



RenaissanceRe Reports Operating Income of \$167.8 Million for the Third Quarter of 2007 or \$2.33 Per Common Share

October 30, 2007



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Net Income of \$133.4 Million for the Third Quarter of 2007 or \$1.85 Per Common Share

PEMBROKE, Bermuda, Oct 30, 2007 (BUSINESS WIRE) -- RenaissanceRe Holdings Ltd. (NYSE: RNR) today reported \$167.8 million in third quarter operating income available to common shareholders compared to \$247.0 million in the third quarter of 2006. Operating income excludes net realized investment gains of \$1.6 million and \$4.2 million in the third quarters of 2007 and 2006, respectively, and net unrealized losses on credit derivatives issued by entities included in investments in other ventures, under equity method of \$36.0 million in the third quarter of 2007. Operating income per diluted common share was \$2.33 in the third quarter of 2007, compared to \$3.42 in the third quarter of 2006. Net income available to common shareholders was \$133.4 million or \$1.85 per diluted common share in the quarter, compared to \$251.1 million or \$3.48 per diluted common share for the same quarter of 2006.

The Company's results for the third quarter of 2007 were impacted by a \$36.0 million charge to reflect an anticipated third quarter loss at ChannelRe Holdings Ltd. ("ChannelRe"), an equity method investment, driven by unrealized mark-to-market losses in ChannelRe's portfolio of financial guaranty contracts accounted for as derivatives under generally accepted accounting principles ("GAAP")

Neill A. Currie, CEO, commented: "We generated solid underwriting profits and strong investment returns during the third quarter. Financial results were positively affected by the lack of hurricanes making landfall in the U.S., and were negatively impacted by unrealized mark-to-market losses in ChannelRe, flood losses in the U.K., and claims reported in various lines of our specialty reinsurance book."

Mr. Currie added: "Our focus is on growing book value per share over the long term. So far this year, book value per share has increased by 18% and we have generated an annualized operating return on equity in excess of 27%."

Mr. Currie concluded: "I'm very pleased with the quality of the portfolio of insurance and reinsurance business our team has constructed, which reflects our strong underwriting discipline. We look forward to continuing to serve our clients, brokers and joint venture partners during the upcoming renewal season."

THIRD QUARTER 2007 RESULTS

Underwriting Results

The Company's gross premiums written decreased \$48.9 million to \$208.8 million in the third quarter of 2007, compared to \$257.8 million in the third quarter of 2006. As described in more detail below, the decrease in gross premiums written was driven by a \$64.7 million decrease in gross premiums written in the Company's Individual Risk segment, partially offset by an \$18.2 million increase in gross premiums written in the Company's Reinsurance segment. The Company generated \$144.5 million of underwriting income and had a combined ratio of 60.6% in the third quarter of 2007, compared to \$233.3 million of underwriting income and a combined ratio of 36.5% in the third quarter of 2006. The Company's underwriting results for the third quarter of 2007, as compared to the third quarter of 2006, were driven by a \$103.9 million decrease in underwriting income in the Company's Reinsurance segment and a \$15.2 million increase in underwriting income in the Company's Individual Risk segment. Net paid losses for the quarter were \$114.3 million compared to \$164.5 million in the third quarter of 2006.

Reinsurance Segment

Gross premiums written for the Company's Reinsurance segment increased \$18.2 million to \$141.5 million in the third quarter of 2007, compared to \$123.3 million in the third quarter of 2006. The comparative change in gross premiums written in the quarter relative to the third quarter of 2006 was impacted by the commutation in 2006 of several large reinsurance contracts which resulted in the return of \$28.3 million of premium in the third quarter of 2006. Net premiums earned increased \$6.2 million to \$242.5 million in the third quarter of 2007, compared to \$236.3 million in the third quarter of 2006.

The Reinsurance segment generated \$126.8 million of underwriting income in the third quarter of 2007, compared to \$230.7 million of underwriting income in the third quarter of 2006. The decrease in underwriting income is in part driven by the impact of the 2006 commutations described above which increased underwriting income by \$34.2 million in the third quarter of 2006 and resulted in a \$31.4 million net positive impact to the Company after considering minority interest. The Reinsurance segment experienced \$83.1 million of current accident year net claims and claim expenses in the third quarter of 2007, compared to \$17.1 million in the third quarter of 2006, an increase of \$66.0 million. The Reinsurance segment's third quarter 2007 current accident year losses include \$36.1 million of losses from the Company's catastrophe unit, principally driven by flood losses in the United Kingdom in July and hurricane Dean which made landfall in August, combined with \$47.0 million of losses in the Company's specialty unit, principally driven by three relatively large reported losses in the quarter. In addition, the Reinsurance segment experienced \$15.8 million of favorable loss reserve development in the third quarter of 2007, a \$42.1 million decrease compared to the third quarter of 2006. Included in the favorable development in the third quarter of 2006 is a \$44.4 million decrease in prior year reserves as a result of the commutations noted above. Overall, the Reinsurance segment generated a net claims and claim expense ratio of 27.8%, an underwriting expense ratio of 20.0% and a combined ratio of 47.8% in the third quarter of 2007, compared to a net claims and claim expense ratio, underwriting expense ratio and combined ratio of (17.2%), 19.6% and 2.4%, respectively, in the third quarter of 2006.

Individual Risk Segment

Gross premiums written for the Company's Individual Risk segment decreased \$64.7 million to \$101.5 million in the third quarter of 2007, compared to \$166.2 million in the third quarter of 2006. The Individual Risk segment's commercial multi-line, commercial property and personal lines property lines of business all experienced a decrease in gross premiums written compared to the same period in 2006. The decrease in commercial multi-line gross premiums written was principally driven by the termination of one large program in 2006 and consequently the premium was not written in the third quarter of 2007. The decrease in the commercial property gross premiums written was due to the Company terminating one large commercial property quota share contract in the second quarter of 2007 combined with softening rates in the California earthquake commercial property market resulting in a decrease in business that met the Company's return hurdles. In addition, the decrease in personal lines property gross premiums written was principally due to the Company's decision last year to reduce its exposure to this market and redeploy its capacity within the property catastrophe excess of loss reinsurance market within the Company's Reinsurance segment where the Company found pricing and terms more attractive. Net premiums earned decreased \$6.2 million to \$124.5 million in the third quarter of 2007, compared to \$130.8 million in the third quarter of 2006.

The Individual Risk segment generated \$17.8 million of underwriting income in the third quarter of 2007, compared to \$2.6 million of underwriting income in the third quarter of 2006. The increase in underwriting income in the third quarter of 2007 compared to the third quarter of 2006 was primarily due to a decrease in net claims and claim expenses incurred. The Individual Risk segment experienced \$68.8 million of current accident year net claims and claim expenses in the third quarter of 2007, compared to \$78.7 million in the third quarter of 2006, a decrease of \$10.0 million. In addition, the Individual Risk segment experienced \$4.4 million of favorable development in the third quarter of 2007 compared to \$4.5 million of adverse development in the third quarter of 2006. Overall, the Individual Risk segment generated a net claims and claim expense ratio of 51.7%, an underwriting expense ratio of 34.1% and a combined ratio of 85.8% in the third quarter of 2007, compared to a net claims and claim expense ratio, underwriting expense ratio and combined ratio of 63.6%, 34.4% and 98.0%, respectively, in the third quarter of 2006.

Other Items

- The Company's results for the third quarter of 2007 were impacted by a \$36.0 million charge to reflect an anticipated third quarter loss at ChannelRe, driven by unrealized mark-to-market losses in ChannelRe's portfolio of financial guaranty contracts accounted for as derivatives under GAAP. The unrealized mark-to-market losses were principally driven by the widening of credit spreads in the third quarter of 2007.
- Net investment income for the third quarter of 2007 was \$95.6 million, compared to \$80.4 million for the same quarter in 2006, principally reflecting higher average invested assets in the Company's portfolio of fixed maturity investments available for sale and short term investments and strong returns from the Company's hedge fund and private equity investments. Other investments, which include the Company's hedge fund and private equity investments, generated \$19.8 million of net investment income in the third quarter of 2007 compared with \$12.8 million in the third quarter of 2006.
- During the third quarter of 2007, the Company repurchased 1.4 million shares at an aggregate cost of \$77.1 million. At September 30, 2007, \$489.2 million remained available under the Company's share repurchase program.
- The Company's cash flows from operations were \$284.9 million for the third quarter of 2007, compared to \$176.9 million for the third quarter of 2006.

This press release includes certain non-GAAP financial measures including "operating income", "operating income per common share - diluted", "operating return on average common equity - annualized" and "managed catastrophe premium". A reconciliation of such measures to the most comparable GAAP figures in accordance with Regulation G is presented in the attached supplemental financial data.

Please refer to the Investor Information section of the Company's website at www.renre.com for a copy of the Financial Supplement which includes additional information on the Company's financial performance.

RenaissanceRe Holdings Ltd. will host a conference call on Wednesday, October 31, 2007 at 8:30 a.m. (EST) to discuss this release. Live broadcast of the conference call will be available through the Investor Section of RenaissanceRe's website at www.renre.com.

RenaissanceRe Holdings Ltd. is a global provider of reinsurance and insurance. The Company's business consists of two segments: (1) Reinsurance, which includes catastrophe reinsurance, specialty reinsurance and certain joint ventures and other investments managed by the Company's subsidiary RenaissanceRe Ventures Ltd., and (2) Individual Risk, which includes primary insurance and quota share reinsurance.

Cautionary Statement under "Safe Harbor" Provisions of the Private Securities Litigation Reform Act of 1995: Statements made in this news release contain information about the Company's future business prospects. These statements may be considered "forward-looking." These statements are subject to risks and uncertainties that could cause actual results to differ materially from those set forth in or implied by such forward-looking statements. For further information regarding cautionary statements and factors affecting future results, please refer to RenaissanceRe Holdings Ltd.'s filings with the Securities and Exchange Commission, including its Annual Report on Form 10-K for the year ended December 31, 2006 and its quarterly reports on Form 10-Q for the quarters ending March 31, 2007 and June 30, 2007.

RenaissanceRe Holdings Ltd. and Subsidiaries
 Summary Consolidated Statements of Operations
 For the three and nine months ended September 30, 2007 and 2006
 (in thousands of U.S. dollars, except per share amounts)
 (Unaudited)

	Three months ended	Nine months ended		
	-----	-----		
	September	September	September	September
	30, 2007	30, 2006	30, 2007	30, 2006
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Revenues				
Gross premiums written	\$ 208,821	\$ 257,752	\$1,687,410	\$1,748,695
	=====	=====	=====	=====

Net premiums written	\$ 149,163	\$ 162,695	\$ 1,330,032	\$ 1,372,774
Decrease (increase) in unearned premiums	217,894	204,381	(241,903)	(223,085)

Net premiums earned	367,057	367,076	1,088,129	1,149,689
Net investment income	95,594	80,427	321,749	234,873
Net foreign exchange losses	(5,424)	(2,160)	(630)	(1,578)
Equity in (losses) earnings of other ventures	(23,986)	10,131	(3,610)	25,904
Other (loss) income	(10,008)	2,006	(17,709)	243
Net realized gains (losses) on investments	1,592	4,151	(5,889)	(36,953)

Total revenues	424,825	461,631	1,382,040	1,372,178
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Expenses

Net claims and claim expenses incurred	131,700	42,436	416,546	348,950
Acquisition expenses	63,719	63,998	186,957	207,409
Operational expenses	27,126	27,364	82,177	77,351
Corporate expenses	7,158	5,121	19,089	16,431
Interest expense	7,226	9,492	26,400	29,163

Total expenses	236,929	148,411	731,169	679,304
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Income before minority

interest and taxes	187,896	313,220	650,871	692,874
Minority interest - DaVinciRe	(43,820)	(52,830)	(110,326)	(105,494)

Income before taxes	144,076	260,390	540,545	587,380
Income tax expense	(101)	(616)	(888)	(893)

Net income	143,975	259,774	539,657	586,487
Dividends on preference shares	(10,575)	(8,662)	(32,286)	(25,987)

Net income available to common shareholders	\$ 133,400	\$ 251,112	\$ 507,371	\$ 560,500
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Operating income available to common shareholders per Common Share - diluted (1)	\$ 2.33	\$ 3.42	\$ 7.60	\$ 8.30
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Net income available to common shareholders per Common Share - basic	\$ 1.89	\$ 3.53	\$ 7.14	\$ 7.89
Net income available to common shareholders per Common Share - diluted	\$ 1.85	\$ 3.48	\$ 7.02	\$ 7.79

Average shares outstanding - basic	70,575	71,093	71,038	71,026
Average shares outstanding - diluted	71,945	72,115	72,296	71,942

Net claims and claim expense ratio	35.9%	11.6%	38.3%	30.4%
Underwriting expense ratio	24.7%	24.9%	24.7%	24.8%

Combined ratio	60.6%	36.5%	63.0%	55.2%
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Operating return on average common equity - annualized (1)	23.6%	45.6%	27.1%	39.8%
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(1) Excludes net realized gains and losses on investments and, commencing in the third quarter of 2007, net unrealized gains and losses on credit derivatives issued by entities included in investments in other ventures, under equity method (see- "Comments on Regulation G").

RenaissanceRe Holdings Ltd. and Subsidiaries
Summary Consolidated Balance Sheets
(in thousands of U.S. dollars, except per share amounts)

At

September 30, 2007	December 31, 2006
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(Unaudited)	(Audited)
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Assets

Fixed maturity investments available for sale, at fair value	\$3,475,449	\$3,111,930
Short term investments, at cost	2,418,958	2,410,971
Other investments, at fair value	716,686	592,829
Investments in other ventures, under equity method	176,256	227,075

Total investments	6,787,349	6,342,805
Cash and cash equivalents	317,295	214,399
Premiums receivable	714,495	419,150
Ceded reinsurance balances	194,357	133,971
Losses recoverable	220,037	301,854
Accrued investment income	41,483	41,234
Deferred acquisition costs	142,171	106,918
Receivable for investments sold	197,110	61,061
Other assets	147,041	147,634

Total assets	\$8,761,338	\$7,769,026
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Liabilities, Minority Interest and Shareholders' Equity

Liabilities

Reserve for claims and claim expenses	\$2,128,644	\$2,098,155
Reserve for unearned premiums	880,714	578,424
Debt	450,540	450,000
Subordinated obligation to capital trust	-	103,093
Reinsurance balances payable	358,333	395,083
Payable for investments purchased	511,153	88,089
Other liabilities	148,388	125,401

Total liabilities	4,477,772	3,838,245	

Minority interest - DaVinciRe	761,815	650,284	
Shareholders' Equity			
Preference shares	650,000	800,000	
Common shares	70,852	72,140	
Additional paid-in capital	212,297	284,123	
Accumulated other comprehensive income		29,649	25,217
Retained earnings	2,558,953	2,099,017	

Total shareholders' equity	3,521,751	3,280,497	

Total liabilities, minority interest and shareholders' equity	\$8,761,338	\$7,769,026	
=====			
Book value per common share	\$ 40.53	\$ 34.38	
=====			
Common shares outstanding	70,852	72,140	
=====			

RenaissanceRe Holdings Ltd. and Subsidiaries
Unaudited Supplemental Financial Data - Segment Information
(in thousands of U.S. dollars, except ratios)

Three months ended September 30, 2007

	Reinsurance Risk	Individual -nations(1)	Elimi	Other	Total

Gross premiums written	\$ 141,545	\$101,534	\$(34,258)	\$	- \$ 208,821
=====					
Net premiums written	\$ 91,112	\$ 58,051			- \$ 149,163
=====					
Net premiums earned	\$ 242,520	\$124,537			- \$ 367,057
Net claims and claim expenses incurred	67,335	64,365			- 131,700
Acquisition expenses	32,122	31,597			- 63,719
Operational expenses	16,301	10,825			- 27,126

Underwriting income	\$ 126,762	\$ 17,750			- 144,512
=====					
Net investment income		95,594	95,594		
Equity in losses of					

other ventures	(23,986)	(23,986)	
Other loss	(10,008)	(10,008)	
Interest and preference share dividends	(17,801)	(17,801)	
Minority interest - DaVinciRe	(43,820)	(43,820)	
Other items, net	(12,683)	(12,683)	
Net realized gains on investments	1,592	1,592	

Net income available to common shareholders			\$(11,112) \$ 133,400
	=====	=====	

Net claims and claim expenses incurred - current accident year	\$ 83,104	\$ 68,755	\$ 151,859
Net claims and claim expenses incurred - prior accident years	(15,769)	(4,390)	(20,159)
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Net claims and claim expenses incurred - total	\$ 67,335	\$ 64,365	\$ 131,700
	=====		=====

Net claims and claim expense ratio - current accident year	34.3%	55.2%	41.4%
Net claims and claim expense ratio - prior accident years	(6.5%)	(3.5%)	(5.5%)
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Net claims and claim expense ratio - calendar year	27.8%	51.7%	35.9%
Underwriting expense ratio	20.0%	34.1%	24.7%
	-----		-----

Combined ratio	47.8%	85.8%	60.6%
	=====		=====

(1) Represents gross premiums ceded from the Individual Risk segment to the Reinsurance segment.

 Three months ended September 30, 2006

	Reinsurance Risk	Individual -nations(1)	Elimi Other	Total
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Gross premiums

written	\$ 123,345	\$ 166,238	\$(31,831)	\$ - \$ 257,752
	=====	=====	=====	=====

Net premiums

written	\$ 77,062	\$ 85,633		- \$ 162,695
	=====	=====		=====

Net premiums

earned	\$ 236,310	\$ 130,766		- \$ 367,076
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Net claims and

claim

expenses

incurred	(40,756)	83,192		- 42,436
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Acquisition

expenses	27,890	36,108		- 63,998
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Operational

expenses	18,495	8,869		- 27,364
	-----	-----		

Underwriting

income	\$ 230,681	\$ 2,597		- 233,278
	=====	=====		

Net investment

income		80,427	80,427	
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Equity in

earnings of

other

ventures		10,131	10,131	
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Other income

		2,006	2,006	
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Interest and

preference

share

dividends		(18,154)	(18,154)	
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Minority

interest -

DaVinciRe		(52,830)	(52,830)	
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Other items,

net

		(7,897)	(7,897)	

Net realized

gains on

investments		4,151	4,151	

Net income

available to

common

shareholders		\$ 17,834	\$ 251,112	
		=====	=====	

Net claims and

claim expenses incurred - current accident year	\$ 17,131	\$ 78,736	\$ 95,867
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Net claims and claim expenses incurred - prior accident years	(57,887)	4,456	(53,431)
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Net claims and claim expenses incurred - total	\$(40,756)	\$ 83,192	\$ 42,436
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Net claims and claim expense ratio - current accident year	7.2%	60.2%	26.1%
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Net claims and claim expense ratio - prior accident years	(24.4%)	3.4%	(14.5%)
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Net claims and claim expense ratio - calendar year	(17.2%)	63.6%	11.6%
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Underwriting expense ratio	19.6%	34.4%	24.9%
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Combined ratio	2.4%	98.0%	36.5%
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(1) Represents gross premiums ceded from the Individual Risk segment to the Reinsurance segment.

RenaissanceRe Holdings Ltd. and Subsidiaries
 Unaudited Supplemental Financial Data - Segment Information (cont'd.)
 (in thousands of United States Dollars, except ratios)

Nine months ended September 30, 2007

Re	Individual	Elimi	Other	Total
-insurance	Risk	-nations(1)		

Gross premiums written	\$ 1,263,727	\$ 463,241	\$ (39,558)	\$ - \$1,687,410
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Net premiums written	\$ 995,686	\$ 334,346		\$ - \$1,330,032
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	=====		=====
Net premiums			
earned	\$ 723,286	\$ 364,843	- \$1,088,129
Net claims			
and claim			
expenses			
incurred	221,990	194,556	- 416,546
Acquisition			
expenses	86,411	100,546	- 186,957
Operational			
expenses	50,943	31,234	- 82,177
	-----	-----	

Underwriting			
income	\$ 363,942	\$ 38,507	- 402,449
	=====	=====	

Net			
investment			
income		321,749	321,749
Equity in			
losses of			
other			
ventures		(3,610)	(3,610)
Other loss		(17,709)	(17,709)
Interest and			
preference			
share			
dividends		(58,686)	(58,686)
Minority			
interest -			
DaVinciRe		(110,326)	(110,326)
Other items,			
net		(20,607)	(20,607)
Net realized			
losses on			
investments		(5,889)	(5,889)

Net income			
available			
to common			
shareholders		\$ 104,922	\$ 507,371
		=====	=====

Net claims			
and claim			
expenses			
incurred -			
current			
accident			
year	\$ 317,718	\$ 225,207	\$ 542,925
Net claims			
and claim			
expenses			
incurred -			
prior			
accident			
years	(95,728)	(30,651)	(126,379)
	-----	-----	

Net claims
and claim
expenses
incurred -

total	\$ 221,990	\$ 194,556	\$ 416,546
	=====	=====	=====

Net claims and claim expense ratio - current accident year	43.9%	61.7%	49.9%
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Net claims and claim expense ratio - prior accident years	(13.2%)	(8.4%)	(11.6%)
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Net claims and claim expense ratio - calendar year	30.7%	53.3%	38.3%
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Underwriting expense ratio	19.0%	36.1%	24.7%
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Combined ratio	49.7%	89.4%	63.0%
	=====	=====	=====

(1) Represents gross premiums ceded from the Individual Risk segment to the Reinsurance segment.

 Nine months ended September 30, 2006

Re-insurance	Individual Risk	Eliminations(1)	Other	Total
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Gross premiums written	\$ 1,269,444	\$ 547,791	\$ (68,540)	\$ - 1,748,695
	=====	=====	=====	=====

Net premiums written	\$ 987,077	\$ 385,697	- \$ 1,372,774
	=====	=====	=====

Net premiums earned	\$ 727,744	\$ 421,945	- \$ 1,149,689
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Net claims and claim expenses incurred	93,869	255,081	- 348,950
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Acquisition expenses	87,487	119,922	- 207,409
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Operational expenses	50,802	26,549	- 77,351
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Underwriting
 income \$ 495,586 \$ 20,393 - 515,979

=====

Net
 investment
 income 234,873 234,873
 Equity in
 earnings of
 other
 ventures 25,904 25,904
 Other income 243 243
 Interest and
 preference
 share
 dividends (55,150) (55,150)
 Minority
 interest -
 DaVinciRe (105,494) (105,494)
 Other items,
 net (18,902) (18,902)
 Net realized
 losses on
 investments (36,953) (36,953)

Net income
 available to
 common
 shareholders \$ 44,521 \$ 560,500

=====

Net claims
 and claim
 expenses
 incurred -
 current
 accident
 year \$ 193,620 \$ 261,995 \$ 455,615

Net claims
 and claim
 expenses
 incurred -
 prior
 accident
 years (99,751) (6,914) (106,665)

Net claims
 and claim
 expenses
 incurred -
 total \$ 93,869 \$ 255,081 \$ 348,950

=====

=====

Net claims
 and claim
 expense
 ratio -
 current
 accident
 year 26.6% 62.1% 39.6%

Net claims
 and claim
 expense

ratio - prior accident years	(13.7%)	(1.6%)	(9.2%)
	-----		-----

Net claims and claim expense ratio - calendar year	12.9%	60.5%	30.4%
Underwriting expense ratio	19.0%	34.7%	24.8%
	-----		-----

Combined ratio	31.9%	95.2%	55.2%
	=====		=====

(1) Represents gross premiums ceded from the Individual Risk segment to the Reinsurance segment.

RenaissanceRe Holdings Ltd. and Subsidiaries
Unaudited Supplemental Financial Data
(in thousands of U.S. dollars)

Three months ended Nine months ended

Reinsurance Segment	September	September	September	September
	30, 2007	30, 2006	30, 2007	30, 2006

Renaissance catastrophe premiums	\$ 84,271	\$ 92,150	\$ 665,211	\$ 753,009
Renaissance specialty premiums	39,536	20,367	240,384	169,947

Total Renaissance premiums	123,807	112,517	905,595	922,956
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DaVinci catastrophe premiums	17,856	10,578	348,708	322,922
DaVinci specialty premiums	(118)	250	9,424	23,566

Total DaVinci premiums	17,738	10,828	358,132	346,488
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Total Reinsurance premiums	\$ 141,545	\$ 123,345	\$ 1,263,727	\$ 1,269,444
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Total specialty premiums	\$ 39,418	\$ 20,617	\$ 249,808	\$ 193,513
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Total catastrophe premiums	\$ 102,127	\$ 102,728	\$ 1,013,919	\$ 1,075,931
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Catastrophe premiums written on behalf of our joint venture, Top Layer Re (1)	-	1,189	63,725	51,244
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Catastrophe premiums
assumed from the
Individual Risk
segment (34,258) (31,109) (39,558) (66,205)

Total managed
catastrophe premiums
(2) 67,869 72,808 1,038,086 1,060,970

Managed premiums
assumed for fully-
collateralized joint
ventures (938) (3,046) (60,301) (114,299)

Total managed
catastrophe premiums,
net of fully-
collateralized joint
ventures (2) \$ 66,931 \$ 69,762 \$ 977,785 \$ 946,671

(1) Top Layer Re is accounted for under the equity method of
accounting.

(2) See Comments on Regulation G.

Three months ended Nine months ended

Individual Risk Segment September September September September
30, 2007 30, 2006 30, 2007 30, 2006

Commercial multi-line \$ 60,428 \$ 92,056 \$ 280,694 \$ 296,045
Commercial property 26,361 46,597 143,879 179,006
Personal lines property 14,745 27,585 38,668 72,740

Total Individual Risk
premiums \$101,534 \$166,238 \$ 463,241 \$ 547,791
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Comments on Regulation G

In addition to the GAAP financial measures set forth in this Press Release, the Company has included certain non-GAAP financial measures in this Press Release within the meaning of Regulation G. The Company has provided these financial measurements in previous investor communications and the Company's management believes that these measurements are important to investors and other interested persons, and that investors and such other persons benefit from having a consistent basis for comparison between quarters and for the comparison with other companies within the industry. These measures may not, however, be comparable to similarly titled measures used by companies outside of the insurance industry. Investors are cautioned not to place undue reliance on these non-GAAP measures in assessing the Company's overall financial performance.

The Company uses "operating income" as a measure to evaluate the underlying fundamentals of its operations and believes it to be a useful measure of its corporate performance. "Operating income" as used herein differs from "net income available to common shareholders," which the Company believes is the most directly comparable GAAP measure, by the exclusion of net realized gains and losses on the Company's investments and, commencing in the third quarter of 2007, net unrealized gains and losses on credit derivatives issued by entities included in investments in other ventures, under equity method. Prior to the third quarter of 2007, the Company had no net unrealized gains and losses on credit derivatives issued by entities included in investments in other ventures, under equity method. In the presentation below, the only adjustments in respect of unrealized gains and losses for the current period reflect unrealized mark-to-market losses on credit derivatives and other credit-related products issued by ChannelRe, a financial guarantee reinsurer whose investment is accounted for by the Company under the equity method. The Company believes that the prevailing convention among financial guarantee insurers, reinsurers and other market participants, such as ChannelRe, is to exclude from operating income such unrealized gains and losses attributable to credit derivatives and other credit-related products. The Company's management believes that "operating income" is useful to investors because it more accurately measures and predicts the Company's results of operations by removing the variability arising from fluctuations in the Company's investment portfolio and credit derivatives issued by entities included in investments in other ventures, under equity method, which are not considered by management to be relevant indicators of business operations. The Company also uses "operating income" to calculate "operating income per common share - diluted" and "operating return on average common equity - annualized". The following is a reconciliation of: 1) net income available to common shareholders to operating income available to common shareholders; 2) net income

available to common shareholders per common share - diluted to operating income available to common shareholders per common share - diluted;
and 3) return on average common equity - annualized to operating return on average common equity - annualized:

Three months ended Nine months ended

(In thousands of U.S. dollars, September September September September
except for per share amounts) 30, 2007 30, 2006 30, 2007 30, 2006

Net income available to common shareholders	\$133,400	\$251,112	\$507,371	\$560,500
Adjustment for net realized (gains) losses on investments	(1,592)	(4,151)	5,889	36,953
Adjustment for net unrealized losses on credit derivatives issued by entities included in investments in other ventures, under equity method	35,970	- 35,970	-	-
Operating income available to common shareholders	\$167,778	\$246,961	\$549,230	\$597,453

Net income available to common shareholders per common share - diluted	\$ 1.85	\$ 3.48	\$ 7.02	\$ 7.79
Adjustment for net realized (gains) losses on investments	(0.02)	(0.06)	0.08	0.51
Adjustment for net unrealized losses on credit derivatives issued by entities included in investments in other ventures, under equity method	0.50	- 0.50	-	-
Operating income available to common shareholders per common share - diluted	\$ 2.33	\$ 3.42	\$ 7.60	\$ 8.30

Return on average common equity - annualized	18.8%	46.3%	25.0%	37.3%
Adjustment for net realized (gains) losses on investments	(0.2%)	(0.7%)	0.3%	2.5%
Adjustment for net unrealized losses on credit derivatives issued by entities included in investments in other ventures, under equity method	5.0%	0.0%	1.8%	0.0%
Operating return on average common equity - annualized	23.6%	45.6%	27.1%	39.8%

Return on average common equity - annualized	18.8%	46.3%	25.0%	37.3%
Adjustment for net realized (gains) losses on investments	(0.2%)	(0.7%)	0.3%	2.5%
Adjustment for net unrealized losses on credit derivatives issued by entities included in investments in other ventures, under equity method	5.0%	0.0%	1.8%	0.0%
Operating return on average common equity - annualized	23.6%	45.6%	27.1%	39.8%

The Company has also included in this Press Release "managed catastrophe premiums" and "managed catastrophe premiums, net of fully-collateralized joint ventures". "Managed catastrophe premiums" is defined as gross catastrophe premiums written by Renaissance Reinsurance and its related joint ventures. "Managed catastrophe premiums" differ from total catastrophe premiums, which the Company believes is the most directly comparable GAAP measure, due to the inclusion of catastrophe premiums written on behalf of the Company's joint venture Top Layer Re, which is accounted for under the equity method of accounting. "Managed catastrophe premiums, net of fully-collateralized joint ventures" differ from total catastrophe premiums, which the Company believes is the most directly comparable GAAP measure, due to: 1) the inclusion of catastrophe premiums written on behalf of the Company's joint venture Top Layer Re, which is accounted for under the equity method of accounting; and 2) the deduction of catastrophe premiums that are written by the Company and ceded directly to the Company's fully-collateralized joint ventures which include Starbound Reinsurance Ltd., Starbound Reinsurance II Ltd. and Timicuan Reinsurance Ltd. The Company's management believes "managed catastrophe premiums" is useful to investors and other interested parties because it provides a measure of total catastrophe reinsurance premiums assumed by the Company through its consolidated subsidiaries and related joint ventures. The Company believes "managed catastrophe premiums, net of fully-collateralized joint ventures" is also a useful measure to investors and other interested parties because it provides a measure of total catastrophe reinsurance premiums assumed by the Company through its consolidated subsidiaries and related joint ventures, net of catastrophe premiums written directly on behalf of the Company's fully-collateralized joint ventures.

SOURCE: RenaissanceRe Holdings Ltd.

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