

PRESS RELEASE: 24th May 2013
Citadel Reinsurance Company Limited
2012 consolidated financial statements

Highlights for the year (2012) were:

- Earned Premium \$16.168 million
- Net earnings \$2.608 million
- Underwriting profit \$4.681 million
- Net assets \$22.985 million
- Loss ratio 71%
- Combined ratio 90%

Tony Weller (Group CEO) commented: We had a difficult 2011 so this result is a welcome and significant reversal. We have reserved very conservatively during 2012 and our challenge remains to reduce Citadel's loss and combined ratios. The mixture of business for 2013 and performance so far suggests that we can achieve that. As for all insurance companies, investment income remains a challenge and we are finding it difficult to reinvest a large cash balance. Our primary focus remains to underwrite as well as we can and take any advantage of any market forces on the investment side.

After the premium growth of the last two years, we plan to consolidate our position in 2013. Our strategy continues to be the selection of the best opportunities that emerge from the diverse class and business risk pool we operate in.

A copy of the audited accounts can be found at www.citadelrisk.com/financial

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Notes to editors:

Citadel Risk operates in the International non-life insurance and reinsurance market. It has three distinct divisions; Capital, Reinsurance and Services. Full details can be found at www.citadelrisk.com