



Financial Strength Ratings - S&P: AA- (Very Strong); A.M. Best: A+ (Superior)

- ACE is one of the world's largest providers of commercial property and casualty insurance and reinsurance—insurance is our only business
- Physical presence in 53 countries, with more than 16,000 employees serving the insurance needs of customers in more than 170 countries

Key Financial Measures

Financial Summary

(in millions of US dollars, except ratios)

	Q3 2011	Q3 2010
Gross written premiums	\$5,900	\$5,002
Net written premiums	4,343	3,295
Operating income*	759	688
Net income	-31	675
Net investment income	564	516
Operating cash flow	935	1,084
Combined ratio	90.3%	88.4%
Annualized ROE*	13.6%	13.4%

Five-Year Financial Performance (2006 - 2010)

(Compound annual growth rates and averages)

Operating income*	22.7%
Shareholders' equity	14.2%
Average return on equity*	16.6%
Average combined ratio	88.8%

*Excludes net realized gains (losses)

Balance Sheet & Liquidity

(as of 9/30/11)

Net Loss Reserves — \$25.6 billion

Tangible Capital — \$23.9 billion

Net loss reserves and tangible capital of nearly \$50 billion represent ACE's strong ability to pay claims

Total Capital — \$28.7 billion

Defines an insurance company's ability to take risk

Debt to Capital Ratio — 16.1%

ACE's ratio is conservative for our capital position

Book Value — \$23.8 billion

Book value has grown \$.8 billion or 3% since 12/31/10

Invested Assets — \$55.5 billion

Invested assets have grown \$4.1 billion or 8% since 12/31/10

Risk Management

Managing Asset Risk

\$55.5 Billion Conservative Investment Portfolio

- Predominantly investment grade fixed income and broadly diversified across geographies, sectors and issuers
- Average credit rating is A/Aa; average duration is less than 4 years
- ACE does not invest in collateralized debt obligations (CDOs) or collateralized loan obligations (CLOs)
- Mortgage-backed securities:
 - 95% are AA or AAA rated
 - 93% of the RMBS portfolio is backed by federal agencies

Managing Liability Risk

Disciplined Underwriting Culture

- We embrace risk as long as we understand it and can generate an acceptable return
- We manage the company to earn an underwriting profit and ACE has earned a cumulative underwriting profit since its inception in 1985
- 2010 Underwriting Income — \$1.5 billion
- 2010 Combined Ratio — 90.2%
- Loss Reserve transparency — ACE Global Loss Triangles available (www.acegroup.com)

External Perspectives

Investment Community

Equity Analyst Ratings as of 9/30/11: 19 buy/3 hold

ACE's Share Price: For the third quarter of 2011, ACE's share price decreased 8% compared to the S&P Property & Casualty Insurance Index's 10% decline and traded between 0.82 and 0.97 times book value

Stock Index Inclusion: ACE Limited is a component of the benchmark S&P 500 and Russell 1000 stock indices of large capitalization companies

Rating Agencies

Financial Strength Ratings (FSRs) of AA- from Standard & Poor's (S&P) and A+ from A.M. Best on ACE's core operating insurance companies

Recent Actions: FSRs for Combined Insurance and ACE's Japan and Australia subsidiaries were upgraded by S&P to AA- with designation as ACE core operating companies; FSR for ACE's US P&C companies was raised to A1 by Moody's

ACE's Enterprise Risk Management rating of "Strong" from S&P is in the top 15% of companies rated