

ACE Limited

Evan Greenberg
Chairman & Chief Executive Officer

Philip Bancroft
Chief Financial Officer

Robert Cusumano
General Counsel

Frank Lattal
Chief Claims Officer

Paul Medini
Chief Accounting Officer

Sean Ringsted
Chief Actuary

Helen Wilson
Director Investor Relations

ACE Limited
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acelimited.com

NYSE: ACE

Principal Operating Units and Business Leaders

Insurance-North American Brian Dowd	Insurance-Overseas General John Keogh	Global Reinsurance Jacques Bonneau	Life Insurance and Reinsurance Barry Jacobson	Global Accident & Health Ed Clancy
ACE USA John Lupica	ACE Asia Pacific John Bassetto	ACE Tempest Re Erin Anderson	ACE International Life Barry Jacobson	Combined Insurance Doug Wendt
ACE Westchester Dennis Crosby	ACE European Group Andrew Kendrick	ACE Tempest Re Europe Matthew Shaw	ACE Tempest Life Re David Drury	
ACE Bermuda Rees Fletcher	ACE Latin America Jorge Luis Cazar	ACE Tempest Re USA James Wixtead		
ACE Private Risk Services Bob Courtemanche	ACE Far East Neil Smith	ACE Tempest Re Canada Constantin Petalas		
	ACE Global Markets Richard Pryce			

The ACE Group of Companies is a major global provider of insurance and reinsurance protection.

Argentina	China	Germany	Japan	Philippines	Switzerland
Australia	Colombia	Gibraltar	Korea	Poland	Taiwan
Austria	Czech Republic	Hong Kong	Macao	Portugal	Thailand
Bahrain	Denmark	Hungary	Malaysia	Puerto Rico	United Arab Emirates
Belgium	Ecuador	Indonesia	Mexico	Russia	United Kingdom
Bermuda	Egypt	Ireland	Netherlands	Saudi Arabia	United States
Brazil	Finland	Italy	New Zealand	Singapore	Vietnam
Canada	France		Norway	South Africa	
Chile			Pakistan	Spain	
			Peru	Sweden	

Cautionary Statement Regarding Forward-Looking Statements: Any forward-looking statements made in this financial update reflect the Company'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 from those set forth in these statements. For example, the Company's forward-looking statements could be affected by competition, pricing and policy term trends, the levels of new and renewal business achieved, market acceptance, changes in demand, the frequency of unpredictable catastrophic events, actual loss experience, uncertainties in the reserving or settlement process, new theories of liability, judicial, legislative and other governmental developments, litigation tactics, the amount and timing of reinsurance recoverables, actual market developments, rating agency action, possible terrorism or the outbreak and effects of war and economic, political, regulatory, insurance and reinsurance business conditions, as well as management's response to these factors, and other factors identified in the Company's filings with the Securities and Exchange Commission. 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.



Financial Update



Combined Ratio Trend and Book Value Growth



Investment Portfolio

(in millions of U.S. dollars, except ratios)

Invested assets, excluding cash	\$43,843
Asset allocation to fixed maturities	93%
Average credit quality of fixed maturities	AA
Average duration of fixed maturities	3.7 years
Average market yield of fixed maturities	5.6%

Capital Structure

(in millions of U.S. dollars, except per share data)

	June 30, 2008	December 31, 2007
Total debt	\$ 4,058	\$ 2,183
Total debt and hybrids	4,367	2,492
Total shareholders' equity	16,327	16,677
Total capital	20,694	19,169
Tangible capital	17,082	16,331
Book value per share	48.99	48.89
Tangible book value per share	38.15	40.28

Debt includes \$705 million of reverse repurchase agreements in connection with the Combined Insurance acquisition expected to be repaid by the end of Q3 2008.

Leverage Ratios

(in millions of U.S. dollars, except ratios)

	June 30, 2008	December 31, 2007
Debt to total capital	19.6%	11.4%
Debt to tangible capital	23.8%	13.4%
Reinsurance recoverables (net)	\$13,839	\$14,354
Investments to shareholders' equity	269%	251%
Recoverables to shareholders' equity	85%	86%

Consolidated Financial Highlights

(in millions of U.S. dollars,
except per share data and ratios)

	Q2 2008	Q2 2007	% Change
Net premiums written	\$3,598	\$3,082	17%
Net premiums earned	3,428	3,008	14%
Underwriting income	414	392	6%
Net investment income	532	471	13%
Net income	746	649	15%
Operating income*	738	664	11%
Operating cash flow	1,067	1,158	-8%
Diluted earnings per share*	2.18	1.98	10%
ROE (excluding FAS 115)*	17.9%	18.6%	
Loss and loss expense ratio	58.5%	61.4%	
Policy acquisition cost ratio	16.5%	14.5%	
Administrative expense ratio	12.8%	11.7%	
Combined ratio	87.8%	87.6%	

*Excluding net realized gains (losses)

Segment & Product Contributions Second Quarter 2008

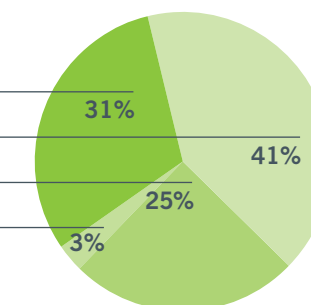
Segments	Net Premiums Written	Operating** Income
North American	42%	39%
Overseas General	40%	35%
Global Reinsurance	8%	18%
Life Insurance and Reinsurance	10%	8%

**Excluding corporate expenses

Products—net premiums written

(in millions of U.S. dollars)

Property and All Other	\$1,119
Casualty	1,470
Personal Accident (A&H)	886
Life	123



Rating Agency Ratings

Agency	S&P	AM Best	Moody's	Fitch
Financial strength (ACE Group)	A+	A+	-	-
Senior debt (ACE Limited)	A-	a-	A3	A