



Financial Strength Ratings: AM Best: A+ (Outlook: Stable) S&P: A+ (Outlook: Positive)

- ACE is a global commercial property and casualty insurance and reinsurance company – insurance is our only business
- Physical presence in 50+ countries, with more than 15,000 employees serving the insurance needs of commercial and individual customers in more than 140 countries
- ACE USA provides more than 170 innovative and sophisticated property and casualty products, ranging from simple, automated solutions to complex multinational coverages

Key Financial Measures

2008 Financial Summary

(in billions of US dollars, except ratios)

Gross written premiums	\$ 19.2
Net written premiums	13.1
Operating income*	2.6
Net investment income	2.1
Operating cash flow	4.1
Combined ratio	89.6 %
ROE*	16.8 %

Five Year Financial Performance (2003 - 2008)

(Compound annual growth rates and averages)

Operating income*	15.7 %
Shareholders' equity	11.8 %
Average return on equity*	14.6 %
Average combined ratio	92.2 %

Balance Sheet & Liquidity

(as of 3/31/09)

Net Loss Reserves – \$24.2 billion

Net loss reserves plus tangible equity of \$11 billion represent real capital available to pay claims

Total Capital – \$18.3 billion

Defines an insurance company's ability to take risk

Debt to Capital Ratio – 17.9%

ACE's ratio is conservative for our capital position

Average Operating Cash Flow – \$4.4 billion annually since 2004

Strong operating cash flow indicates strong short-term liquidity

*Excluding net realized gains (losses)

Risk Management

Managing Asset Risk

\$40 Billion Conservative Investment Portfolio

- Predominantly investment grade fixed income and broadly diversified across geographies, sectors and issuers
- Average credit rating is AA; average duration is less than 4 years
- ACE does not invest in collateralized debt obligations (CDOs) or collateralized loan obligations (CLOs)
- Modest conventional securities lending activities
- Mortgage-backed securities:
 - Minimal sub-prime exposure
 - 97% are AAA rated
 - 82% 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
- 2008 Underwriting Income – \$1.3 billion
- ACE 2008 Combined Ratio 89.6% vs. 2008 industry average of 105.1%*
- ACE Group average Combined Ratio 2003 - 2008 – 92.2%
- Loss Reserve transparency – ACE Global Loss Triangles available (www.acelimited.com)

* Source: Insurance Information Institute

External Perspectives

Investment Community

Equity Analyst Ratings as of 3/31/09: 18 buy/5 hold

Trading Range: For the first quarter of 2009, ACE's shares traded between 0.71 and 1.22 times book value

ACE's Share Price: Declined 14% in 2008 compared to the S&P 500's decline of more than 38%

Credit Default Swaps (CDS): Measures the cost of protecting investors from a bond issuer's defaulting on principal and interest payments. Cost of CDS on ACE Limited has remained relatively stable, averaging 112 in the first quarter of 2009 and ranging between 93 and 151

Rating Agencies

Financial Strength Ratings of A+ from Standard & Poor's and A.M. Best on ACE's core operating insurance companies

Positive Outlook from Standard & Poor's

ACE's Enterprise Risk Management rating of "Strong" from S&P is in the top 14% of 152 North America and Bermuda based rated companies