



ACE Financial Review First Quarter 2009

Philip Bancroft
ACE Limited Chief Financial Officer

Safe Harbor Disclosure

Cautionary Statement Regarding Forward-Looking Statements: Forward-looking statements made in this financial update and the accompanying recorded statement by ACE Limited CFO Philip Bancroft reflect ACE's current views with respect to future events and financial performance and are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Such statements involve risks and uncertainties which may cause actual results to differ materially. For example, forward-looking statements concerning investments, debt maturity and refinancing needs, exposures, reserves and recoverables could be affected by actual market developments and governmental responses to market and credit conditions, potential triggers of debt payment obligations, the frequency of unpredictable catastrophic events, actual loss experience, uncertainties in the reserving or settlement process, new theories of liability, judicial, legislative, regulatory and other governmental developments, litigation tactics and developments, investigation developments and actual settlement terms, the amount and timing of reinsurance receivables, and credit developments among reinsurers. The company's forward-looking statements could also be affected by competition, pricing and policy term trends, the levels of new and renewal business achieved, market acceptance, changes in demand, actual market developments, rating agency action, possible terrorism, the outbreak and effects of war, integration activities and unexpected financial or operational performance with respect to acquired companies, or unexpected effects or difficulties relating to the company's recent re-domestication to Switzerland. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the dates on which they are made. The company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.



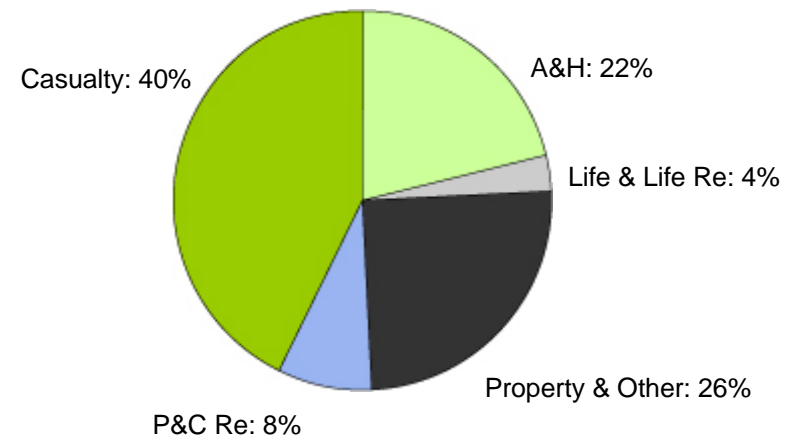
Who We Are

A global commercial P&C insurance company

Geographic Presence



Net Earned Premiums Distribution Q1 2009



- ACE is a global commercial property and casualty insurance company. Insurance is our business.
- ACE has a physical presence in over 50 countries serving the insurance needs of commercial and individual customers in more than 140 countries.
- Within insurance, ACE is well diversified by product line, with more than 25% of our premiums coming from A&H and Life. The acquisition of Combined Insurance in 2008 added additional revenue and earnings stability.



Financial Strength

A strong balance sheet backed by A+ ratings

Balance Sheet Highlights at 3/31/09 (\$ billions)

Invested Assets	\$ 40.2
Total Assets	73.1
Shareholders' Equity	14.7
Total Capital	18.3
Total Debt	3.3
Debt to Capital	17.9%

ACE Group Financial Strength Ratings

S&P	A+
AM Best	A+

- ACE's invested asset base generated investment income of more than \$2 billion last year and over \$500 million in the first quarter.
- Book value increased 2% from year-end 2008.
- Debt leverage is very conservative for our capital position.
- ACE has maintained consistently strong financial strength ratings from all of the rating agencies.



ACE Group – Q1 2009 Financial Highlights

Strong operating and investment income

Metric	Q1 2009	Q1 2008
Net Written Premium	\$3.424 Billion	\$3.154 Billion
Operating Income*	\$669 Million	\$725 Million
Investment Income	\$502 Million	\$489 Million
Loss Ratio	59.7%	55.6%
Expense Ratio	27.8%	29.0%
Combined Ratio	87.5%	84.6%
ROE*	18.4%	17.7%
Cash Flow	\$562 Million	\$1.0 Billion

* Net income excluding net realized gains (losses)

- Net written premiums grew 9% from the prior year quarter, or 15% after adjusting for the impact of foreign exchange.
- ACE continues to produce strong operating and investment income. Our combined ratio for the quarter was a solid 87.5%, reflecting our continued underwriting discipline.
- Annualized return on equity (ROE) was 18.4% for the quarter. Operating cash flow declined due to expected catastrophe and other individual large loss payments.

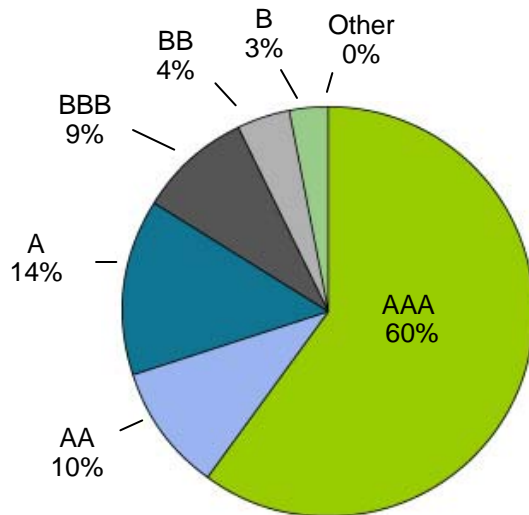


\$38 Billion Fixed Income Investment Portfolio

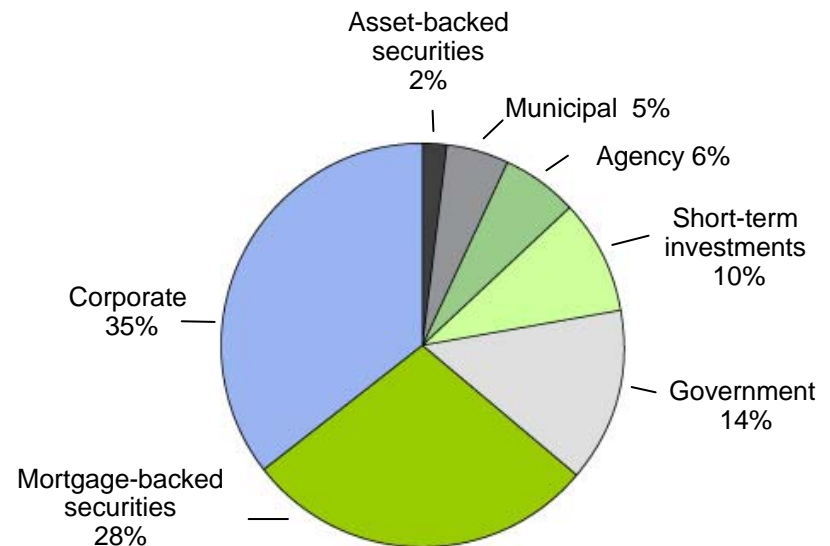
High quality and conservatively managed

As of March 31, 2009

Credit Quality by Market Value



Diversified Asset Allocation



- ACE's \$40 billion portfolio is predominantly invested in investment grade fixed income, which is broadly diversified across geographies, sectors and issuers.
- We do not invest in CDOs/CLOs or complex credit structures, and sub-prime exposure is minimal.
- Net realized and unrealized after tax losses from our investment portfolio were approximately \$305 million for the quarter, largely due to market pricing, rather than actual credit impairments.
- Regarding unrealized losses, we believe our strong liquidity and positive cash flow allow us to hold our highly rated fixed income investments until they recover their value as they approach maturity.



Mortgage-Backed Securities Portfolio

Predominantly AAA rated and highly collateralized

Market Value at March 31, 2009
(\$ millions)

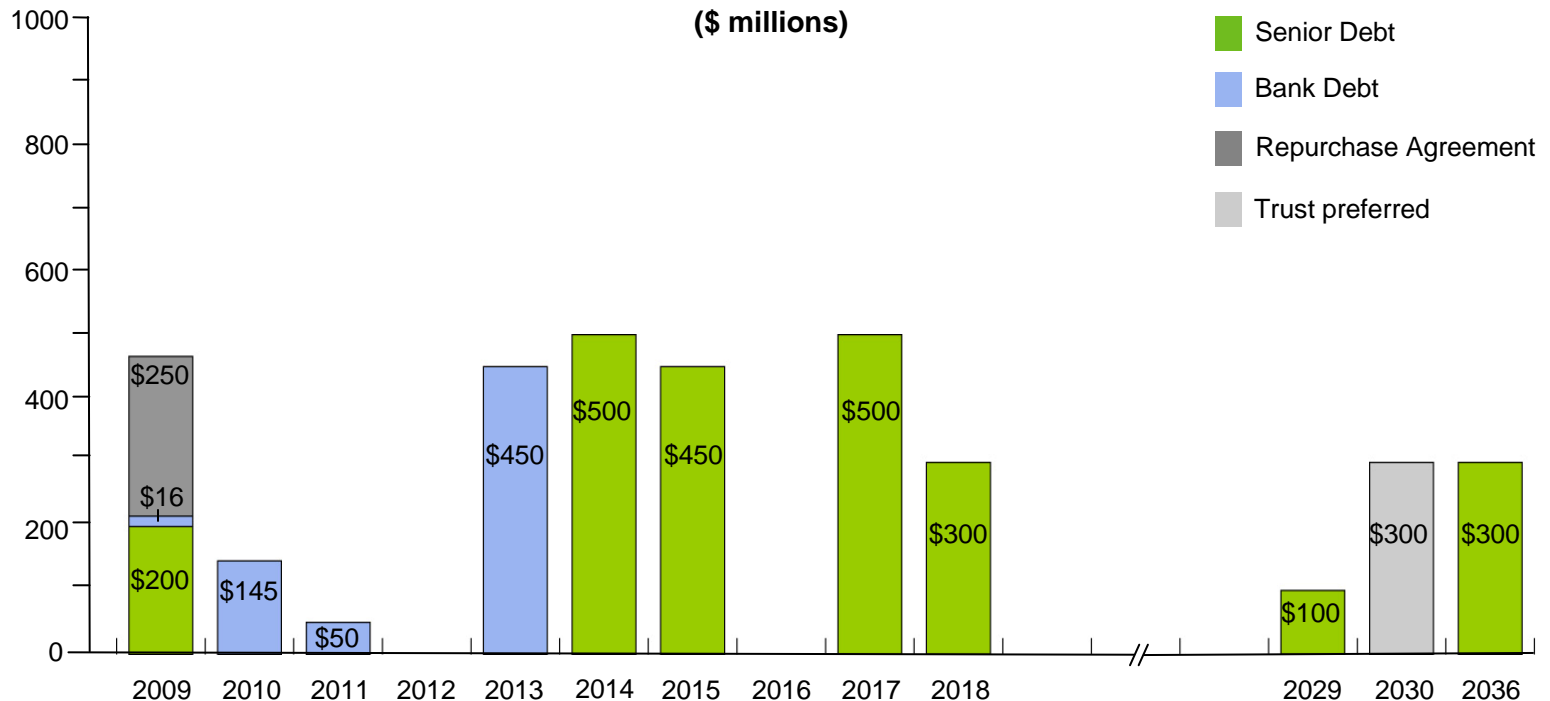
	S&P Credit Rating					Total
	AAA	AA	A	BBB	BB and below	
Mortgage-backed securities						
Residential mortgage-backed (RMBS)						
GNMA	\$551	\$-	\$-	\$-	\$-	\$551
FNMA	4,512	-	-	-	-	4,512
Freddie Mac	2,050	-	-	-	-	2,050
Total agency RMBS	7,113	-	-	-	-	7,113
Non-agency RMBS	1,270	123	71	22	125	1,611
Total residential mortgage-backed	8,383	123	71	22	125	8,724
Commercial mortgage-backed	2,056	4	9	3	-	2,072
Total mortgage-backed securities	\$10,439	\$127	\$80	\$25	\$125	\$10,796

- 97% of the ACE mortgage-backed securities portfolio is AAA rated, which means the underlying collateral is very strong, and we believe the risk of default is remote.
- 82% of the residential mortgage portfolio is backed by federal agencies.
- The non-agency residential and commercial mortgage portfolios are highly diversified and have superior underlying credit quality.



ACE Debt Maturity Profile at March 31, 2009

Minimal refinancing needs over next 5 years



Note: The chart above depicts scheduled maturities of existing debt, subject to the terms and conditions of the respective debt instruments.

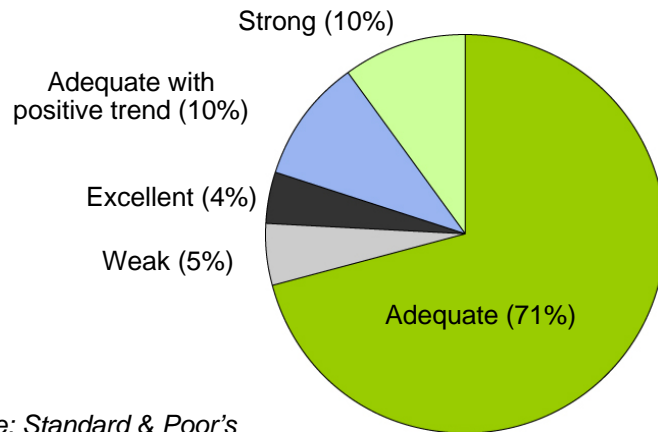
- ACE has minimal refinancing needs of existing debt over the next five years.
- If we are faced with unfavorable market conditions at the time of a required refinancing, we maintain the flexibility to repay any maturities from capital.
- Our current guideline is to have no more than \$600 million maturing in any one year, using one quarter's operating earnings as a benchmark.



Enterprise Risk Management (ERM)

ACE earns S&P rating of "Strong"

S&P ERM Scores for 152 North America and Bermuda Companies as of April 2008



Source: Standard & Poor's

Areas of Assessment for S&P ERM Rating

Insurance Risk

Underwriting/Pricing
Reserving
CAT Management
Cycle Management
Reinsurance Utilization & Exposure Management
Liquidity Risk

Risk Management Culture

Operational Risk
Investment Risk
Asset Liability Matching
Emerging Risk
Risk Models
Strategic Risk Management



- The ERM measurement rates a company's ability to identify, quantify and manage risk throughout the entire organization.
- ACE is in the top 15% out of 152 of North America and Bermuda based companies in the latest survey conducted by S&P.

Summary

- Insurance is our business and our focus
- Strong balance sheet backed by A+ financial strength ratings
- Very conservative balance sheet debt leverage
- Steady core operating performance and investment income
- High quality and conservatively managed investment portfolio, with no CDOs or CLOs and minimal sub-prime exposure
- Enterprise risk management process to ensure that insurance and credit accumulations are maintained at appropriate levels

