

Catlin Group Limited

2007 Financial Results

Stephen Catlin, Chief Executive

Chris Stooke, Chief Financial Officer

Preben Prebensen, Chief Investment Officer

Paul Brand, Chief Underwriting Officer

6 March 2008

Disclaimer

This Document and the presentation to which it relates ('Presentation') do not constitute or form part of, and should not be construed as, an issue for sale or subscription of, or solicitation of any offer or invitation to subscribe for, underwrite or otherwise acquire or dispose of any securities of Catlin Group Limited (the 'Company') nor should they or any part of them form the basis of, or be relied on in connection with, any contract or commitment whatsoever which may at any time be entered into by the recipient or any other person, nor do they constitute an invitation or inducement to engage in investment activity under section 21 of the Financial Services and Markets Act 2000 ('FSMA'). The Document and the Presentation do not constitute an invitation to effect any transaction with the Company or to make use of any services provided by the Company.

No representation or warranty, express or implied, is made as to the fairness, accuracy or completeness of the information or opinions contained in this document and the Presentation, which information and opinions should not be relied or acted on, whether by persons who do not have professional experience in matters relating to investments or persons who do have such experience. The information contained in the Presentation has not been audited nor has it been subject to formal or independent verification. The information and opinions contained in this Document and the Presentation are provided as at the date of this Document and the Presentation and are subject to change without notice. None of the Company, its subsidiaries, its associates nor any officer, director, employee or representative of the Company accepts any liability whatsoever for any loss howsoever arising, directly or indirectly, from any use of this Document or its contents or attendance at the Presentation.

This Document is for distribution only in the United Kingdom and the Presentation is being made only in the United Kingdom to persons falling within Articles 19, 43, 47 and 49 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001, to persons who have professional experience in matters relating to investments or to persons in the United Kingdom to whom the document may otherwise be lawfully distributed. This Document is being supplied and the Presentation made to you solely in that capacity for your information. This Document and its contents are confidential. It may not be reproduced, redistributed or passed on to any other person, nor may it be published in whole or in part, for any purpose.

Past performance cannot be relied on as a guide to future performance.

Neither this Document nor any copy of it may be taken, transmitted or distributed, directly or indirectly, into the United States of America, its territories or possessions or passed to US Persons (as defined in Regulation S of the United States Securities Act of 1933 (as amended)), United States residents, corporations or other entities. Neither this Document nor any copy of it may be taken or transmitted into any jurisdiction outside the United Kingdom. Distribution of this report in the United States, may constitute a violation of United States securities law.

By accepting this Document and attending the Presentation, you agree to be bound by the foregoing limitations, undertakings and restrictions and agree that you have solicited the information contained in this Document and disclosed at the Presentation.

Overview

Stephen Catlin
Chief Executive

Record Financial Performance

- 4% increase in income before tax to \$543 million¹
- 8% increase in net income to \$462 million^{1,2}
- 24% increase in gross premiums written to \$3.4 billion¹
- 17% increase in unearned premiums to \$1.5 billion
- 49% increase in stockholders' equity to \$3.0 billion
- Total investment return of 4.5%, net of \$75 million write-down
- 20% increase in cash and investments to \$6.0 billion

¹ 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

² Net income available to common shareholders (after preferred share dividends)

Record Financial Performance

- 6% increase in earnings per share to \$1.84¹
- 19% increase in book value per share to \$9.59
- 29% increase in net tangible assets per share to \$6.57
- Loss ratio of 46% (2006: 50%)
- Combined ratio of 84% (2006: 87%) on US GAAP basis
- 21% return on average equity²
 - ◆ 33% return on net tangible assets²
- Increase in synergies to more than \$125 million in 2008
- Reserve release of \$139 million (2006: \$17 million)
- 9% increase in full year dividend to 25.1 pence (50.2 cents)

1 2006 comparatives on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

2 Net income available to common shareholders; ROE excludes preferred shares

Financial Results

US\$m	2007	2006 combined ¹
Gross premiums written ²	3,361	2,721
Net premiums earned	2,490	2,228
Investment income & gains/losses	211	189
Other (loss)/income	(11)	71
Total revenues	2,690	2,488
Loss and operating expenses	(2,147)	(1,968)
Income before income tax expense	543	521
Income tax & preferred share dividends	(81)	(93)
Net income³	462	428
Return on average equity ³	21%	24%
Return on net tangible assets ³	33%	32%

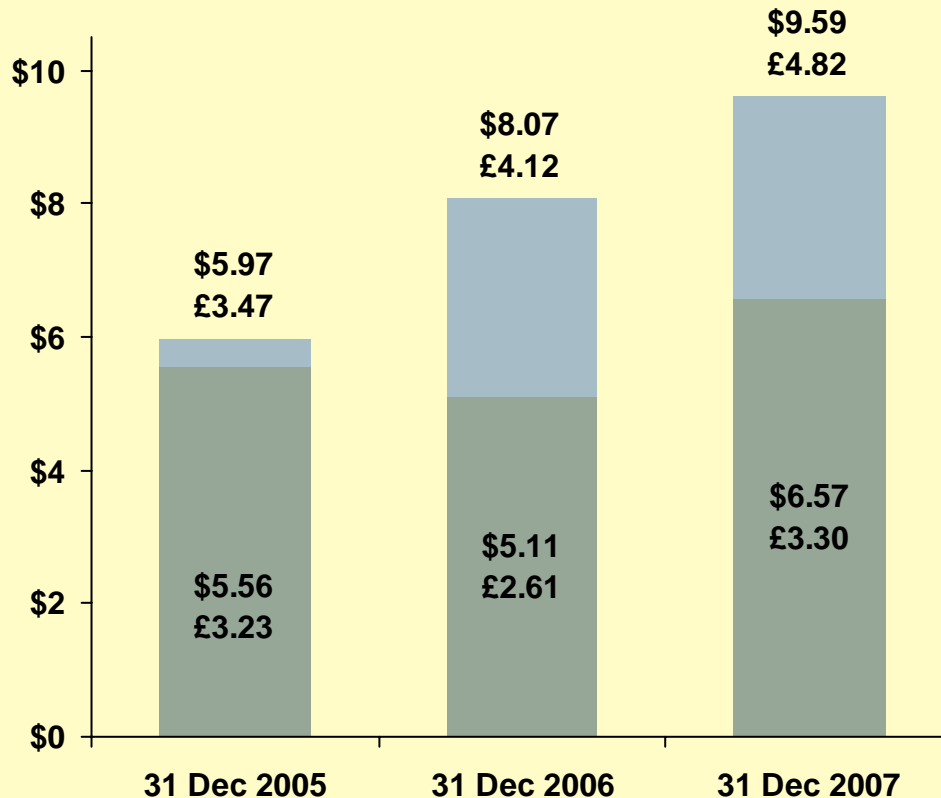
1 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

2 GPW is stated before 12.5% quota share reinsurance of Catlin Syndicate

3 Net income available to common shareholders; ROE excludes preferred shares

Shareholder Value

Book Value Per Share¹

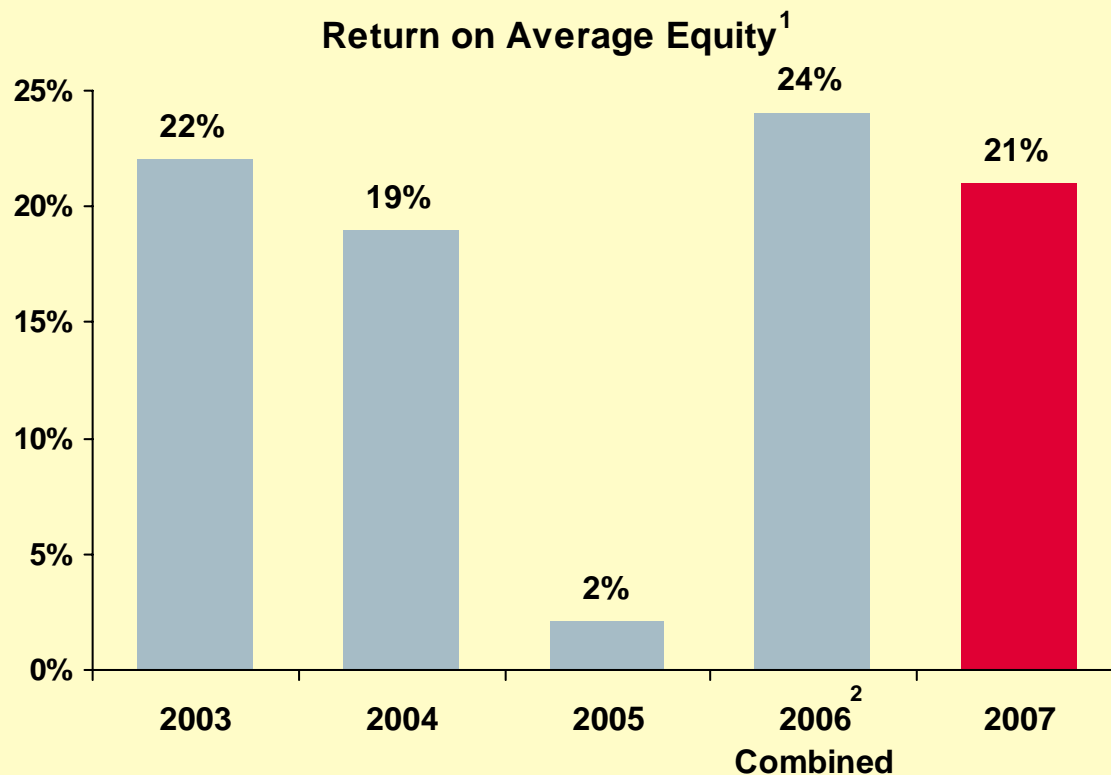


- 19% growth in dollar book value per share
- 29% growth in net tangible assets per share
- Intangible assets decreased by 5% as percentage of book value

■ Net tangible assets per share

¹ Shares in issue and to be issued: 253.1 million on 31 December 2007; 250.0 million on 31 December 2006; 155.9 million on 31 December 2005.

Shareholder Returns



■ Catlin's target is to deliver 10% premium to risk-free rate over a cycle

1 Stockholders' equity excludes preferred shares; net income available to common stockholders

2 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

Trading Outlook

- Tougher trading conditions and increased competition
 - ◆ 4% decrease in average premium rates during 2007
 - ◆ 4% decrease in average premiums rates during January 2008 renewals
 - ◆ Up to 10% decrease in average premium rates by end of 2008
- Unearned premium reserve increased by 17% during 2008
- Stable GPW during 2008
 - ◆ Decrease in London-originated business offset by growth in other platforms, international offices
- Embedded growth from Wellington acquisition
- Synergies now expected to be more than \$125 million post-tax in 2008

2007 Financial Results

Chris Stooke, Chief Financial Officer

Financial Results

US\$m	2007	H1 2007	2006 combined ¹
Gross premiums written ²	3,361	1,990	2,721
Net premiums earned	2,490	1,192	2,228
Investment income & gains/losses	211	117	189
Other (loss)/income	(11)	16	71
Total revenues	2,690	1,325	2,488
Loss and operating expenses	(2,147)	(1,135)	(1,968)
Income before income tax expense	543	190	521
Income tax & preferred share dividends	(81)	(28)	(93)
Net income³	462	162	428
Return on average equity ³	21%	16%	24%
Return on net tangible assets ³	33%	25%	32%

1 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

2 GPW is stated before 12.5% quota share reinsurance of Catlin Syndicate

3 Net income available to common shareholders; ROE excludes preferred shares

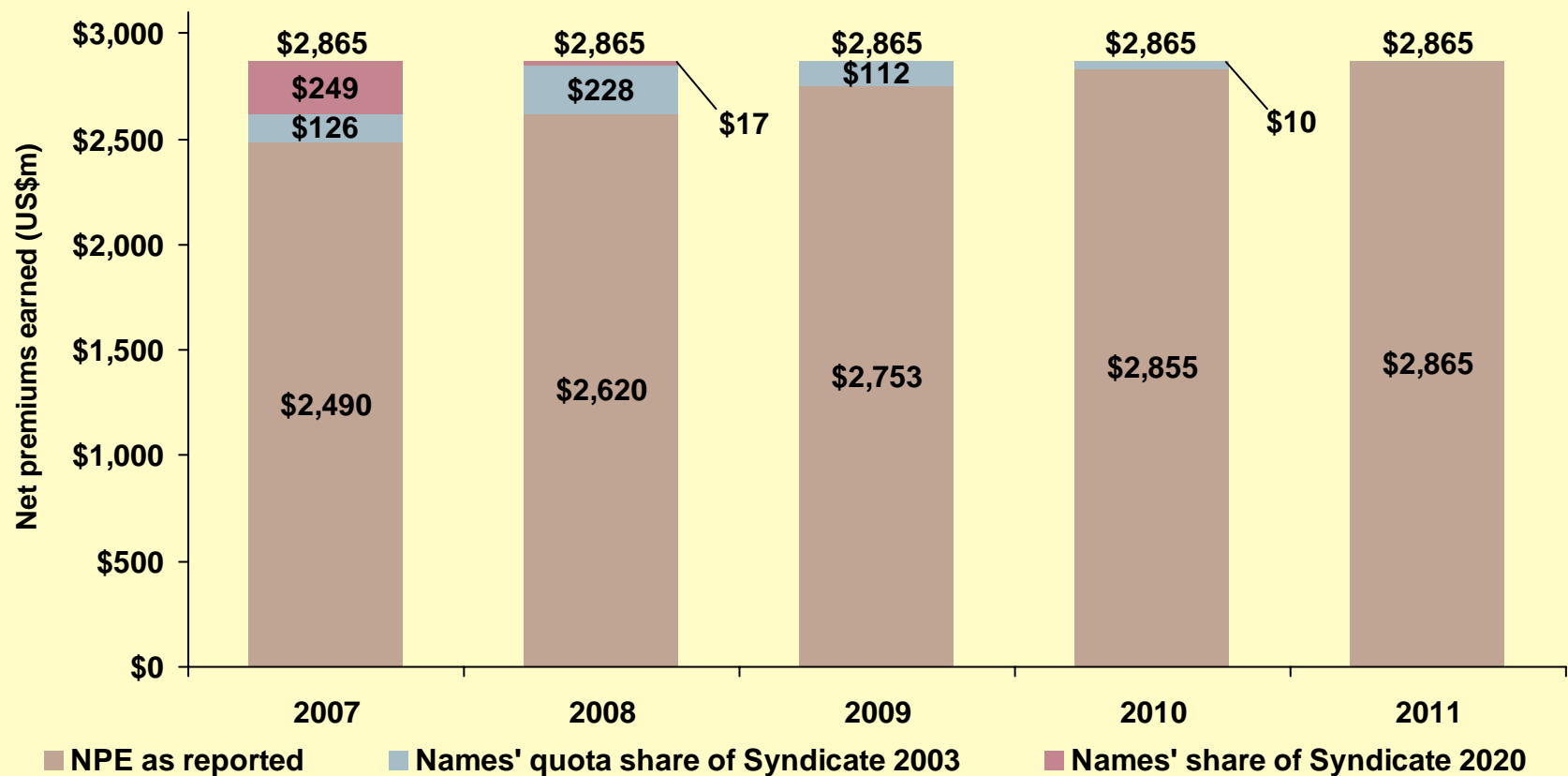
Embedded Growth & Timing Differences

US\$m	2007 as reported	Third-party Names' share of Syn 2020 for 2005-06	Names' quota share of Syn 2003 for 2007	Integration costs & acquisition accounting effect ¹	Adjusted total ²
Gross premiums written	3,361	53	-	-	3,414
Net premiums earned	2,490	249	126	-	2,865
Investment income & gains/losses	211	40	-	-	251
Other (loss)/income	(11)	4	-	-	(7)
Total revenues	2,690	293	126	-	3,109
Loss & operating expenses	(2,147)	(147)	(109)	38	(2,365)
Income before income tax	543	146	17	38	744

¹ Includes value of in-force (VIF) amortisation and amortisation of non-cash consideration to Names

² Embedded growth will not be fully realised until 2011

Illustration of Embedded Growth



Note: Assumes no growth in underlying premium volume

Embedded Growth

- Embedded growth in NPE results from declining Names' effects
- With constant underlying premiums, earned premiums will grow 15% during period to 2011
- Reinsurance to close of Syndicate 2020 estimated to increase investment assets by approximately \$500 million at beginning of 2009
- Further small growth in investment assets from Names quota share in 2010-11
- Capital required to replace Names' quota share reinsurance will be supplied through retained earnings

Operating Ratios

	2007	2006 Combined ¹
Year on year GPW growth	24%	N/M
Loss ratio ²	46%	50%
Expense ratio ²	38%	37%
Combined ratio ²	84%	87%
Total investment return	5%	4%
Effective tax rate	11%	18%
Return on average equity ³	21%	24%
Return on net tangible assets ³	33%	32%

N/M Not meaningful

1 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

2 Loss, expense and combined ratios are calculated with reference to net premiums earned; includes all head office costs; excludes financing and integration costs

3 Net income available to common shareholders; ROE excludes preferred shares

Synergies/Integration Costs

- Post-tax synergies initially set at \$70 million in 2008 and subsequent years
 - ◆ Estimate increased during 2007 to more than \$100 million
 - ◆ Estimate now is more than \$125 million
- Anticipated reinsurance synergy ahead of target at \$50 million
- Anticipated operating cost synergies exceed expectations at \$22 million
- Investment strategy review targeting annual return enhancement of 50bps (\$26 million on cash and investments of \$6 billion)
- Tax synergies of \$28 million arise from restructuring to take advantage of capital structure
- Integration costs incurred in 2007 reduced to \$33 million; balance of integration costs estimated at \$15 million to be incurred in 2008

Balance Sheet

US\$m	31 Dec 2007	31 Dec 2006
Investments and cash	6,001	5,014
Premiums receivable	1,153	988
Reinsurance recoverable	1,120 ¹	1,239
Deferred acquisition costs and value in force	247	262
Intangible assets and goodwill (net of deferred tax)	765	741
Other assets	408	435
Unpaid losses and loss adjustment expenses	(4,238)	(4,005)
Unearned premiums	(1,507)	(1,290)
Notes payable	-	(550)
Subordinated debt	(101)	(100)
Other liabilities	(831)	(716)
Total stockholders' equity	3,017	2,018

1 Includes recoverables amounting to \$71 million from Names' quota share reinsurance

2 Notes payable plus subordinated debt, divided by stockholders' equity (including preferred shares)

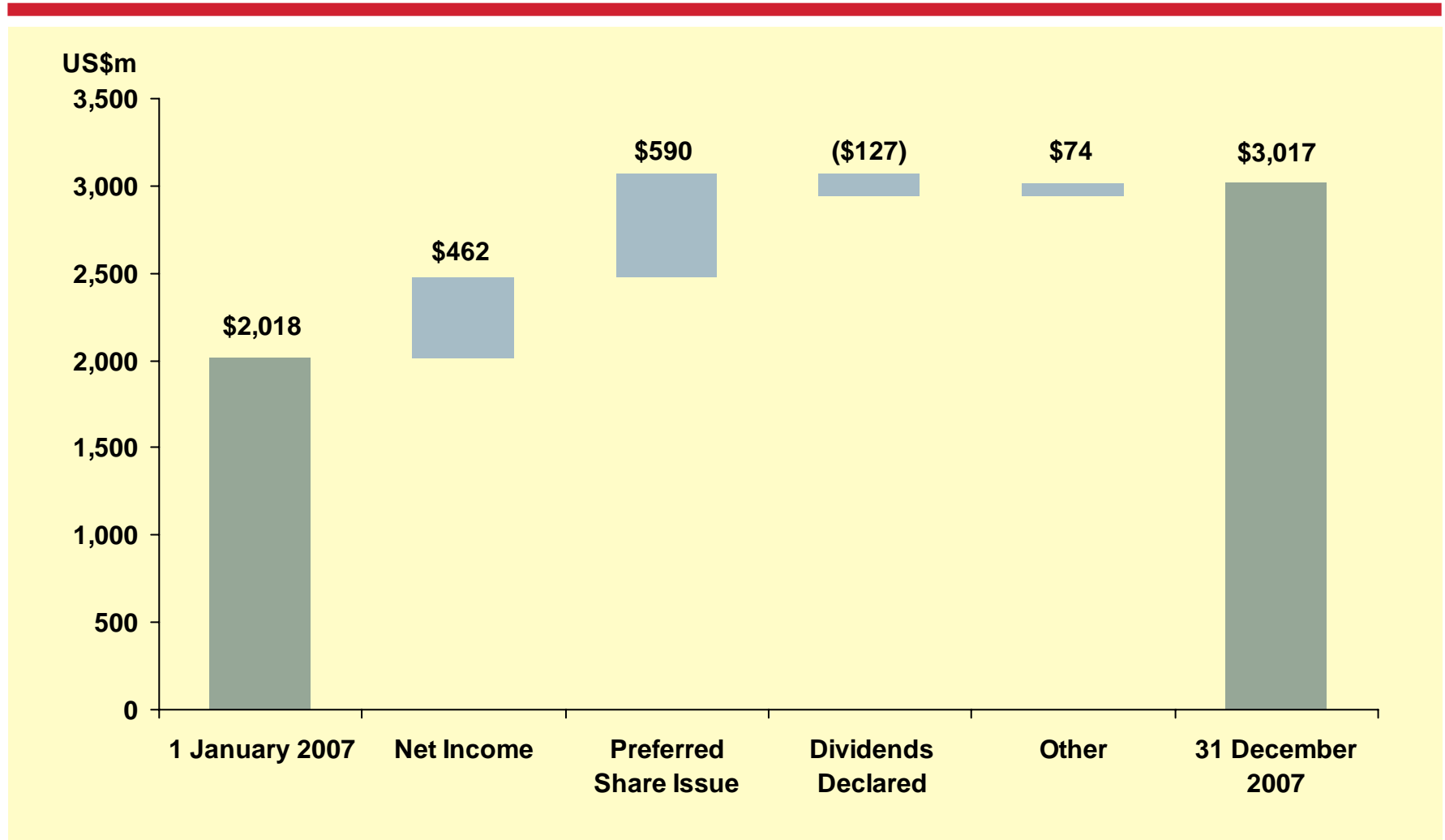
Consistent Reserving Philosophy

US\$m	31 Dec 2007	31 Dec 2006 ¹	31 Dec 2005	31 Dec 2004
Net loss reserves	3,377	3,008	1,420	1,114
Prior period release	139	17	94	38
Release as % of opening reserves	5%	1%	8%	5%
Stockholders' equity	3,017	2,018	931	971
Net loss reserves as % of equity	112%	149%	153%	115%

- Reserves are conservative relative to external actuarial advisor's best estimates
- 2006 reserve release reflects period immediately following acquisition
- 2007 equity includes preferred shares
- Expectation of annual release equal to 2.5% to 7.5% of opening net reserves

¹ 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

Stockholders' Equity



Results Overview

US\$m	2007	2006 combined ¹
Gross premiums written	3,361	2,721
Net premiums written	2,574	2,323
Net premiums earned	2,489	2,228
Net income ²	462	428
Combined ratio	84%	87%
Effective tax rate	11%	18%
Return on average equity ³	21%	24%
Return on net tangible assets ³	33%	32%
Book value per share ³	\$9.59	\$8.07
Net tangible assets per share ³	\$6.57	\$5.11

Comments

- Organic growth driven by US and international offices
- Embedded growth will be achieved in period to 2011 in earned premiums and investment income
- Synergies for 2008 more than \$125 million post-tax
- Strong cash flow; investments and cash exceed \$6 billion
- Unearned premiums increased by 17% to \$1.5 billion
- Net assets exceed \$3 billion

¹ 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

² Net income available to common shareholders

³ Excludes preferred shares

Investments

Preben Prebensen
Chief Investment Officer

Investment Overview

- Investment assets increased 20% to \$6 billion
- Total investment return of 4.5% after subprime charge
- No change to subprime charge
- Review completed of assets underlying fixed income portfolio
- Investment strategy implementation under way; diversified assets increased to 14% of total portfolio
- Target to achieve 50 bps increase in investment return from diversification of assets

Investment Performance

US\$m	31 Dec 2007	31 Dec 2006 ¹
Total investments & cash	6,001	5,013
Average investments & cash for period	5,494	4,628
Investment income	290	185
Realised (losses)/gains	(79)	3
Total investment income	211	188
Unrealised gains	36	2
Total investment return	247	190
Total return on average investments	4.5%	4.1%

- Total investments & cash increased by 20%
- Investment return includes subprime charge of \$75 million

¹ 2006 comparatives presented on a combined basis: Catlin results and Wellington results aggregated, both prepared under US GAAP for period ended 31 December 2006

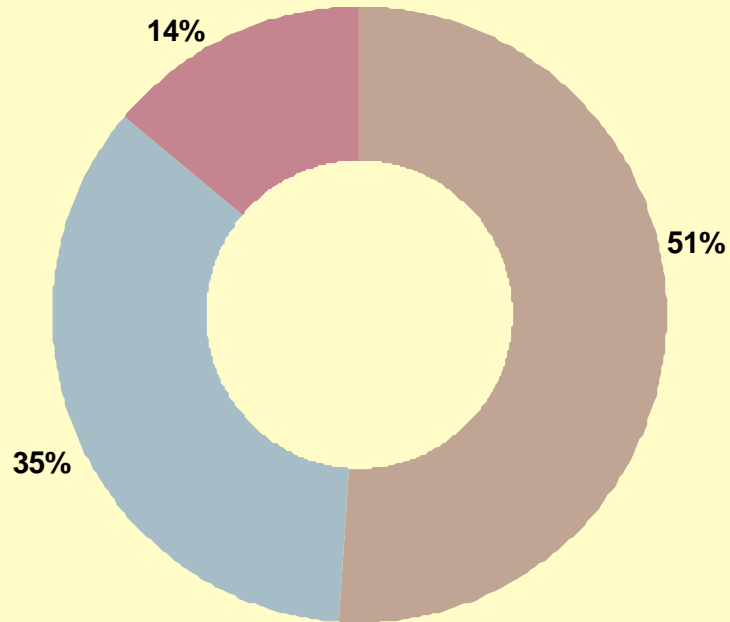
2007 Returns by Asset Class

- The total investment return of 4.5% can be analysed as follows:

At 31 December 2007	Allocation	Return
Fixed income	51%	4.0%
Equity	1%	5.9%
Funds of funds	3%	9.6%
Cash	45%	4.7%
	100%	4.5%

Asset Allocation

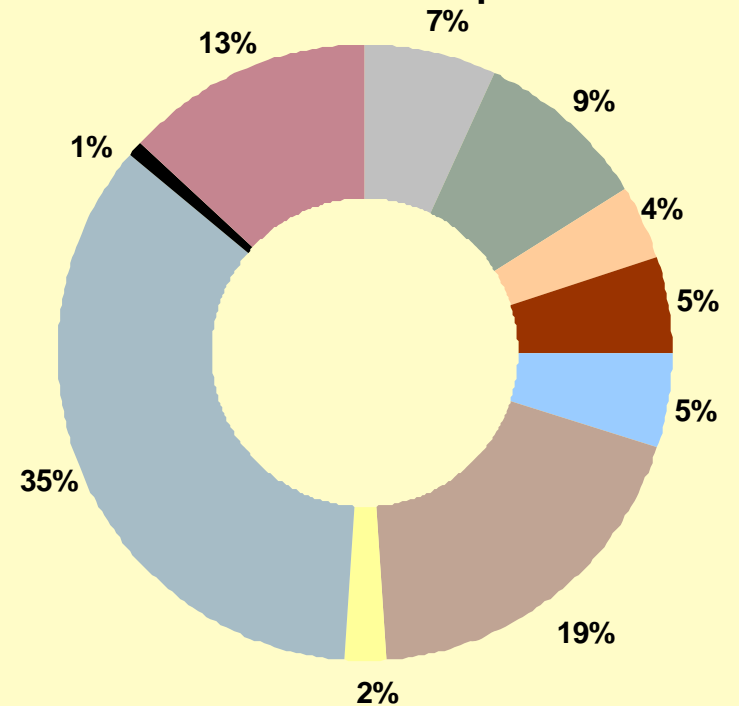
Broad Asset Split



- Fixed income
- Cash
- Diversified

At 2 January 2008

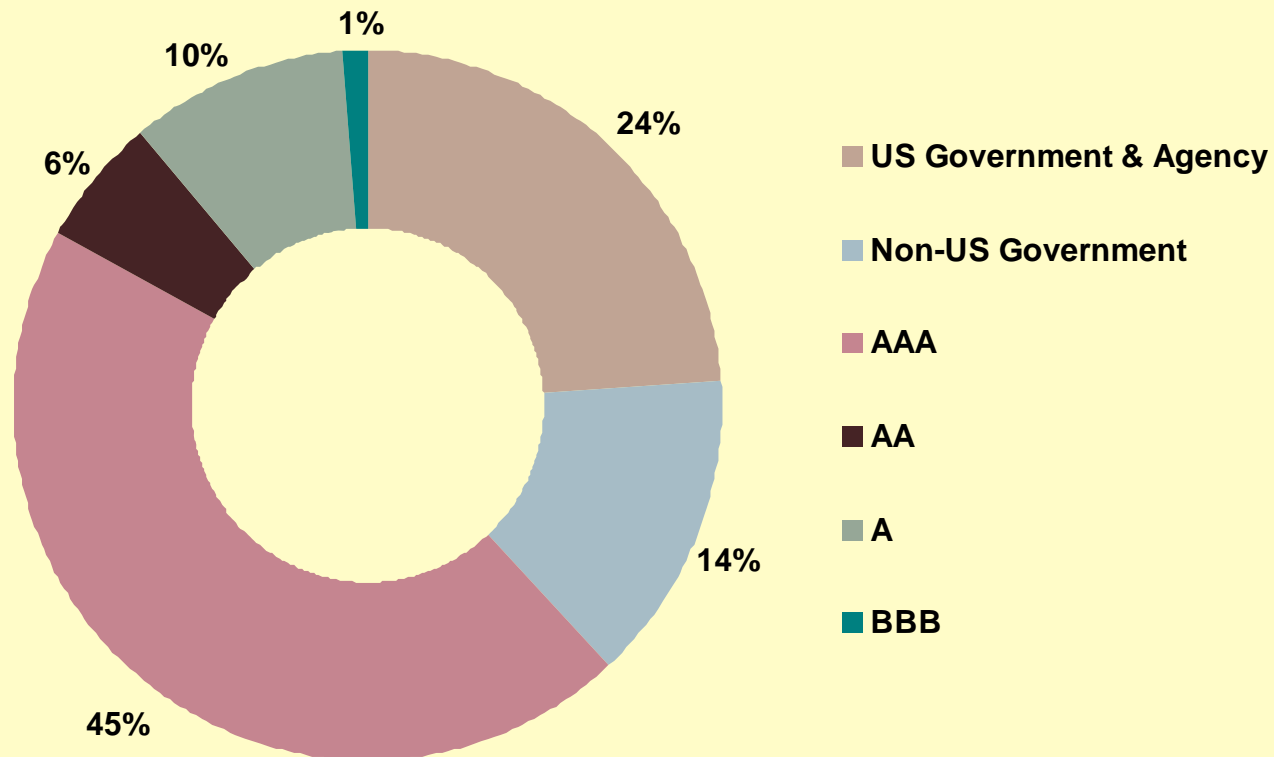
Detailed Asset Split



- ABS
- CMBS
- Agency MBS
- Global bond fund
- Equity
- Corporates
- Non-agency MBS
- Government & agency
- Cash & short terms
- Funds/funds of funds

Fixed Income Ratings

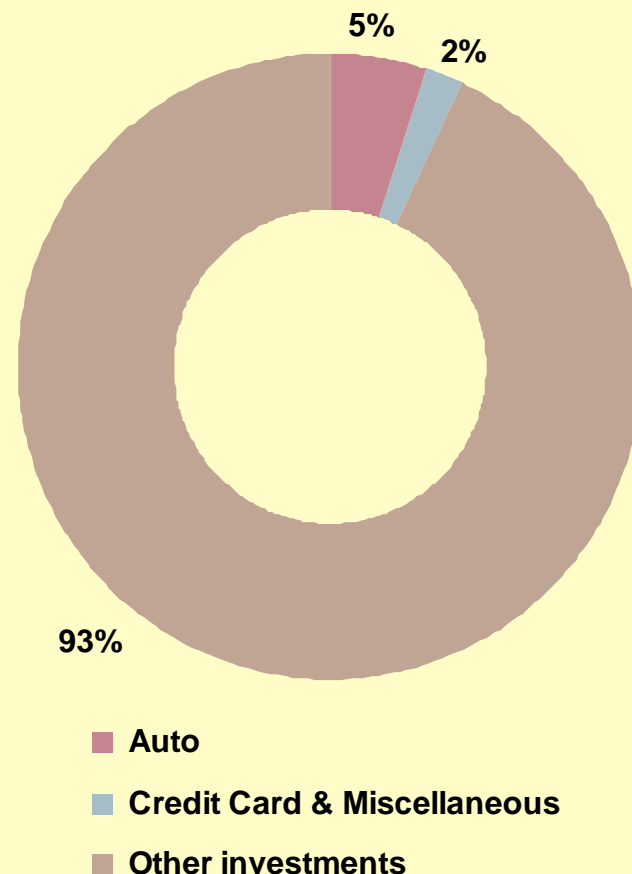
- 83% of fixed income investments are rated 'AAA' or are government issued



ABS Holdings

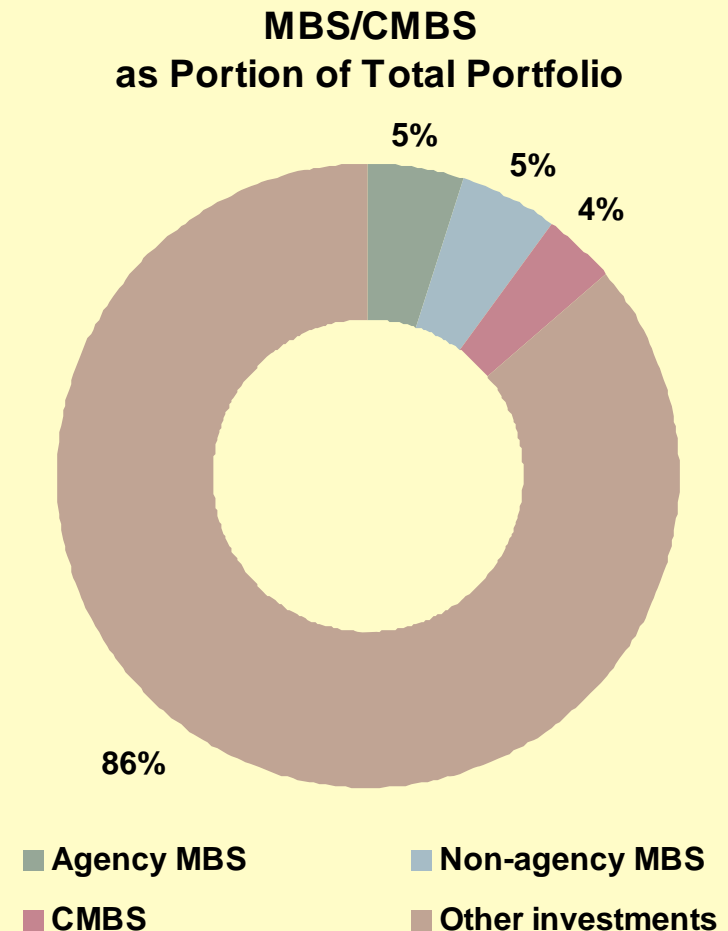
- Asset-backed securities make up 7% of the total portfolio.
 - ◆ Weighted average duration of approximately 1.2 years
- Almost 80% consist of auto and credit card receivables
- 95% of holdings are rated 'AAA'
- \$67 million of ABS holdings with monoline insurance credit enhancement (1% of total portfolio)
 - ◆ Underlying collateral (primarily auto loans) with an average rating of 'A'

ABS as Portion of Total Portfolio



MBS Holdings

- Agency mortgage-backed securities make up 5% of the total portfolio; supported by FNMA, GNMA and FHLMC
- Non-agency MBS make up 5% and CMBS make up 4% of the total portfolio; 96% of these securities are 'AAA'-rated
- \$64 million of MBS holdings have 'Alt-A' exposure (1% of total portfolio)



Diversified Assets

- \$542 million invested in 24 individual funds at year end
 - ◆ Represents approximately 9% of total portfolio
- Including existing investment in equity funds and funds of funds, total diversified assets is approximately 14% compared with target of 20%

Current/Target Asset Allocation

	Current Allocation	Target Allocation
Fixed income	51%	70%
Cash	35%	10%
Diversified	14%	20%

- Total investment return in January 2008 of 0.6%

Underwriting

Paul Brand
Chief Underwriting Officer

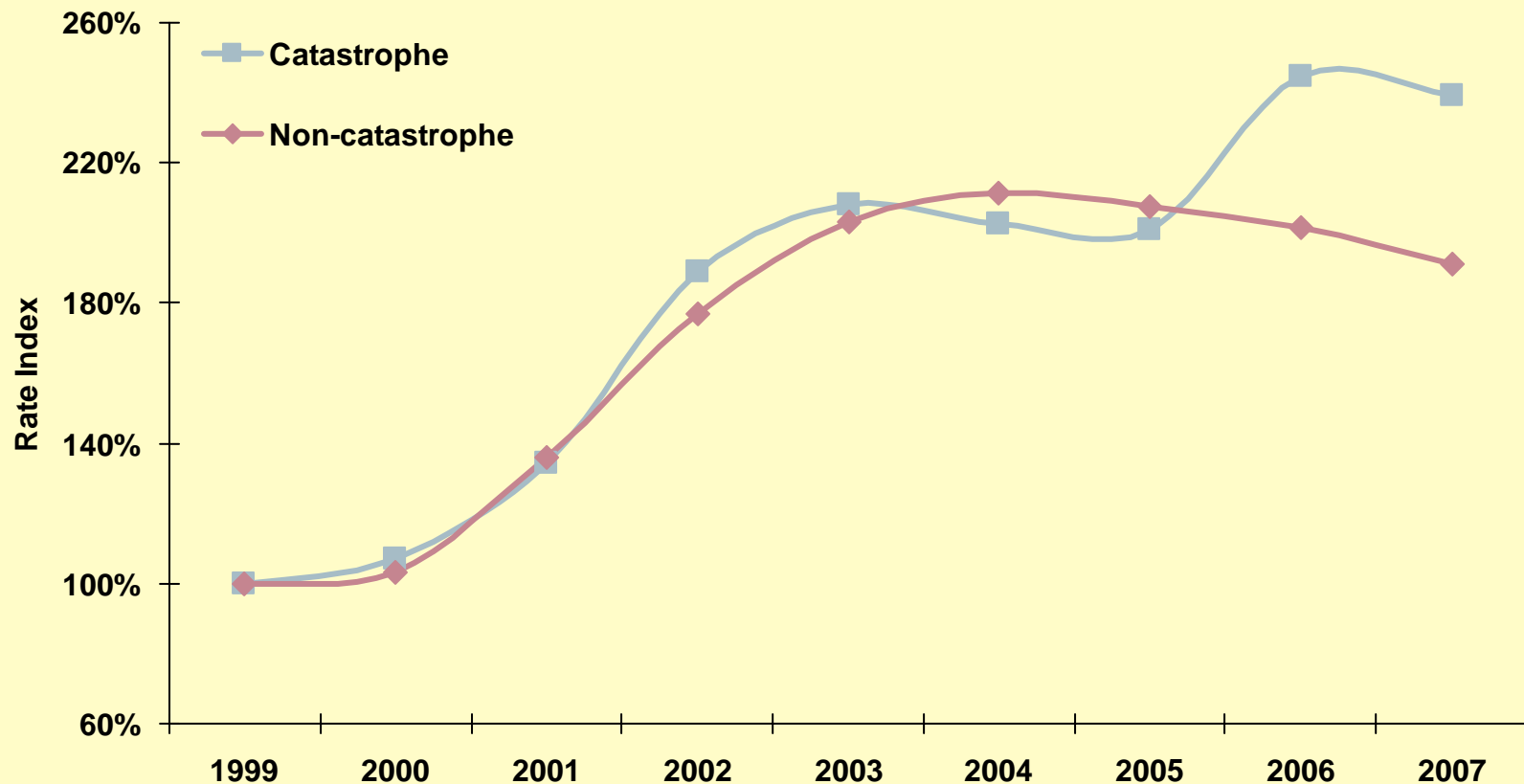
2007 Underwriting Experience

- Excellent business retention
- Margins remained good, despite average rate decrease of 4%
- Excess supply of capacity
- Above average storm activity, but virtually no losses due to hurricanes
- Catlin's performance driven by:
 - ◆ Commitment to disciplined underwriting
 - ◆ Hard work and integration of underwriting teams
 - ◆ Continued development of new and existing teams/offices
 - ◆ Support from non-underwriting functions

2007 Experience: Rate Movements

Group Experience

- Rates continued to soften across many areas



Technical Excellence and Discipline

- Catlin's technical underwriting approach is a key differentiator in this part of the market cycle
 - ◆ Actuarial support embedded within underwriting teams/regions
 - ◆ Active cycle management
 - Embedded in underwriting process since 2000
 - Has been developed during a hard market
 - Process is established and robust
- Consistent application of underwriting philosophy, approach and controls across Group

Access to Business

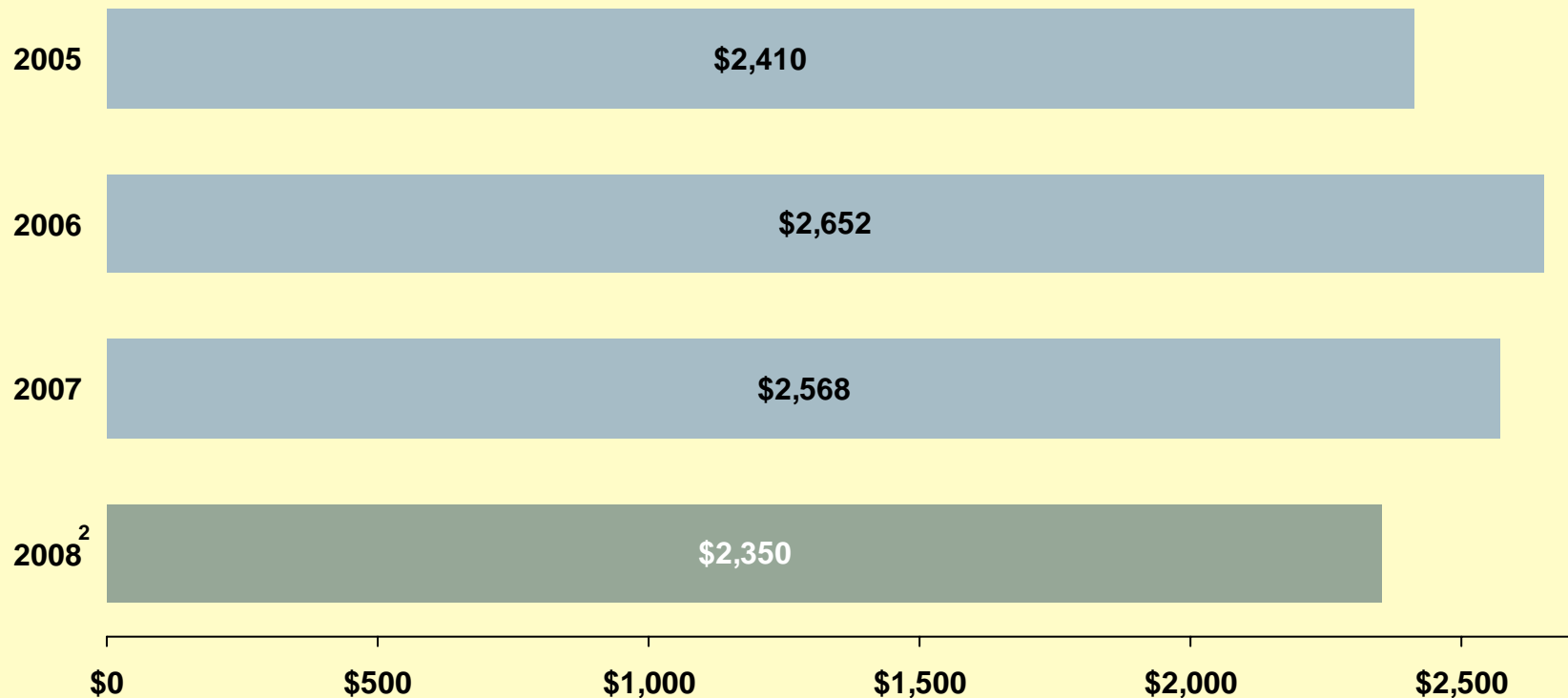
- Diversification
 - ◆ By class of business
 - ◆ By geography
 - ◆ By distribution channel
- Service levels
 - ◆ Technical underwriting expertise
 - ◆ Consistent and responsive underwriting approach
 - ◆ Prompt and fair claims adjustment process
 - ◆ London claims service ranked No 1 in independent survey

January 2008 Renewals

- GPW up 3% to \$737 million
- London/UK-originated GPW decreased by 7%
- Growth in GPW in other parts of the business:
 - ◆ Catlin Bermuda, up 18%
 - ◆ Catlin US, up 49%
 - ◆ International offices, up 144%
- 4% decrease in average weighted premium rates for business incepting in January 2008

UK-Originating Business: Reflects Market Cycles

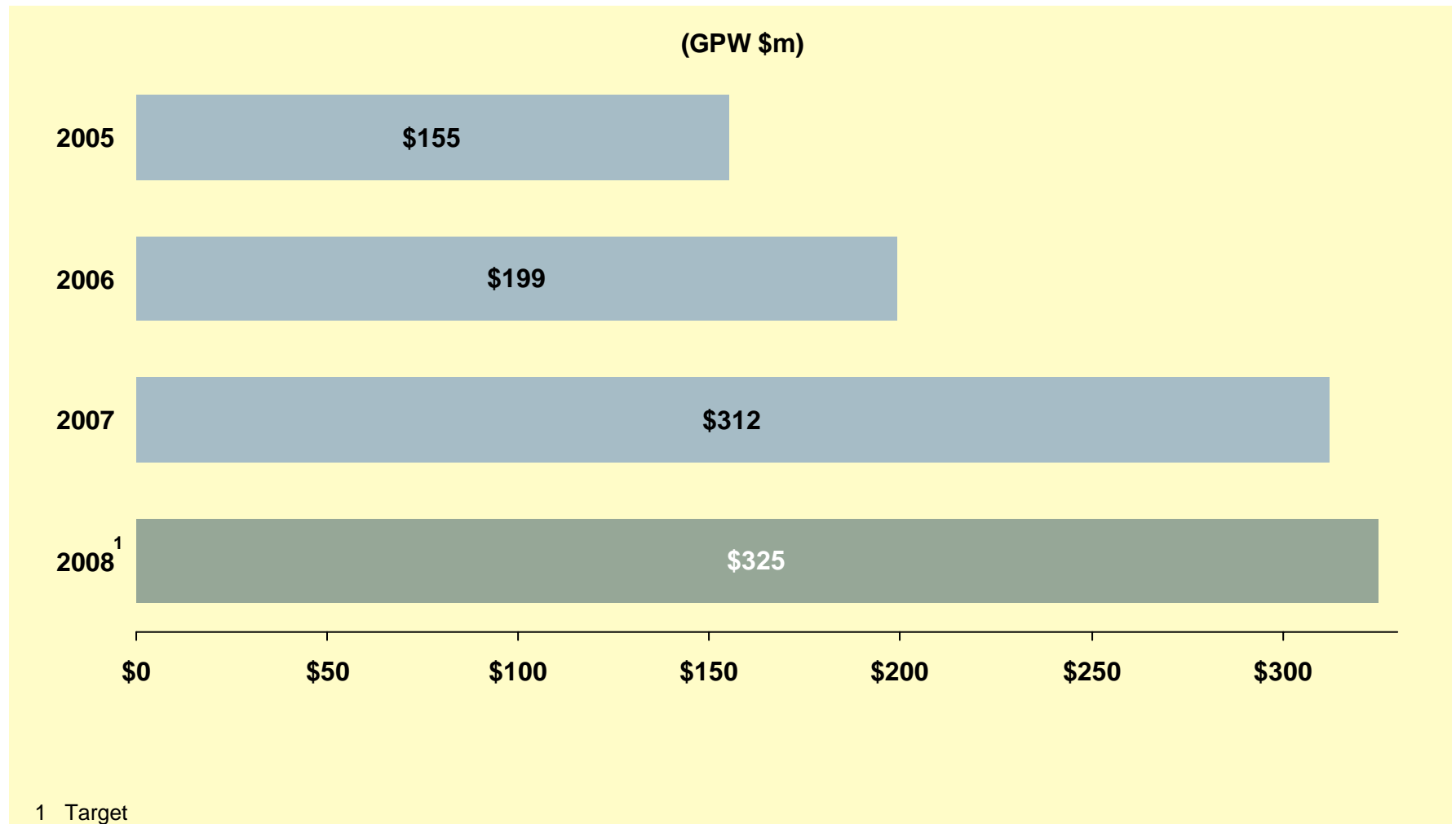
UK-Originating Business Written by Catlin Syndicate and Catlin UK¹ (GPW \$m)



¹ Includes business underwritten by the Catlin Syndicate and Catlin UK not originated by Catlin US or international offices; assumes Catlin supplied 100% of capacity in 2005-06

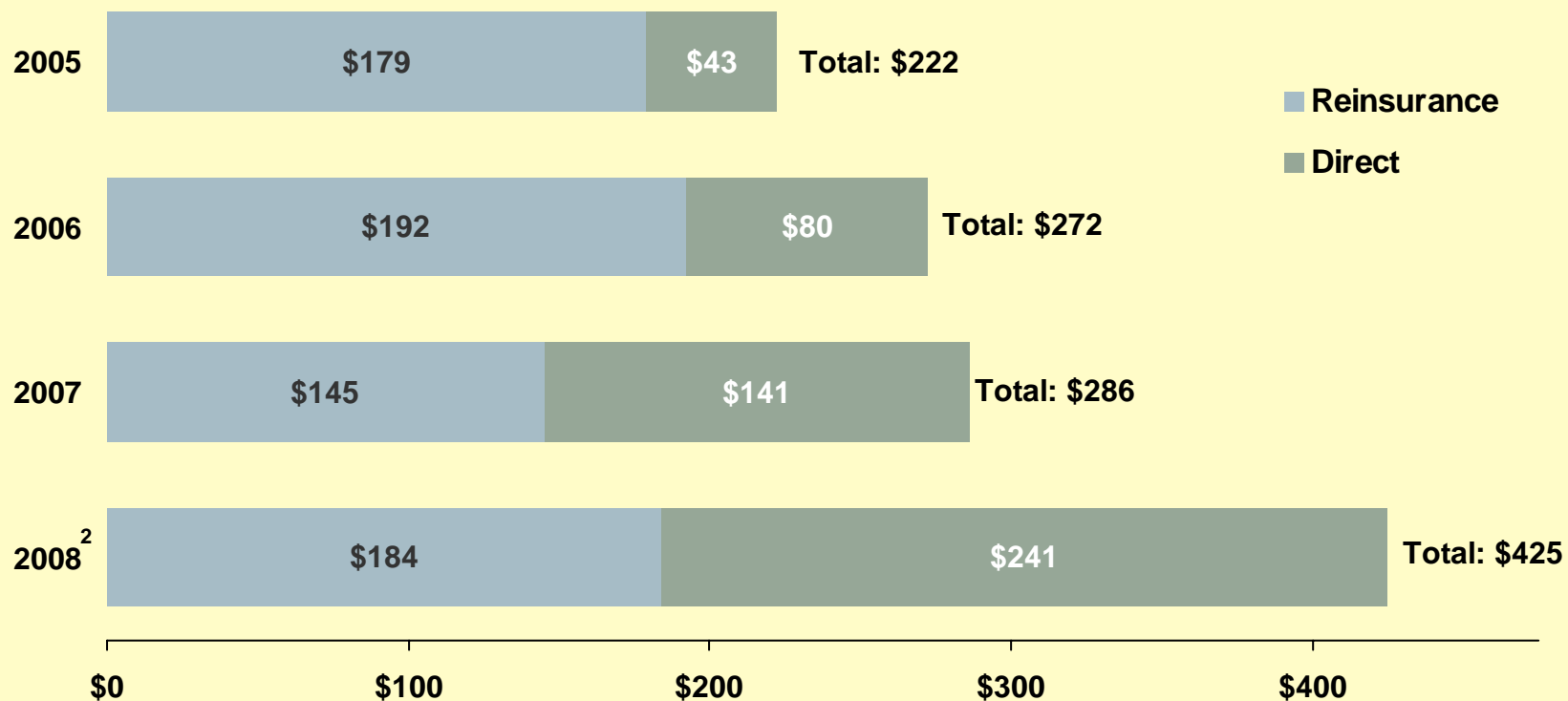
² Target

Catlin Bermuda: Organic Growth



Catlin US: Organic Growth

Catlin US Continuing Business¹ (GPW \$m)

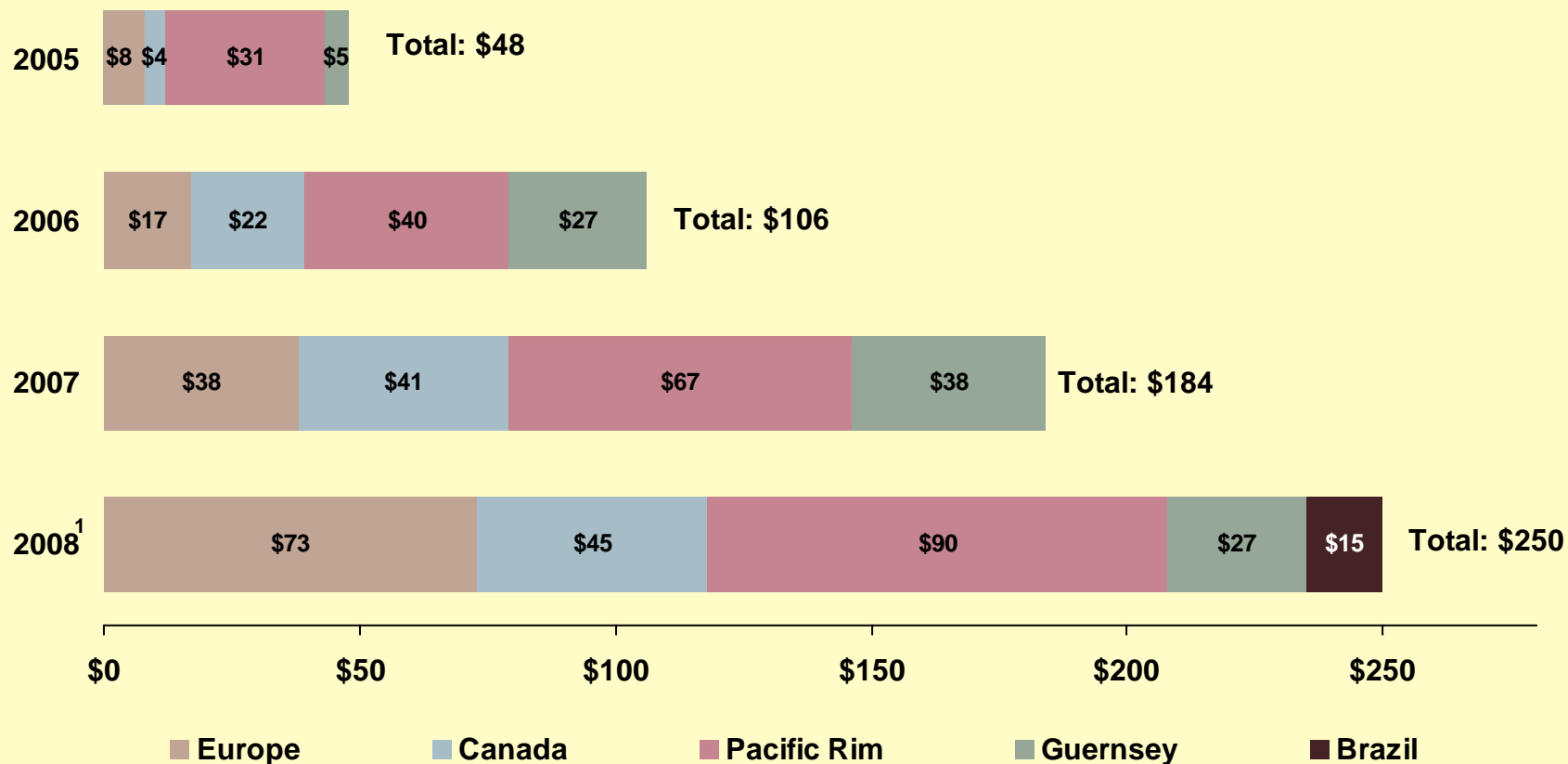


¹ Includes business underwritten on behalf of Catlin Syndicate and Catlin UK; excludes non-renewed programme business; assumes Catlin supplied 100% of capacity in 2005-06

² Target

International Offices: Organic Growth

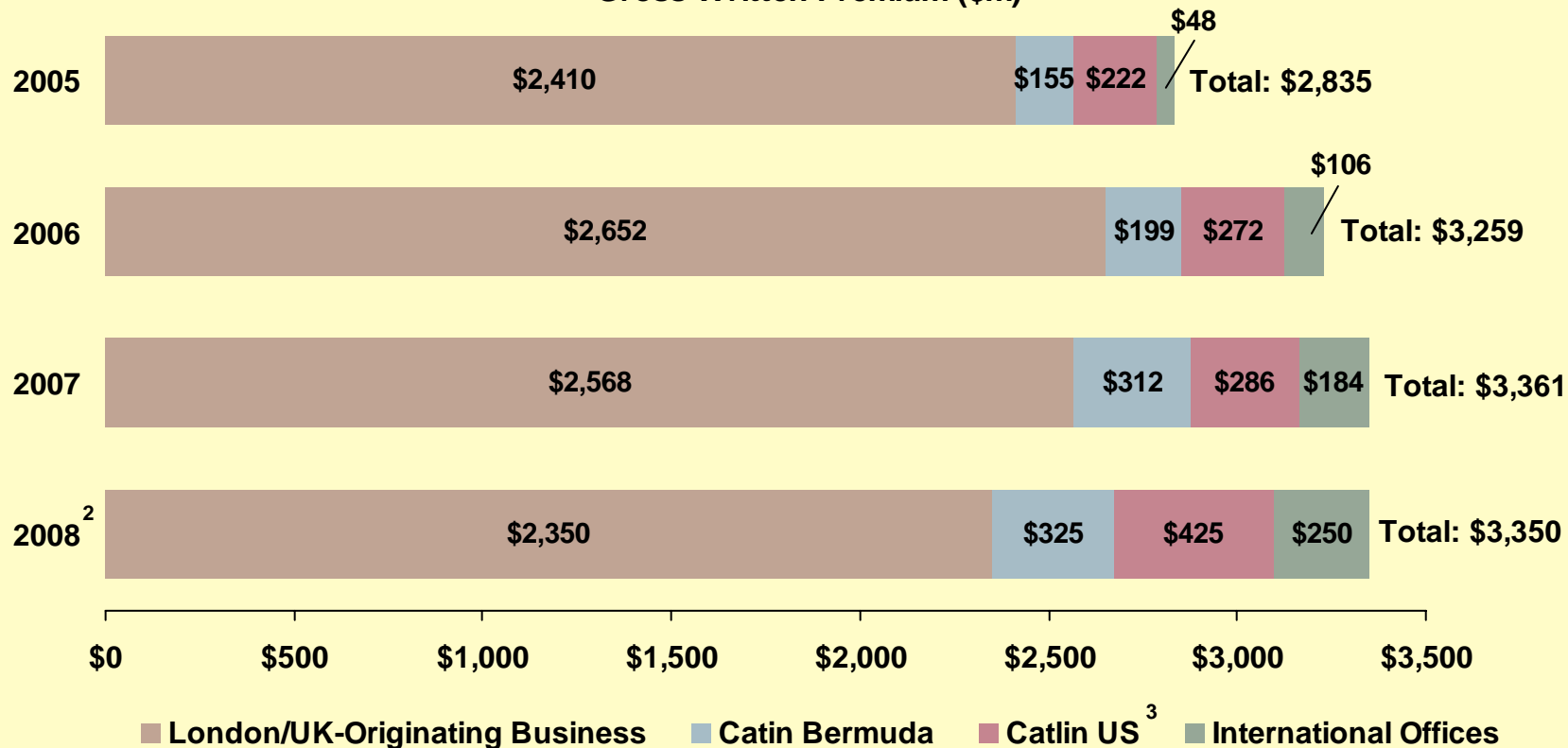
International Office GPW (\$m)



1 Target

Catlin Group: Total Volume

Gross Written Premium (\$m) ¹



¹ Assumes Catlin supplied 100% of capacity in 2005-06; includes non-renewed programme business except as noted

² Target

³ Includes business underwritten on behalf of the Catlin Syndicate and Catlin UK; excludes non-renewed programme business

Potential Subprime Claims

- Catlin is not a significant insurer in classes particularly exposed to potential subprime-related claims
- Thorough review of portfolio carried out in early 2008
- Minimal notifications to date
- Group does not believe it has significant exposure; losses expected to be contained within normal expected IBNR

Group Risk Appetite

- Controlled exposures
 - ◆ Diversification of risk portfolio
 - ◆ Restricted catastrophe zone aggregates
 - ◆ Reinsurance protection
- A focus on downside risk to capital
 - ◆ ‘Don’t bet the bank’
 - ◆ Ability to trade without a need to raise additional capital
- Pricing levels post-significant loss events
 - ◆ The strategy benefits from improved pricing in subsequent years
 - ◆ Significant corrections are more likely if events impact a large number of correlated lines

2008 Risk Transfer Structure

- Level of risk retained in 2008 is likely to be less than 2007
 - ◆ Broadly similar first-event cover for risk and catastrophe losses
 - ◆ Development of multi-year protections
 - ◆ Enhanced sideways protection against accumulated losses
 - ◆ Improved quality of counterparty security
- Catastrophe bonds:
 - ◆ Bay Haven (2006), Newton I (2007), Newton II (2008)
 - ◆ Offer both vertical and horizontal protection
 - ◆ Reduced pricing volatility following major events
- A key component of Group capital management

Conclusion

Stephen Catlin, Group Chief Executive

2007 In Review

- Excellent business retention
- Increased resources Group-wide
- Strong backing from brokers and clients
- Successful integration of operations
- 49% increase in stockholders' equity
- 17% increase in unearned premiums
- 20% growth in total investments and cash

2008 Outlook

- Tougher trading conditions and increased competition
- Stable GPW
 - ◆ Decrease in London-originated business offset by growth in other platforms, international offices
- Embedded growth from Wellington acquisition
- Synergies now expected to be more than \$125 million post-tax in 2008
- Margins to remain good
- Focus on underwriting discipline, risk selection and further diversification
- Firm foundation for further success

Consistent Catlin Strategy

- Building a business for the future
- Disciplined underwriting
- Multiple underwriting platforms
- Benefit from investment in geographic expansion
- Building uncorrelated risk
- Not 'betting the bank'
- Excellent position to take advantage of market opportunities
- Catlin looks ahead with confidence

CATLIN