXX	100.0	XXX
<b>13. Total Privately Placed Bonds</b>											
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										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 REINSURANCE 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 .....	60,645,210	60,645,210			
2. Cost of short-term investments acquired .....	245,085,127	245,085,127			
3. Increase (decrease) by adjustment .....	1,176,582	1,176,582			
4. Increase (decrease) by foreign exchange adjustment .....					
5. Total profit (loss) on disposal of short-term investments .....	7,600	7,600			
6. Consideration received on disposal of short-term investments .....	261,034,164	261,034,164			
7. Book/adjusted carrying value, current year .....	45,880,355	45,880,355			
8. Total valuation allowance .....					
9. Subtotal (Lines 7 plus 8) .....	45,880,355	45,880,355			
10. Total nonadmitted amounts .....					
11. Statement value (Lines 9 minus 10) .....	45,880,355	45,880,355			
12. Income collected during year .....	2,694,415	2,694,415			
13. Income earned during year .....	2,608,471	2,608,471			

(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) .....
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) .....

**NONE**

## 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) .....
2. Consideration received (Section 2, Column 7) .....
3. Increase/(Decrease) by Adjustment (Section 1, Column 12) (Section 1, Column 13) .....
4. Gain/(Loss) on Termination:
  - 4.1 Recognized (Section 3, Column 14) .....
  - 4.2 Used to Adjust Basis (Section 3, Column 15) .....
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 .....

**NONE**

**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)	.....	133,497
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)	.....	133,497
4.1 Variation Margin on Contracts Terminated During the Year (Section 3, Column 6)	.....	(1,317,589)
4.2 Less:		
4.21 Gain/(Loss) Recognized in Current Year (Section 3, Column 11)	.....	(1,317,589)
4.22 Gain/(Loss) Used to Adjust Basis of Hedge (Section 3, Column 12)	.....	(1,317,589)
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**

	<b>Statement Value</b>
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)	.....
	<b>Fair Value</b>
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 REINSURANCE 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	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [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			
0499999 - Total - Authorized - Affiliates																			
95-2371728	22667	ACE AMERICAN INS CO.	PA		1												1	(1)	25
06-0237820	20699	ACE P&C INS CO.	PA			7		102	19	17	4				149			149	
36-2661954	10103	AMERICAN AGRICULTURAL INS CO.	IN		13	10				5	1				16	(137)		153	6
73-0714500	60410	AMERICAN FIDELITY ASSURANCE CO.	OK		1,692	67		390		443	103				1,003			378	268
74-0484030	60739	AMERICAN NATIONAL INS CO.	TX					65							65	(3)		68	
35-0145400	19704	AMERICAN STATES INS CO.	IN			1									1			1	
06-1430254	10348	ARCH REINS CO.	NE		305	(12)		1,627	164	(20)	(5)				1,754	(114)		1,868	
36-2994662	36552	AXA CORPORATE SOLUTIONS REINS CO.	DE		(17)	72		963	97	154	35				1,321	(1,111)		2,432	16
51-0434766	20370	AXIS REINS CO.	NY		4,377	1,610		767		1,111	258				3,746		1,355	2,391	1,348
73-1238130	18538	BANCINSURE INC.	OK			7				40	9				56			56	
36-6033921	38245	BCS INS CO.	OH			(1)									(1)	(28)		27	
47-0574325	32603	BERKLEY INS CO.	DE		1,555	1,515		3,628	528	2,078	482		661		8,892	(96)		8,988	
38-0397420	80659	CANADA LIFE ASSURANCE CO.	MI			1		50							51			51	
13-2781282	25070	CLEARWATER INS CO.	DE					788	82	96	22				988			988	
36-2114545	20443	CONTINENTAL CASUALTY CO.	IL			1									1			1	
06-1325038	39136	CONVERIUM REINS (NORTH AMERICA) INC.	CT			25		(152)		3	1				(123)	3		(126)	
38-2145898	33499	DORINCO REINS CO.	MI			50		(4)							46	(488)		534	20
48-0921045	39845	EMPLOYERS REINS CORP.	MO		50			36					6		42	187		(145)	
99-0360327	11551	ENDURANCE REINS CORP OF AMERICA	NY		(4)	2,112		3,606	1,278	4,969	1,152		1,056		(10)	14,157		22	14,135
25-1232960	26263	ERIE INS CO.	PA													(4)		4	
22-2005057	26921	EVEREST REINS CO.	DE		2,422	43		7		1,040	241				1,331	(530)		1,861	47
05-0316605	21482	FACTORY MUTUAL INS CO.	RI			1		3		2					6			6	
13-2997499	38776	FOLKSAMERICA REINS CO.	NY		12	318		3,441	239	397	92				(4)	4,483	174	4,309	775
13-2611847	70939	GERBER LIFE INS CO.	NY			2									(3)	(1)	(23)	22	583
95-1479095	22322	GREENWICH INS CO.	DE		5,741	223		(118)	169	359	83		1,191		(517)	1,390	3,188	(1,798)	33
06-0383750	19682	HARTFORD FIRE INS CO.	CT			1					30				38			38	
74-1296673	22489	HIGHLANDS INS CO.	TX			(17)					7				(17)			(17)	
13-3077651	40223	ICM INS CO.	NY			16		22							38			38	
04-1543470	23043	LIBERTY MUTUAL INS CO.	MA		(851)	3,062		796	279	3,891	902				8,930	(50)		8,980	
23-2044256	76694	LONDON LIFE REINS CO.	PA		7,568	406		406		3,537	820				5,169	2,568		2,601	382
13-2725441	26298	METROPOLITAN P&C INS CO.	RI			47									47			47	3
22-3818012	20362	MITSUI SUMITOMO INS CO OF AMERICA	NY			5		88	12	7	2				114			114	1
38-0855585	22012	MOTORS INS CORP.	MI		1,468	146		171		406	94				817	599		218	33
13-4924125	10227	MUNICH REINS AMERICA INC.	DE		23,851	(426)		9,512	190	4,030	935		237		51	14,529	2,185	12,344	247
47-0355979	20087	NATIONAL INDEMNITY CO.	NE		52,075	(2,533)		13,555	17	13,096	3,037		5,466		32,638	(1,187)		33,825	1,801
13-3138390	42307	NAVIGATORS INS CO.	NY			(3)		(1)							(4)			(4)	
22-2187459	35432	NEW JERSEY RE- INS CO.	NJ		(3)	51		96		25	6				178	18		160	
02-0170490	14788	NGM INS CO.	FL			153		18	5	2					142	(337)		479	12
47-0698507	23680	ODYSSEY AMERICA REINS CO.	CT		5,407	70		208		1,253	290				1,821	806		1,015	246
23-1502700	21970	ONEBEACON INS CO.	PA			12		55							67	2		65	5
13-3031176	38636	PARTNER REINS CO OF THE US.	NY		9,871	3,183		2,385	632	7,637	1,771		5,875		(162)	21,321	1,296	20,025	642
23-1621593	17914	PHILADELPHIA CONTRIBUTIONSHIP INS CO.	PA			5		15							20			20	1
23-2153760	39675	PMA CAPITAL INS CO.	PA					40	16	31	7				94			94	
35-6021485	12416	PROTECTIVE INS CO.	IN		37					15	3				18			18	
84-0583213	23752	QUANTA INDEMNITY CO.	CO		44	36		567					1,000		1,603	(105)		1,708	560
04-1752900	15067	QUINCY MUTUAL FIRE INS CO.	MA													(1)		(1)	
23-0580680	24457	RELIANCE INS CO.	PA					168	26	21	5				220	(36)		256	
41-0451140	67105	RELIASTAR LIFE INS CO.	MN		1,167	(26)		130		2,384	553				3,041	254		2,787	
53-0242530	61360	RELIASTAR LIFE INS CO OF NY.	NY					18							18			18	
25-1620138	35505	ROCKWOOD CASUALTY INS CO.	PA			22		3							25	10		15	
75-1444207	30058	SCOR REINS CO.	NY			33		88	(44)	6	1				84	10		74	
22-2664587	26174	SECURITY INDEMNITY INS CO.	NJ			1,832		271	107	79	18				2,307	(610)		2,917	
41-0406690	24767	ST PAUL FIRE & MARINE INS CO.	MN			30		(3)							27	(19)		46	9
13-5679267	69078	STANDARD SECURITY LIFE INS CO OF NY.	NY		6,633	543		1,680		1,579	366				4,168	1,197		2,971	
13-1675535	25364	SWISS REIN AMERICA CORP.	NY		22,668	2,972		7,086	1,134	10,152	2,354		14,420		(9)	38,109	7,103	31,006	4,780
94-1517098	25534	TIG INS CO.	CA			6									18			18	1

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [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			
13-2918573	42439	TOA REINS CO OF AMERICA	DE		9,966	6,301		4,105	810	10,268	2,384	5,682	(9)	29,541	2,428		27,113	1,426	
13-6108722	12904	TOKIO MARINE AND NICHIDO FIRE INS CO	NY			11		198	9					218			218	3	
13-5616275	19453	TRANSATLANTIC REINS CO	NY		13,897	574		1,757	3	5,081	1,178	1,093	30	9,716	3,908		5,808	575	
52-0515280	25887	UNITED STATES FIDELITY AND GUARANTY CO	MD			44		32						76			76	3	
13-1290712	20583	XL REINS AMERICA INC	NY		50	129		838	146	422	98	3	(11)	1,625	95		1,530		
95-1651549	13269	ZENITH INS CO	CA					10						10	1		9		
0599998 - Other U.S. Unaffil Insurers (Under \$100,000)																			
0599999 - Authorized - Other U.S. Unaffiliated Insurers					169,995	22,690		59,566	5,918	74,646	17,309	36,690	(680)	216,139	22,909		193,230	13,894	
AA-1120337	00000	ASPEN INS UK LTD	GB		130	(39)		186	11	764	177			1,099	139		960		
AA-1340125	00000	HANNOVER RUECKVERSICHERUNG AG	D1		214	10		55	3	299	69	2		438	107		331		
AA-1122000	00000	LLOYD'S OF LONDON	GB			(3)		18						15	3		12	256	
AA-1126028	00000	LLOYD'S SYNDICATE NUMBER 28	GB					3						3			3		
AA-1126033	00000	LLOYD'S SYNDICATE NUMBER 33	GB		2,304	275		204	16	1,878	435	33		2,841	(137)		2,978	136	
AA-1126040	00000	LLOYD'S SYNDICATE NUMBER 40	GB					3						3			3		
AA-1126051	00000	LLOYD'S SYNDICATE NUMBER 51	GB					7						7			7		
AA-1126102	00000	LLOYD'S SYNDICATE NUMBER 102	GB		(2)												(1)		
AA-1126190	00000	LLOYD'S SYNDICATE NUMBER 190	GB		(27)	(41)		2,955	243					3,157	(4)		3,161		
AA-1126205	00000	LLOYD'S SYNDICATE NUMBER 205	GB					3						3			3		
AA-1126219	00000	LLOYD'S SYNDICATE NUMBER 219	GB					2						2			2		
AA-1126227	00000	LLOYD'S SYNDICATE NUMBER 227	GB												(3)		3		
AA-1126250	00000	LLOYD'S SYNDICATE NUMBER 250	GB												(4)		4		
AA-1126362	00000	LLOYD'S SYNDICATE NUMBER 362	GB					8						8			8		
AA-1126376	00000	LLOYD'S SYNDICATE NUMBER 376	GB					1						1			1		
AA-1126382	00000	LLOYD'S SYNDICATE NUMBER 382	GB															1	
AA-1126435	00000	LLOYD'S SYNDICATE NUMBER 435	GB			(7)		2						(5)	3		(8)		
AA-1126490	00000	LLOYD'S SYNDICATE NUMBER 490	GB					3						3			3		
AA-1126529	00000	LLOYD'S SYNDICATE NUMBER 529	GB					1						1	(4)		5		
AA-1126566	00000	LLOYD'S SYNDICATE NUMBER 566	GB		4										18		(18)		
AA-1126570	00000	LLOYD'S SYNDICATE NUMBER 570	GB					1						1			1		
AA-1126609	00000	LLOYD'S SYNDICATE NUMBER 609	GB		(10)			15						15	16		(1)		
AA-1126623	00000	LLOYD'S SYNDICATE NUMBER 623	GB		13					4	1			5			5		
AA-1126626	00000	LLOYD'S SYNDICATE NUMBER 626	GB					1						1	18		(17)		
AA-1126727	00000	LLOYD'S SYNDICATE NUMBER 727	GB			(30)		3						(27)	(2)		(25)		
AA-1126780	00000	LLOYD'S SYNDICATE NUMBER 780	GB		139	231		1,816		875	203			3,125	367		2,758		
AA-1126861	00000	LLOYD'S SYNDICATE NUMBER 861	GB			(22)		13						(9)	(2)		(7)		
AA-1126958	00000	LLOYD'S SYNDICATE NUMBER 958	GB		102			3		827	192			1,022	10		1,012		
AA-1126991	00000	LLOYD'S SYNDICATE NUMBER 991	GB											(2)			2		
AA-1127007	00000	LLOYD'S SYNDICATE NUMBER 1007	GB		56			3		835	194			1,032	17		1,015		
AA-1127019	00000	LLOYD'S SYNDICATE NUMBER 1019	GB					1						1			1		
AA-1127069	00000	LLOYD'S SYNDICATE NUMBER 1069	GB			2								2	(7)		9		
AA-1127084	00000	LLOYD'S SYNDICATE NUMBER 1084	GB		54					23	5			28	50		(22)		
AA-1127096	00000	LLOYD'S SYNDICATE NUMBER 1096	GB		551	515		18		187	43			763	647		116		
AA-1127141	00000	LLOYD'S SYNDICATE NUMBER 1141	GB												(1)		1		
AA-1127173	00000	LLOYD'S SYNDICATE NUMBER 1173	GB			(60)								(60)	(5)		(55)		
AA-1127183	00000	LLOYD'S SYNDICATE NUMBER 1183	GB		315	5		(5)	9	150	42			201	96		105	10	
AA-1127209	00000	LLOYD'S SYNDICATE NUMBER 1209	GB			(27)								(27)	(2)		(25)		
AA-1127215	00000	LLOYD'S SYNDICATE NUMBER 1215	GB					1						1			1		
AA-1127224	00000	LLOYD'S SYNDICATE NUMBER 1224	GB												(2)		2		
AA-1127239	00000	LLOYD'S SYNDICATE NUMBER 1239	GB												(2)		2		
AA-1127241	00000	LLOYD'S SYNDICATE NUMBER 1241	GB												(2)		2		
AA-1127243	00000	LLOYD'S SYNDICATE NUMBER 1243	GB		3	(10)		5						(5)			(5)		
AA-1127400	00000	LLOYD'S SYNDICATE NUMBER 1400	GB		87					35	8			43	5		38		
AA-1127414	00000	LLOYD'S SYNDICATE NUMBER 1414	GB		(10)	229		449		114	27			819	65		754		
AA-1127607	00000	LLOYD'S SYNDICATE NUMBER 1607	GB		70	(28)		7		17	4			(34)	34		8		
AA-1127611	00000	LLOYD'S SYNDICATE NUMBER 1611	GB			3								3	1		2		
AA-1128000	00000	LLOYD'S SYNDICATE NUMBER 2000	GB		19			14						14			14		
AA-1128001	00000	LLOYD'S SYNDICATE NUMBER 2001	GB		344	(32)		119		10	2			99	72		27	23	



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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 Reinsurance Recoverable On										8 Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [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-1128003	00000	LLOYD'S SYNDICATE NUMBER 2003	GB		8											(3)		3		
AA-1128010	00000	LLOYD'S SYNDICATE NUMBER 2010	GB		573	84		160		161	37				442	19		423		
AA-1128020	00000	LLOYD'S SYNDICATE NUMBER 2020	GB		39	16		1		14	3				34	6		28	(14)	
AA-1128147	00000	LLOYD'S SYNDICATE NUMBER 2147	GB		(38)	(10)		48							38	51		(13)		
AA-1128488	00000	LLOYD'S SYNDICATE NUMBER 2488	GB		427	(59)		25		172	39				177	39		138	44	
AA-1128623	00000	LLOYD'S SYNDICATE NUMBER 2623	GB		45					14	3				17	1		16		
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791	GB		25	14		3		(1)					16	36		(20)		
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987	GB		3,775	(196)		290		777	180				1,051	1,214		(163)	280	
AA-1129000	00000	LLOYD'S SYNDICATE NUMBER 3000	GB		97					39	9				48	(200)		248		
AA-1120056	00000	LLOYD'S SYNDICATE NUMBER 3786	GB		58	(23)		6		14	3				14	(29)		29	7	
AA-1126004	00000	LLOYD'S SYNDICATE NUMBER 4444	GB		(195)			194	10	8	2				214	(99)		313		
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472	GB		2,005	(45)		686		909	211				1,761	(413)		2,174	26	
AA-1126003	00000	LLOYD'S SYNDICATE NUMBER 5000	GB		(6)	5		2							7	4		3	(89)	
AA-1120048	00000	LLOYD'S SYNDICATE NUMBER 5820	GB		723	177		22		242	56				497	376		121		
AA-1121425	00000	MARKEL INTERNATIONAL INS CO LTD	GB			(9)		2							(7)	(4)		(3)	91	
AA-1121366	00000	SPHERE DRAKE INS LTD	GB			(29)		40							11	5		6		
AA-1120962	00000	ST PAUL REINS CO LTD (UK CORP)	GB					2							2	(2)		4		
0899998 - Authorized - Other Non-U.S. Insurers (Under \$100,000)																				
0899999 - Authorized - Other Non-U.S. Insurers					11,892	896		7,396	292	8,367	1,945		35		18,931	2,423		16,508	779	
0999999 - Total - Authorized					181,887	23,586		66,962	6,210	83,013	19,254		36,725	(680)	235,070	25,332		209,738	14,673	
AA-1121235	00000	EQUATOR REINSURANCES LIMITED	BM		75,879	1,556		75,394	1,242	23,708	5,498		32,016		139,414	9,041		130,373	8,662	
AA-1120481	00000	QBE INTERNATIONAL INSURANCE LIMITED	GB		155										58			(58)	43	
00-0000000	00000	QBE REINSURANCE (BERMUDA) LIMITED	BM		25,225	3,052		2,373	150	9,116	2,114		3,397	530	20,732	4,451		16,281	1,872	
1299999 - Unauthorized - Affiliates - Other (Non-U.S.)					101,259	4,608		77,767	1,392	32,824	7,612		35,413	530	160,146	13,550		146,596	10,577	
1399999 - Total - Unauthorized - Affiliates					101,259	4,608		77,767	1,392	32,824	7,612		35,413	530	160,146	13,550		146,596	10,577	
59-2599788	24619	AEGUCAP INS CO	FL			280		20		7	25		6		338			338		
82-0189910	13765	FARM BUREAU MUTUAL	ID			(1)									(1)			(1)		
74-2378996	26808	GULF STATES INS CO	OK		1	75		271					29	144	519	287		232	18	
61-0904881	35904	HEALTH CARE INDEMNITY INCORP	CO			2		3							5			5		
75-2823150	10981	RELIANT AMERICAN INS CO	TX			313		338							651	67		584		
1499998 - Unauthorized - Other U.S. Unaffiliated Insurers (Under \$100,000)																				
1499999 - Unauthorized - Other U.S. Unaffiliated Insurers					1	669		632	7	25	6		29	144	1,512	354		1,158	18	
AA-3190002	00000	ACE INS CO LTD	BM					13							13			13		
AA-1380004	00000	AEGON LEVENSVZERKERING NV	GB												(6)			6		
AA-1380005	00000	AGO VERZEKERINGEN	NL			3		9							12			12		
AA-1580015	00000	AIOI INS CO LTD	JP			4									4	(2)		6		
AA-1460115	00000	ALEA EUROPE LTD	CH			(306)		13							(293)			(293)	3	
AA-1120146	00000	ALEA LONDON LTD	GB		242			253		(46)	(11)				195	37		158	291	
AA-3194128	00000	ALLIED WORLD ASSURANCE CO LTD	BM		92	(81)		770	121	305	71		2	(7)	1,181	64		1,117		
AA-3190874	00000	AMLIN BERMUDA LTD	BM		201					58	13				71	(40)		111		
AA-3190010	00000	ANCON INS CO SA	BM			91		57							148	2		146	4	
AA-3194126	00000	ARCH REINS LTD	BM		332															
AA-3190873	00000	ARIEL REINS CO LTD	BM		448															
AA-3194168	00000	ASPEN INS LTD	BM		(1)	10		34	16	108	25				193	20		173		
AA-1320012	00000	AXA CORPORATE SOLUTIONS ASSUR	FR			10		1,232	231	216	50				1,739	30		1,709	9	
AA-3194139	00000	AXIS SPECIALTY LTD	BM		824										4			(4)		
AA-3190035	00000	BERMUDA FIRE AND MARINE INS CO LTD	BM			19		12							31			31	57	
AA-1120242	00000	BRIT INS LTD	GB		3,748	764		655		1,127	261				2,807	1,764		1,043	2	
AA-1930880	00000	CALLIDEN GRP LTD	AU			(8)									(8)			(8)		
AA-3190897	00000	CASTLEPOINT REINS CO LTD	BM		8,181	1,026		1,235	149	2,319	537		2,944		8,210	765		7,445	1,601	
AA-3194161	00000	CATLIN INS CO LTD	BM													(9)		9		
AA-5280012	00000	CENTRAL REINS CORP	TW			3		4							7			7	11	
AA-3190055	00000	CHAMPLAIN INS CO LTD	BM			2		98							100			100	5	
AA-0051122	00000	CHAPARRAL INTERNATIONAL REINS CO	TC			101		84							185	1		184	57	
AA-5324100	00000	CHINA INTERNATIONAL REINS CO LTD	HK			7				3	1				4	(1)		5		
AA-1280025	00000	CODAN FORSIKRINGS AS	DK			4		6							10			10	1	
AA-3194122	00000	DAVINCI REINS LTD	BM		32					13	3				16	8		8		

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	Reinsurance Recoverable On										Reinsurance Payable		18 Net Amount Recoverable From Reinsurers Cols. 15 - [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-1120515	00000	EAGLE STAR INS CO LTD	GB					2						2			2		
AA-1120521	00000	EAGLE STAR REINS CO	GB												(1)		1		
AA-3194130	00000	ENDURANCE SPECIALTY INS LTD	BM				3							3	121		(118)		
AA-1120827	00000	ERC FRANKONA REINS LTD	GB		(1)	(48)			7					97	135		(38)		
AA-1340085	00000	ES RUECKVERSICHERUNGS AK	D1				2	1						3			3		
AA-1780034	00000	ESG REINS IRELAND LTD	IE												(1)		1		
AA-1120620	00000	FOLKSAM INTERNATIONAL INS CO (UK) LTD	GB												(1)		1		
AA-1580035	00000	FUJI FIRE AND MARINE INS CO LTD	JP				1	19						20			20	1	
AA-1120643	00000	GE FRANKONA REINS LTD	GB		156					130	30			160	532		(372)		
AA-1340100	00000	GOTHAER RUCKVERSICHERUNG AG	D1				(3)	(1)						(4)			(4)	6	
AA-1780039	00000	GULFSTREAM INS (IRELAND) LTD	IE				6	7						13			13	1	
AA-3191081	00000	GULFSTREAM INS LTD	BM				5	3						8			8		
AA-3190060	00000	HANOVER RE (BERMUDA) LTD	BM		251										24		(24)		
AA-3190886	00000	HARBOR POINT RE LTD	BM		80					33	8			41	19		22		
AA-3190875	00000	HISCOX INS CO (BERMUDA) LTD	BM		461														
AA-1720095	00000	INDUSTRIAL MUTUAL INS CO	FI				26	13						39	1		38	35	
AA-1380090	00000	INTERLLOYD VERZEKERING MIJ NV	N1				10	6						16			16	11	
AA-3190463	00000	IPCRE LTD	BM		103			795		(166)	(39)			590	125		465	7	
AA-1720055	00000	JALLEEN VAKUUTUSOSAKEVHTIO PATRIA	FI				26	22						48			48		
AA-1280071	00000	KAB INTERNATIONAL	DK												(1)		1		
AA-1320255	00000	LA REUNION FRANCAISE SA	FR				(2)	17						15	(5)		20	32	
AA-3190667	00000	MANULIFE P&C LTD	BM				4	1						5	1		4		
AA-1840610	00000	MAPFRE INDUSTRIAL S A	ES		9		(3)	12						9			9		
AA-1364113	00000	MILANO ASSICURAZIONI SPA	IT				21	22						43			43		
AA-1360156	00000	MILL RI GRUPPO RIASSICURATIVO	IT				22	11						33			33	1	
AA-3194129	00000	MONTPELIER REINS LTD	BM		852			1,835	81	(11)	(3)			1,902	83		1,819		
AA-1121200	00000	MOORGATE INS CO LTD	GB				52	35						87	1		86	1	
AA-1320205	00000	MUTUELLE CENTRALE DE REASSURANCE	FR				5	18						23			23	1	
AA-1120015	00000	NEW HAMPSHIRE INS CO	GB		626		(62)	26		245	57			266	12		254	191	
AA-1580060	00000	NIPPONKOA INS CO LTD (JAPAN)	JP				11	19						30			30	1	
AA-1580065	00000	NISSAN FIRE AND MARINE INS CO LTD	JP		1		11	29						40	(54)		94		
AA-1121085	00000	NORDEN INS CO (UK) LTD	GB				16	13						29			29		
AA-3194165	00000	OLYMPUS REINS CO LTD	BM		12			1,041		184	43			1,268	110		1,158		
AA-3191083	00000	PICO LTD	BM				3	12						15			15	1	
AA-3194174	00000	PLATINUM UNDERWRITERS BERMUDA LTD	BM		839					62	14			76	76				
AA-3190134	00000	PMG ASSUR LTD	BM				(1)	(1)						(2)			(2)		
AA-3194137	00000	PXRE REINS LTD	BM		499		(113)	3,774		992	230			4,883	317		4,566	10	
AA-2830012	00000	QBE DEL ISTMO REINS INC	P1		2,843		531	1,798		369	86	665	39	3,488	2,308		1,180		
AA-3190545	00000	QUEST INS SOLUTIONS LTD	BM		1,072			3		548	127			678	439		239		
AA-3190339	00000	RENAISSANCE REINS LTD	BM		32		12	21		13	3			49	11		38		
AA-3190551	00000	ROSEMONT REINS LTD	BM		(3)		472	1,707	193	541	126	120		3,159			3,159	1,354	
AA-3160046	00000	ROYAL BANK OF CANADA INS CO LTD	BB		(55)		490	1,734		553	128			2,905	220		2,685	7	
AA-3190556	00000	RUSSELL RE LTD	BM												(1)		1	38	
AA-3190746	00000	SPHERE DRAKE INS (BERMUDA) LTD	BM				6	7						13			13		
AA-1440090	00000	STOCKHOLM ATERFORSAKR INGS AB	SE				(6)							(6)			(6)	166	
AA-3190125	00000	STOCKHOLM RE (BERMUDA) LTD	BM				(1)							(1)			(1)		
00-0000000	00000	STRATUS RE	VI		6,103			2,334		1,134	263			4,004	999		3,005		
AA-1460146	00000	SWISS REINS CO	SE					17						17	(159)		176		
AA-1580080	00000	TAISEI FIRE & MARINE INS CO LTD	JP		1		45	29						74	(51)		125	50	
AA-1420100	00000	UNI POLARIS	NO				52	33						85			85	1	
AA-3190870	00000	VALIDUS REINS LTD	BM		160										(19)		19		
AA-3190180	00000	WESTERN GENERAL INS LTD	BM					636	67	78	18			799			799		
AA-1340255	00000	WURTEMBERGISCHE VERSICHERUNG AG	D1		74					30	7			37	8		29		
AA-3190757	00000	XL REINS LTD	BM		226			18		81	19			118	(463)		581		
1799998	Unauthorized - Other Non-U.S. Insurers (Under \$100,000)																		
1799999	Unauthorized - Other Non-U.S. Insurers				28,447	3,508		20,681	865	8,919	2,067	3,731	31	39,802	7,423		32,379	3,956	
1899999	Total - Unauthorized				129,707	8,785		99,080	2,264	41,768	9,685	39,173	705	201,460	21,327		180,133	14,551	
1999999	Total - Authorized and Unauthorized				311,594	32,371		166,042	8,474	124,781	28,939	75,898	25	436,530	46,659		389,871	29,224	
2099999	Total - Protected Cells																		
9999999	Totals				311,594	32,371		166,042	8,474	124,781	28,939	75,898	25	436,530	46,659		389,871	29,224	

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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.	GREENWICH REINS CO.....	39.000	4,067
2.	CASTLEPOINT REINS CO. LTD.....	35.000	4,039
3.	NATIONAL INDEMNITY CO.....	35.000	6,570
4.	SWISS REIN AMERICA CORP.....	35.000	12,483
5.	TOA REINS CO OF AMERICA.....	35.000	2,628

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.	EQUATOR REINSURANCES LIMITED.....	139,414	75,879	Yes [ X ] No [ ]
2.	SWISS REIN AMERICA CORP.....	38,109	22,668	Yes [ ] No [ X ]
3.	NATIONAL INDEMNITY CO.....	32,638	52,075	Yes [ ] No [ X ]
4.	TOA REINS CO OF AMERICA.....	29,541	9,966	Yes [ ] No [ X ]
5.	PARTNER REINS CO OF THE US.....	21,321	9,871	Yes [ ] No [ X ]

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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												
0299999 - Authorized - Affiliates - U.S. Non-Pool												
0399999 - Authorized - Affiliates - Other (Non-U.S.)												
0499999 - Total - Authorized - Affiliates												
06-0237820	20699	ACE P&C INS CO.	PA	.9	(2)				(2)	.7	(28.6)	
36-2661954	10103	AMERICAN AGRICULTURAL INS CO.	IN	.10						.10		
73-0714500	60410	AMERICAN FIDELITY ASSURANCE CO.	OK	.67						.67		
35-0145400	19704	AMERICAN STATES INS CO.	IN				.1	.1		.1	100.0	
06-1430254	10348	ARCH REINS CO.	NE	(14)	2				2	(12)	(16.7)	
36-2994662	36552	AXA CORPORATE SOLUTIONS REINS CO.	DE	.72						.72		
51-0434766	20370	AXIS REINS CO.	NY	.785						.785		
73-1238130	18538	BANCINSURE INC.	OK						3	.7	57.1	
36-6033921	38245	BCS INS CO.	OH						(1)	(1)	100.0	
47-0574325	32603	BERKLEY INS CO.	DE	1,515						1,515		
38-0397420	80659	CANADA LIFE ASSURANCE CO.	MI						.1	.1	100.0	
36-2114545	20443	CONTINENTAL CASUALTY CO.	IL						.1	.1	100.0	
06-1325038	39136	CONVERIUM REINS (NORTH AMERICA) INC.	CT							.1	100.0	
38-2145898	33499	DORINCO REINS CO.	MI	.50					(23)	25	(92.0)	
99-0360327	11551	ENDURANCE REINS CORP OF AMERICA	NY	1,271	508	333				841	39.8	
22-2005057	26921	EVEREST REINS CO.	DE	.30	13					.43	30.2	
05-0316605	21482	FACTORY MUTUAL INS CO.	RI						.1	.1	100.0	
13-2997499	38776	FOLKSAMERICA REINS CO.	NY	.317					(4)	.1	100.0	
13-2611847	70939	GERBER LIFE INS CO.	NY						2	.2	100.0	
95-1479095	22322	GREENWICH INS CO.	DE	.205	23	(5)				.18	8.1	
06-0383750	19682	HARTFORD FIRE INS CO.	CT	.1						.1		
74-1296673	22489	HIGHLANDS INS CO.	TX						(17)	(17)	100.0	
13-3077651	40223	ICM INS CO.	NY						14	.16	87.5	
04-1543470	23043	LIBERTY MUTUAL INS CO.	MA	2,526	84	452				536	17.5	
23-2044256	76694	LONDON LIFE REINS CO.	PA	.406						.406		
22-3818012	20362	MITSUJ SUMITOMO INS CO OF AMERICA	NY	.2					2	.3	60.0	
38-0855585	22012	MOTORS INS CORP.	MI	.146						.146	40.0	
13-4924125	10227	MUNICH REINS AMERICA INC.	DE	(426)						(426)		
47-0355979	20087	NATIONAL INDEMNITY CO.	NE	(2,533)						(2,533)		
13-3138390	42307	NAVIGATORS INS CO.	NY	.1					(4)	(3)	133.3	
22-2187459	35432	NEW JERSEY RE- INS CO.	NJ	.51						.51	133.3	
02-0170490	14788	NGM INS CO.	FL	.62	41	50				.91	59.5	
47-0698507	23680	ODYSSEY AMERICA REINS CO.	CT	.70						.70		
23-1502700	21970	ONEBEACON INS CO.	PA	.4	3	5				.8	66.7	
13-3031176	38636	PARTNER REINS CO OF THE US.	NY	3,183						3,183		
23-1621593	17914	PHILADELPHIA CONTRIBUTIONSHIP INS CO.	PA	.1	1	2			2	.5	100.0	
84-0583213	23752	QUANTA INDEMNITY CO.	CO	.1	13	22				.35	97.2	
41-0451140	67105	RELIASTAR LIFE INS CO.	MN						(26)	(26)	100.0	
25-1620138	35505	ROCKWOOD CASUALTY INS CO.	PA	.4					.18	.22	81.8	
75-1444207	30058	SCOR REINS CO.	NY	.22	26	1			(16)	.33	(48.5)	
22-2664587	26174	SECURITY INDEMNITY INS CO.	NJ	.104	15	102	261	1,350		1,832	94.3	
41-0406690	24767	ST PAUL FIRE & MARINE INS CO.	MN	.30						.30	73.7	
13-5679267	69078	STANDARD SECURITY LIFE INS CO OF NY	NY	.543						.543		
13-1675535	25364	SWISS REIN AMERICA CORP.	NY	2,936	36					2,972	1.2	
94-1517098	25534	TIG INS CO.	CA	.1	1	3				.6	83.3	
13-2918573	42439	TOA REINS CO OF AMERICA	DE	5,689	316	296				6,301	9.7	
13-6108722	12904	TOKIO MARINE AND NICHIDO FIRE INS CO.	NY	.2	1	6			2	.9	81.8	
13-5616275	19453	TRANSATLANTIC REINS CO.	NY	.574						.574	18.2	
52-0515280	25887	UNITED STATES FIDELITY AND GUARANTY CO.	MD	.3	1	8	1	31		.44	93.2	
13-1290712	20583	XL REINS AMERICA INC.	NY	.129						.129	70.5	
0599999 - Authorized - Other U.S. Unaffiliated Insurers				17,848	1,082	2,158	263	1,339	4,842	22,690	21.3	5.9
0699999 - Authorized - Pools - Mandatory Pools												
0799999 - Authorized - Pools - Voluntary Pools												

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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							11 Total Due Cols. 5 + 10	12 Percentage Overdue Col. 10/Col. 11	13 Percentage more Than 120 Days Overdue Col. 9 / Col. 11
				5 Current	Overdue					Total Overdue Cols. 6 + 7 + 8 + 9			
					6 1 to 29 Days	7 30 - 90 Days	8 91 - 120 Days	9 Over 120 Days	10				
AA-1120337	00000	ASPEN INS UK LTD.	GB	(39)						(39)			
AA-1340125	00000	HANNOVER RUECKVERSICHERUNG AG	D1	10						10			
AA-1122000	00000	LLOYD'S OF LONDON	GB					(3)	(3)	(3)	100.0	100.0	
AA-1126028	00000	LLOYD'S SYNDICATE NUMBER 28	GB	1				(1)	(1)	(1)			
AA-1126033	00000	LLOYD'S SYNDICATE NUMBER 33	GB	275						275			
AA-1126190	00000	LLOYD'S SYNDICATE NUMBER 190	GB	(41)						(41)			
AA-1126435	00000	LLOYD'S SYNDICATE NUMBER 435	GB	(7)						(7)			
AA-1126727	00000	LLOYD'S SYNDICATE NUMBER 727	GB					(30)	(30)	(30)	100.0	100.0	
AA-1126780	00000	LLOYD'S SYNDICATE NUMBER 780	GB	231						231			
AA-1126861	00000	LLOYD'S SYNDICATE NUMBER 861	GB					(22)	(22)	(22)	100.0	100.0	
AA-1127069	00000	LLOYD'S SYNDICATE NUMBER 1069	GB					2	2	2	100.0	100.0	
AA-1127096	00000	LLOYD'S SYNDICATE NUMBER 1096	GB	523				(8)	(8)	515	(1.6)	(1.6)	
AA-1127173	00000	LLOYD'S SYNDICATE NUMBER 1173	GB					(60)	(60)	(60)	100.0	100.0	
AA-1127183	00000	LLOYD'S SYNDICATE NUMBER 1183	GB	8				(3)	(3)	5	(60.0)	(60.0)	
AA-1127209	00000	LLOYD'S SYNDICATE NUMBER 1209	GB					(27)	(27)	(27)	100.0	100.0	
AA-1127243	00000	LLOYD'S SYNDICATE NUMBER 1243	GB	(10)						(10)			
AA-1127414	00000	LLOYD'S SYNDICATE NUMBER 1414	GB	229						229			
AA-1127607	00000	LLOYD'S SYNDICATE NUMBER 1607	GB	(28)						(28)			
AA-1127611	00000	LLOYD'S SYNDICATE NUMBER 1611	GB					3	3	3	100.0	100.0	
AA-1128001	00000	LLOYD'S SYNDICATE NUMBER 2001	GB	(32)						(32)			
AA-1128010	00000	LLOYD'S SYNDICATE NUMBER 2010	GB	84						84			
AA-1128020	00000	LLOYD'S SYNDICATE NUMBER 2020	GB			16				16	100.0		
AA-1128147	00000	LLOYD'S SYNDICATE NUMBER 2147	GB	(10)						(10)			
AA-1128488	00000	LLOYD'S SYNDICATE NUMBER 2488	GB	(59)						(59)			
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791	GB	14						14			
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987	GB	(196)						(196)			
AA-1120056	00000	LLOYD'S SYNDICATE NUMBER 3786	GB	(23)						(23)			
AA-1126004	00000	LLOYD'S SYNDICATE NUMBER 4444	GB	1	(1)					(1)			
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472	GB	(45)						(45)			
AA-1126003	00000	LLOYD'S SYNDICATE NUMBER 5000	GB	5						5			
AA-1120048	00000	LLOYD'S SYNDICATE NUMBER 5820	GB	115	67	(5)			62	177	35.0		
AA-1121425	00000	MARKEL INTERNATIONAL INS CO LTD	GB					(9)	(9)	(9)	100.0	100.0	
AA-1121366	00000	SPHERE DRAKE INS LTD	GB					(29)	(29)	(29)	100.0	100.0	
0899999 - Authorized - Other Non-U.S. Insurers				1,006	66	11		(187)	(110)	896	(12.3)	(20.9)	
0999999 - Total - Authorized				18,854	1,148	2,169	263	1,152	4,732	23,586	20.1	4.9	
1099999 - Unauthorized - Affiliates - U.S. Intercompany Pooling													
1199999 - Unauthorized - Affiliates - U.S. Non-Pool													
AA-1121235	00000	EQUATOR REINSURANCES LIMITED	BM	1,639				(83)	(83)	1,556	(5.3)	(5.3)	
00-0000000	00000	QBE REINSURANCE (BERMUDA) LIMITED	BM	2,693	359				359	3,052	11.8		
1299999 - Unauthorized - Affiliates - Other (Non-U.S.)				4,332	359			(83)	276	4,608	6.0	(1.8)	
1399999 - Total - Unauthorized - Affiliates				4,332	359			(83)	276	4,608	6.0	(1.8)	
59-2599788	24619	AEOUICAP INS CO	FL	(107)		131	12	244	387	280	138.2	87.1	
82-0189910	13765	FARM BUREAU MUTUAL	ID					(1)	(1)	(1)	100.0	100.0	
74-2378996	26808	GULF STATES INS CO	OK	75						75			
61-0904881	35904	HEALTH CARE INDEMNITY INCORP.	CO			1		1	2	2	100.0	50.0	
75-2823150	10981	RELIANT AMERICAN INS CO	TX					313	313	313	100.0	100.0	
1499999 - Unauthorized - Other U.S. Unaffiliated Insurers				(32)		132	12	557	701	669	104.8	83.3	
1599999 - Unauthorized - Pools - Mandatory Pools													
1699999 - Unauthorized - Pools - Voluntary Pools													
AA-1380005	00000	AGO VERZEKERINGEN	N1			1		2	3	3	100.0	66.7	
AA-1580015	00000	AIOI INS CO LTD	JP					4	4	4	100.0	100.0	
AA-1460115	00000	ALEA EUROPE LTD	CH	(322)				16	16	(306)	(5.2)	(5.2)	
AA-3194128	00000	ALLIED WORLD ASSURANCE CO LTD	BM	7	(88)				(88)	(81)	108.6		
AA-3190010	00000	ANCON INS CO SA	BM	(1)		13	5	73	92	91	101.1	80.2	
AA-3194168	00000	ASPEN INS LTD	BM	10						10			
AA-1320012	00000	AXA CORPORATE SOLUTIONS ASSUR	FR	10						10			

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION

SCHEDULE F - PART 4

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

1	2	3	4	Reinsurance Recoverable on Paid Losses and Paid Loss Adjustment Expenses						11	12	13
				5	Overdue							
					6	7	8	9	10			
Federal ID Number	NAIC Company Code	Name of Reinsurer	Domiciliary Jurisdiction	Current	1 to 29 Days	30 - 90 Days	91 - 120 Days	Over 120 Days	Total Overdue Cols. 6 + 7 + 8 + 9	Total Due Cols. 5 + 10	Percentage Overdue Col. 10/Col. 11	Percentage more Than 120 Days Overdue Col. 9 / Col. 11
AA-3190035	00000	BERMUDA FIRE AND MARINE INS CO LTD	BM	1		2		16	18	19	94.7	84.2
AA-1120242	00000	BRIT INS LTD	GB	764						764		
AA-1930880	00000	CALLIDEN GRP LTD	AU					(8)	(8)	(8)	100.0	100.0
AA-3190897	00000	CASTLEPOINT REINS CO LTD	BM	1,026						1,026		
AA-5280012	00000	CENTRAL REINS CORP	TW					3	3	3	100.0	100.0
AA-3190055	00000	CHAMPLAIN INS CO LTD	BM	2						2		
AA-0051122	00000	CHAPARRAL INTERNATIONAL REINS CO	TC					101	101	101	100.0	100.0
AA-1280025	00000	CODAN FORSIKRINGS AS	DK	1		1		2	3	4	75.0	50.0
AA-3194130	00000	ENDURANCE SPECIALTY INS LTD	BM					3	3	3	100.0	100.0
AA-1120827	00000	ERC FRANKONA REINS LTD	GB	(52)				4	4	(48)	(8.3)	(8.3)
AA-1340085	00000	ES RUECKVERSICHERUNGS AK	D1					2	2	2	100.0	100.0
AA-1580035	00000	FUJJI FIRE AND MARINE INS CO LTD	JP	1						1		
AA-1340100	00000	GOTHAER RUCKVERSICHERUNG AG	D1	1				(4)	(4)	(3)	133.3	133.3
AA-1780039	00000	GULFSTREAM INS (IRELAND) LTD	IE			2		3	6	6	100.0	50.0
AA-3191081	00000	GULFSTREAM INS LTD	BM	1				3	4	5	80.0	60.0
AA-1720095	00000	INDUSTRIAL MUTUAL INS CO	FI		1			4	1	26	100.0	76.9
AA-1380090	00000	INTERLLOYD VERZEKERING MIJ NV	N1	1				2	7	10	90.0	70.0
AA-1720055	00000	JALLEEN VAKUUTUSOSAKEHTIO PATRIA	FI			2		24	26	26	100.0	92.3
AA-1320255	00000	LA REUNION FRANCAISE SA	FR	(2)						(2)		
AA-3190667	00000	MANULIFE P&C LTD	BM					4	4	4	100.0	100.0
AA-1840610	00000	MAFPRE INDUSTRIAL S A	ES	(3)						(3)		
AA-1364113	00000	MILANO ASSICURAZIONI SPA	IT			2		19	21	21	100.0	90.5
AA-1360156	00000	MILL RI GRUPPO RIASSICURATIVO	IT	(1)	1			4	17	23	104.5	77.3
AA-1121200	00000	MOORGATE INS CO LTD	GB	(1)	1			6	1	52	101.9	86.5
AA-1320205	00000	MUTUELLE CENTRALE DE REASSURANCE	FR		1			3	1	5	100.0	20.0
AA-1120015	00000	NEW HAMPSHIRE INS CO	GB	(62)						(62)		
AA-1580060	00000	NIPPONKOA INS CO LTD (JAPAN)	JP	1	1			6	1	10	90.9	18.2
AA-1580065	00000	NISSAN FIRE AND MARINE INS CO LTD	JP	11						11		
AA-1121085	00000	NORDEN INS CO (UK) LTD	GB			2		14		16	100.0	87.5
AA-3191083	00000	PICO LTD	BM			3				3	100.0	
AA-3190134	00000	PMG ASSUR LTD	BM	1					(2)	(1)	200.0	200.0
AA-3194137	00000	PXRE REINS LTD	BM	(113)						(113)		
AA-2830012	00000	QBE DEL ISTMO REINS INC	P1	295	20	216			236	531	44.4	
AA-3190339	00000	RENAISSANCE REINS LTD	BM	12						12		
AA-3190551	00000	ROSEMONT REINS LTD	BM	474	(2)				(2)	472	(0.4)	
AA-3160046	00000	ROYAL BANK OF CANADA INS CO LTD	BB	490						490		
AA-3190746	00000	SPHERE DRAKE INS (BERMUDA) LTD	BM					6	6	6	100.0	100.0
AA-1440090	00000	STOCKHOLM ATERFORSKRINGS AB	SE					(6)	(6)	(6)	100.0	100.0
AA-3190125	00000	STOCKHOLM RE (BERMUDA) LTD	BM	1				(2)	(2)	(1)	200.0	200.0
00-0000000	00000	STRATUS RE	VI	273						273		
AA-1580080	00000	TAISEI FIRE & MARINE INS CO LTD	JP	3				42	42	45	93.3	93.3
AA-1420100	00000	UNI POLARIS	NO		1	6		1	44	52	100.0	84.6
1799999	- Unauthorized - Other Non-U.S. Insurers			2,829	(63)	276		11	455	679	19.4	13.0
1899999	- Total - Unauthorized			7,129		296		23	929	1,656	18.9	10.6
1999999	- Total - Authorized and Unauthorized			25,983		1,444		2,577	286	2,081	19.7	6.4
2099999	- Total - Protected Cells											
9999999	Totals			25,983		1,444		2,577	286	2,081	19.7	6.4

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	139,414	8,662	128,000	9,041			139,414		(83)	(17)				
AA-1120481	00000	QBE INTERNATIONAL INSURANCE LIMITED	GB		43	58	58										
00-0000000	00000	QBE REINSURANCE (BERMUDA) LIMITED	BM	20,732	1,872	14,438	4,451			20,732							
0399999 - Affiliates - Other (Non-U.S.)				160,146	10,577	142,496	13,550			160,146		(83)	(17)				
0499999 - Total - Affiliates				160,146	10,577	142,496	13,550			160,146		(83)	(17)				
59-2599788	24619	AEQUICAP INS CO	FL	338				137		137	201	256	51	51		252	
82-0189910	13765	FARM BUREAU MUTUAL	ID	(1)						(1)		(1)	(0)		(1)		
74-2378996	26808	GULF STATES INS CO	OK	519	18		287		340	519							
61-0904881	35904	HEALTHCARE INDEMNITY INC.	CO	5		7				5		1	0	0		0	
75-2823150	10981	RELIANT AMERICAN INS CO	TX	651			67		541	608	43	313	63	63		106	
0599999 - Other U.S. Unaffiliated Insurers				1,512	18	7	354		1,018	1,268	244	569	114	114	(1)	358	
AA-3190002	00000	ACE INS CO LTD	BM	13							13					13	
AA-1380004	00000	AEGON LEVENSVERZEKERING NV	GB			11	(6)										
AA-1380005	00000	AGO VERZEKERINGEN	NL	12							12	2	0			12	
AA-1580015	00000	AIOI INS CO LTD	JP	4		15	(2)			4		4	1	1		1	
AA-1460115	00000	ALEA EUROPE LTD	CH	(293)	3					(293)		16	3		(293)		
AA-1120146	00000	ALEA LONDON LTD	GB	195	291	691	37			195							
AA-3194128	00000	ALLIED WORLD ASSURANCE CO LTD	BM	1,181		2,064	64			1,181							
AA-3190874	00000	AMLIN BERMUDA LTD	BM	71			(40)			(40)	111				(40)	71	
AA-3190010	00000	ANCON INS CO SA	BM	148	4	150	2			148		78	16	16		16	
AA-3194168	00000	ASPEN INS LTD	BM	193		1,457	20			193							
AA-1320012	00000	AXA CORPORATE SOLUTIONS ASSUR	FR	1,739	9	4,841	30			1,739							
AA-3194139	00000	AXIS SPECIALTY LTD	BM				4										
AA-3190035	00000	BERMUDA FIRE AND MARINE INS CO LTD	BM	31	57					31		16	3	3		3	
AA-1120242	00000	BRIT INS LTD	GB	2,807	2	1,076	1,764			2,807							
AA-1930880	00000	CALLIDEN GRP LTD	AU	(8)						(8)		(8)	(2)		(8)		
AA-3190897	00000	CASTLEPOINT REINS CO LTD	BM	8,210	1,601		765		8,073	8,210							
AA-3194161	00000	CATLIN INS CO LTD	BM				(9)			(9)	9				(9)		
AA-5280012	00000	CENTRAL REINS CORP	TIW	7	11					7		3	1	1		1	
AA-3190055	00000	CHAMPLAIN INS CO LTD	BM	100	5	223				100							
AA-0051122	00000	CHAPARRAL INTERNATIONAL REINS CO	TC	185	57		1			58	127	101	20	20		147	
AA-5324100	00000	CHINA INTERNATIONAL REINS CO LTD	HK	4			(1)			(1)	5				(1)	4	
AA-1280025	00000	CODAN FORSKRINGS AS	DK	10	1	14				10		2	0	0		0	
AA-3194122	00000	DAVINCI REINS LTD	BM	16			8			8	8					8	
AA-1120515	00000	EAGLE STAR INS CO LTD	GB	2		11				2							
AA-1120521	00000	EAGLE STAR REINS CO	GB				(1)			(1)	1				(1)		
AA-3194130	00000	ENDURANCE SPECIALTY INS LTD	BM	3			121			3		3	1	1		1	
AA-1120827	00000	ERC FRANKONA REINS LTD	GB	97		144	135			97		4	1	1		1	
AA-1340085	00000	ES RUECKVERSICHERUNGS AK	D1	3							3	2	0			3	
AA-1780034	00000	ESG REINS IRELAND LTD	IE			1,355	(1)										
AA-1120620	00000	FOLKSAM INTERNATIONAL INS CO (UK) LTD	GB				(1)			(1)	1				(1)		
AA-1580035	00000	FUJII FIRE AND MARINE INS CO LTD	JP	20	1	25				20							
AA-1120643	00000	GE FRANKONA REINS LTD	GB	160			532			160							
AA-1340100	00000	GOTHAER RUCKVERSICHERUNG AG	D1	(4)	6					(4)		(4)	(1)		(4)		
AA-1780039	00000	GULFSTREAM INS (IRELAND) LTD	IE	13	1	17				13		4	1	1		1	
AA-3191081	00000	GULFSTREAM INS LTD	BM	8							8	3	1			8	
AA-3190060	00000	HANOVER RE (BERMUDA) LTD	BM				24										
AA-3190886	00000	HARBOR POINT RE LTD	BM	41			19			19	22					22	
AA-1720095	00000	INDUSTRIAL MUTUAL INS CO	FI	39	35		1			36	3	21	4	4		7	
AA-1380090	00000	INTERLLOYD VERZEKERING MIJ NV	NL	16	11					11	5	7	1	1		6	
AA-3190463	00000	IPCRE LTD	BM	590	7	25	125			157	433					433	
AA-1720055	00000	JALLEEN VAKUUTUSOSAKEHTIO PATRIA	FI	48		14				14	34	24	5	5		39	
AA-1280071	00000	KAB INTERNATIONAL	DK				(1)			(1)	1				(1)		
AA-1320255	00000	LA REUNION FRANCAISE SA	FR	15	32		(5)			15							
AA-3190667	00000	MANULIFE P&C LTD	BM	5		6	1			5		4	1	1		1	
AA-1840610	00000	MAPFRE INDUSTRIAL S A	ES	9		11				9							

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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-1364113	00000	MILANO ASSICURAZIONI SPA	IT	43							43	19	4			43
AA-1360156	00000	MILL RI GRUPPO RIASSICURATIVO	IT	33	1	121				33		18	4	4		4
AA-3194129	00000	MONTPELIER REINS LTD	BM	1,902		9,000	83			1,902						
AA-1121200	00000	MOORGATE INS CO LTD	GB	87	1	45				47	40	46	9	9		49
AA-1320205	00000	MUTUELLE CENTRALE DE REASSURANCE	FR	23	1	32				23		1	0	0		0
AA-1120015	00000	NEW HAMPSHIRE INS CO	GB	266	191		12			203	63					63
AA-1580060	00000	NIPPONKOA INS CO LTD (JAPAN)	JP	30	1	34				30		3	1	1		1
AA-1580065	00000	NISSAN FIRE AND MARINE INS CO LTD	JP	40		160	(54)			40						
AA-1121085	00000	NORDEN INS CO (UK) LTD	GB	29		19				19	10	14	3	3		13
AA-3194165	00000	OLYMPUS REINS CO LTD	BM	1,268		1,285	110			1,268						
AA-3191083	00000	PICO LTD	BM	15	1	26				15						
AA-3194174	00000	PLATINUM UNDERWRITERS BERMUDA LTD	BM	76			76			76						
AA-3190134	00000	PMG ASSUR LTD	BM	(2)		1				(2)		(2)	(0)		(2)	
AA-3194137	00000	PXRE REINS LTD	BM	4,883	10	7,034	317			4,883						
AA-2830012	00000	QBE DEL ISTMO REINS INC	P1	3,488		2,000	2,308			3,488						
AA-3190545	00000	QUEST INS SOLUTIONS LTD	BM	678		419	439			678						
AA-3190339	00000	RENAISSANCE REINS LTD	BM	49		46	11			49						
AA-3190551	00000	ROSEMONT REINS LTD	BM	3,159	1,354					1,354	1,805					1,805
AA-3160046	00000	ROYAL BANK OF CANADA INS CO LTD	BB	2,905	7	3,161	220			2,905						
AA-3190556	00000	RUSSELL RE LTD	BM		38		(1)									
AA-3190746	00000	SPHERE DRAKE INS (BERMUDA) LTD	BM	13		34				13		6	1	1		1
AA-1440090	00000	STOCKHOLM ATERFORSAKRINGS AB	SE	(6)	166					(6)		(6)	(1)		(6)	
AA-3190125	00000	STOCKHOLM RE (BERMUDA) LTD	BM	(1)						(1)		(2)	(0)		(1)	
00-0000000	00000	STRATUS RE	VI	4,004		4,658	999			4,004						
AA-1460146	00000	SWISS REINS CO	SE	17		12	(159)			(147)	164				(147)	17
AA-1580080	00000	TAISEI FIRE & MARINE INS CO LTD	JP	74	50		(51)			(1)	75	42	8		(1)	74
AA-1420100	00000	UNI POLARIS	NO	85	1	135				85		45	9	9		9
AA-3190870	00000	VALIDUS REINS LTD	BM				(19)			(19)	19				(19)	
AA-3190180	00000	WESTERN GENERAL INS LTD	BM	799		5,383				799						
AA-1340255	00000	WURTTENBERGISCHE VERSICHERUNG AG	D1	37			8			8						29
AA-3190757	00000	XL REINS LTD	BM	118		39	(463)			(424)	529				(424)	118
0899999		- Other Non-U.S. Insurers		39,802	3,956	45,794	7,423		8,073	36,216	3,586	466	93	81	(958)	3,023
0999999		- Total - Affiliates and Others		201,460	14,551	188,297	21,327		9,091	197,630	3,830	952	190	195	(959)	3,381
1099999		- Total - Protected Cells														
9999999		Totals		201,460	14,551	188,297	21,327		9,091	197,630	3,830	952	190	195	(959)	3,381

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

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
06-0237820	20699	ACE P&C INS CO		7,000						
36-2661954	10103	AMERICAN AGRICULTURAL INS CO		10,000						
73-0714500	60410	AMERICAN FIDELITY ASSURANCE CO		67,000						
35-0145400	19704	AMERICAN STATES INS CO	1,000	1,000		100.000				
06-1430254	10348	ARCH REINS CO		(12,000)						
36-2994662	36552	AXA CORPORATE SOLUTIONS REINS CO		72,000						
51-0434766	20370	AXIS REINS CO		1,610,000						
73-1238130	18538	BANCINSURE INC	4,000	7,000		57.143				
36-6033921	38245	BCS INS CO	(1,000)	(1,000)		100.000				
47-0574325	32603	BERKLEY INS CO		1,515,000						
38-0397420	80659	CANADA LIFE ASSURANCE CO	1,000	1,000		100.000				
36-2114545	20443	CONTINENTAL CASUALTY CO	1,000	1,000		100.000				
06-1325038	39136	CONVERIUM REINS (NORTH AMERICA) INC	(23,000)	25,000		(92.000)	(23,000)			
38-2145898	33499	DORINCO REINS CO		50,000						
99-0360327	11551	ENDURANCE REINS CORP OF AMERICA		2,112,000						
22-2005057	26921	EVEREST REINS CO		43,000						
05-0316605	21482	FACTORY MUTUAL INS CO	1,000	1,000		100.000				
13-2997499	38776	FOLKSAMERICA REINS CO	(3,000)	318,000		(0.943)	(3,000)			
13-2611847	70939	GERBER LIFE INS CO	2,000	2,000		100.000				
95-1479095	22322	GREENWICH INS CO		223,000						
06-0383750	19682	HARTFORD FIRE INS CO		1,000						
74-1296673	22489	HIGHLANDS INS CO	(17,000)	(17,000)		100.000				
13-3077651	40223	ICM INS CO	14,000	16,000		87.500				
04-1543470	23043	LIBERTY MUTUAL INS CO		3,062,000						
23-2044256	76694	LONDON LIFE REINS CO		406,000						
22-3818012	20362	MITSUI SUMITOMO INS CO OF AMERICA	2,000	5,000		40.000				
38-0855585	22012	MOTORS INS CORP		146,000						
13-4924125	10227	MUNICH REINS AMERICA INC		(426,000)						
47-0355979	20087	NATIONAL INDEMNITY CO		(2,533,000)						
13-3138390	42307	NAVIGATORS INS CO	(4,000)	(3,000)		133.333				
22-2187459	35432	NEW JERSEY RE- INS CO		51,000						
02-0170490	14788	NGM INS CO		153,000						
47-0698507	23680	ODYSSEY AMERICA REINS CO		70,000						
23-1502700	21970	ONEBEACON INS CO		12,000						
13-3031176	38636	PARTNER REINS CO OF THE US		3,183,000						
23-1621593	17914	PHILADELPHIA CONTRIBUTIONSHIP INS CO	2,000	5,000		40.000				
84-0583213	23752	QUANTA INDEMNITY CO		36,000						
41-0451140	67105	RELIASTAR LIFE INS CO	(26,000)	(26,000)		100.000				
25-1620138	35505	ROCKWOOD CASUALTY INS CO		18,000		81.818				
75-1444207	30058	SCOR REINS CO	(16,000)	33,000		(48.485)	(16,000)			
22-2664587	26174	SECURITY INDEMNITY INS CO	1,611,000	1,832,000		87.937				
41-0406690	24767	ST PAUL FIRE & MARINE INS CO		30,000						
13-5679267	69078	STANDARD SECURITY LIFE INS CO OF NY		543,000						
13-1675535	25364	SWISS REIN AMERICA CORP		2,972,000						
94-1517098	25534	TIG INS CO	1,000	6,000		16.667	1,000			200
13-2918573	42439	TOA REINS CO OF AMERICA		6,301,000						
13-6108722	12904	TOKIO MARINE AND NICHIDO FIRE INS CO	2,000	11,000		18.182	2,000			400
13-5616275	19453	TRANSATLANTIC REINS CO		574,000						
52-0515280	25887	UNITED STATES FIDELITY AND GUARANTY CO	32,000	44,000		72.727				
13-1290712	20583	XL REINS AMERICA INC		129,000						
AA-1120337	00000	ASPEN INS UK LTD		(39,000)						
AA-1340125	00000	HANNOVER RUECKVERSICHERUNG AG		10,000						
AA-1122000	00000	LLOYD'S OF LONDON	(3,000)	(3,000)		100.000				
AA-1126028	00000	LLOYD'S SYNDICATE NUMBER 28	(1,000)					(1,000)		
AA-1126033	00000	LLOYD'S SYNDICATE NUMBER 33		275,000						
AA-1126190	00000	LLOYD'S SYNDICATE NUMBER 190		(41,000)						
AA-1126435	00000	LLOYD'S SYNDICATE NUMBER 435		(7,000)						
AA-1126727	00000	LLOYD'S SYNDICATE NUMBER 727	(30,000)	(30,000)		100.000				
AA-1126780	00000	LLOYD'S SYNDICATE NUMBER 780		231,000						
AA-1126861	00000	LLOYD'S SYNDICATE NUMBER 861	(22,000)	(22,000)		100.000				

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
AA-1127069	00000	LLOYD'S SYNDICATE NUMBER 1069	2,000	2,000		100.000				
AA-1127096	00000	LLOYD'S SYNDICATE NUMBER 1096	(8,000)	515,000		(1,553)	(8,000)			
AA-1127173	00000	LLOYD'S SYNDICATE NUMBER 1173	(60,000)	(60,000)		100.000				
AA-1127183	00000	LLOYD'S SYNDICATE NUMBER 1183	(3,000)	5,000		(60.000)	(3,000)			
AA-1127209	00000	LLOYD'S SYNDICATE NUMBER 1209	(27,000)	(27,000)		100.000				
AA-1127243	00000	LLOYD'S SYNDICATE NUMBER 1243		(10,000)						
AA-1127414	00000	LLOYD'S SYNDICATE NUMBER 1414		229,000						
AA-1127607	00000	LLOYD'S SYNDICATE NUMBER 1607		(28,000)						
AA-1127611	00000	LLOYD'S SYNDICATE NUMBER 1611	3,000	3,000		100.000				
AA-1128001	00000	LLOYD'S SYNDICATE NUMBER 2001		(32,000)						
AA-1128010	00000	LLOYD'S SYNDICATE NUMBER 2010		84,000						
AA-1128020	00000	LLOYD'S SYNDICATE NUMBER 2020		16,000						
AA-1128147	00000	LLOYD'S SYNDICATE NUMBER 2147		(10,000)						
AA-1128488	00000	LLOYD'S SYNDICATE NUMBER 2488		(59,000)						
AA-1128791	00000	LLOYD'S SYNDICATE NUMBER 2791		14,000						
AA-1128987	00000	LLOYD'S SYNDICATE NUMBER 2987		(196,000)						
AA-1120056	00000	LLOYD'S SYNDICATE NUMBER 3786		(23,000)						
AA-1126006	00000	LLOYD'S SYNDICATE NUMBER 4472		(45,000)						
AA-1126003	00000	LLOYD'S SYNDICATE NUMBER 5000		5,000						
AA-1120048	00000	LLOYD'S SYNDICATE NUMBER 5820		177,000						
AA-1121425	00000	MARKEL INTERNATIONAL INS CO LTD	(9,000)	(9,000)		100.000				
AA-1121366	00000	SPHERE DRAKE INS LTD	(29,000)	(29,000)		100.000				
9999999 Totals			1,415,000	23,586,000		XXX	(51,000)			600

(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.

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**SCHEDULE F - PART 7**

Provision for Overdue Reinsurance as of December 31, Current Year

1 Federal ID Number	2 NAIC Company Code	3 Name of Reinsurer	4 Reinsurance Recoverable All Items	5 Funds Held By Company Under Reinsurance Treaties	6 Letters of Credit	7 Ceded Balances Payable	8 Other Miscellaneous Balances	9 Other Allowed Offset Items	10 Sum of Cols. 5 thru 9 but not in excess of Col. 4	11 Col. 4 minus Col. 10	12 Greater of Col. 11 or Schedule F - Part 4 Cols. 8 + 9
35-0145400	19704	AMERICAN STATES INS CO	1,000							1,000	1,000
73-1238130	18538	BANC INSURE INC	56,000							56,000	56,000
38-0397420	80659	CANADA LIFE ASSURANCE CO	51,000							51,000	51,000
36-2114545	20443	CONTINENTAL CASUALTY CO	1,000							1,000	1,000
05-0316605	21482	FACTORY MUTUAL INS CO	6,000							6,000	6,000
13-3077651	40223	ICM INS CO	38,000							38,000	38,000
AA-1127069	00000	LLOYD'S SYNDICATE NUMBER 1069	2,000			(7,000)			(7,000)	9,000	9,000
AA-1127611	00000	LLOYD'S SYNDICATE NUMBER 1611	3,000			1,000				2,000	2,000
22-3818012	20362	MITSU SUMITOMO INS CO OF AMERICA	114,000	1,000					1,000	113,000	113,000
23-1621593	17914	PHILADELPHIA CONTRIBUTIONSHIP INS CO	20,000	1,000					1,000	19,000	19,000
25-1620138	35505	ROCKWOOD CASUALTY INS CO	25,000			10,000			10,000	15,000	15,000
22-2664587	26174	SECURITY INDEMNITY INS CO	2,307,000			(610,000)		502,129	(107,871)	2,414,871	2,414,871
52-0515280	25887	UNITED STATES FIDELITY AND GUARANTY CO	76,000	3,000					3,000	73,000	73,000
<b>9999999 Totals</b>			<b>2,700,000</b>	<b>5,000</b>		<b>(606,000)</b>		<b>502,129</b>	<b>(98,871)</b>	<b>2,798,871</b>	<b>2,798,871</b>

1. Total	2,798,871
2. Line 1 x .2	559,774
3. Schedule F - Part 6 Col. 11	600
4. Provision for Overdue Authorized Reinsurance (Lines 2 + 3)	560,374
5. Provision for Unauthorized Reinsurance (Schedule F - Part 5 Col. 17 x 1000)	3,380,800
6. Provision for Reinsurance (sum Lines 4 + 5) [Enter this amount on Page 3, Line 16]	3,941,174

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**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) .....	934,567,779		934,567,779
2. Premiums and considerations (Line 13) .....	146,332,846		146,332,846
3. Reinsurance recoverable on loss and loss adjustment expense payments (Line 14.1) .....	32,370,720	(32,370,720)	
4. Funds held by or deposited with reinsured companies (Line 14.2) .....	99,876,396		99,876,396
5. Other assets .....	45,401,048		45,401,048
6. Net amount recoverable from reinsurers .....		358,774,883	358,774,883
7. Protected cell assets (Line 25) .....			
8. Totals (Line 26) .....	1,258,548,789	326,404,163	1,584,952,952
<u>LIABILITIES</u> (Page 3)			
9. Losses and loss adjustment expenses (Lines 1 through 3) .....	487,981,916	328,235,706	816,217,622
10. Taxes, expenses, and other obligations (Lines 4 through 8) .....	12,955,726		12,955,726
11. Unearned premiums (Line 9) .....	162,324,148	75,897,529	238,221,677
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) .....	46,658,898	(46,658,898)	
15. Funds held by company under reinsurance treaties (Line 13) .....	29,223,965	(29,223,965)	
16. Amounts withheld or retained by company for account of others (Line 14) .....			
17. Provision for reinsurance (Line 16) .....	3,941,174	(3,941,174)	
18. Other liabilities .....	(53,690,287)	2,094,965	(51,595,322)
19. Total liabilities excluding protected cell business (Line 24) .....	689,395,540	326,404,163	1,015,799,703
20. Protected cell liabilities (Line 25) .....			
21. Surplus as regards policyholders (Line 35) .....	569,153,249	X X X	569,153,249
22. Totals (Line 36) .....	1,258,548,789	326,404,163	1,584,952,952

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 REINSURANCE CORPORATION**

**SCHEDULE H - ACCIDENT AND HEALTH EXHIBIT**

	Total		Group Accident and Health		Credit Accident and Health (Group and Individual)		Collectively Renewable		Other Individual Contracts									
	1	2	3	4	5	6	7	8	Non-Cancelable		Guaranteed Renewable		Non-Renewable for Stated Reasons Only		Other Accident Only		All Other	
	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%	Amount	%
<b>PART 1 - ANALYSIS OF UNDERWRITING OPERATIONS</b>																		
1. Premiums written	23,520,802	XXX.	23,520,802	XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.
2. Premiums earned	23,520,802	XXX.	23,520,802	XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.		XXX.
3. Incurred claims	17,849,456	75.9	17,849,456	75.9														
4. Cost containment expenses	(88,012)	(0.4)	(88,012)	(0.4)														
5. Incurred claims and cost containment expenses (Lines 3 and 4)	17,761,444	75.5	17,761,444	75.5														
6. Increase in contract reserves																		
7. Commissions (a)	8,071,565	34.3	8,071,565	34.3														
8. Other general insurance expenses	1,917,130	8.2	1,917,130	8.2														
9. Taxes, licenses and fees																		
10. Total other expenses incurred	9,988,695	42.5	9,988,695	42.5														
11. Aggregate write-ins for deductions																		
12. Gain from underwriting before dividends or refunds	(4,229,337)	(18.0)	(4,229,337)	(18.0)														
13. Dividends or refunds																		
14. Gain from underwriting after dividends or refunds	(4,229,337)	(18.0)	(4,229,337)	(18.0)														
<b>DETAILS OF WRITE-INS</b>																		
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."

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**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
<b>PART 2 - RESERVES AND LIABILITIES</b>									
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 .....	17,261,635	17,261,635							
2. Total prior year .....	17,315,314	17,315,314							
3. Increase .....	(53,679)	(53,679)							

<b>PART 3 - TEST OF PRIOR YEAR'S CLAIM RESERVES AND LIABILITIES</b>									
1. Claims paid during the year:									
1.1 On claims incurred prior to current year .....	12,429,454	12,429,454							
1.2 On claims incurred during current year .....	5,473,681	5,473,681							
2. Claim reserves and liabilities, December 31, current year:									
2.1 On claims incurred prior to current year .....	5,709,245	5,709,245							
2.2 On claims incurred during current year .....	11,552,390	11,552,390							
3. Test:									
3.1 Line 1.1 and 2.1 .....	18,138,699	18,138,699							
3.2 Claim reserves and liabilities, December 31, prior year .....	17,315,314	17,315,314							
3.3 Line 3.1 minus Line 3.2 .....	823,385	823,385							

<b>PART 4 - REINSURANCE</b>									
A. Reinsurance Assumed:									
1. Premiums written .....	146,467,793	146,467,793							
2. Premiums earned .....	146,467,793	146,467,793							
3. Incurred claims .....	115,509,313	115,509,313							
4. Commissions .....	51,004,040	51,004,040							
B. Reinsurance Ceded:									
1. Premiums written .....	122,946,991	122,946,991							
2. Premiums earned .....	122,946,991	122,946,991							
3. Incurred claims .....	97,659,856	97,659,856							
4. Commissions .....	42,932,475	42,932,475							

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**SCHEDULE H - PART 5 - HEALTH CLAIMS**

	1 Medical	2 Dental	3 Other	4 Total
<b>A. Direct:</b>				
1. Incurred Claims.....				
2. Beginning claim reserves and liabilities.....				
3. Ending claim reserves and liabilities.....				
4. Claims paid.....				
<b>B. Assumed Reinsurance:</b>				
5. Incurred Claims.....	115,509,313			115,509,313
6. Beginning claim reserves and liabilities.....	67,151,490			67,151,490
7. Ending claim reserves and liabilities.....	79,442,331			79,442,331
8. Claims paid.....	103,218,472			103,218,472
<b>C. Ceded Reinsurance:</b>				
9. Incurred Claims.....	97,659,856			97,659,856
10. Beginning claim reserves and liabilities.....	49,836,176			49,836,176
11. Ending claim reserves and liabilities.....	62,180,696			62,180,696
12. Claims paid.....	85,315,336			85,315,336
<b>D. Net:</b>				
13. Incurred Claims.....	17,849,457			17,849,457
14. Beginning claim reserves and liabilities.....	17,315,314			17,315,314
15. Ending claim reserves and liabilities.....	17,261,635			17,261,635
16. Claims paid.....	17,903,136			17,903,136
<b>E. Net Incurred Claims and Containment Expenses:</b>				
17. Incurred claims and containment expenses.....	17,761,445			17,761,445
18. Beginning reserves and liabilities.....	18,904,360			18,904,360
19. Ending reserves and liabilities.....	18,695,361			18,695,361
20. Paid claims and cost containment expenses.....	17,970,444			17,970,444

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	1,597	263	441	2	23		13	1,796	XXX
2. 1998	109,222	8,946	100,276	114,619	19,669	5,039	760	3,708		1,436	102,936	XXX
3. 1999	156,447	17,482	138,965	151,864	25,086	8,549	1,691	7,016		2,084	140,652	XXX
4. 2000	187,956	35,599	152,357	163,405	37,226	12,020	4,385	7,067		1,848	140,881	XXX
5. 2001	294,598	81,904	212,694	244,293	92,357	19,017	7,531	9,671		3,717	173,093	XXX
6. 2002	402,757	100,706	302,051	204,291	58,047	17,797	7,830	9,358		2,980	165,570	XXX
7. 2003	651,789	275,408	376,381	287,710	103,138	22,780	12,077	8,658		2,316	203,932	XXX
8. 2004	799,253	365,957	433,296	509,421	312,783	29,312	18,209	15,320		3,830	223,061	XXX
9. 2005	717,009	303,888	413,121	353,165	188,985	29,765	17,979	15,373		3,788	191,339	XXX
10. 2006	752,983	309,498	443,485	212,547	90,200	16,735	5,578	7,246		3,069	140,749	XXX
11. 2007	795,151	301,165	493,985	151,561	64,296	12,002	2,450	1,025		2,205	97,841	XXX
12. Totals	XXX	XXX	XXX	2,394,472	992,049	173,455	78,494	84,465		27,286	1,581,850	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. ....	2,971	770	2,083	228	147	14	340	53	79			4,554	XXX
2. ....	3,294	2,726	614	127	246	30	851	146	152			2,129	XXX
3. ....	5,100	4,199	1,213	397	331	43	218	103	132			2,252	XXX
4. ....	6,712	5,026	2,870	837	505	106	884	207	255			5,050	XXX
5. ....	6,604	4,700	3,934	588	288	66	727	193	157			6,162	XXX
6. ....	9,914	5,356	6,988	834	912	157	991	218	179			12,421	XXX
7. ....	22,208	9,976	16,064	5,175	912	376	3,249	1,059	318			26,164	XXX
8. ....	43,035	30,620	36,297	9,204	3,384	1,970	6,938	3,375	437			44,923	XXX
9. ....	68,378	45,527	75,971	39,002	3,783	1,550	13,210	6,323	1,035			69,975	XXX
10. ....	60,841	26,663	75,696	19,747	4,278	1,707	11,852	4,130	1,475			101,894	XXX
11. ....	92,412	30,479	142,986	48,643	7,819	2,454	26,198	13,132	1,807			176,515	XXX
12. Totals	321,469	166,042	364,717	124,781	22,604	8,474	65,460	28,939	6,027			452,041	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	4,055	499
2. ....	128,524	23,458	105,066	117.7	262.2	104.8				1,055	1,074
3. ....	174,423	31,519	142,904	111.5	180.3	102.8				1,717	535
4. ....	193,717	47,786	145,931	103.1	134.2	95.8				3,720	1,331
5. ....	284,690	105,435	179,255	96.6	128.7	84.3				5,249	912
6. ....	250,432	72,441	177,991	62.2	71.9	58.9				10,713	1,708
7. ....	361,898	131,801	230,097	55.5	47.9	61.1				23,121	3,043
8. ....	644,144	376,161	267,983	80.6	102.8	61.8				39,507	5,416
9. ....	560,681	299,367	261,314	78.2	98.5	63.3				59,820	10,155
10. ....	390,670	148,026	242,644	51.9	47.8	54.7				90,126	11,768
11. ....	435,809	161,453	274,356	54.8	53.6	55.5				156,278	20,238
12. Totals	XXX	XXX	XXX	XXX	XXX	XXX			XXX	395,363	56,678

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 REINSURANCE 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	95,703	91,166	76,012	73,545	61,890	67,647	72,931	72,720	73,323	75,875	2,552	3,155
2. 1998	70,324	77,332	85,363	86,443	89,416	94,870	100,204	99,093	99,123	101,206	2,083	2,113
3. 1999	XXX	102,149	113,858	107,075	115,560	119,766	129,740	131,714	132,856	135,755	2,899	4,041
4. 2000	XXX	XXX	102,406	100,577	114,374	124,050	130,447	134,769	136,466	138,610	2,144	3,841
5. 2001	XXX	XXX	XXX	165,704	152,965	164,094	170,893	165,928	164,002	169,427	5,425	3,499
6. 2002	XXX	XXX	XXX	XXX	187,812	171,526	164,321	162,298	164,615	168,454	3,839	6,156
7. 2003	XXX	XXX	XXX	XXX	XXX	222,931	213,925	211,980	215,385	221,120	5,735	9,140
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	225,851	234,155	239,528	252,226	12,698	18,071
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	227,838	229,542	244,906	15,364	17,068
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	225,073	233,922	8,849	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	271,524	XXX	XXX
<b>12. Totals</b>											61,588	67,083

**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	24,724	39,094	51,151	58,817	64,781	66,741	69,022	69,626	71,400	XXX	XXX
2. 1998	24,635	55,054	66,686	76,781	84,504	90,940	95,225	97,041	97,660	99,228	XXX	XXX
3. 1999	XXX	27,339	53,274	83,869	99,377	113,485	124,077	127,944	129,634	133,635	XXX	XXX
4. 2000	XXX	XXX	30,617	70,807	98,863	112,167	121,557	127,087	131,203	133,814	XXX	XXX
5. 2001	XXX	XXX	XXX	51,294	100,740	124,915	144,777	152,627	158,142	163,422	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	43,453	96,707	118,924	137,014	149,007	156,212	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	73,686	131,522	158,108	175,966	195,274	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	67,821	157,232	182,272	207,741	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	72,533	134,104	175,966	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	63,612	133,503	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	96,816	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	52,664	29,349	8,649	4,920	(1,434)	977	3,764	1,428	1,439	2,142
2. 1998	26,095	5,803	5,889	4,413	685	817	1,737	694	629	1,193
3. 1999	XXX	55,516	29,268	12,961	748	1,286	1,642	1,512	2,035	932
4. 2000	XXX	XXX	58,776	17,248	3,489	2,670	2,569	3,448	4,262	2,711
5. 2001	XXX	XXX	XXX	90,673	24,626	13,920	8,120	7,256	2,712	3,880
6. 2002	XXX	XXX	XXX	XXX	104,156	38,551	19,713	11,219	9,999	6,928
7. 2003	XXX	XXX	XXX	XXX	XXX	108,068	44,838	34,719	24,350	13,079
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	96,644	51,566	33,568	30,656
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	110,147	59,631	43,856
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	109,953	63,671
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	107,409

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	6	1	1	0	0		0	6	XXX
2. 1998	4,152		4,152	1,944	548	219	71	50		27	1,594	12
3. 1999	5,824	804	5,020	3,055	335	226	40	77		20	2,983	17
4. 2000	2,836	299	2,537	1,631	192	146	27	94		22	1,651	13
5. 2001	4,490	1,624	2,865	2,343	459	241	28	156		4	2,253	46
6. 2002	5,816	1,054	4,762	2,399	356	280	63	185		6	2,445	94
7. 2003	2,870	650	2,220	1,162	297	180	14	125		6	1,156	68
8. 2004	13,069	3,429	9,640	6,389	2,205	596	57	379		19	5,101	132
9. 2005	19,927	4,189	15,738	9,024	2,611	616	70	389		12	7,348	100
10. 2006	34,424	11,323	23,101	10,755	1,683	1,446	688	407		51	10,237	104
11. 2007	57,001	6,172	50,829	14,532	1,684	2,639	399	225		123	15,313	107
12. Totals	XXX	XXX	XXX	53,239	10,372	6,588	1,457	2,088		290	50,087	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.	44	9	20	7	6	2	4	2	2			58	1
2.	53	50	101	50	0	0	18	8	2			66	1
3.	104	81	194	71	15	6	35	16	4			177	3
4.	155	121	302	100	22	10	54	24	6			284	4
5.	208	121	303	201	29	13	54	25	9			244	6
6.	208	132	402	201	29	13	72	33	8			341	5
7.	108	102	417	381	15	20	102	50	9			97	6
8.	1,006	702	1,006	801	141	30	201	50	10			783	7
9.	1,056	1,012	3,065	1,506	303	230	312	51	17			1,953	11
10.	2,033	1,598	3,643	342	411	313	580	84	29			4,358	19
11.	6,737	870	6,052	527	624	64	709	92	53			12,623	35
12.	11,713	4,797	15,505	4,186	1,595	701	2,142	435	149			20,984	100

	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	49	9
2.	2,388	728	1,660	57.5		40.0				54	12
3.	3,709	548	3,161	63.7	68.2	63.0				146	31
4.	2,410	475	1,935	85.0	158.7	76.3				236	48
5.	3,343	846	2,497	74.5	52.1	87.1				188	55
6.	3,583	797	2,786	61.6	75.6	58.5				277	64
7.	2,117	864	1,253	73.8	133.0	56.4				42	55
8.	9,728	3,844	5,884	74.4	112.1	61.0				511	272
9.	14,782	5,481	9,301	74.2	130.8	59.1				1,603	350
10.	19,303	4,708	14,594	56.1	41.6	63.2				3,736	622
11.	31,573	3,636	27,937	55.4	58.9	55.0				11,393	1,231
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	18,234	2,750

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	18	0	3	0	0	0	0	22	XXX
2. 1998	1,724	332	1,392	3,068	426	225	32	99	29	29	2,934	2
3. 1999	7,949	1,269	6,680	6,343	1,317	575	134	281	52	52	5,747	6
4. 2000	22,567	3,199	19,368	17,960	4,840	2,071	842	822	138	138	15,172	19
5. 2001	46,630	11,047	35,584	29,506	9,466	3,612	1,421	1,652	396	396	23,884	70
6. 2002	50,522	17,201	33,321	30,625	9,924	3,395	1,338	2,092	473	473	24,850	111
7. 2003	46,604	25,265	21,339	31,268	12,322	3,128	1,989	1,714	421	421	21,799	80
8. 2004	59,623	25,293	34,331	34,146	13,970	5,701	3,629	3,096	731	731	25,344	140
9. 2005	47,382	18,922	28,459	25,016	7,810	5,940	4,344	2,827	442	442	21,629	121
10. 2006	44,426	15,391	29,035	20,587	5,014	3,409	1,134	1,167	275	275	19,015	84
11. 2007	41,942	6,636	35,305	12,422	2,082	2,152	351	184	139	139	12,325	66
12. Totals	XXX	XXX	XXX	210,959	67,170	30,212	15,214	13,933	3,096	3,096	172,720	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.	12	2	11	1	1	0	2	0	0	0	22	0	
2.	1	1	2	1	1	0	0	0	0	0	2	0	
3.	2	2	2	1	1	0	1	0	0	0	3	0	
4.	241	67	13	9	2	1	2	2	0	0	179	0	
5.	101	97	70	33	8	4	13	8	0	0	50	0	
6.	697	127	675	47	14	5	31	11	4	4	1,232	2	
7.	1,154	242	1,450	1,063	43	18	381	238	9	9	1,477	4	
8.	1,906	1,516	2,067	1,667	179	144	771	555	36	36	1,077	16	
9.	4,040	2,955	4,291	3,818	211	161	911	890	34	34	1,664	15	
10.	3,998	1,927	4,842	2,157	549	391	959	324	56	56	5,606	25	
11.	7,000	1,526	9,489	1,162	1,393	343	1,041	282	82	82	15,693	37	
12.	19,153	8,461	22,913	9,961	2,403	1,067	4,112	2,310	223	223	27,005	100	

	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	20	3
2.	3,396	461	2,936	197.0	138.7	210.9				1	1
3.	7,205	1,455	5,750	90.6	114.7	86.1				2	1
4.	21,112	5,761	15,351	93.6	180.1	79.3				178	1
5.	34,962	11,029	23,934	75.0	99.8	67.3				40	10
6.	37,534	11,452	26,082	74.3	66.6	78.3				1,198	34
7.	39,147	15,871	23,276	84.0	62.8	109.1				1,300	177
8.	47,902	21,480	26,421	80.3	84.9	77.0				790	287
9.	43,270	19,978	23,292	91.3	105.6	81.8				1,558	106
10.	35,568	10,947	24,620	80.1	71.1	84.8				4,756	849
11.	33,764	5,746	28,019	80.5	86.6	79.4				13,801	1,892
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	23,644	3,361

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	0	0	0	0			0	0	XXX
2. 1998	1,071		1,071	1,284	48	101	3	41		8	1,376	1
3. 1999	2,805	45	2,760	4,448	1,471	338	92	206		20	3,429	9
4. 2000	8,292	5,479	2,813	11,213	5,573	1,019	407	569		95	6,820	31
5. 2001	35,837	11,305	24,532	24,966	8,942	2,774	1,286	1,279		311	18,792	91
6. 2002	39,283	10,220	29,063	24,691	9,079	2,958	1,546	1,498		341	18,522	119
7. 2003	29,222	7,977	21,244	19,446	5,867	2,020	1,181	1,071		115	15,488	81
8. 2004	40,625	11,210	29,415	19,286	3,092	2,605	1,113	2,007		239	19,692	152
9. 2005	25,042	6,545	18,497	16,748	3,378	1,481	420	815		173	15,245	85
10. 2006	25,601	8,160	17,441	8,569	881	1,118	266	411		141	8,950	76
11. 2007	27,231	1,215	26,015	6,326	106	1,143	61	98		56	7,400	56
12. Totals	XXX	XXX	XXX	136,977	38,438	15,557	6,376	7,994		1,498	115,714	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.	1	0	1	0	0	0	0	0	0			1	0
2.	0	0	1	0	0	0	0	0	0			1	0
3.	105	3	11	5	25	0	2	1	0			134	0
4.	26	4	65	8	2	1	15	2	0			93	0
5.	148	72	148	57	15	7	31	13	3			196	1
6.	335	173	309	55	48	10	55	24	13			496	5
7.	297	151	487	76	42	11	189	168	13			622	5
8.	509	390	597	448	65	22	245	201	19			373	7
9.	1,363	1,176	912	739	123	32	362	329	56			540	21
10.	828	493	1,834	1,403	194	45	619	515	98			1,118	37
11.	2,353	82	4,951	1,296	172	79	794	231	61			6,642	23
12.	5,965	2,545	9,315	4,087	685	208	2,313	1,484	263			10,218	100

	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.	1,428	51	1,377	133.3		128.6				1	0
3.	5,135	1,571	3,563	183.1	3,492.0	129.1				109	25
4.	12,909	5,996	6,914	155.7	109.4	245.8				79	14
5.	29,364	10,377	18,988	81.9	91.8	77.4				167	29
6.	29,907	10,889	19,018	76.1	106.5	65.4				415	82
7.	23,564	7,453	16,110	80.6	93.4	75.8				557	66
8.	25,332	5,267	20,065	62.4	47.0	68.2				268	105
9.	21,859	6,074	15,785	87.3	92.8	85.3				360	180
10.	13,671	3,603	10,068	53.4	44.2	57.7				767	351
11.	15,898	1,856	14,042	58.4	152.7	54.0				5,925	717
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	8,648	1,569

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	4	0	1	0	0			5	XXX
2. 1998				50	10	10	3	4			51	31
3. 1999	976	341	635	251	50	42	12	18			250	147
4. 2000	541		541	281	51	43	13	20			280	162
5. 2001	169	65	104	225	57	36	13	19			209	115
6. 2002	20		20	44	32	11	7	7			23	22
7. 2003	(34)	(0)	(34)	9	3	2	1	1			7	5
8. 2004	(0)	0	(0)	5	2	1	0	0			4	3
9. 2005	0		0	0	0	0	0	0			0	0
10. 2006				0	0	0	0	0			0	0
11. 2007	1		1	0	0	0	0	(0)			0	0
12. Totals	XXX	XXX	XXX	868	204	145	49	68			828	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	0	2	0	0	0	0	0	0			4	0
2.	3	3	1	1	1	0	0	0	1			1	1
3.	130	129	29	27	28	10	5	5	36			58	29
4.	190	188	43	40	41	14	8	7	52			85	42
5.	115	115	26	24	25	9	5	4	32			51	26
6.	0	0	0	0	0	0	0	0	0			0	0
7.	6	6	1	1	1	0	0	0	2			3	1
8.	4	4	1	1	1	0	0	0	1			2	1
9.	1	1	0	0	0	0	0	0	0			0	0
10.	0	0	0	0	0	0	0	0	0			0	0
11.	0	0	0	0	0	0	0	0	0			0	0
12.	452	447	104	94	98	33	19	17	124			206	100

	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	4	0
2.	69	17	52							0	1
3.	541	232	308	55.4	68.1	48.6				3	55
4.	678	313	365	125.3		67.5				5	80
5.	483	222	260	285.4	343.3	249.6				3	49
6.	61	39	23	314.7		116.1				0	0
7.	21	11	10	(60.8)	(2,618,534.2)	(28.6)				0	2
8.	14	8	6	(3,051,649.8)	3,851,715.4	(911,252.7)				0	2
9.	1	1	0	293,424.0		74,817.0				0	0
10.	0	0	0							0	0
11.	0	0	0	9.3		2.6				0	0
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	15	191

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	84	1	12	(1)	1		0	97	XXX
2. 1998	10,617		10,617	13,131	4,512	1,115	402	815		125	10,147	18
3. 1999	10,671	1,954	8,717	11,798	5,881	1,518	823	1,750		143	8,362	57
4. 2000	15,608	6,262	9,346	16,766	9,116	2,009	1,241	1,704		259	10,122	59
5. 2001	31,000	12,903	18,097	19,976	10,895	3,355	1,822	1,904		394	12,518	75
6. 2002	69,721	9,769	59,952	31,157	10,500	3,142	1,840	1,618		372	23,578	71
7. 2003	201,456	103,220	98,235	72,367	36,184	9,590	5,059	2,404		288	43,117	66
8. 2004	259,164	131,911	127,253	181,204	134,657	12,115	9,126	6,271		763	55,806	118
9. 2005	195,255	90,665	104,590	71,314	42,002	13,697	9,489	8,688		1,334	42,208	127
10. 2006	165,709	81,555	84,153	33,392	11,699	5,853	1,750	3,356		920	29,152	65
11. 2007	174,065	93,389	80,676	25,171	11,729	3,039	672	260		626	16,068	43
12. Totals	XXX	XXX	XXX	476,361	277,175	55,446	32,224	28,769		5,225	251,176	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	20	13	0	(0)	5	3	0			9	0
2.	1	1	3	2	7	1	1	0	0			9	0
3.	3	0	20	6	19	8	4	4	24			51	9
4.	53	17	32	10	28	11	6	6	14			89	5
5.	793	265	54	6	8	3	3	3	12			593	4
6.	1,326	383	300	42	129	0	62	38	14			1,368	5
7.	4,731	3,155	2,213	797	205	180	381	253	11			3,156	4
8.	15,550	14,419	5,177	926	2,388	1,493	1,339	903	17			6,730	6
9.	3,473	2,922	10,522	7,518	2,134	864	2,391	1,586	52			5,683	19
10.	10,702	7,493	25,014	10,420	1,565	515	2,223	1,564	58			19,570	21
11.	19,251	13,716	35,147	15,860	3,570	1,284	7,676	3,927	72			30,929	26
12.	55,884	42,370	78,502	35,600	10,053	4,360	14,090	8,286	275			68,187	100

	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	7	2
2.	15,073	4,917	10,156	142.0		95.7				2	6
3.	15,135	6,722	8,413	141.8	344.0	96.5				17	35
4.	20,613	10,401	10,211	132.1	166.1	109.3				59	31
5.	26,105	12,993	13,112	84.2	100.7	72.5				576	17
6.	37,748	12,802	24,946	54.1	131.0	41.6				1,201	167
7.	91,900	45,628	46,272	45.6	44.2	47.1				2,992	164
8.	224,061	161,525	62,536	86.5	122.5	49.1				5,381	1,349
9.	112,272	64,380	47,891	57.5	71.0	45.8				3,556	2,127
10.	82,163	33,441	48,722	49.6	41.0	57.9				17,803	1,767
11.	94,186	47,189	46,997	54.1	50.5	58.3				24,822	6,107
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	56,416	11,771

**SCHEDULE P - PART 1F - SECTION 1 - MEDICAL MALPRACTICE - 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				73	16	20	3	13				87	78
4. 2000	404	85	319	282	28	38	5	19				305	86
5. 2001	470	23	447	209	7	30	1	20				250	95
6. 2002	20		20	72	0	0	0	6				79	38
7. 2003	88	60	29	20	0	13	0	0				33	2
8. 2004				0	0	0	0	0				0	0
9. 2005													
10. 2006													
11. 2007													
12. Totals	XXX	XXX	XXX	656	51	101	9	59				755	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.	106	19	87								
4.	338	33	305	83.6	38.3	95.7					
5.	258	8	250	54.9	33.7	56.0					
6.	79	0	79	384.9		383.9					
7.	33	0	33	37.8	0.6	114.5					
8.	0	0	0								
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		

**SCHEDULE P - PART 1F - SECTION 2 - MEDICAL MALPRACTICE - 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				.79	.6	.12	.0	.3			.87	122
3. 1999	198	.31	.167	.92	.4	.7	.0	.5			.99	.84
4. 2000	265	.5	.260	.46	.2	.4	.0	.6			.53	.92
5. 2001	.60	.0	.60	.36	.0	.3	.0	.2			.40	
6. 2002	.3	.1	.2	.40	.0	.0	.5	.0			.36	.1
7. 2003	.0		.0	.0	.0	.0	.4	.0			(.4)	.0
8. 2004								.0			.0	
9. 2005												
10. 2006												
11. 2007												
12. Totals	XXX	XXX	XXX	294	13	24	10	16			312	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.	.94	.7	.87								
3.	104	.4	.99	52.4	14.5	59.5					
4.	.56	.3	.53	21.0	50.6	20.5					
5.	.40	.0	.40	66.6	1,262.1	66.0					
6.	.41	.5	.36	1,188.8	339.7	1,831.6					
7.	.0	.4	(.4)	39.4		(947.6)					
8.	.0		.0								
9.											
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	.63	.2	.11	.0	.1		(.0)	.72	XXX
2. 1998	1,963		1,963	1,607	200	157	11	78		.5	1,631	XXX
3. 1999	3,775	447	3,328	2,101	288	213	45	117		.1	2,098	XXX
4. 2000	2,364	195	2,169	1,879	393	240	78	152		10	1,801	XXX
5. 2001	3,619	2,119	1,499	1,479	755	538	160	395		30	1,496	XXX
6. 2002	11,148	4,810	6,337	3,685	828	763	172	359		39	3,807	XXX
7. 2003	6,988	3,361	3,626	2,700	775	460	178	277		50	2,484	XXX
8. 2004	2,698	434	2,263	872	60	63	24	41		9	893	XXX
9. 2005	271	112	158	107	53	7	1	5		0	64	XXX
10. 2006	642	272	369	192	67	78	49	(.0)		0	154	XXX
11. 2007	67	0	67	17		3		0		0	21	XXX
12. Totals	XXX	XXX	XXX	14,702	3,422	2,534	718	1,425		145	14,521	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.	.4	.2	.0	.0	.0	.0	.0	.0	.0			.3	.0
2.	.9	.4	.1	.0	.1	.0	.0	.0	.1			.7	.1
3.	15	.8	.2	.2	2	.0	.0	.0	2			.11	.2
4.	18	.9	.5	.5	1	1	1	1	1			.10	.1
5.	387	369	35	21	25	.9	.6	.5	.31			.80	.28
6.	516	512	53	31	33	12	9	7	.45			.93	.40
7.	371	367	27	16	23	.8	.6	.4	.30			.61	.27
8.	.6	.5	.1	.0	.0	.0	.0	.0	.0			.2	.0
9.	.1	.1	.0	.0	.0	.0	.0	.0	.0			.0	.0
10.	.1	.1	.0	.0	.0	.0	.0	.0	.0			.1	.0
11.	6		1		1		0		0			.8	0
12.	1,334	1,278	125	76	86	31	22	18	110			275	100

	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	1
2.	1,854	216	1,638	94.4		83.4				5	2
3.	2,452	343	2,108	64.9	76.8	63.3				7	3
4.	2,298	487	1,811	97.2	249.6	83.5				9	1
5.	2,896	1,319	1,577	80.0	62.2	105.1				32	48
6.	5,464	1,564	3,900	49.0	32.5	61.5				26	67
7.	3,893	1,348	2,545	55.7	40.1	70.2				14	47
8.	985	90	895	36.5	20.7	39.5				1	1
9.	119	54	65	43.9	48.4	40.8				0	0
10.	272	117	155	42.4	43.0	41.9				1	0
11.	28		28	42.4		42.4				7	1
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	105	170

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	25		174					198	XXX
2. 1998	1,940	8	1,932	1,833	75	196	12	59		14	2,001	10
3. 1999	4,945	657	4,288	2,987	489	396	350	431		62	2,976	38
4. 2000	9,431	3,230	6,201	4,738	1,693	1,499	989	843		128	4,399	70
5. 2001	15,066	4,673	10,393	10,653	4,617	2,278	1,445	1,197		195	8,067	116
6. 2002	25,780	9,298	16,481	12,839	4,625	3,359	1,935	1,380		230	11,017	145
7. 2003	45,085	33,302	11,783	14,909	10,564	3,780	2,429	1,332		217	7,028	124
8. 2004	60,638	24,696	35,942	16,782	7,304	2,923	1,737	622		135	11,286	69
9. 2005	44,633	24,321	20,312	12,117	7,459	2,544	1,398	401		77	6,205	43
10. 2006	61,736	19,602	42,134	14,147	4,895	1,014	553	182		46	9,895	41
11. 2007	74,171	19,367	54,804	16,764	3,152	431	217	36		11	13,862	43
12. Totals	XXX	XXX	XXX	107,794	44,872	18,593	11,066	6,484		1,115	76,933	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.	42	3	204		42							285	
2.	82	15	82	8	4	0	15	2	1			159	0
3.	64	23	72	5	5	1	13	1	1			125	0
4.	676	109	213	11	21	2	38	2	9			832	2
5.	978	565	962	45	104	11	174	10	13			1,600	3
6.	1,449	1,080	2,659	168	432	49	660	39	19			3,883	4
7.	3,149	2,418	5,238	2,409	349	43	1,077	295	40			4,689	9
8.	2,994	1,656	5,950	1,062	317	75	1,574	304	38			7,775	8
9.	3,349	3,339	5,038	942	477	95	1,667	408	43			5,790	9
10.	9,768	2,405	6,614	679	678	106	1,085	174	125			14,906	27
11.	14,031	5,412	10,336	670	223	38	710	155	179			19,206	38
12.	36,583	17,024	37,370	5,998	2,651	419	7,012	1,391	467			59,251	100

	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	244	42
2.	2,271	111	2,160	117.1	1,386.2	111.8				142	17
3.	3,970	869	3,101	80.3	132.2	72.3				108	17
4.	8,037	2,806	5,231	85.2	86.9	84.4				769	64
5.	16,359	6,692	9,667	108.6	143.2	93.0				1,330	270
6.	22,796	7,896	14,901	88.4	84.9	90.4				2,861	1,022
7.	29,875	18,158	11,717	66.3	54.5	99.4				3,561	1,128
8.	31,200	12,139	19,061	51.5	49.2	53.0				6,226	1,550
9.	25,635	13,641	11,995	57.4	56.1	59.1				4,106	1,683
10.	33,613	8,812	24,801	54.4	45.0	58.9				13,298	1,608
11.	42,711	9,643	33,067	57.6	49.8	60.3				18,286	920
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	50,931	8,320

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	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				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	20	1	3	0	0	0	1	22	XXX
2. 1998				169	13	14	1	5	6	6	174	9
3. 1999	385	78	307	520	118	54	5	28	6	6	480	18
4. 2000	732	164	568	990	264	140	11	77	34	34	932	66
5. 2001	2,297	461	1,836	2,734	690	318	16	182	105	105	2,528	167
6. 2002	1,322	21	1,301	1,239	520	204	21	133	62	62	1,035	158
7. 2003	354	50	304	263	124	120	41	133	10	10	351	126
8. 2004	1,310	351	960	791	462	89	20	133	12	12	531	84
9. 2005	1,405	271	1,134	873	640	93	1	16	10	10	340	26
10. 2006	2,147	504	1,643	1,018	785	90	1	8	13	13	330	28
11. 2007	3,727	482	3,245	107	5	18	0	2	8	8	122	13
12. Totals	XXX	XXX	XXX	8,724	3,622	1,146	118	717	269	269	6,847	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)	0	0	1	0	0	1	1			2	2
2.	0	0	1	(0)	1	0	3	0	1			5	2
3.	0	0	7	1	1	0	1	0	0			8	1
4.	1	0	11	6	3	0	8	1	2			18	6
5.	124	76	75	21	11	2	31	5	8			147	20
6.	19	5	46	18	10	2	11	4	8			65	20
7.	14	5	27	5	5	2	5	1	6			44	15
8.	61	15	48	7	4	1	10	2	3			102	7
9.	66	16	263	7	4	1	11	2	3			321	7
10.	149	36	507	13	7	1	19	3	5			634	12
11.	445	113	1,443	11	4	1	29	2	3			1,797	7
12.	879	267	2,428	90	51	8	131	21	38			3,141	100

	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	0	2
2.	194	15	179							1	4
3.	612	124	488	159.1	159.3	159.0				6	2
4.	1,233	283	950	168.5	172.4	167.3				7	12
5.	3,483	809	2,674	151.7	175.7	145.6				103	44
6.	1,669	570	1,099	126.2	2,759.1	84.5				41	23
7.	573	178	395	161.9	356.1	129.9				31	13
8.	1,140	507	633	87.0	144.5	66.0				88	15
9.	1,329	668	661	94.6	245.9	58.3				305	16
10.	1,803	839	964	84.0	166.6	58.7				607	27
11.	2,050	132	1,919	55.0	27.4	59.1				1,763	34
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	2,951	191

**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	4,781	2,351	1,061	108	91		125	3,473	XXX
2. 2006	48,459	10,813	37,646	9,275	3,196	376	58	184		98	6,580	XXX
3. 2007	41,999	6,174	35,825	7,081	1,191	640	128	55		81	6,457	XXX
4. Totals	XXX	XXX	XXX	21,136	6,739	2,078	295	329		305	16,510	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.	5,298	3,970	3,168	708	193	49	257	139	122		4,172	43	
2.	89	10	1,912	329	50	34	614	114	28		2,206	10	
3.	4,519	792	3,849	754	333	139	732	163	133		7,717	47	
4.	9,905	4,772	8,930	1,791	575	222	1,603	415	283		14,096	100	

	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	3,788	384
2.	12,527	3,741	8,786	25.9	34.6	23.3				1,662	544
3.	17,342	3,168	14,174	41.3	51.3	39.6				6,821	896
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	12,272	1,824

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	1,604	117	814	32	70		56	2,339	XXX
2. 2006	27,611	10,850	16,761	10,553	3,738	1,644	826	864		1,240	8,498	112
3. 2007	23,902	3,097	20,805	6,247	1,869	1,348	436	115		1,025	5,405	73
4. Totals	XXX	XXX	XXX	18,404	5,724	3,806	1,294	1,049		2,320	16,242	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.	2,561	1,695	3,545	2,337	74	12	564	392	50			2,359	43
2.	677	385	1,434	611	208	86	383	228	32			1,424	28
3.	2,900	1,033	4,751	880	667	311	799	268	35			6,660	30
4.	6,138	3,113	9,730	3,828	949	408	1,746	888	117			10,443	100

	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	2,074	285
2.	15,796	5,874	9,922	57.2	54.1	59.2				1,115	310
3.	16,861	4,795	12,066	70.5	154.8	58.0				5,738	922
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	8,927	1,516

**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						10 Salvage and Subrogation Received	11 Total Net Paid (Cols. 4 - 5 + 6 - 7 + 8 - 9)	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				
				4 Direct and Assumed	5 Ceded	6 Direct and Assumed	7 Ceded	8 Direct and Assumed	9 Ceded			
1. Prior	XXX	XXX	XXX	4	2	1	1	0			3	XXX
2. 2006	187	159	28	0	0	0	0	0			0	XXX
3. 2007	171	155	15	0	0	0	0	0			0	XXX
4. Totals	XXX	XXX	XXX	4	2	2	1	0			3	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.	256	59	43	11	14	4	8	2	3			248	100
2.	0	0	0	0	0	0	0	0	0			0	0
3.	0	0	0	0	0	0	0	0	0			0	0
4.	256	59	43	11	14	4	8	2	3			248	100

	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	229	19
2.	0	0	0	0.2	0.1	0.8				0	0
3.	0	0	0	0.1	0.0	0.8				0	0
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	229	19

**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	28,008	25,953	56	46	5			2,069	XXX
2. 2006	143,691	112,318	31,373	76,011	54,990	368	216	279	17		21,452	XXX
3. 2007	146,468	122,947	23,521	47,603	42,129	63	173	5	0		5,368	XXX
4. Totals	XXX	XXX	XXX	151,622	123,072	486	435	289	18		28,890	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.	16,699	14,283	11,032	10,776	257	58	728	221	88		3,465	43	
2.	12,242	9,971	3,373	2,606	52	35	708	206	68		3,625	33	
3.	6,782	3,028	29,315	21,517	47	45	6,411	6,410	50		11,605	24	
4.	35,723	27,281	43,719	34,900	355	138	7,847	6,837	206		18,695	100	

	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	2,671	794
2.	93,101	68,024	25,077	64.8	60.6	79.9				3,038	587
3.	90,275	73,302	16,974	61.6	59.6	72.2				11,552	53
4.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	17,262	1,434

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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				.64	.25	.6	.1	.5			.50	XXX
3. 1999	407	141	266	409	.89	.28	.21	.14		.9	341	XXX
4. 2000	159		159	199	.50	.14	.2	.9			170	XXX
5. 2001	514	213	301	242	.41	.27	.11	.18			234	XXX
6. 2002	161	.48	.113	.30	.15	.2	.1	.1			.17	XXX
7. 2003	(.5)	(.0)	(.5)	.3	.2	.0	.0	.0			.2	XXX
8. 2004	(.21)	(.10)	(.10)	.3	.2	.0	.0	.0			.1	XXX
9. 2005	(.40)	(.19)	(.21)	.1	.0	.0	.0	.0			.0	XXX
10. 2006												XXX
11. 2007												XXX
12. Totals	XXX	XXX	XXX	950	225	78	37	48		9	814	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.	.76	.26	.50								
3.	452	111	341	111.0	78.5	128.2					
4.	222	52	170	139.7		106.7					
5.	286	52	234	55.7	24.6	77.7					
6.	33	16	17	20.5	33.3	15.1					
7.	4	2	.2	(74.5)	(731,451.2)	(29.8)					
8.	3	2	.1	(14.6)	(19.4)	(9.9)					
9.	1	0	0	(1.4)	(1.7)	(1.1)					
10.											
11.											
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX		



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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			
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		21 Direct and Assumed		22 Ceded	
1. Prior	XXX	XXX	XXX	389	10	19	1	2		4	399	XXX
2. 1998	25,492	4,827	20,665	23,459	4,130	166	135	587		990	19,947	XXX
3. 1999	21,364	3,357	18,007	18,999	3,056	131	65	352		1,202	16,360	XXX
4. 2000	32,177	4,591	27,586	19,872	2,961	147	25	91		472	17,124	XXX
5. 2001	44,455	11,576	32,879	63,139	39,274	373	53	225		1,189	24,410	XXX
6. 2002	61,313	13,522	47,792	22,118	2,427	162	19	105		620	19,939	XXX
7. 2003	83,123	16,938	66,186	40,157	5,194	342	43	215		421	35,477	XXX
8. 2004	76,815	19,645	57,170	97,228	59,765	264	57	167		492	37,837	XXX
9. 2005	95,167	19,764	75,404	75,995	40,461	415	15	236		172	36,169	XXX
10. 2006	103,615	25,432	78,183	19,588	2,606	670	27	217		168	17,841	XXX
11. 2007	110,964	39,197	71,766	11,224	201	174	8	15		70	11,203	XXX
12. Totals	XXX	XXX	XXX	392,167	160,086	2,861	448	2,213		5,801	236,706	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					
	Case Basis		Bulk + IBNR		Case Basis		Bulk + IBNR		Adjusting and Other Unpaid				
1.	69	13	116	7	3	1	21	2	5			191	XXX
2.	29	18	21	9	5	1	23	2	6			53	XXX
3.	4	3	6	0	0	0	1	0	0			7	XXX
4.	7	4	11	4	0	0	2	1	0			11	XXX
5.	163	88	220	7	5	1	39	2	10			339	XXX
6.	82	22	91	16	2	0	8	3	2			145	XXX
7.	1,057	18	149	6	3	1	16	1	4			1,203	XXX
8.	4,620	3,821	2,321	2,237	91	143	737	627	4			945	XXX
9.	23,899	16,825	10,851	10,698	236	68	1,999	1,862	347			7,880	XXX
10.	6,450	742	7,523	617	314	74	978	398	399			13,833	XXX
11.	10,400	3,654	14,756	5,434	664	125	2,647	1,516	600			18,339	XXX
12.	46,780	25,207	36,065	19,036	1,323	414	6,473	4,415	1,377			42,946	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
2.	24,295	4,295	20,000	95.3	89.0	96.8				23	30
3.	19,493	3,126	16,367	91.2	93.1	90.9				6	1
4.	20,130	2,995	17,136	62.6	65.2	62.1				10	2
5.	64,174	39,425	24,749	144.4	340.6	75.3				287	52
6.	22,571	2,487	20,084	36.8	18.4	42.0				135	10
7.	41,943	5,263	36,680	50.5	31.1	55.4				1,182	21
8.	105,432	66,650	38,782	137.3	339.3	67.8				884	61
9.	113,978	69,929	44,049	119.8	353.8	58.4				7,227	653
10.	36,139	4,465	31,674	34.9	17.6	40.5				12,614	1,219
11.	40,480	10,939	29,542	36.5	27.9	41.2				16,068	2,271
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	38,601	4,345

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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	.894	.218	.145	.0	.12		.2	.833	XXX
2. 1998	23,234	2,814	20,420	35,671	7,425	1,910	.5	1,530		160	31,680	XXX
3. 1999	42,903	4,398	38,505	61,463	8,765	4,134	.4	2,883		389	59,710	XXX
4. 2000	35,849	3,189	32,660	43,263	5,006	2,874	.7	1,754		336	42,878	XXX
5. 2001	29,273	5,266	24,007	33,327	3,552	2,337	.15	1,264		416	33,361	XXX
6. 2002	41,701	6,489	35,212	28,994	6,200	1,374	.19	528		252	24,678	XXX
7. 2003	60,906	9,927	50,979	34,014	5,286	.960	.52	283		231	29,919	XXX
8. 2004	70,239	14,921	55,318	21,170	4,093	.656	.46	226		141	17,914	XXX
9. 2005	84,233	11,878	72,355	27,941	2,412	1,053	.13	210		162	26,779	XXX
10. 2006	93,242	12,509	80,732	7,977	635	.650	.8	154		.99	8,139	XXX
11. 2007	91,230	1,955	89,275	4,062	147	.352	.4	30		.67	4,293	XXX
12. Totals	XXX	XXX	XXX	298,775	43,739	16,445	.173	8,874		2,256	280,183	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.	2,380	.516	1,478	.160	.70	.7	.265	.37	.50			3,522	XXX
2.	1,614	1,377	.174	.18	.180	.22	.749	.120	.128			1,308	XXX
3.	1,970	1,416	.686	.252	.119	.10	.123	.58	.42			1,205	XXX
4.	2,071	1,435	2,055	.633	.302	.35	.728	.147	.152			3,058	XXX
5.	1,144	.722	1,860	.107	.37	.3	.334	.102	.29			2,472	XXX
6.	3,819	1,661	2,270	.207	.184	.55	.48	.48	.45			4,396	XXX
7.	9,478	2,094	5,567	.315	.180	.80	.999	.23	.161			13,874	XXX
8.	11,325	3,632	16,748	1,611	.89	.36	1,929	.618	.235			24,428	XXX
9.	24,475	13,710	26,696	.651	.231	.80	4,356	.644	.430			41,104	XXX
10.	13,747	1,601	18,838	.499	.250	.106	3,638	.501	.577			34,343	XXX
11.	17,650	.253	22,553	.506	.120	.26	4,586	.83	.539			44,580	XXX
12.	89,675	28,416	98,924	4,958	1,762	.459	17,755	2,382	2,390			174,289	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	3,181	342
2.	41,954	8,966	32,988	180.6	318.6	161.5				393	914
3.	71,420	10,506	60,914	166.5	238.9	158.2				988	216
4.	53,199	7,264	45,936	148.4	227.8	140.6				2,058	1,000
5.	40,333	4,500	35,833	137.8	85.5	149.3				2,175	296
6.	37,264	8,190	29,074	89.4	126.2	82.6				4,221	175
7.	51,642	7,849	43,792	84.8	79.1	85.9				12,636	1,238
8.	52,378	10,036	42,342	74.6	67.3	76.5				22,830	1,598
9.	85,393	17,510	67,883	101.4	147.4	93.8				36,811	4,293
10.	45,831	3,350	42,482	49.2	26.8	52.6				30,486	3,857
11.	49,892	1,019	48,873	54.7	52.1	54.7				39,445	5,136
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	155,224	19,065

**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	15		15									XXX
3. 1999	323	75	248	14	1	0	0	0	0	0	14	XXX
4. 2000	162	51	111									XXX
5. 2001	223	115	108	(0)	(0)	0	0	0	0	0	(0)	XXX
6. 2002	142	50	92	88	34	(1)	0	1	0	0	54	XXX
7. 2003	501	44	457					0	0	0	0	XXX
8. 2004	627	149	478	330	99	5	0	2	0	0	239	XXX
9. 2005	761	125	636	51	4	1	0	2	0	0	50	XXX
10. 2006	799	118	681	459	1	6	0	6	0	0	470	XXX
11. 2007	(103)		(103)					(0)			(0)	XXX
12. Totals	XXX	XXX	XXX	942	139	12	1	11		0	825	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.													XXX
2.													XXX
3.	1	0	1	0	0	0	0	0	0	0		2	XXX
4.													XXX
5.	1	0	1	0	0	0	0	0	0	0		2	XXX
6.	4	0	3	0	1	0	1	0	0	0		7	XXX
7.													XXX
8.													XXX
9.													XXX
10.													XXX
11.													XXX
12.	5	0	5	0	1	0	1	0	0	0		11	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		
2.											
3.	16	1	15	5.1	1.7	6.1				1	0
4.											
5.	2	0	2	1.1	0.2	2.0				2	1
6.	96	35	61	67.9	69.9	66.8				6	1
7.	0		0	0.0		0.0					
8.	338	99	239	53.9	66.4	49.9					
9.	53	4	50	7.0	3.1	7.8					
10.	471	2	470	59.0	1.3	69.0					
11.	(0)		(0)	0.0		0.0					
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	9	2

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**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				387	70	50	4	25			388	172
3. 1999	260	27	233	475	58	37	2	20	1		473	84
4. 2000	54	3	51	187	20	17	1	9			192	37
5. 2001	303	3	300	91	1	9	0	6			104	0
6. 2002	1,188	317	870	226	11	4	1	20	0		238	130
7. 2003	3,696	3,007	689	103	1	2	0	0	0		103	22
8. 2004	2,607	949	1,658	2	1	3	1	0	1		4	14
9. 2005	1,032	401	630	2	1	4	0	0	0		6	16
10. 2006	696	493	203	24	10	12	1	11			36	93
11. 2007	2,317	377	1,939	4	0	1	0	0			4	133
12. Totals	XXX	XXX	XXX	1,500	174	140	10	92	2		1,549	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.	51	0	52	8	0	0	9	2	0			102	5
7.	102	0	104	16	0	0	19	4	0			205	10
8.	123	1	125	20	0	0	22	5	0			246	12
9.	254	1	256	25	0	0	28	6	0			507	15
10.	156	1	160	71	0	0	47	20	0			272	25
11.	338	1	343	24	0	0	62	3	0			715	33
12.	1,024	4	1,040	164	1	0	187	38	1			2,046	100

	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.	462	74	388								
3.	532	60	473	204.7	220.9	202.9					
4.	214	22	192	396.2	717.0	377.4					
5.	106	2	104	34.9	46.9	34.8					
6.	362	22	340	30.5	6.9	39.1				95	8
7.	330	22	308	8.9	0.7	44.7				190	15
8.	276	26	249	10.6	2.8	15.0				227	18
9.	545	32	513	52.8	8.0	81.4				484	23
10.	410	103	308	59.0	20.8	151.5				244	28
11.	748	28	720	32.3	7.6	37.1				656	60
12.	XXX	XXX	XXX	XXX	XXX	XXX			XXX	1,896	150

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 REINSURANCE CORPORATION**

**SCHEDULE P - PART 2A - HOMEOWNERS/FARMOWNERS**

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	598	995	812	480	1,058	980	974	973	975	1,037	62	63
2. 1998	1,112	1,864	2,286	1,541	1,778	1,611	1,549	1,537	1,539	1,608	68	71
3. 1999	XXX	2,780	2,057	2,945	2,901	2,953	2,929	2,897	2,901	3,079	178	183
4. 2000	XXX	XXX	1,604	1,696	1,610	1,546	1,561	1,530	1,544	1,835	292	305
5. 2001	XXX	XXX	XXX	2,012	1,778	2,091	2,135	2,056	2,075	2,332	257	276
6. 2002	XXX	XXX	XXX	XXX	2,800	2,558	2,321	2,233	2,268	2,593	325	360
7. 2003	XXX	XXX	XXX	XXX	XXX	1,761	1,648	1,042	1,068	1,119	51	77
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	6,521	5,739	4,987	5,495	508	(244)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,016	7,775	8,894	1,119	(122)
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,908	14,158	250	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,658	XXX	XXX
<b>12. Totals</b>											<b>3,110</b>	<b>969</b>

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

1. Prior	73	149	136	1,134	573	512	507	512	513	555	42	43
2. 1998	925	1,421	2,087	3,156	2,922	2,875	2,838	2,973	2,843	2,837	(6)	(136)
3. 1999	XXX	4,163	5,062	5,267	5,133	5,631	5,515	5,544	5,469	5,469	(0)	(75)
4. 2000	XXX	XXX	10,907	11,604	12,899	14,331	14,263	14,463	14,399	14,529	130	66
5. 2001	XXX	XXX	XXX	20,261	21,081	20,743	22,320	22,234	22,200	22,282	82	48
6. 2002	XXX	XXX	XXX	XXX	23,245	21,580	22,875	22,811	23,013	23,985	972	1,175
7. 2003	XXX	XXX	XXX	XXX	XXX	15,927	17,465	19,239	20,860	21,553	693	2,314
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	22,433	20,697	21,066	23,290	2,223	2,593
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,505	19,077	20,431	1,354	926
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	22,318	23,398	1,080	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,752	XXX	XXX
<b>12. Totals</b>											<b>6,569</b>	<b>6,954</b>

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

1. Prior	659	342	206	632	215	204	197	197	197	198	1	1
2. 1998	828	947	908	1,383	1,540	1,377	1,330	1,331	1,331	1,336	5	4
3. 1999	XXX	1,816	2,217	1,940	2,880	2,753	3,696	3,209	3,387	3,358	(29)	149
4. 2000	XXX	XXX	2,272	3,116	3,183	5,553	6,538	6,142	6,301	6,344	43	202
5. 2001	XXX	XXX	XXX	14,160	16,569	17,422	17,017	17,010	17,252	17,705	453	696
6. 2002	XXX	XXX	XXX	XXX	14,829	14,445	15,633	15,564	16,350	17,507	1,157	1,943
7. 2003	XXX	XXX	XXX	XXX	XXX	11,603	11,890	12,629	14,093	15,026	933	2,397
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	17,652	16,383	16,499	18,040	1,541	1,657
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,229	13,751	14,915	1,164	685
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,979	9,559	580	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,884	XXX	XXX
<b>12. Totals</b>											<b>5,848</b>	<b>7,733</b>

**SCHEDULE P - PART 2D- WORKERS' COMPENSATION**

1. Prior			3	3	(5)	(1)	15	2	2	11	9	9
2. 1998					146	98	70	44	44	47	3	3
3. 1999	XXX	417	486	376	368	287	349	222	222	254	33	33
4. 2000	XXX	XXX	364	184	298	424	372	251	251	293	43	43
5. 2001	XXX	XXX	XXX	450	166	197	268	184	184	210	25	25
6. 2002	XXX	XXX	XXX	XXX	11	26	20	16	16	16	0	0
7. 2003	XXX	XXX	XXX	XXX	XXX	10	11	6	6	8	1	1
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	8	3	3	5	1	1
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			0	0	0
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
<b>12. Totals</b>											<b>116</b>	<b>116</b>

**SCHEDULE P - PART 2E- COMMERCIAL MULTIPLE PERIL**

1. Prior	7,096	7,084	6,424	3,884	3,801	3,505	3,661	3,474	3,501	3,595	94	121
2. 1998	8,282	9,155	8,917	9,535	8,575	9,156	9,453	9,223	9,351	9,341	(10)	118
3. 1999	XXX	5,365	5,887	5,766	5,616	6,169	6,625	6,451	6,749	6,640	(109)	188
4. 2000	XXX	XXX	5,079	6,038	7,471	8,113	8,037	7,835	8,311	8,493	183	658
5. 2001	XXX	XXX	XXX	10,682	10,519	11,824	11,812	11,911	10,767	11,196	429	(715)
6. 2002	XXX	XXX	XXX	XXX	27,011	25,999	23,809	22,966	24,484	23,313	(1,171)	347
7. 2003	XXX	XXX	XXX	XXX	XXX	43,923	43,796	42,958	42,619	43,858	1,239	900
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	52,009	52,818	56,301	56,248	(53)	3,430
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	38,868	39,113	39,151	39	283
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	38,871	45,309	6,438	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	46,665	XXX	XXX
<b>12. Totals</b>											<b>7,078</b>	<b>5,330</b>

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**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	7			(10)	2	2	2	2	2	2		
2. 1998												
3. 1999	XXX		90	9	31	61	76	74	74	74		
4. 2000	XXX	XXX	193	335	245	271	290	287	287	287		
5. 2001	XXX	XXX	XXX	282	244	227	231	230	230	230		
6. 2002	XXX	XXX	XXX	XXX	92	74	73	72	72	72		
7. 2003	XXX	XXX	XXX	XXX	XXX	41	33	33	33	33		
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	0	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
<b>12. Totals</b>												

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

1. Prior		95	58	87	58	58	58	58	58	58		
2. 1998			39	31	53	151	154	84	84	84		
3. 1999	XXX	125	18	124	125	128	128	95	95	95		
4. 2000	XXX	XXX	296	115	156	61	62	47	47	47		
5. 2001	XXX	XXX	XXX	90	38	38	38	38	38	38		
6. 2002	XXX	XXX	XXX	XXX	41	41	36	36	36	36		
7. 2003	XXX	XXX	XXX	XXX	XXX	0	(3)	(4)	(4)	(4)		
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
<b>12. Totals</b>												

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

1. Prior	673	1,125	1,552	1,085	1,117	1,183	1,241	1,226	1,257	1,318	61	92
2. 1998	87	864	1,615	1,370	1,405	1,476	1,520	1,546	1,572	1,558	(13)	12
3. 1999	XXX	1,252	1,238	1,821	1,991	2,094	1,940	1,968	1,985	1,990	4	22
4. 2000	XXX	XXX	702	1,325	1,389	1,498	1,582	1,602	1,650	1,658	8	56
5. 2001	XXX	XXX	XXX	933	943	1,143	993	1,002	1,036	1,151	115	148
6. 2002	XXX	XXX	XXX	XXX	2,631	2,850	3,345	3,346	3,380	3,496	116	150
7. 2003	XXX	XXX	XXX	XXX	XXX	1,999	2,128	2,133	2,163	2,239	76	106
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	868	829	862	853	(9)	24
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	64	65	60	(5)	(4)
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	191	155	(36)	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	28	XXX	XXX
<b>12. Totals</b>											318	607

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

1. Prior	2,556	1,842	96	485	664	875	823	1,087	1,058	1,058		(29)
2. 1998	1,296	1,319	1,187	1,232	1,813	1,669	1,703	1,875	1,854	2,101	247	226
3. 1999	XXX	3,359	2,559	3,400	2,799	2,409	2,279	2,487	2,473	2,669	195	182
4. 2000	XXX	XXX	6,372	4,481	4,346	2,881	2,578	3,518	3,386	4,379	993	862
5. 2001	XXX	XXX	XXX	7,189	7,656	9,302	9,306	9,873	9,299	8,457	(842)	(1,416)
6. 2002	XXX	XXX	XXX	XXX	10,410	13,035	13,531	12,398	11,581	13,502	1,921	1,104
7. 2003	XXX	XXX	XXX	XXX	XXX	7,406	7,414	8,012	7,743	10,344	2,601	2,332
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	20,888	17,704	17,362	18,401	1,039	697
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,378	11,541	11,551	10	172
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	24,136	24,494	359	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	32,852	XXX	XXX
<b>12. Totals</b>											6,524	4,128

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

1. Prior			3	11	27	31	45	38	38	61	23	23
2. 1998					57	56	127	126	126	173	47	46
3. 1999	XXX	226	194	288	384	347	424	426	436	460	24	33
4. 2000	XXX	XXX	382	373	596	573	607	695	711	871	160	176
5. 2001	XXX	XXX	XXX	1,261	1,464	1,526	1,606	1,897	1,939	2,485	546	588
6. 2002	XXX	XXX	XXX	XXX	239	356	400	477	595	959	364	482
7. 2003	XXX	XXX	XXX	XXX	XXX	157	132	158	175	256	82	98
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	161	182	318	498	179	315
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	325	318	643	325	318
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	685	951	266	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,914	XXX	XXX
<b>12. Totals</b>											2,015	2,080

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**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	17,653	13,311	14,530	1,219	(3,123)
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,427	8,574	(2,853)	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,986	XXX	XXX
<b>4. Totals</b>											<b>(1,634)</b>	<b>(3,123)</b>

**SCHEDULE P - PART 2J - AUTO PHYSICAL DAMAGE**

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,871	5,934	7,573	1,639	1,702
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,901	9,026	1,125	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,916	XXX	XXX
<b>4. Totals</b>											<b>2,764</b>	<b>1,702</b>

**SCHEDULE P - PART 2K - FIDELITY, SURETY**

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	945	979	256	(723)	(689)
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15	0	(15)	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	XXX	XXX
<b>4. Totals</b>											<b>(738)</b>	<b>(689)</b>

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

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,772	15,608	14,986	(622)	(787)
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	23,231	24,730	1,499	XXX
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,918	XXX	XXX
<b>4. Totals</b>											<b>876</b>	<b>(787)</b>

**SCHEDULE P - PART 2M - INTERNATIONAL**

1. Prior	197	195	(86)	(76)	(84)	(81)	(58)	(59)	(59)	(59)		
2. 1998				32	34	49	44	50	45	45		(6)
3. 1999	XXX	236	226	345	344	353	326	339	327	327		(12)
4. 2000	XXX	XXX	261	121	173	162	160	164	160	160		(4)
5. 2001	XXX	XXX	XXX	200	209	204	215	219	216	216		(3)
6. 2002	XXX	XXX	XXX	XXX	13	10	16	18	16	16		(2)
7. 2003	XXX	XXX	XXX	XXX	XXX	1	1	2	1	1		(1)
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2	2	1	1		(1)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	0	0		(0)
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX				XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		XXX	XXX
<b>12. Totals</b>												<b>(28)</b>



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**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	14,572	11,606	6,902	7,539	7,678	8,114	9,239	8,626	8,921	8,936	16	310
2. 1998	19,636	19,686	20,553	18,580	18,818	19,142	19,287	19,300	19,404	19,407	3	107
3. 1999	XXX	16,951	24,379	14,556	15,197	15,904	16,014	16,001	16,041	16,015	(26)	14
4. 2000	XXX	XXX	16,385	13,419	15,850	16,684	16,355	17,252	17,318	17,044	(273)	(207)
5. 2001	XXX	XXX	XXX	45,035	33,400	33,795	32,124	25,023	24,236	24,514	278	(509)
6. 2002	XXX	XXX	XXX	XXX	33,613	25,276	24,496	22,387	20,528	19,976	(551)	(2,410)
7. 2003	XXX	XXX	XXX	XXX	XXX	37,644	36,640	38,380	38,622	36,461	(2,161)	(1,919)
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	15,145	30,228	34,689	38,611	3,922	8,383
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	30,231	37,488	43,466	5,978	13,235
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	31,087	31,057	(30)	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	28,927	XXX	XXX
<b>12. Totals</b>											<b>7,156</b>	<b>17,003</b>

**SCHEDULE P - PART 2O - REINSURANCE  
Nonproportional Assumed Liability**

1. Prior	53,293	50,349	46,970	47,791	37,002	42,008	45,323	45,067	45,494	47,655	2,161	2,588
2. 1998	9,423	12,942	16,631	19,052	22,401	26,908	30,946	30,194	30,073	31,330	1,257	1,137
3. 1999	XXX	29,644	34,615	35,195	41,812	45,069	52,687	55,246	55,732	57,989	2,257	2,743
4. 2000	XXX	XXX	29,139	24,549	30,039	34,843	39,600	42,055	43,618	44,030	412	1,976
5. 2001	XXX	XXX	XXX	20,908	13,217	22,420	29,278	29,857	30,313	34,539	4,226	4,683
6. 2002	XXX	XXX	XXX	XXX	30,850	24,475	23,780	26,544	27,688	28,501	812	1,956
7. 2003	XXX	XXX	XXX	XXX	XXX	39,601	38,328	41,263	41,635	43,349	1,713	2,086
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	41,011	40,833	41,390	41,880	490	1,048
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	59,552	58,479	67,243	8,764	7,691
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	41,670	41,751	80	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	48,304	XXX	XXX
<b>12. Totals</b>											<b>22,172</b>	<b>25,906</b>

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

1. Prior					41	345	378	509	119	119		(390)
2. 1998					29		0					
3. 1999	XXX						0		54	15	(39)	15
4. 2000	XXX	XXX					(0)					
5. 2001	XXX	XXX	XXX							2	2	2
6. 2002	XXX	XXX	XXX	XXX			38	63	80	60	(19)	(3)
7. 2003	XXX	XXX	XXX	XXX	XXX							
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	230	254	270	236	(33)	(17)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	99	116	48	(68)	(51)
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	559	463	(95)	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
<b>12. Totals</b>											<b>(253)</b>	<b>(444)</b>

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**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				.9	.7	.7	.7	.7	.7	.7		
2. 1998				21	92	335	390	460	363	363		(96)
3. 1999	XXX	167	204	246	319	438	503	582	452	452		(130)
4. 2000	XXX	XXX	31	97	122	177	297	394	183	183		(211)
5. 2001	XXX	XXX	XXX	153	156	98	98	98	98	98		(0)
6. 2002	XXX	XXX	XXX	XXX	260	191	429	333	336	320	(16)	(13)
7. 2003	XXX	XXX	XXX	XXX	XXX	108	274	136	453	308	(145)	172
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	497	355	449	249	(200)	(106)
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	502	686	513	(174)	11
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	95	296	201	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	719	XXX	XXX
<b>12. Totals</b>											(334)	(375)

**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
<b>12. Totals</b>												

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

1. Prior	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
<b>4. Totals</b>												

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**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	.100	.239	.346	.906	.947	.969	.972	.975	.981	.7	
2. 1998	.24	.978	1,172	1,374	1,452	1,505	1,538	1,537	1,539	1,544	10	
3. 1999	XXX	.796	1,066	2,300	2,759	2,849	2,899	2,897	2,901	2,906	14	
4. 2000	XXX	XXX	.617	1,321	1,425	1,502	1,538	1,530	1,544	1,557	.9	
5. 2001	XXX	XXX	XXX	.714	1,589	2,017	2,073	2,057	2,071	2,097	40	
6. 2002	XXX	XXX	XXX	XXX	.859	2,128	2,248	2,230	2,249	2,260	.88	
7. 2003	XXX	XXX	XXX	XXX	XXX	.101	.553	.874	1,020	1,031	.62	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,610	4,436	4,616	4,723	125	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,257	6,321	6,958	.88	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,895	9,830	.85	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,088	.72	

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

1. Prior	.000	.50	.91	.484	.497	.511	.504	.509	.511	.533	.11	
2. 1998	.88	1,138	1,728	2,407	2,651	2,791	2,834	2,834	2,834	2,835	.2	
3. 1999	XXX	1,242	2,768	4,361	4,858	5,321	5,440	5,459	5,465	5,467	.6	
4. 2000	XXX	XXX	3,339	10,071	12,765	13,769	14,034	14,203	14,238	14,350	.19	
5. 2001	XXX	XXX	XXX	10,425	19,053	19,993	21,009	21,554	21,996	22,232	.70	
6. 2002	XXX	XXX	XXX	XXX	11,526	18,032	20,363	21,307	21,803	22,758	109	
7. 2003	XXX	XXX	XXX	XXX	XXX	.9,853	14,891	17,190	18,742	20,085	.76	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	9,834	16,374	19,748	22,249	124	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,186	14,133	18,802	106	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,761	17,848	.58	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,141	.29	

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

1. Prior	.000	.7	.30	.186	.197	.197	.197	.197	.197	.197	.0	
2. 1998	.403	.654	.882	1,180	1,269	1,307	1,321	1,322	1,330	1,334	.1	
3. 1999	XXX	.626	1,473	1,633	2,135	2,588	3,152	3,203	3,216	3,224	.9	
4. 2000	XXX	XXX	2,036	2,593	4,025	5,333	5,868	6,058	6,207	6,252	.31	
5. 2001	XXX	XXX	XXX	5,768	9,663	16,065	16,473	16,899	17,210	17,512	.90	
6. 2002	XXX	XXX	XXX	XXX	4,687	10,208	14,612	15,127	16,092	17,023	114	
7. 2003	XXX	XXX	XXX	XXX	XXX	4,610	9,570	11,293	13,322	14,417	.76	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	8,222	12,956	15,312	17,685	144	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,420	12,432	14,430	.63	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,756	8,539	.39	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,302	.33	

**SCHEDULE P - PART 3D - WORKERS' COMPENSATION**

1. Prior	.000		.2	.2	(.5)	(.1)	.2	.2	.2	.7	.19	
2. 1998					.24	.31	.44	.44	.44	.47	.30	
3. 1999	XXX		.4	.20	.83	.134	.222	.222	.222	.232	118	
4. 2000	XXX	XXX	.1	.30	.79	.143	.251	.251	.251	.260	120	
5. 2001	XXX	XXX	XXX	.41	.72	.115	.184	.184	.184	.190	.89	
6. 2002	XXX	XXX	XXX	XXX	.5	.9	.16	.16	.16	.16	.22	
7. 2003	XXX	XXX	XXX	XXX	XXX	.2	.6	.6	.6	.7	.4	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.3	.3	.3	.4	.2	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			.0	.0	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		.0	.0	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	

**SCHEDULE P - PART 3E - COMMERCIAL MULTIPLE PERIL**

1. Prior	.000	2,340	3,128	3,322	3,446	3,510	3,519	3,455	3,489	3,586	.1	
2. 1998	2,466	7,052	7,479	7,890	8,372	8,831	9,028	9,039	9,309	9,333	.18	
3. 1999	XXX	1,812	3,145	4,016	5,437	5,760	6,272	6,278	6,609	6,612	.48	
4. 2000	XXX	XXX	1,548	4,989	7,331	6,969	7,403	7,600	8,085	8,418	.54	
5. 2001	XXX	XXX	XXX	5,070	9,651	9,325	9,820	10,508	10,571	10,615	.70	
6. 2002	XXX	XXX	XXX	XXX	5,622	15,063	15,960	19,067	21,331	21,960	.66	
7. 2003	XXX	XXX	XXX	XXX	XXX	20,987	34,082	35,939	36,742	40,713	.62	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	15,667	43,687	49,311	49,535	112	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,120	30,406	33,520	108	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,917	25,797	.44	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,808	.17	

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**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	.2	.2	.2	.2	.2	.2		
2. 1998												
3. 1999	XXX		.9	.9	.29	.54	.74	.74	.74	.74	.78	
4. 2000	XXX	XXX	.23	.203	.236	.264	.287	.287	.287	.287	.86	
5. 2001	XXX	XXX	XXX	.76	.204	.218	.230	.230	.230	.230	.95	
6. 2002	XXX	XXX	XXX	XXX	.72	.72	.72	.72	.72	.72	.38	
7. 2003	XXX	XXX	XXX	XXX	XXX	.32	.33	.33	.33	.33	.2	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0	.0	.0	.0	
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	.58	.58	.58	.58	.58	.58	.58	.58	.58		
2. 1998			.31	.31	.48	.83	.84	.84	.84	.84	.122	
3. 1999	XXX		.14	.45	.78	.94	.95	.95	.95	.95	.84	
4. 2000	XXX	XXX	.6	.25	.39	.47	.47	.47	.47	.47	.92	
5. 2001	XXX	XXX	XXX	.28	.38	.38	.38	.38	.38	.38		
6. 2002	XXX	XXX	XXX	XXX	.40	.41	.36	.36	.36	.36	.1	
7. 2003	XXX	XXX	XXX	XXX	XXX	.0	(4)	(4)	(4)	(4)	.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		

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

1. Prior	.000	.500	.911	1,000	1,156	1,165	1,220	1,223	1,245	1,316	XXX	XXX
2. 1998	.34	.627	1,162	1,312	1,458	1,471	1,508	1,542	1,562	1,553	XXX	XXX
3. 1999	XXX	.620	.967	1,682	1,915	1,979	1,933	1,962	1,974	1,981	XXX	XXX
4. 2000	XXX	XXX	.380	1,136	1,293	1,409	1,574	1,599	1,627	1,649	XXX	XXX
5. 2001	XXX	XXX	XXX	.654	.827	.966	.951	.996	1,012	1,101	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	2,195	2,597	3,280	3,340	3,376	3,448	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	1,268	2,099	2,127	2,143	2,207	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.827	.828	.850	.852	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.58	.60	.60	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.160	.154	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20	XXX	XXX

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

1. Prior	.000	.213	.275	.265	.372	.412	.467	.513	.574	.772	.1	
2. 1998	.116	1,016	1,059	1,078	1,164	1,422	1,507	1,745	1,771	1,943	.10	
3. 1999	XXX	.225	.285	1,509	1,645	1,488	1,853	2,142	2,363	2,544	.38	
4. 2000	XXX	XXX	.130	1,265	1,453	1,795	1,986	2,928	3,207	3,555	.68	
5. 2001	XXX	XXX	XXX	2,619	2,998	3,606	3,872	5,684	7,386	6,869	.113	
6. 2002	XXX	XXX	XXX	XXX	.558	2,257	4,859	5,887	9,552	9,637	.141	
7. 2003	XXX	XXX	XXX	XXX	XXX	4,034	6,249	5,965	5,985	5,696	.115	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,304	6,316	7,805	10,664	.60	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.830	1,263	5,804	.34	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,028	9,713	.14	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13,826	.4	

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

1. Prior	.000		.2	.7	.25	.30	.40	.38	.38	.60	.3	
2. 1998					.52	.55	.126	.126	.126	.169	.7	
3. 1999	XXX	.29	.174	.231	.329	.339	.419	.423	.425	.452	.17	
4. 2000	XXX	XXX	.78	.290	.507	.548	.595	.680	.690	.855	.60	
5. 2001	XXX	XXX	XXX	.834	1,384	1,473	1,594	1,782	1,802	2,346	.146	
6. 2002	XXX	XXX	XXX	XXX	.215	.301	.386	.449	.484	.902	.138	
7. 2003	XXX	XXX	XXX	XXX	XXX	.136	.120	.147	.154	.218	.110	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.129	.163	.256	.398	.77	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.27	.195	.325	.19	
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.126	.322	.15	
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	120	.6	

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**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	7,097	10,480	XXX	XXX
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	3,698	6,396	XXX	XXX
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	6,402	XXX	XXX

**SCHEDULE P - PART 3J - AUTO PHYSICAL DAMAGE**

1. Prior	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.000	2,995	5,264	72	
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	6,312	7,634	85	
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	5,290	43	

**SCHEDULE P - PART 3K - FIDELITY/SURETY**

1. Prior	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.000	.8	11	XXX	XXX
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.0	.0	XXX	XXX
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	0	XXX	XXX

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

1. Prior	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.000	9,544	11,609	XXX	XXX
2. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	10,667	21,173	XXX	XXX
3. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	5,363	XXX	XXX

**SCHEDULE P - PART 3M - INTERNATIONAL**

1. Prior	.000	(86)	(86)	(81)	(89)	(85)	(59)	(59)	(59)	(59)	XXX	XXX
2. 1998				28	31	35	43	45	45	45	XXX	XXX
3. 1999	.XXX	117	196	308	319	323	326	327	327	327	XXX	XXX
4. 2000	.XXX	.XXX	63	118	138	141	159	160	160	160	XXX	XXX
5. 2001	.XXX	.XXX	.XXX	181	200	203	215	216	216	216	XXX	XXX
6. 2002	.XXX	.XXX	.XXX	.XXX	8	9	15	16	16	16	XXX	XXX
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	0	1	1	1	1	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	0	0	0	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

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	1,241	5,817	7,147	7,183	7,813	8,154	8,223	8,353	8,750	XXX	XXX
2. 1998	8,990	16,191	18,123	18,569	18,711	19,069	19,092	19,178	19,258	19,360	XXX	XXX
3. 1999	XXX	4,914	12,166	13,967	15,028	15,829	15,857	15,887	15,959	16,008	XXX	XXX
4. 2000	XXX	XXX	5,848	10,183	14,600	15,735	16,086	16,478	16,961	17,033	XXX	XXX
5. 2001	XXX	XXX	XXX	3,749	14,205	16,049	22,406	23,677	23,855	24,185	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	4,741	13,363	17,458	18,432	18,561	19,834	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	9,262	21,759	23,017	31,405	35,262	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	3,952	25,921	29,104	37,670	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,057	25,945	35,933	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,585	17,624	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,188	XXX	XXX

**SCHEDULE P - PART 3O - REINSURANCE  
Nonproportional Assumed Liability**

1. Prior	.000	13,225	20,486	29,644	35,698	40,461	41,680	43,076	43,363	44,184	XXX	XXX
2. 1998	56	3,169	7,384	13,461	19,427	24,169	27,811	28,922	29,042	30,150	XXX	XXX
3. 1999	XXX	366	4,062	20,298	29,780	41,405	49,615	52,642	53,293	56,827	XXX	XXX
4. 2000	XXX	XXX	684	8,326	19,287	27,842	34,437	37,264	39,727	41,124	XXX	XXX
5. 2001	XXX	XXX	XXX	563	5,948	13,830	23,225	25,401	27,970	32,097	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX	753	3,132	7,802	18,489	21,539	24,150	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX	289	6,513	17,091	20,739	29,636	XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	586	9,330	12,527	17,688	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,177	12,846	26,569	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,219	7,985	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,263	XXX	XXX

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

1. Prior	.000				26	80	120	119	119	119	XXX	XXX
2. 1998											XXX	XXX
3. 1999	XXX								13	13	XXX	XXX
4. 2000	XXX	XXX									XXX	XXX
5. 2001	XXX	XXX	XXX							(0)	XXX	XXX
6. 2002	XXX	XXX	XXX	XXX			38	44	50	53	XXX	XXX
7. 2003	XXX	XXX	XXX	XXX	XXX						XXX	XXX
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX		58	236	236	XXX	XXX
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX		48	48	XXX	XXX
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	463	463	XXX	XXX
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX

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**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			.7	.7	.7	.7	.7	.7	.7		
2. 1998				.19	.71	.259	.268	.363	.363	.363		.172
3. 1999	.XXX		.204	.239	.312	.402	.406	.452	.452	.452		.84
4. 2000	.XXX	.XXX	.31	.87	.120	.160	.162	.183	.183	.183		.37
5. 2001	.XXX	.XXX	.XXX	.98	.98	.98	.98	.98	.98	.98		.0
6. 2002	.XXX	.XXX	.XXX	.XXX	.101	.102	.102	.102	.218	.218		.125
7. 2003	.XXX	.XXX	.XXX	.XXX	.XXX	.1	.1	.2	.103	.103		.12
8. 2004	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.0	.1	.4	.4		.2
9. 2005	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.0	.5	.6		.1
10. 2006	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.25	.25		.68
11. 2007	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.XXX	.4		.100

**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		

**NONE**

**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

**NONE**

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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 1998	2 1999	3 2000	4 2001	5 2002	6 2003	7 2004	8 2005	9 2006	10 2007
1. Prior	574	894	164	4	22	7	3	1	0	15
2. 1998	1,074	890	692	18	11	5	8	(0)	(0)	61
3. 1999	XXX	1,252	771	75	24	4	17	(0)	(0)	143
4. 2000	XXX	XXX	512	117	154	15	22	(0)	(0)	231
5. 2001	XXX	XXX	XXX	632	61	18	57	(0)	4	132
6. 2002	XXX	XXX	XXX	XXX	1,354	127	61	0	19	241
7. 2003	XXX	XXX	XXX	XXX	XXX	841	1,076	158	29	87
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,855	1,201	286	357
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,503	1,127	1,819
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,063	3,796
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,143

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

1. Prior	37	33	4	11	(75)	0	1	1	2	12
2. 1998	785	228	50	58	(140)	54	5	1	0	1
3. 1999	XXX	1,857	977	261	(54)	171	20	5	0	1
4. 2000	XXX	XXX	6,436	216	431	377	124	103	12	3
5. 2001	XXX	XXX	XXX	6,425	853	521	788	414	35	41
6. 2002	XXX	XXX	XXX	XXX	9,165	1,954	2,024	1,198	605	648
7. 2003	XXX	XXX	XXX	XXX	XXX	4,712	593	417	940	530
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	6,114	1,926	544	617
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,813	3,617	494
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,157	3,320
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	9,086

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

1. Prior	243	192		5	6	2	0	0	0	0
2. 1998	188		6	27	57	25	3	1	1	1
3. 1999	XXX	875	219	160	299	41	131	1	100	7
4. 2000	XXX	XXX	31	447	(72)	79	173	57	9	70
5. 2001	XXX	XXX	XXX	4,685	443	597	132	44	26	109
6. 2002	XXX	XXX	XXX	XXX	9,723	2,078	366	338	45	284
7. 2003	XXX	XXX	XXX	XXX	XXX	4,251	718	433	529	433
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	6,966	2,586	981	193
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,672	766	206
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,057	536
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,218

**SCHEDULE P - PART 4D - WORKERS' COMPENSATION**

1. Prior					0	0	2			2
2. 1998					81	41	11			0
3. 1999	XXX	417	456	78	190	90	53			3
4. 2000	XXX	XXX	360	118	132	208	60			4
5. 2001	XXX	XXX	XXX	354	75	51	36			2
6. 2002	XXX	XXX	XXX	XXX	4	1	1			0
7. 2003	XXX	XXX	XXX	XXX	XXX	5	2			0
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2			0
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX			0
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		0
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

**SCHEDULE P - PART 4E - COMMERCIAL MULTIPLE PERIL**

1. Prior	4,099	2,539	1,083	(12)	13	20	37	7	4	9
2. 1998	565	52	283	367	97	117	60	8	5	2
3. 1999	XXX	1,642	2,255	689	98	247	223	16	42	14
4. 2000	XXX	XXX	2,225	241	24	336	293	83	44	22
5. 2001	XXX	XXX	XXX	4,862	(331)	248	375	306	53	48
6. 2002	XXX	XXX	XXX	XXX	12,691	4,207	3,303	377	1,147	282
7. 2003	XXX	XXX	XXX	XXX	XXX	14,842	6,709	2,686	2,161	1,544
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	21,029	5,342	1,225	4,687
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	15,052	363	3,809
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,735	15,253
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	23,036



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**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	7			0						
2. 1998										
3. 1999	XXX				0	0	0			
4. 2000	XXX	XXX	7	4	3	1	0			
5. 2001	XXX	XXX	XXX	33	19	5	0			
6. 2002	XXX	XXX	XXX	XXX	10	2	0			
7. 2003	XXX	XXX	XXX	XXX	XXX	9	0			
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	0			
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		31								
2. 1998			2		4	29	7			
3. 1999	XXX	125	1	6	23	14	3			
4. 2000	XXX	XXX	288	9	56	6	1			
5. 2001	XXX	XXX	XXX	56						
6. 2002	XXX	XXX	XXX	XXX	0	0	0			
7. 2003	XXX	XXX	XXX	XXX	XXX	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	

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

1. Prior	45	182	18	12	(18)	7	2	1	9	0
2. 1998	33	117	34	27	(25)	1	6	2	7	1
3. 1999	XXX	419	54	48	38	50	3	3	10	(0)
4. 2000	XXX	XXX	96	46	14	11	5	1	18	0
5. 2001	XXX	XXX	XXX	192	44	27	35	2	22	15
6. 2002	XXX	XXX	XXX	XXX	231	45	59	1	4	24
7. 2003	XXX	XXX	XXX	XXX	XXX	162	23	4	19	12
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	34	0	10	1
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	5	0
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25	0
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1

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

1. Prior	1,821	1,253	73	62	145	130	121	290	251	204
2. 1998	1,112	122	219	96	508	68	48	20	40	88
3. 1999	XXX	3,054	2,265	1,812	1,134	110	178	161	100	79
4. 2000	XXX	XXX	5,121	1,584	2,821	545	308	315	124	238
5. 2001	XXX	XXX	XXX	4,432	3,883	2,045	2,558	3,716	922	1,081
6. 2002	XXX	XXX	XXX	XXX	8,174	3,906	4,337	4,075	1,363	3,113
7. 2003	XXX	XXX	XXX	XXX	XXX	1,735	451	607	1,155	3,611
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	10,994	7,341	3,307	6,157
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,223	7,813	5,355
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	20,306	6,846
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,221

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

1. Prior					0	0	3	(0)	(0)	(0)
2. 1998					1	0	(0)	0	(0)	3
3. 1999	XXX	187	5	35	23	1	2	0	10	7
4. 2000	XXX	XXX	275	54	35	1	10	3	14	12
5. 2001	XXX	XXX	XXX	331	24	8	8	1	84	81
6. 2002	XXX	XXX	XXX	XXX	3	12	7	3	98	35
7. 2003	XXX	XXX	XXX	XXX	XXX	5	2	5	18	26
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	21	13	42	50
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3	105	265
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	508	511
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,459

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**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	2	3	4	5	5	7	8	9	10
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	8,050	3,233	2,578
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,424	2,084
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,664

**SCHEDULE P - PART 4J - AUTO PHYSICAL DAMAGE**

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5,591	1,981	1,380
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,544	977
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,403

**SCHEDULE P - PART 4K - FIDELITY/SURETY**

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.55	.48	.37
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0	.0
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0

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

1. Prior	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,028	5,155	762
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,136	1,268
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,799

**SCHEDULE P - PART 4M - INTERNATIONAL**

1. Prior	.31	.29		.2	.2	.2	.0			
2. 1998				.4	.1	.3	.1	.2		
3. 1999	XXX	.79	.19	.35	.13	.4	.0	.3		
4. 2000	XXX	XXX	.180	.3	.17	.3	.0	.2		
5. 2001	XXX	XXX	XXX	.19	.2	.0	.0	.0		
6. 2002	XXX	XXX	XXX	XXX	.2	.0	.0	.0		
7. 2003	XXX	XXX	XXX	XXX	XXX	.0	.0	.0		
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	.1	.0		
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.0		
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

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**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	7,425	6,066	339	322	150	67	916	343	112	128
2. 1998	4,157	415	203	8	33	37	90	61	24	33
3. 1999	XXX	6,847	3,301	546	77	42	97	97	43	7
4. 2000	XXX	XXX	9,414	4,225	(57)	289	158	765	166	8
5. 2001	XXX	XXX	XXX	36,166	9,639	8,501	2,866	928	226	250
6. 2002	XXX	XXX	XXX	XXX	22,207	7,979	3,891	1,444	1,210	80
7. 2003	XXX	XXX	XXX	XXX	XXX	23,238	12,493	10,736	2,515	158
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	7,532	4,017	3,233	194
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	12,876	11,140	290
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,791	7,486
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,452

**SCHEDULE P - PART 4O - REINSURANCE**

**Nonproportional Assumed Liability**

1. Prior	32,372	14,626	6,169	4,471	(1,726)	435	2,097	593	948	1,545
2. 1998	7,054	1,894	3,248	3,474	102	397	1,390	535	442	785
3. 1999	XXX	23,950	14,166	8,614	(826)	486	481	1,183	1,592	499
4. 2000	XXX	XXX	22,156	9,972	839	758	891	1,873	3,747	2,002
5. 2001	XXX	XXX	XXX	14,326	4,149	1,061	1,008	1,403	981	1,985
6. 2002	XXX	XXX	XXX	XXX	14,665	10,770	4,781	3,343	5,082	2,063
7. 2003	XXX	XXX	XXX	XXX	XXX	26,803	12,496	18,703	16,778	6,228
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	25,487	22,838	21,686	16,447
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	38,612	27,876	29,757
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	25,104	21,476
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	26,551

**SCHEDULE P - PART 4P - REINSURANCE**

**Nonproportional Assumed Financial Lines**

1. Prior					9	196	147	60		
2. 1998					18		0			
3. 1999	XXX						0		28	1
4. 2000	XXX	XXX					0			
5. 2001	XXX	XXX	XXX							1
6. 2002	XXX	XXX	XXX	XXX			(0)	9	19	3
7. 2003	XXX	XXX	XXX	XXX	XXX					
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	230	57	23	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	99	29	
9. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		85
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

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**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				.0						
2. 1998				2	.21	12	.4	4		
3. 1999	XXX	167		5	.1	.6	.2	4		
4. 2000	XXX	XXX		8	.0	.3	.1	.18		
5. 2001	XXX	XXX	XXX	51	.18			0		
6. 2002	XXX	XXX	XXX	XXX	.80	.89	.44	1	.38	.51
7. 2003	XXX	XXX	XXX	XXX	XXX	107	50	6		102
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	297	.55	0	123
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.52	.2	254
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	.17	116
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	378

**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	XXX	XXX	XXX			
2. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX		
3. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	

**NONE**

Schedule P - Part 5A- SN1

**NONE**

Schedule P - Part 5A- SN2

**NONE**

Schedule P - Part 5A- SN3

**NONE**

Schedule P - Part 5B- SN1

**NONE**

Schedule P - Part 5B- SN2

**NONE**

Schedule P - Part 5B- SN3

**NONE**

Schedule P - Part 5C- SN1

**NONE**

Schedule P - Part 5C- SN2

**NONE**

Schedule P - Part 5C- SN3

**NONE**

Schedule P - Part 5D- SN1

**NONE**

Schedule P - Part 5D- SN2

**NONE**

Schedule P - Part 5D- SN3

**NONE**

Schedule P - Part 5E- SN1

**NONE**

Schedule P - Part 5E- SN2

**NONE**

Schedule P - Part 5E- SN3

**NONE**

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**

Schedule P - Part 5H- SN1A

**NONE**

Schedule P - Part 5H- SN2A

**NONE**

Schedule P - Part 5H- SN3A

**NONE**

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 REINSURANCE 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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior				1,115		7	0	0	6	(1)	(1)
2. 1998	1,071	1,071	1,071	1,729	1,729	1,800	1,827	1,849	1,857	1,855	(2)
3. 1999	XXX	2,805	2,805	3,811	3,811	4,060	5,636	5,648	5,681	5,681	0
4. 2000	XXX	XXX	8,292	9,984	9,984	10,970	12,879	13,037	13,031	13,034	3
5. 2001	XXX	XXX	XXX	29,699	29,699	32,707	34,199	34,319	34,349	34,367	18
6. 2002	XXX	XXX	XXX	XXX	39,283	44,054	46,783	47,488	47,485	47,433	(53)
7. 2003	XXX	XXX	XXX	XXX	XXX	4,206	10,614	11,701	11,876	11,903	27
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	26,483	38,004	37,773	37,812	39
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	11,418	15,432	15,891	458
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,574	28,603	7,029
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,711	19,711
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,231
13. Earned Premiums (Sch P, Part 1)	1,071	2,805	8,292	35,837	39,283	29,222	40,625	25,042	25,601	27,231	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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior				133		1	0	0	2	(0)	(0)
2. 1998				167	167	181	187	187	190	190	(0)
3. 1999	XXX	45	45	569	569	609	1,108	1,199	1,209	1,209	0
4. 2000	XXX	XXX	5,479	8,372	8,372	8,592	9,154	9,205	9,203	9,203	0
5. 2001	XXX	XXX	XXX	7,252	7,252	8,058	8,512	8,902	8,911	8,912	1
6. 2002	XXX	XXX	XXX	XXX	10,220	11,062	12,628	13,097	13,096	13,094	(2)
7. 2003	XXX	XXX	XXX	XXX	XXX	620	3,810	4,454	4,510	4,511	1
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	4,933	7,889	7,815	7,817	2
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,944	3,223	3,244	20
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	6,877	7,191	314
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	880	880
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,215
13. Earned Premiums (Sch P, Part 1)		45	5,479	11,305	10,220	7,977	11,210	6,545	8,160	1,215	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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior						(0)				(0)	(0)
2. 1998						(4)	(4)	(4)	(4)	(4)	(0)
3. 1999	XXX	976	976	976	976	967	967	967	967	967	0
4. 2000	XXX	XXX	541	541	541	525	525	525	525	525	0
5. 2001	XXX	XXX	XXX	169	169	164	164	164	164	164	0
6. 2002	XXX	XXX	XXX	XXX	20	19	19	19	19	19	(0)
7. 2003	XXX	XXX	XXX	XXX	XXX	(0)	(0)	(0)	(0)	(0)	0
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1
13. Earned Premiums (Sch P, Part 1)		976	541	169	20	(34)	(0)	0			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	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	341	341	341	341	341	341	341	341	341	
4. 2000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
5. 2001	XXX	XXX	XXX	65	65	65	65	65	65	65	
6. 2002	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
7. 2003	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
9. 2005	XXX	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	
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	
13. Earned Premiums (Sch P, Part 1)		341		65		(0)	0				XXX



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**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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior						(424)	1,599	1,473	40	(5)	(5)
2. 1998	10,617	10,617	10,617	10,617	10,617	6,871	8,510	8,932	8,984	8,972	(12)
3. 1999	XXX	10,671	10,671	10,671	10,671	(4,030)	(2,931)	(2,650)	(2,435)	(2,434)	0
4. 2000	XXX	XXX	15,608	15,608	15,608	3,765	5,010	6,086	6,047	6,069	22
5. 2001	XXX	XXX	XXX	31,000	31,000	27,444	33,030	39,316	39,508	39,624	116
6. 2002	XXX	XXX	XXX	XXX	69,721	126,168	164,067	184,773	184,756	184,420	(336)
7. 2003	XXX	XXX	XXX	XXX	XXX	179,278	220,720	261,882	263,015	263,186	171
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	168,654	224,774	223,276	223,528	252
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	67,730	93,716	96,645	2,929
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	139,642	184,573	44,930
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	125,999	125,999
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	174,065
13. Earned Premiums (Sch P, Part 1)	10,617	10,671	15,608	31,000	69,721	201,456	259,164	195,255	165,709	174,065	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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior						839	280	1,027	20	(3)	(3)
2. 1998						3,703	4,121	4,133	4,158	4,152	(6)
3. 1999	XXX	1,954	1,954	1,954	1,954	11,762	12,652	12,711	12,817	12,817	0
4. 2000	XXX	XXX	6,262	6,262	6,262	17,627	18,743	19,031	19,012	19,023	12
5. 2001	XXX	XXX	XXX	12,903	12,903	27,400	29,688	31,814	31,909	31,971	62
6. 2002	XXX	XXX	XXX	XXX	9,769	23,560	28,866	34,507	34,499	34,318	(180)
7. 2003	XXX	XXX	XXX	XXX	XXX	49,219	64,588	81,155	81,713	81,805	92
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	106,241	132,632	131,895	132,030	135
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	38,553	51,342	52,914	1,571
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	68,727	92,832	24,106
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	67,600	67,600
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	93,389
13. Earned Premiums (Sch P, Part 1)		1,954	6,262	12,903	9,769	103,220	131,911	90,665	81,555	93,389	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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior						1,449	477	564	15	(2)	(2)
2. 1998	1,940	1,940	1,940	1,940	1,940	2,569	2,915	3,333	3,352	3,347	(5)
3. 1999	XXX	4,945	4,945	4,945	4,945	8,000	8,774	9,988	10,069	10,069	0
4. 2000	XXX	XXX	9,431	9,431	9,431	15,873	16,973	19,416	19,401	19,410	9
5. 2001	XXX	XXX	XXX	15,066	15,066	19,251	28,903	35,253	35,325	35,374	49
6. 2002	XXX	XXX	XXX	XXX	25,780	32,714	49,129	59,490	59,484	59,340	(143)
7. 2003	XXX	XXX	XXX	XXX	XXX	22,390	23,481	34,220	34,643	34,716	73
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	30,782	38,437	37,879	37,986	107
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	4,891	14,572	15,820	1,248
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	52,025	71,170	19,145
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	53,689	53,689
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	74,171
13. Earned Premiums (Sch P, Part 1)	1,940	4,945	9,431	15,066	25,780	45,085	60,638	44,633	61,736	74,171	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	2	3	4	5	6	7	8	9	10	
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	
1. Prior						2		7	5	(1)	(1)
2. 1998	8	8	8	8	8	89	97	309	316	314	(1)
3. 1999	XXX	657	657	657	657	3,716	3,847	4,390	4,416	4,416	0
4. 2000	XXX	XXX	3,230	3,230	3,230	9,716	10,247	11,232	11,228	11,230	2
5. 2001	XXX	XXX	XXX	4,673	4,673	7,856	8,666	11,958	11,981	11,994	13
6. 2002	XXX	XXX	XXX	XXX	9,298	14,503	16,642	21,776	21,774	21,737	(37)
7. 2003	XXX	XXX	XXX	XXX	XXX	15,287	28,085	37,542	37,676	37,695	19
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	8,278	11,816	11,639	11,667	28
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,153	4,227	4,553	326
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	16,519	21,518	4,999
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	14,019	14,019
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	19,367
13. Earned Premiums (Sch P, Part 1)	8	657	3,230	4,673	9,298	33,302	24,696	24,321	19,602	19,367	XXX

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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						3	74	1	1	(0)	(0)
2. 1998						2	18	60	61	60	(0)
3. 1999	XXX	385	385	385	385	403	475	868	871	871	0
4. 2000	XXX	XXX	732	732	732	777	948	1,504	1,504	1,504	0
5. 2001	XXX	XXX	XXX	2,297	2,297	2,421	2,587	2,923	2,925	2,928	2
6. 2002	XXX	XXX	XXX	XXX	1,322	1,436	1,632	1,649	1,649	1,642	(7)
7. 2003	XXX	XXX	XXX	XXX	XXX	48	210	243	258	261	4
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	453	475	455	461	5
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	5	342	404	63
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,809	2,771	962
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,698	2,698
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,727
13. Earned Premiums (Sch P, Part 1)		385	732	2,297	1,322	354	1,310	1,405	2,147	3,727	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						0	0	2	0	(0)	(0)
2. 1998						0	3	10	10	10	(0)
3. 1999	XXX	78	78	78	78	84	105	104	104	104	0
4. 2000	XXX	XXX	164	164	164	172	202	233	232	232	0
5. 2001	XXX	XXX	XXX	461	461	472	511	620	621	621	0
6. 2002	XXX	XXX	XXX	XXX	21	32	69	159	159	158	(1)
7. 2003	XXX	XXX	XXX	XXX	XXX	13	31	38	42	42	0
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	201	217	212	213	1
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	13	92	100	8
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	425	549	124
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	349	349
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	482
13. Earned Premiums (Sch P, Part 1)		78	164	461	21	50	351	271	504	482	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						(0)	(2)				
2. 1998						(1)	(4)	(11)	(11)	(11)	
3. 1999	XXX	407	407	407	407	405	402	386	386	386	
4. 2000	XXX	XXX	159	159	159	157	155	149	149	149	
5. 2001	XXX	XXX	XXX	514	514	514	513	508	508	508	
6. 2002	XXX	XXX	XXX	XXX	161	161	159	156	156	156	
7. 2003	XXX	XXX	XXX	XXX	XXX	(0)	(1)	(2)	(2)	(2)	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	(6)	(8)	(8)	(8)	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(0)	(0)	(0)	
10. 2006	XXX	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)		407	159	514	161	(5)	(21)	(40)			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							(0)				
2. 1998							(3)	(8)	(8)	(8)	
3. 1999	XXX	141	141	141	141	141	137	129	129	129	
4. 2000	XXX	XXX					(1)	(3)	(3)	(3)	
5. 2001	XXX	XXX	XXX	213	213	213	212	210	210	210	
6. 2002	XXX	XXX	XXX	XXX	48	48	47	46	46	46	
7. 2003	XXX	XXX	XXX	XXX	XXX		(0)	(0)	(0)	(0)	
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	(0)	(1)	(1)	(1)	
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	(0)	(0)	(0)	
10. 2006	XXX	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)		141		213	48	(0)	(10)	(19)			XXX

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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				.95		.328	1,892	520	.25	(3)	(3)
2. 1998	25,492	25,492	25,492	25,501	25,501	25,592	25,923	26,178	26,210	26,203	(8)
3. 1999	XXX	21,364	21,364	21,833	21,833	21,931	22,189	22,334	22,468	22,468	.0
4. 2000	XXX	XXX	32,177	43,533	43,533	44,743	45,228	46,336	46,312	46,326	.14
5. 2001	XXX	XXX	XXX	26,817	26,817	52,641	70,257	72,076	72,196	72,270	.74
6. 2002	XXX	XXX	XXX	XXX	61,313	76,699	89,231	91,217	91,207	90,993	(214)
7. 2003	XXX	XXX	XXX	XXX	XXX	34,252	60,231	62,401	63,110	63,219	.109
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	17,723	64,269	63,332	63,493	.161
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	40,618	56,867	58,734	1,867
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	87,316	115,958	28,642
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	80,322	80,322
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	110,964
13. Earned Premiums (Sch P, Part 1)	25,492	21,364	32,177	44,455	61,313	83,123	76,815	95,167	103,615	110,964	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				.7		.108	.50	.169	.6	(1)	(1)
2. 1998	4,827	4,827	4,827	4,836	4,836	4,868	4,876	4,983	4,991	4,988	(3)
3. 1999	XXX	3,357	3,357	3,375	3,375	3,404	3,422	3,492	3,525	3,525	.0
4. 2000	XXX	XXX	4,591	5,104	5,104	5,538	5,617	5,759	5,753	5,758	.5
5. 2001	XXX	XXX	XXX	11,024	11,024	18,928	20,243	21,102	21,132	21,158	.26
6. 2002	XXX	XXX	XXX	XXX	13,522	16,354	17,028	17,195	17,192	17,117	(76)
7. 2003	XXX	XXX	XXX	XXX	XXX	5,597	6,474	6,749	6,923	6,961	.38
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	16,626	27,281	27,051	27,108	.57
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	7,318	11,306	11,966	.660
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	21,431	31,549	10,118
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	28,374	28,374
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	39,197
13. Earned Premiums (Sch P, Part 1)	4,827	3,357	4,591	11,576	13,522	16,938	19,645	19,764	25,432	39,197	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				4,327		1,369	1,610	2,600	.23	(3)	(3)
2. 1998	23,234	23,234	23,234	25,080	25,080	27,391	29,399	31,104	31,133	31,126	(6)
3. 1999	XXX	42,903	42,903	48,571	48,571	54,810	56,578	60,421	60,542	60,542	.0
4. 2000	XXX	XXX	35,849	41,241	41,241	47,726	50,981	56,789	56,767	56,778	.11
5. 2001	XXX	XXX	XXX	2,625	2,625	15,034	18,625	21,100	21,209	21,270	.61
6. 2002	XXX	XXX	XXX	XXX	41,701	56,291	66,506	73,312	73,303	73,127	(176)
7. 2003	XXX	XXX	XXX	XXX	XXX	17,473	37,901	51,261	51,899	51,989	.90
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	26,526	46,918	46,075	46,207	.132
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	27,243	41,865	43,400	1,535
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	78,575	102,123	23,549
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	66,038	66,038
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	91,230
13. Earned Premiums (Sch P, Part 1)	23,234	42,903	35,849	29,273	41,701	60,906	70,239	84,233	93,242	91,230	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				1,069		.225	.285	.776	.3	(0)	(0)
2. 1998	2,814	2,814	2,814	3,423	3,423	3,882	4,453	4,937	4,941	4,941	(0)
3. 1999	XXX	4,398	4,398	5,260	5,260	6,984	9,412	9,967	9,983	9,983	.0
4. 2000	XXX	XXX	3,189	4,033	4,033	5,878	8,262	9,153	9,151	9,151	.0
5. 2001	XXX	XXX	XXX	.784	.784	3,490	6,648	7,673	7,688	7,689	.1
6. 2002	XXX	XXX	XXX	XXX	6,489	8,068	9,863	11,538	11,537	11,533	(4)
7. 2003	XXX	XXX	XXX	XXX	XXX	1,375	3,040	3,885	3,971	3,973	.2
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	2,581	4,913	4,799	4,802	.3
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	3,293	5,255	5,288	.33
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	10,541	11,046	.505
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,415	1,415
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,955
13. Earned Premiums (Sch P, Part 1)	2,814	4,398	3,189	5,266	6,489	9,927	14,921	11,878	12,509	1,955	XXX

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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									0	(0)	(0)
2. 1998						846	1,074	1,669	1,670	1,669	(0)
3. 1999	XXX	260	260	260	260	664	846	1,138	1,139	1,139	0
4. 2000	XXX	XXX	54	54	54	237	490	622	622	623	0
5. 2001	XXX	XXX	XXX	303	303	303	303	303	304	305	2
6. 2002	XXX	XXX	XXX	XXX	1,188	2,218	2,817	2,821	2,821	2,816	(4)
7. 2003	XXX	XXX	XXX	XXX	XXX	1,233	1,712	1,715	1,719	1,722	2
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	866	871	865	868	3
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1	110	149	39
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	586	1,184	598
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	1,677	1,677
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	2,317
13. Earned Premiums (Sch P, Part 1)		260	54	303	1,188	3,696	2,607	1,032	696	2,317	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									0	(0)	(0)
2. 1998						523	526	761	761	761	(0)
3. 1999	XXX	27	27	27	27	277	279	391	392	392	0
4. 2000	XXX	XXX	3	3	3	116	117	168	168	168	0
5. 2001	XXX	XXX	XXX	3	3	3	3	3	3	4	0
6. 2002	XXX	XXX	XXX	XXX	317	1,244	1,362	1,364	1,364	1,363	(1)
7. 2003	XXX	XXX	XXX	XXX	XXX	1,194	1,321	1,322	1,325	1,326	0
8. 2004	XXX	XXX	XXX	XXX	XXX	XXX	698	698	694	694	1
9. 2005	XXX	XXX	XXX	XXX	XXX	XXX	XXX	0	77	84	6
10. 2006	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	415	512	97
11. 2007	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	273	273
12. Total	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX	377
13. Earned Premiums (Sch P, Part 1)		27	3	3	317	3,007	949	401	493	377	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 [ X ] No [ ]

7.2 An extended statement may be attached.  
.....

**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	No							
2. Alaska	AK	No							
3. Arizona	AZ	Yes							
4. Arkansas	AR	Yes							
5. California	CA	Yes			473,669	(23,285)	323,046		
6. Colorado	CO	No							
7. Connecticut	CT	No							
8. Delaware	DE	Yes							
9. District of Columbia	DC	Yes							
10. Florida	FL	Yes							
11. Georgia	GA	Yes							
12. Hawaii	HI	Yes							
13. Idaho	ID	Yes							
14. Illinois	IL	Yes							
15. Indiana	IN	Yes							
16. Iowa	IA	Yes							
17. Kansas	KS	Yes							
18. Kentucky	KY	No							
19. Louisiana	LA	Yes							
20. Maine	ME	No							
21. Maryland	MD	No							
22. Massachusetts	MA	No							
23. Michigan	MI	Yes							
24. Minnesota	MN	Yes							
25. Mississippi	MS	Yes							
26. Missouri	MO	No							
27. Montana	MT	No							
28. Nebraska	NE	Yes							
29. Nevada	NV	Yes							
30. New Hampshire	NH	Yes							
31. New Jersey	NJ	Yes							
32. New Mexico	NM	No							
33. New York	NY	Yes							
34. North Carolina	NC	No							
35. North Dakota	ND	No							
36. Ohio	OH	Yes							
37. Oklahoma	OK	Yes							
38. Oregon	OR	Yes							
39. Pennsylvania	PA	Yes							
40. Rhode Island	RI	No							
41. South Carolina	SC	No							
42. South Dakota	SD	No							
43. Tennessee	TN	No							
44. Texas	TX	Yes							
45. Utah	UT	Yes							
46. Vermont	VT	No							
47. Virginia	VA	Yes							
48. Washington	WA	Yes							
49. West Virginia	WV	Yes							
50. Wisconsin	WI	Yes							
51. Wyoming	WY	No							
52. American Samoa	AS	No							
53. Guam	GU	No							
54. Puerto Rico	PR	Yes							
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)	33			473,669	(23,285)	323,046		
<b>DETAILS OF WRITE-INS</b>									
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 REINSURANCE CORPORATION

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

Allocated by States and Territories

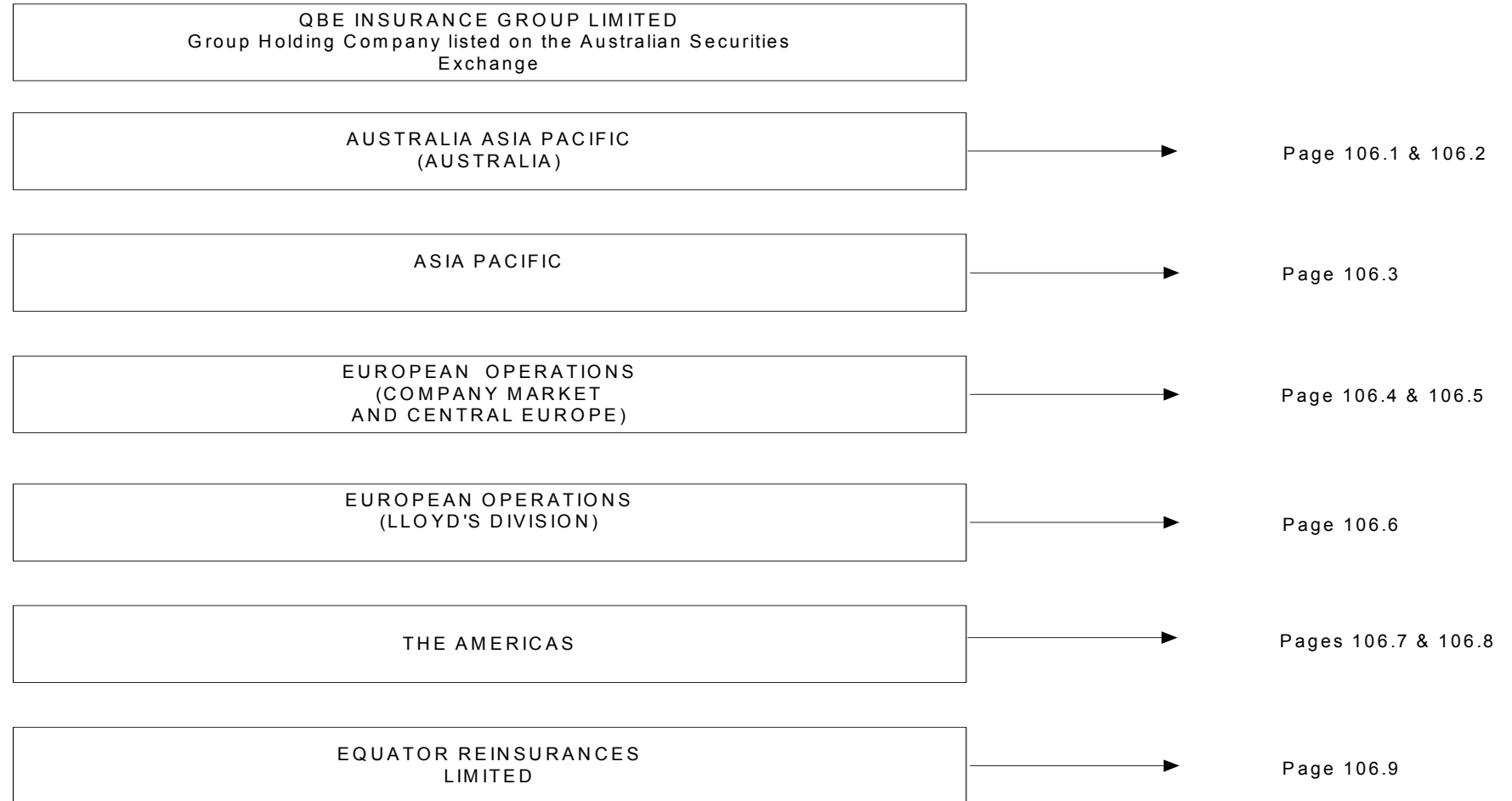
States, Etc.	Direct Business Only					Totals
	1 Life (Group and Individual)	2 Annuities (Group and Individual)	3 Disability Income (Group and Individual)	4 Long-Term Care (Group and Individual)	5 Deposit-Type Contracts	
1. Alabama AL						
2. Alaska AK						
3. Arizona AZ						
4. Arkansas AR						
5. 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**

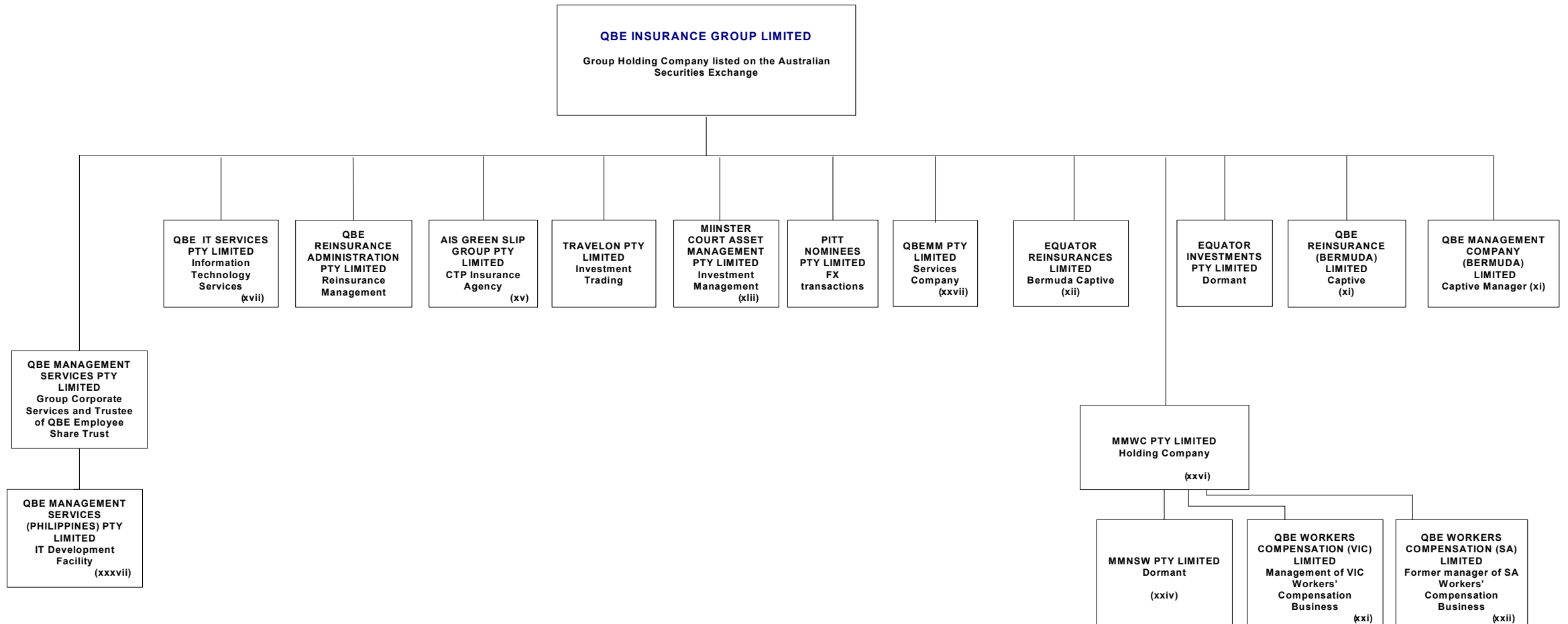


# SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP

## 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



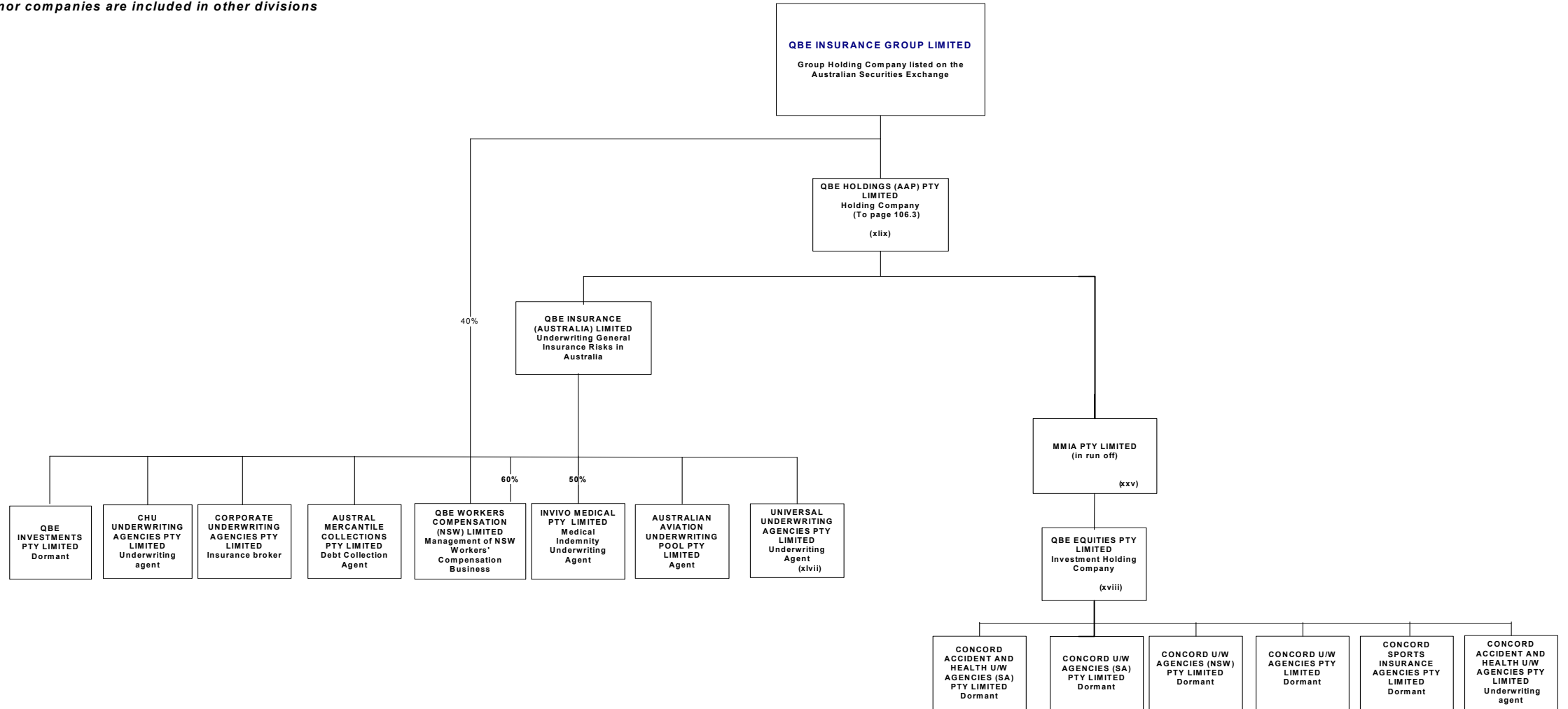
106.1

# 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



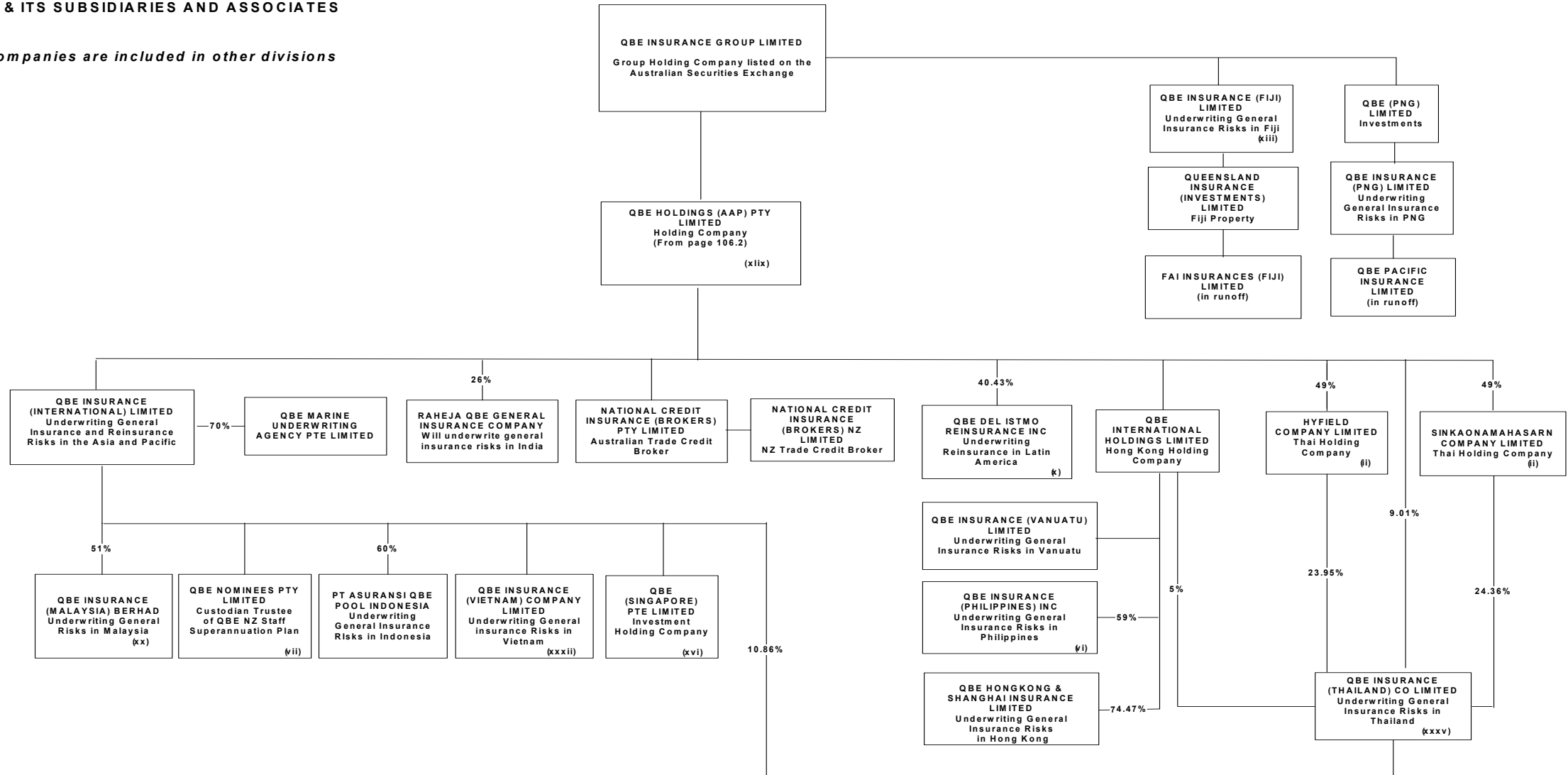
106.2

# 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



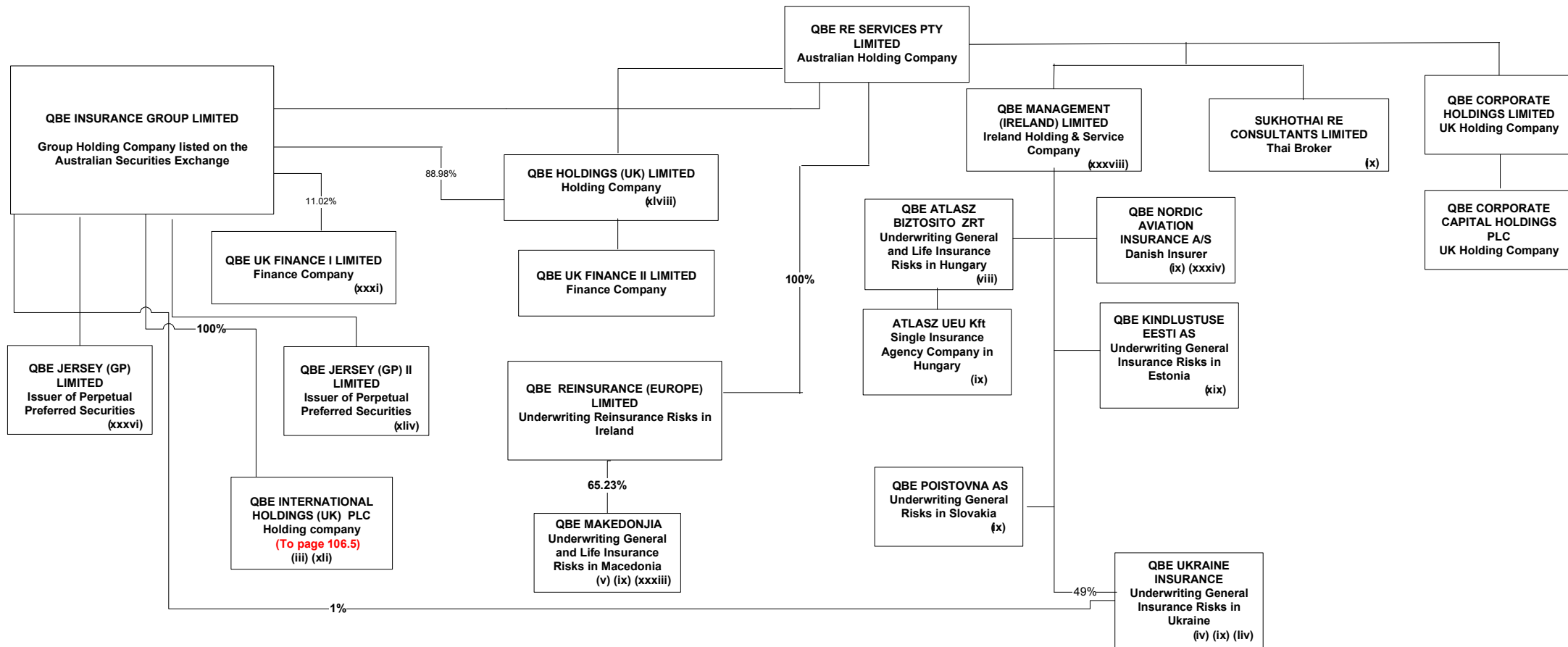
106.3

# 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)



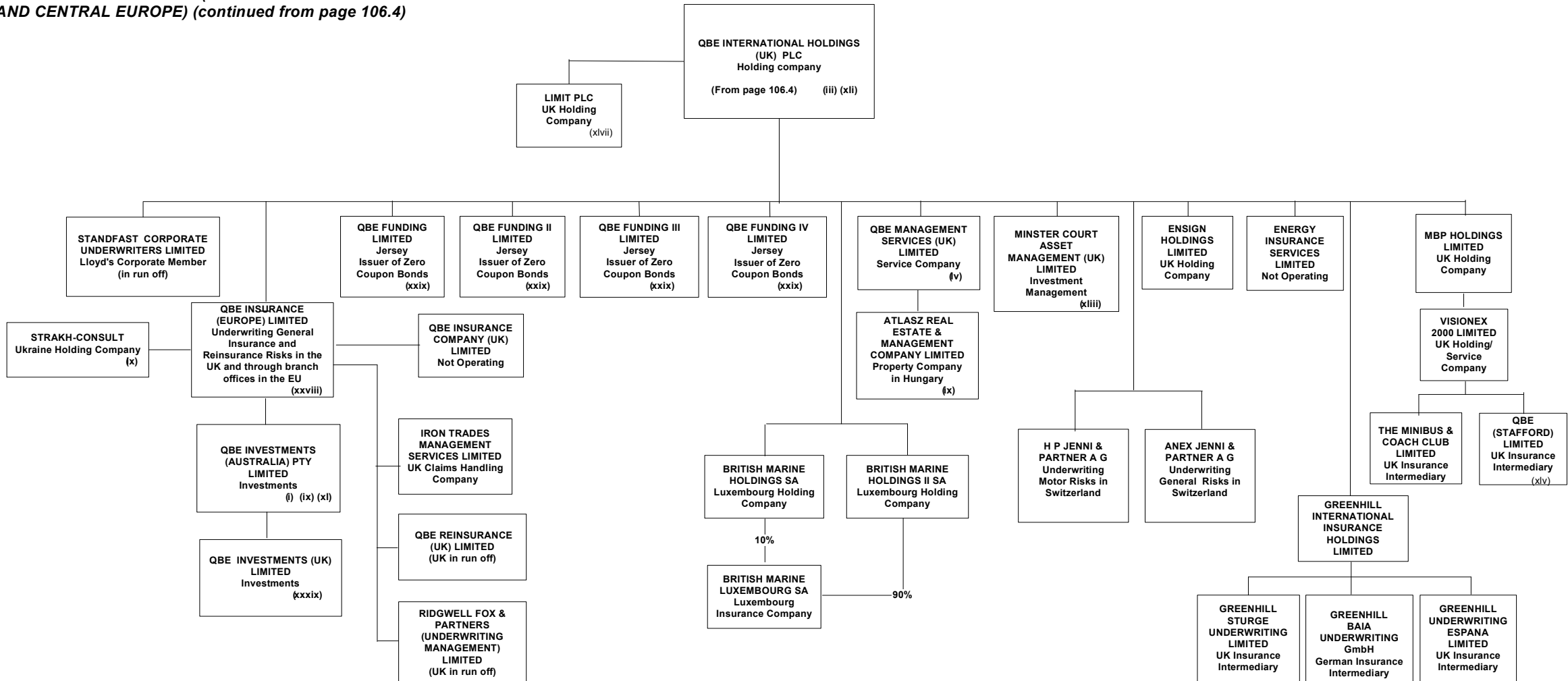
106.4

# 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)

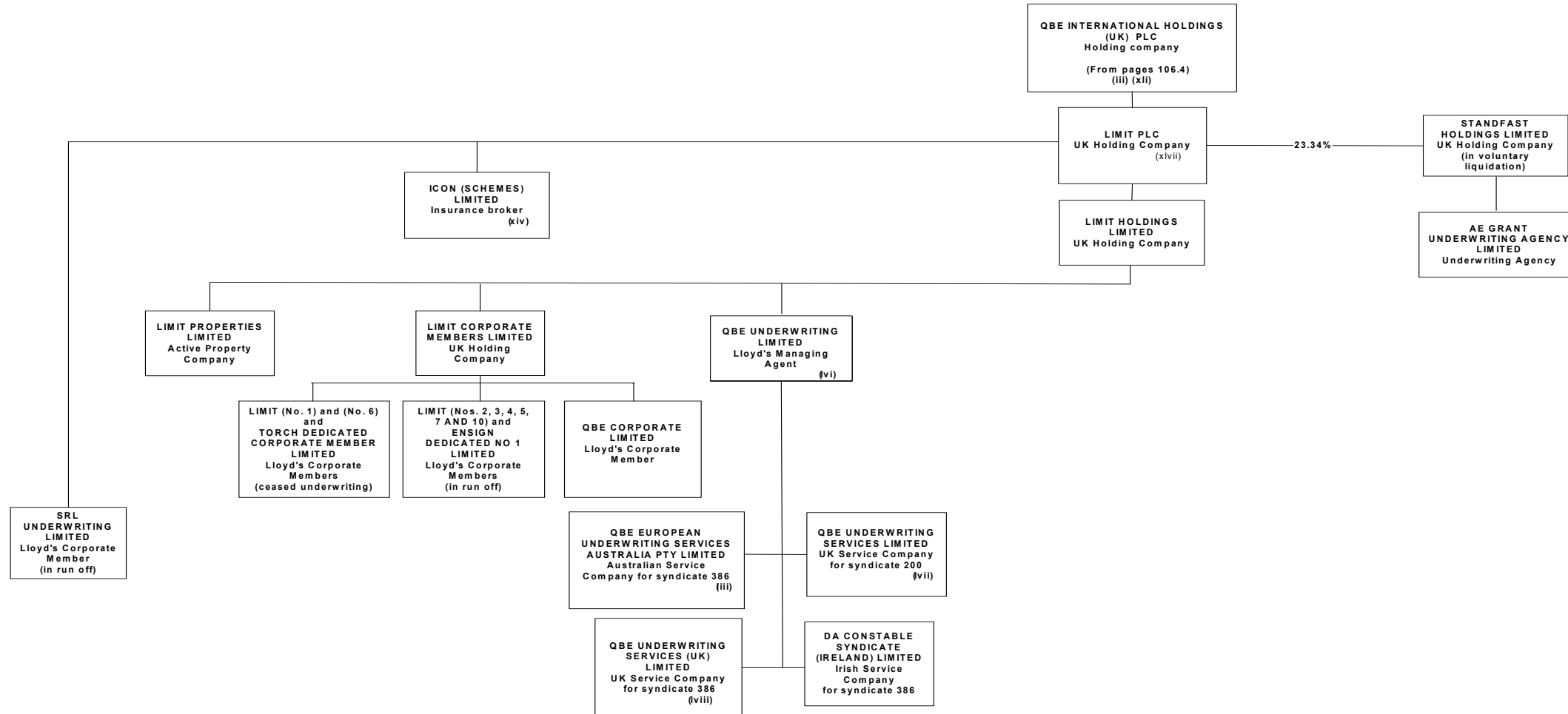


106.5

**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)

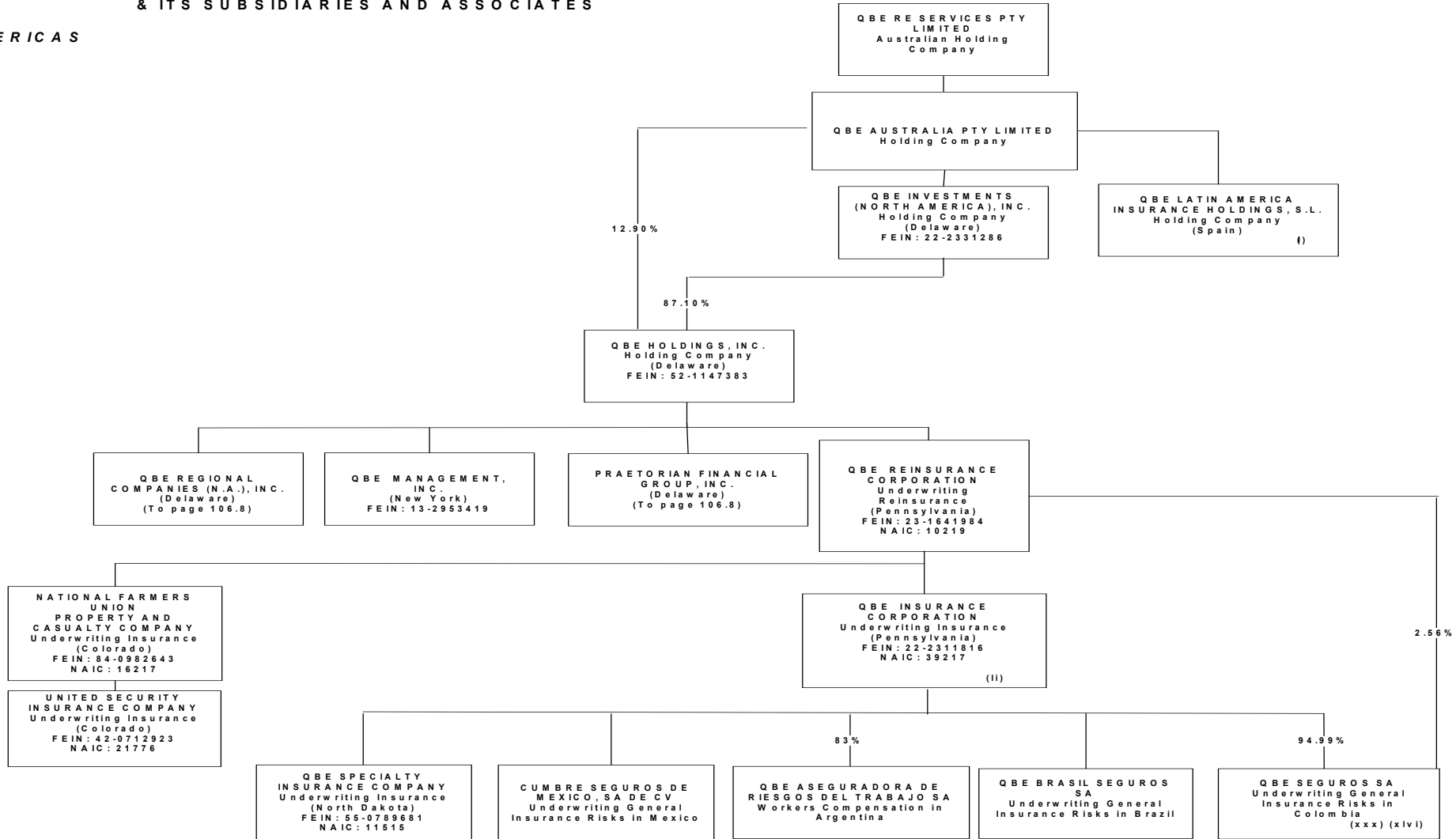


106.6



**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



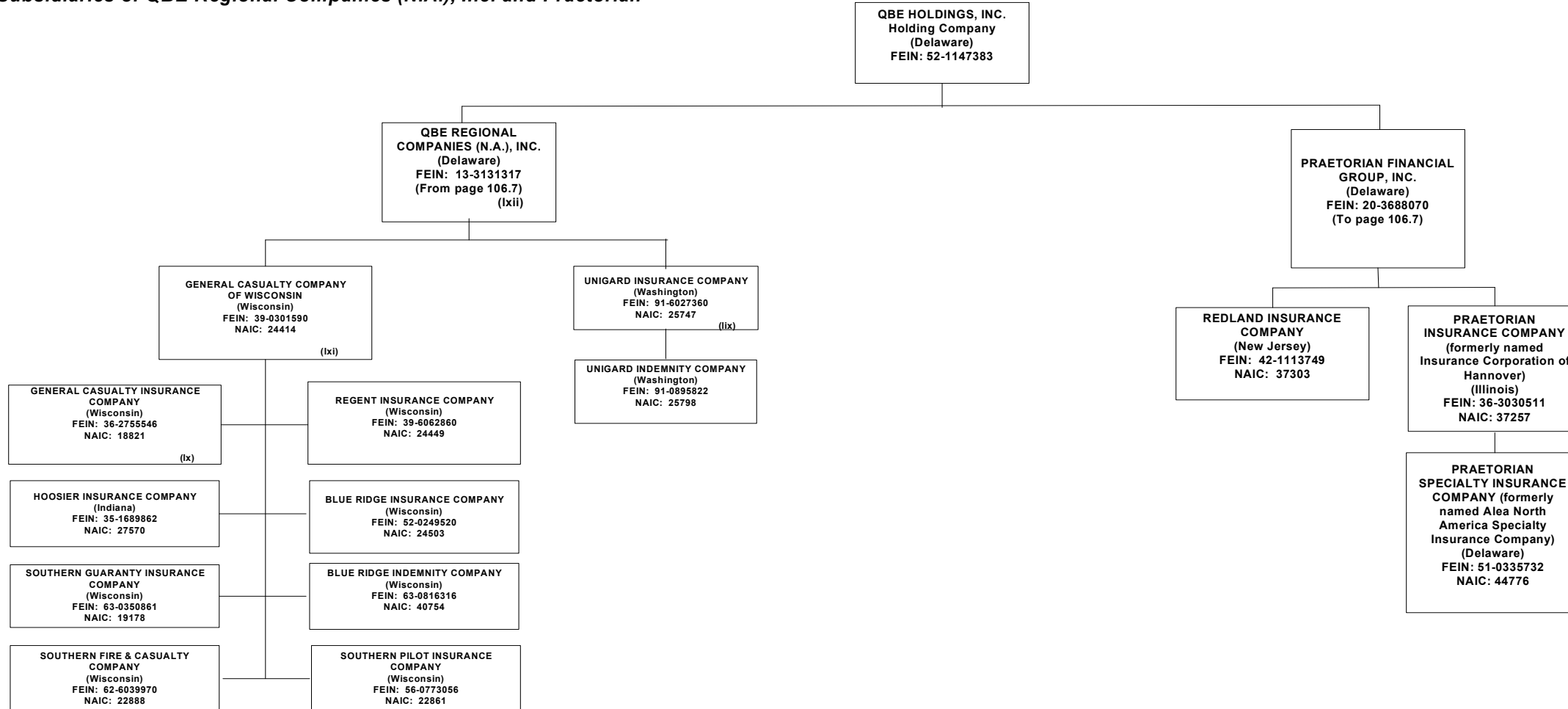
106.7

# 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

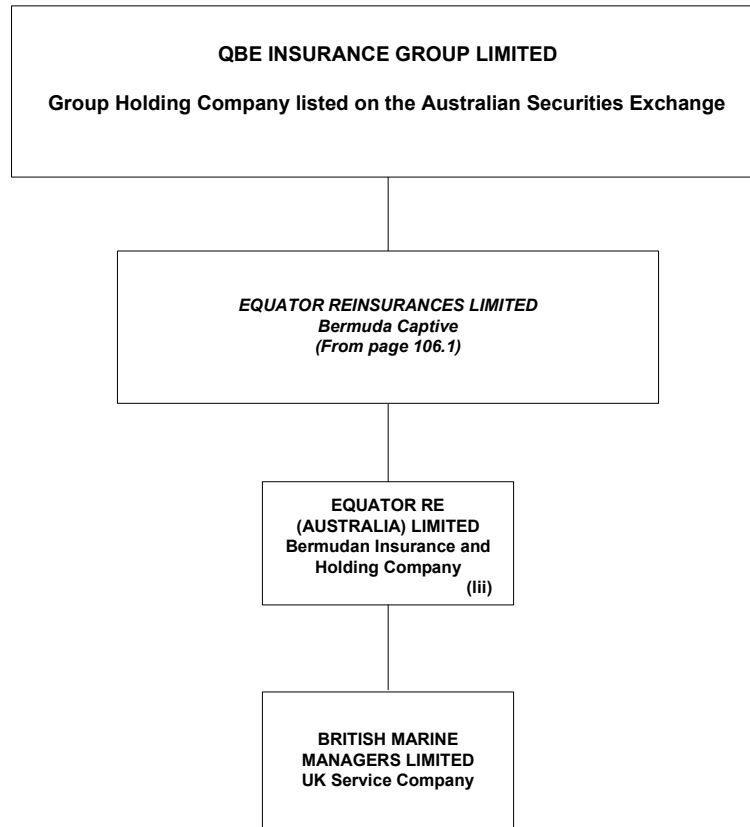


106.8

**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



106.9

**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
- (xxxii) - Formerly Sandsale Limited (30 November 05)
- (xxxiii) - 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
- (xxxiv) - Formerly owned by QBE Insurance (Europe) Limited
- (xxxv) - Formerly Nordic Aviation Insurance A/S – completion occurred 30 March 06
- (xxxvi) - Born to Win Company Ltd holds 19.25% directly
- (xxxvii) - SPV utilised in Perpetual Preferred Securities issue through QBE Capital Funding LP
- (xxxviii) - QBE Management Services (Philippines) Pty Ltd incorporated in NSW (25 September 06)
- (xxxix) - Universal Management Limited changed its name to QBE Management (Ireland) Limited effective 3 October 06
- (xl) - QBE Workable Limited changed its name to QBE Investments (UK) Limited effective 20 December 06
- (xli) - Queensland Insurance (Australia) Pty Limited changed its name to QBE Investments (Australia) Pty Limited effective 5 January 07
- (xlii) - QBE Re Services Pty Ltd owns one ordinary share
- (xliii) - QBE Finance Pty Limited changed its name to Minster Court Asset Management Pty Ltd effective 2 February 07
- (xliv) - Minster Court Asset Management Limited changed its name to Minster Court Asset Management (UK) Limited effective 19 February 07
- (xlv) - SPV utilised in April 07 Perpetual Preferred Securities issue through QBE Capital Funding LP II
- (xlvi) - Minibus Plus Ltd changed its name to QBE (Stafford) Ltd on 9 July 07
- (xlvii) - Compania Central de Seguros changed its name to QBE Seguros SA on 31 March 07
- (xlviii) - 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 REINSURANCE 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	
05177	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%.

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**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.

<b>MARCH FILING</b>	<b>RESPONSES</b>
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.....

<b>APRIL FILING</b>	
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.....

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

<b>JUNE FILING</b>	
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.

<b>MARCH FILING</b>	
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?	.....YES.....
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.....
<b>APRIL FILING</b>	
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.

17.

22.

Bar Code:





**OVERFLOW PAGE FOR WRITE-INS**

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ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION

**SCHEDULE A - PART 1**

Showing All Real Estate OWNED December 31 of Current Year

1 Description of Property	2 Code	3 City	4 State	5 Date Acquired	6 Date of Last Appraisal	7 Actual Cost	8 Amount of Encumbrances	9 Book/Adjusted Carrying Value Less Encumbrances	10 Fair Value Less Encumbrances	11 Increase (Decrease) by Adjustment	12 Increase (Decrease) by Foreign Exchange Adjustment	13 Amounts Received During Year	14 Expended for Additions, Permanent Improvements and Changes in Encumbrances During Year	15 Gross Income Earned Less Interest Incurred on Encumbrances	16 Taxes, Repairs and Expenses Incurred
0199999 - Property occupied by the reporting entity - Health Care Delivery															
0399999 - Total property occupied by the reporting entity															
9999999 Totals															

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 REINSURANCE CORPORATION

**SCHEDULE D - PART 1**

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

1 CUSIP Identification	2 Description	3 Codes			6 NAIC Designation	7 Actual Cost	8 Fair Value		10 Par Value	11 Book/Adjusted Carrying Value	12 Unrealized Valuation Increase/ (Decrease)	13 Current Year's (Amortization)/ Accretion	14 Current Year's Other Than Temporary Impairment Recognized	15 Total Foreign Exchange Change in B./A.C.V.	16 Rate of	17 Effective Rate of	18 How Paid	19 Admitted Amount Due & Accrued	20 Gross Amt. Rec. During Year	21 Acquired		22 Maturity
		4 F	5 O	6 R			7 E	8 Rate Used to Obtain Fair Value												9 Fair Value	19 Date	
912828-AZ-3	US TREASURY N/B.	SD			1	2,912,227	2,992,280	3,000,000	2,975,686	61,579	4,862	XXX	10,168	76,750	12/19/2006	05/15/2008						
912828-B6-4	US TREASURY N/B.	SD			1	147,012	149,930	150,000	148,402	1,390	5,013	FA	1,841	2,438	05/24/2007	08/15/2008						
912828-DT-4	US TREASURY N/B.	SD			1	108,684	110,129	110,000	109,546	852	4,891	FA	2,595	2,063	04/03/2007	05/15/2008						
912828-EV-2	US TREASURY N/B.	SD			1	234,983	236,479	236,000	235,836	883	5,064	FA	3,688	8,024	02/23/2007	02/29/2008						
912828-FZ-9	US TREASURY N/B.	SD			1	159,188	160,538	160,000	159,819	632	5,097	MS	1,880	7,400	01/30/2007	03/31/2008						
912828-FG-0	US TREASURY N/B.	SD			1	100,039	100,609	100,000	100,015	(24)	4,839	MS	2,864	2,438	04/03/2007	05/31/2008						
0199999 - Total	U.S. Government - Issuer Obligations					3,662,143	3,749,945	3,756,000	3,729,316	85,282	XXX	23,036	101,113	101,113	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
0399999 - Total	U.S. Government Bonds					3,662,143	3,749,945	3,756,000	3,729,316	85,282	XXX	23,036	101,113	101,113	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
745260-JP-8	PR ELEC EIM-SER IH	SD	F		IFE	431,732	428,192	425,000	426,734	(3,377)	3,569	4,400	9,350	18,700	06/28/2006	07/01/2008						
745260-LF-7	PR ELEC REF-SER UU	SD	F		IFE	516,890	512,370	500,000	516,387	(504)	3,499	4,000	13,222	3,300	09/12/2007	07/01/2015						
745260-JR-4	PR ELEC UNREF-SER IH	SD	F		IFE	76,188	75,458	75,000	75,306	(596)	3,569	4,400	1,650	3,300	06/28/2006	07/01/2008						
2599999 - Total	Bonds - Special Revenue - Issuer Obligations					1,024,810	1,016,020	1,000,000	1,018,427	(4,477)	XXX	24,222	22,000	22,000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
3199999 - Total	Special Revenue Bonds					1,024,810	1,016,020	1,000,000	1,018,427	(4,477)	XXX	24,222	22,000	22,000	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
369625-03-1	GENERAL ELEC CAP CORP				IFE	15,013,530	14,999,085	15,000,000	15,003,738	(9,792)	5,197	4,420	46,266	611,537	03/29/2007	04/11/2008						
369625-W4-2	GENERAL ELEC CAP CORP				IFE	17,504,950	17,506,660	17,500,000	17,503,820	(992)	5,063	5,100	156,207	951,027	02/23/2007	04/28/2011						
524908-CV-0	LEHMAN BROTHERS HOLDINGS				IFE	11,905,490	11,507,740	11,500,000	11,518,028	(212,790)	5,071	7,000	335,417	805,000	02/14/2006	02/01/2008						
ED9102-35-8	AUST & NZ BANK				IFE	3,001,500	2,954,844	3,000,000	3,001,119	(381)	5,193	5,210	28,253	126,452	02/15/2007	04/28/2010						
ED1065-26-1	MIL AUSTRALIA BK				IFE	2,006,000	2,004,156	2,000,000	2,002,665	(3,355)	5,205	5,411	10,247	116,381	02/15/2007	08/29/2008						
EG3097-41-7	SUNORP-METWAY MTN				IFE	3,998,320	3,997,600	4,000,000	3,998,700	380	5,338	4,451	47,903	110,461	03/27/2007	04/12/2010						
MM1318-47-4	SNLB LONDON				IFE	10,060,000	10,030,020	10,000,000	10,002,345	(57,654)	5,363	6,000	576,667	2,721,068	01/11/2007	01/15/2008						
3699999 - Total	Bonds - Industrial, Misc. - Issuer Obligations					63,468,790	62,773,105	63,000,000	63,030,416	(284,564)	XXX	1,200,960	2,721,068	2,721,068	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
4599999 - Total	Industrial and Miscellaneous Bonds					63,468,790	62,773,105	63,000,000	63,030,416	(284,564)	XXX	1,200,960	2,721,068	2,721,068	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5699999 - Total	Issuer Obligations					68,176,743	67,539,070	67,756,000	67,778,159	(223,759)	XXX	2,482,218	2,844,171	2,844,171	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5699999 - Total	Single Class Mortgage-Backed Securities										XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5799999 - Total	Defined Multi-Class Residential Mortgage-Backed Securities										XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5799999 - Total	Other Multi-Class Residential Mortgage-Backed Securities										XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5899999 - Total	Defined Multi-Class Commercial Mortgage-Backed Securities										XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
5899999 - Total	Other Multi-Class Commercial Mortgage-Backed Securities										XXX				XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX
6099999 - Total	Totals					68,176,743	67,539,070	67,756,000	67,778,159	(223,759)	XXX	2,482,218	2,844,171	2,844,171	XXX	XXX	XXX	XXX	XXX	XXX	XXX	XXX





**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	7 Rate per Share Used To Obtain Fair Value	8 Fair Value	9 Actual Cost	10 Dividends			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.	17 NAIC Market Indicator (a)	18 Date Acquired
		Code	Foreign						11 Amount Received During Year	12 Nonadmitted Declared But Unpaid							
299999 Total - Common Stocks					392,482,721	XXX	392,482,721	401,423,757	95,856	10,685,805		1,947,480		1,947,481		XX	XX
739999 Total - Preferred and Common Stocks					393,357,769	XXX	393,357,769	402,506,417	95,856	10,685,805		1,933,881		1,933,882		XX	XX

(a) For all common stocks bearing the NAIC market indicator "U" provide: the number of such issues

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
912828-B6-4	US TREASURY N/B 08/15/2008 3,250		05/24/2007	BEAR STEARNS & CO.		147,012	150,000	1,333
912828-DT-4	US TREASURY N/B 05/15/2008 3,750		04/03/2007	BARCLAYS LONDON		108,694	110,000	1,595
912828-EY-2	US TREASURY N/B 02/29/2008 4,625		02/23/2007	VAR IOUS		234,983	236,000	2,269
912828-FZ-9	US TREASURY N/B 03/31/2008 4,625		01/30/2007	BARCLAYS LONDON		159,188	160,000	2,501
912828-FG-0	US TREASURY N/B 05/31/2008 4,875		04/03/2007	BARCLAYS LONDON		100,039	100,000	1,674
0399999 - Total	Bonds - U.S. Government					749,915	756,000	9,372
745200-LF-7	PR ELEC REF-SER UU 07/01/2015 4,000	F	09/12/2007	DIRECT		516,890	500,000	7,444
3199999 - Total	Bonds - Special Revenue					516,890	500,000	7,444
369626-03-1	GENERAL ELEC CAP CORP 04/11/2008 4,420		03/29/2007	DEUTSCHE BANK		15,013,530	15,000,000	49,225
369626-W4-2	GENERAL ELEC CAP CORP 04/28/2011 5,100		02/23/2007	INSINGER		1,000,750	1,000,000	4,239
ED9102-35-8	AUST & NZ BANK 04/28/2015 5,210	F	02/15/2007	ROYAL BANK OF CANADA		3,001,500	3,000,000	10,657
ED1095-26-1	NATL AUSTRAL ABK 08/29/2013 5,411	F	02/15/2007	ROYAL BANK OF CANADA		2,006,000	2,000,000	26,693
EG3097-41-7	SUNCORP-METWAY MTN 04/12/2010 4,451	F	03/27/2007	JP MORGAN LONDON		3,998,320	4,000,000	3,333
MM1318-47-4	SWLB LONDON 01/15/2008 6,000	F	01/11/2007	RBC CAPITAL MKTS		10,060,000	10,000,000	3,333
4599999 - Total	Bonds - Industrial, Misc.					35,080,100	35,000,000	94,147
6099997 - Total	Bonds - Part 3					36,346,905	36,256,000	110,964
6099998 - Total	Bonds - Part 5					37,363,103	37,500,000	219,644
6099999 - Total	Bonds					73,710,008	73,756,000	330,608
6599998 - Total	Preferred Stocks - Part 5						XXX	
6599999 - Total	Preferred Stocks						XXX	
064038-10-0	BANK OF NEW YORK MELLON CORP		12/17/2007	VAR IOUS	20,720,000	1,014,201		
534187-10-9	LINCOLN NATIONAL CORP		01/12/2007	CREDIT SUISSE FIRST BOSTON	2,510,000	165,205		
857477-10-3	STATE STREET CORP		12/13/2007	VAR IOUS	32,170,000	2,356,340		
949746-10-1	WELLS FARGO & COMPANY		08/22/2007	VAR IOUS	11,900,000	432,148		
6799999 - Total	Common Stocks - Banks, Trusts, Insurance					3,967,894	XXX	
002824-10-0	ABBOTT LABORATORIES		08/08/2007	VAR IOUS	27,660,000	1,519,200		
00724F-10-1	ADVBE SYSTEMS INC		02/07/2007	VAR IOUS	7,560,000	296,245		
02209S-10-3	ALTRIA GROUP INC		11/12/2007	VAR IOUS	10,430,000	820,302		
03078C-10-6	AMERIPRISE FINANCIAL INC		06/07/2007	VAR IOUS	9,910,000	588,780		
001765-10-6	AMR CORP		01/31/2006	ISI GROUP INC	1,830,000	88,209		
037411-10-5	APACHE CORP		07/27/2007	VAR IOUS	17,000,000	1,493,460		
037833-10-0	APPLE INC		10/23/2007	VAR IOUS	5,210,000	566,881		
04621X-10-8	ASSURANT INC		11/20/2007	VAR IOUS	23,350,000	1,261,195		
071813-10-9	BAXTER INTERNATIONAL INC		10/23/2007	VAR IOUS	27,340,000	1,386,275		
073302-10-1	BE AEROSPACE INC		10/23/2007	VAR IOUS	28,730,000	1,187,623		
13342B-10-5	CAMERON INTERNATIONAL CORP		07/26/2007	VAR IOUS	14,870,000	1,102,553		
17275R-10-2	CISCO SYSTEMS INC		03/19/2007	VAR IOUS	25,320,000	697,420		
172967-10-1	CIT GROUP INC		05/17/2007	VAR IOUS	9,190,000	497,184		
191216-10-0	COCA-COLA CO/THE		11/12/2007	VAR IOUS	37,630,000	1,869,874		
126650-10-0	CVS CAREMARK CORP		11/07/2007	VAR IOUS	27,590,000	975,192		
291011-10-4	EMERSON ELECTRIC CO		11/07/2007	LEHMAN BROTHERS	70,910,000	605,050		
30231G-10-2	EXXON MOBIL CORP		07/11/2007	VAR IOUS	7,939,000	583,998		
356710-85-7	FREEMONT-MCMORAN COPPER		07/23/2007	VAR IOUS	14,520,000	1,269,586		
369300-10-8	GENERAL CABLE CORP		11/06/2007	VAR IOUS	14,100,000	1,026,742		
369550-10-8	GENERAL DYNAMICS CORP		11/06/2007	VAR IOUS	17,440,000	1,576,439		
369604-10-3	GENERAL ELECTRIC CO		07/25/2007	VAR IOUS	30,040,000	1,154,338		
382388-10-6	GOODRICH CORP		07/27/2007	VAR IOUS	4,150,000	220,702		
38259P-50-8	GOOGLE INC-CL A		10/23/2007	VAR IOUS	1,820,000	1,037,305		
415864-10-7	HARSCO CORP		07/27/2007	VAR IOUS	20,130,000	1,149,131		
42809H-10-7	HESS CORP		12/24/2007	RAYMOND JAMES	7,910,000	735,363		
428236-10-3	HEWLETT-PACKARD CO		01/12/2007	CREDIT SUISSE FIRST BOSTON	5,640,000	244,362		
458140-10-0	INTEL CORP		07/11/2007	VAR IOUS	54,460,000	1,249,200		
500255-10-4	KOHLS CORP		09/24/2007	VAR IOUS	21,060,000	1,215,609		
580135-10-1	MCDONALDS CORP		11/13/2007	VAR IOUS	22,150,000	1,232,237		
58405U-10-2	MEDCO HEALTH SOLUTIONS INC		09/11/2007	VAR IOUS	21,850,000	1,577,367		
552715-10-4	MEMC ELECTRONIC MATERIALS		07/27/2007	VAR IOUS	21,930,000	1,282,487		
589331-10-7	MERCK & CO, INC		11/12/2007	VAR IOUS	42,240,000	2,198,010		
594918-10-4	MICROSOFT CORP		01/12/2007	CREDIT SUISSE FIRST BOSTON	12,630,000	392,791		
617446-44-8	MORGAN STANLEY		12/13/2007	VAR IOUS	20,665,000	1,448,669		



ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION

SCHEDULE D - PART 3

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

1 CUSIP Identification	2 Description	3 Foreign	4 Date Acquired	5 Name of Vendor	6 Number of Shares of Stock	7 Actual Cost	8 Par Value	9 Paid for Accrued Interest and Dividends
65248E-10-4	NEWS CORP-CL A		01/12/2007	CREDIT SUISSE FIRST BOSTON	6,840,000	153,966		
693506-10-7	PPG INDUSTRIES INC		07/23/2007	VARIOUS	11,620,000	900,038		
742718-10-9	PROCTER & GAMBLE CO		11/13/2007	BEAR STEARNS & CO	12,080,000	860,321		
760975-10-2	RESEARCH IN MOTION		07/25/2007	VARIOUS	6,410,000	1,477,539		
808857-10-8	SCHLUMBERGER LTD		07/27/2007	VARIOUS	17,520,000	1,524,522		
87612E-10-6	TARGET CORP		09/24/2007	VARIOUS	10,130,000	651,060		
913017-10-9	UNITED TECHNOLOGIES CORP		04/20/2007	VARIOUS	4,410,000	290,057		
903236-10-7	URS CORP		02/08/2007	VARIOUS	6,560,000	281,877		
81969Y-88-6	UTILITIES SELECT SECTOR SPDR		11/12/2007	RAYMOND JAMES	33,830,000	1,412,359		
91913Y-10-0	VALERO ENERGY CORP		12/24/2007	RAYMOND JAMES	10,470,000	729,824		
92943V-10-4	VERIZON COMMUNICATIONS INC		07/20/2007	VARIOUS	67,090,000	2,755,602		
93114Z-10-3	WAL-MART STORES INC		06/06/2007	VARIOUS	23,310,000	1,183,883		
983024-10-0	WYETH		01/24/2007	VARIOUS	9,370,000	479,300		
689999 - Total - Common Stocks - Industrial - Misc						47,230,416	XXX	
74727*-11-5	QBE INSURANCE CORPORATION	D	09/28/2007	CAPITAL CONTRIBUTION		32,530,000	XXX	
689999 - Total - Common Stocks - Parent - Subsidiaries - Affiliates						32,530,000	XXX	
729999 - Total - Common Stocks - Part 3						83,728,309	XXX	
729998 - Total - Common Stocks - Part 5						24,900,420	XXX	
729999 - Total - Common Stocks						108,628,738	XXX	
739999 - Total - Preferred and Common Stocks						108,628,738	XXX	
749999 Totals						182,338,746	XXX	330,608



ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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
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
582050-10-2	MEDVO HEALTH SOLUTIONS INC.	12/10/2007	IST GROUP INC.	5,770,000	576,469	XXX	576,469	576,469	576,469	(73,615)			(73,615)		53,520		22,848	22,848		XXX
582719-10-4	MEHC ELECTRONIC MATERIALS	11/13/2007	VARIOUS	5,390,000	365,128	XXX	365,128	365,128	365,128	(73,615)			(73,615)		302,731		32,397	32,397	4,378	XXX
617446-44-8	MICROSOFT CORP.	12/03/2007	VARIOUS	27,040,000	792,216	XXX	792,216	792,216	792,216						733,799		36,417	36,417	1,308	XXX
65248E-10-4	MORGAN STANLEY	11/07/2007	VARIOUS	6,615,000	192,625	XXX	192,625	192,625	192,625						223,063		(30,438)	(30,438)	402	XXX
673498-10-5	MCCIDENTAL PETROLEUM CORP.	07/11/2007	VARIOUS	6,700,000	142,140	XXX	142,140	142,140	142,140	(14,002)			(14,002)		229,914		12,226	12,226	2,253	XXX
773448-10-8	UNION PACIFIC CORP.	01/04/2007	IST GROUP INC.	13,680,000	625,864	XXX	625,864	625,864	625,864	8,448			8,448		676,442		(50,578)	(50,578)	5,529	XXX
777081-10-3	PEPSICO INC.	02/15/2007	VARIOUS	17,030,000	1,080,853	XXX	1,080,853	1,080,853	1,080,853	(34,097)			(34,097)		1,031,130		49,723	49,723	9,663	XXX
742718-10-9	PFIZER INC.	03/21/2007	RAYMOND JAMES	33,320,000	846,315	XXX	846,315	846,315	846,315	(44,156)			(44,156)		818,832		27,483	27,483	14,165	XXX
760975-10-2	PROCTER & GAMBLE CO.	12/24/2007	VARIOUS	30,780,000	2,022,233	XXX	2,022,233	2,022,233	2,022,233	(233,718)			(233,718)		1,786,483		235,750	235,750		XXX
786514-20-8	RESEARCH IN MOTION	12/03/2007	VARIOUS	7,480,000	809,937	XXX	809,937	809,937	809,937						577,699		232,238	232,238		XXX
806857-10-8	SCHLUMBERGER LTD.	05/02/2007	IST GROUP INC.	17,910,000	643,368	XXX	643,368	643,368	643,368	(1,222)			(1,222)		617,747		25,621	25,621	2,060	XXX
812350-10-6	SEARS HOLDINGS CORP.	11/12/2007	VARIOUS	7,140,000	476,235	XXX	476,235	476,235	476,235	(6,551)			(6,551)		480,534		(4,299)	(4,299)	1,195	XXX
254687-10-6	STARBUCKS CORP.	07/26/2007	VARIOUS	7,430,000	1,111,245	XXX	1,111,245	1,111,245	1,111,245	(104,564)			(104,564)		1,143,156		(31,911)	(31,911)		XXX
913017-10-9	THE WALT DISNEY CO.	02/27/2007	VARIOUS	36,150,000	1,204,504	XXX	1,204,504	1,204,504	1,204,504	31,383			31,383		1,311,816		(107,312)	(107,312)	7,704	XXX
931142-10-3	URS CORP.	04/24/2007	VARIOUS	28,230,000	987,603	XXX	987,603	987,603	987,603	(24,558)			(24,558)		942,884		44,719	44,719		XXX
983024-10-0	WELLS FARGO BANK	12/10/2007	VARIOUS	2,920,000	219,185	XXX	219,185	219,185	219,185	(7,671)			(7,671)		190,230		28,955	28,955		XXX
6899999 - Common Stocks - Industrial and Miscellaneous		12/10/2007	VARIOUS	11,635,000	603,902	XXX	603,902	603,902	603,902	(1,718)			(1,718)		496,842		107,060	107,060		XXX
6899999 - Common Stocks - Parent, Subsidiaries and AIT Rates		09/04/2007	VARIOUS	1,610,000	70,078	XXX	70,078	70,078	70,078						81,819		(11,741)	(11,741)	354	XXX
7299998 - Common Stocks - Part 4		09/11/2007	VARIOUS	15,900,000	774,077	XXX	774,077	774,077	774,077	(59,463)			(59,463)		750,165		23,912	23,912	9,441	XXX
7299998 - Common Stocks - Part 5					37,671,109	XXX	37,671,109	37,671,109	37,671,109	(2,446,388)			(2,446,388)		34,434,043		3,237,063	3,237,063	245,725	XXX
7299999 - Total - Common Stocks					42,652,043	XXX	42,652,043	42,652,043	42,652,043	(2,833,228)			(2,833,228)		39,494,867		3,157,172	3,157,172	329,588	XXX
7399999 - Total - Preferred and Common Stocks					23,170,298	XXX	23,170,298	23,170,298	23,170,298	(68,209)			(68,209)		24,900,429		(1,730,131)	(1,730,131)	114,365	XXX
					65,822,341	XXX	65,822,341	65,822,341	65,822,341	(2,901,437)			(2,901,437)		64,395,296		1,427,041	1,427,041	443,953	XXX
					65,822,341	XXX	65,822,341	65,822,341	65,822,341	(2,901,437)			(2,901,437)		64,395,296		1,427,041	1,427,041	443,953	XXX
<b>7499999 Totals</b>					201,550,841	XXX	201,346,755	200,551,293	200,551,293	(2,901,437)	(36,874)		(2,938,311)		200,214,519		1,336,317	1,336,317	3,123,012	XXX



**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE 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	9 Stock of Such Company Owned by Insurer on Statement Date	
								9 Number of Shares	10 % of Outstanding
74727*-11-5...	QBE INSURANCE CORPORATION	D	39217	3i	No		875,048	1,000,000.000	100.0
0299999	- Preferred Stock - U.S. P&C Insurer						875,048	XXX	XXX
0999999	- Total Preferred Stocks						875,048	XXX	XXX
74727*-10-7...	QBE INSURANCE CORPORATION	D	39217	3i	No		160,708,618	6,750,000.000	100.0
99C001-62-7...	NATIONAL FARMERS UNION P&C COMPANY	D	16217	3i	No		156,703,345	4,200,000.000	100.0
1199999	- Common Stock - U.S. P&C Insurer						317,411,963	XXX	XXX
000000-00-0...	QBE CENTRAL DE SEGUROS S.A.	F	00000	3i	No		657,628	6,614,055.000	2.6
1499999	- Common Stock - Alien Insurer						657,628	XXX	XXX
1899999	- Total Common Stocks						318,069,591	XXX	XXX
1999999	Totals						318,944,639	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: \$ 603,208,150
- Total amount of intangible assets nonadmitted: \$

**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	5 Stock in Lower-Tier Company Owned Indirectly by Insurer on Statement Date	
				5 Number of Shares	6 % of Outstanding
<b>NONE</b>					
0399999	Total			XXX	XXX

ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION

**SCHEDULE DA - PART 1**

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

1	2 Codes		4	5	6	7	8-11 Change in Book/Adjusted Carrying Value				12	13	14-17 Interest				20		
	Code	Foreign					8	9	10	11			14	15	16	17		18	19
Description			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
FANNIE MAE	C		02/20/2007	INS INGER	01/18/2008	1,998,658		22,468			2,000,000	1,976,200	34,411		3,900	5,250	XXX	38,000	6,967
US TREASURY BILL			07/30/2007	BEAR STEARNS & CO.	01/24/2008	31,903,502		646,115			32,000,000	31,257,387				4,830	DISC		
US TREASURY N/B	C		05/25/2007	RBC CAPITAL MKTS	02/15/2008	3,989,344		44,657			4,000,000	3,944,688	45,326		3,000	5,230	FA	60,000	34,144
FANNIE MAE			02/20/2007	INS INGER	01/18/2008	999,329		11,229			1,000,000	988,100	17,205		3,000	5,250	XXX	19,000	3,483
US TREASURY N/B			05/25/2007	RBC CAPITAL MKTS	02/15/2008	3,989,344		44,657			4,000,000	3,944,688	43,326		3,000	5,230	FA	60,000	34,144
0199999 - U.S. Governments - Issuer Obligations						42,880,176		769,115			43,000,000	42,111,062	140,269		XXX	XXX	XXX	177,000	78,737
0399999 - Total - U.S. Government Bonds						42,880,176		769,115			43,000,000	42,111,062	140,269		XXX	XXX	XXX	177,000	78,737
MORGAN STANLEY	C		06/19/2007	VAR IOUS	01/18/2008	1,000,060		(790)			1,000,000	1,000,850	11,112		5,333	5,200	XXX	32,450	8,378
MORGAN STANLEY			06/19/2007	VAR IOUS	01/18/2008	2,000,119		(1,581)			2,000,000	2,001,700	22,223		5,333	5,200	JA,10	64,889	16,757
3999999 - Industrial and Miscellaneous - Issuer Obligations						3,000,179		(2,371)			3,000,000	3,002,550	33,336		XXX	XXX	XXX	97,349	25,135
4999999 - Total - Industrial and Miscellaneous Bonds						3,000,179		(2,371)			3,000,000	3,002,550	33,336		XXX	XXX	XXX	97,349	25,135
5999999 - Total - Single Class Mortgage-Backed/Asset-Backed Securities						45,880,355		766,744			46,000,000	45,113,612	173,605		XXX	XXX	XXX	274,349	103,872
5999999 - Total - Defined Multi-Class Residential Mortgage-Backed Securities															XXX	XXX	XXX		
5799999 - Total - Other Multi-Class Residential Mortgage-Backed Securities															XXX	XXX	XXX		
5999999 - Total - Defined Multi-Class Commercial Mortgage-Backed Securities															XXX	XXX	XXX		
5999999 - Other Multi-Class Commercial Mortgage-Backed/Asset-Backed Securities						45,880,355		766,744			46,000,000	45,113,612	173,605		XXX	XXX	XXX	274,349	103,872
6999999 - Total - Bonds						45,880,355		766,744			46,000,000	45,113,612	173,605		XXX	XXX	XXX	274,349	103,872
8299999 Totals						45,880,355		766,744			XXX	45,113,612	173,605		XXX	XXX	XXX	274,349	103,872

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 REINSURANCE 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	47	03/16/2007	17,137,587	02/22/2007	Monument	
S&P 500 Index	46	06/15/2007	16,647,205	04/05/2007	Monument	
S&P 500 Index	47	06/15/2007	17,014,141	04/06/2007	Monument	
S&P 500 Index	47	06/15/2007	17,015,551	04/13/2007	Monument	
S&P 500 Index	47	06/15/2007	17,125,637	04/16/2007	Monument	
0799999 - Subtotal - Short Futures - Other Derivative Transactions			84,940,121	XXX	XXX	
0999999 - Subtotal - Short Futures			84,940,121	XXX	XXX	
2599999 - Subtotal - Hedging Transactions				XXX	XXX	
2799999 - Subtotal - Other Derivative Transactions			84,940,121	XXX	XXX	
9999999 - Totals			84,940,121	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	47	03/16/2007	17,137,587	16,404,410	733,177	02/22/2007	Monument		03/16/2007	733,177		
S&P 500 Index	67	03/16/2007	23,871,263	23,973,722	(102,460)	12/14/2006	Monument		01/04/2007	(102,460)		
S&P 500 Index	33	03/16/2007	11,757,488	11,744,502	12,986	12/14/2006	Monument		01/05/2007	12,986		
S&P 500 Index	33	03/16/2007	11,757,488	11,766,439	(8,951)	12/14/2006	Monument		01/05/2007	(8,951)		
S&P 500 Index	30	03/16/2007	10,688,625	10,641,075	47,550	12/14/2006	Monument		01/05/2007	47,550		
S&P 500 Index	46	06/15/2007	16,647,205	17,170,650	(523,445)	04/05/2007	Monument		06/15/2007	(523,445)		
S&P 500 Index	47	06/15/2007	17,014,141	17,543,925	(529,784)	04/06/2007	Monument		06/15/2007	(529,784)		
S&P 500 Index	47	06/15/2007	17,015,551	17,943,925	(528,374)	04/13/2007	Monument		06/15/2007	(528,374)		
S&P 500 Index	47	06/15/2007	17,125,637	17,543,925	(418,288)	04/16/2007	Monument		06/15/2007	(418,288)		
0799999 - Subtotal - Short Futures - Other Derivative Transactions			143,014,985	144,332,573	(1,317,589)	XXX	XXX		XXX	(1,317,589)		
0999999 - Subtotal - Short Futures			143,014,985	144,332,573	(1,317,589)	XXX	XXX		XXX	(1,317,589)		
2599999 - Subtotal - Hedging Transactions						XXX	XXX		XXX			
2799999 - Subtotal - Other Derivative Transactions			143,014,985	144,332,573	(1,317,589)	XXX	XXX		XXX	(1,317,589)		
9999999 - Totals			143,014,985	144,332,573	(1,317,589)	XXX	XXX		XXX	(1,317,589)		









**ANNUAL STATEMENT FOR THE YEAR 2007 OF THE QBE REINSURANCE CORPORATION**

**SCHEDULE E PART 3 - SPECIAL DEPOSITS**

States, Etc.	1 Type of Deposits	2 Purpose of Deposits	Deposits For		All Other Special Deposits	
			The Benefit of All Policyholders		5 Book/Adjusted Carrying Value	6 Fair Value
			3 Book/Adjusted Carrying Value	4 Fair Value		
1. Alabama	AL					
2. Alaska	AK					
3. Arizona	AZ					
4. Arkansas	AR	B STATE DEPOSIT			159,819	160,537
5. California	CA	B STATE DEPOSIT			110,922	111,225
6. Colorado	CO					
7. Connecticut	CT					
8. Delaware	DE					
9. District of Columbia	DC					
10. Florida	FL					
11. Georgia	GA	B STATE DEPOSIT			100,014	100,609
12. Hawaii	HI					
13. Idaho	ID					
14. Illinois	IL					
15. Indiana	IN					
16. Iowa	IA					
17. Kansas	KS					
18. Kentucky	KY					
19. Louisiana	LA	B STATE DEPOSIT			124,913	125,253
20. Maine	ME					
21. Maryland	MD					
22. Massachusetts	MA	B STATE DEPOSIT			109,545	110,128
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	B STATE DEPOSIT			148,402	149,929
39. Pennsylvania	PA	B STATE DEPOSIT	2,975,697	2,992,260		
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	B STATE DEPOSIT			1,018,426	1,016,018
55. US Virgin Islands	VI					
56. Northern Mariana Islands	MP					
57. Canada	CN					
58. Aggregate Other Alien	OT	XXX				
59. Total	XXX	XXX	2,975,697	2,992,260	1,772,041	1,773,699
<b>DETAILS OF WRITE-INS</b>						
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				