

# The Dedicated Financial Trust<sup>®</sup>

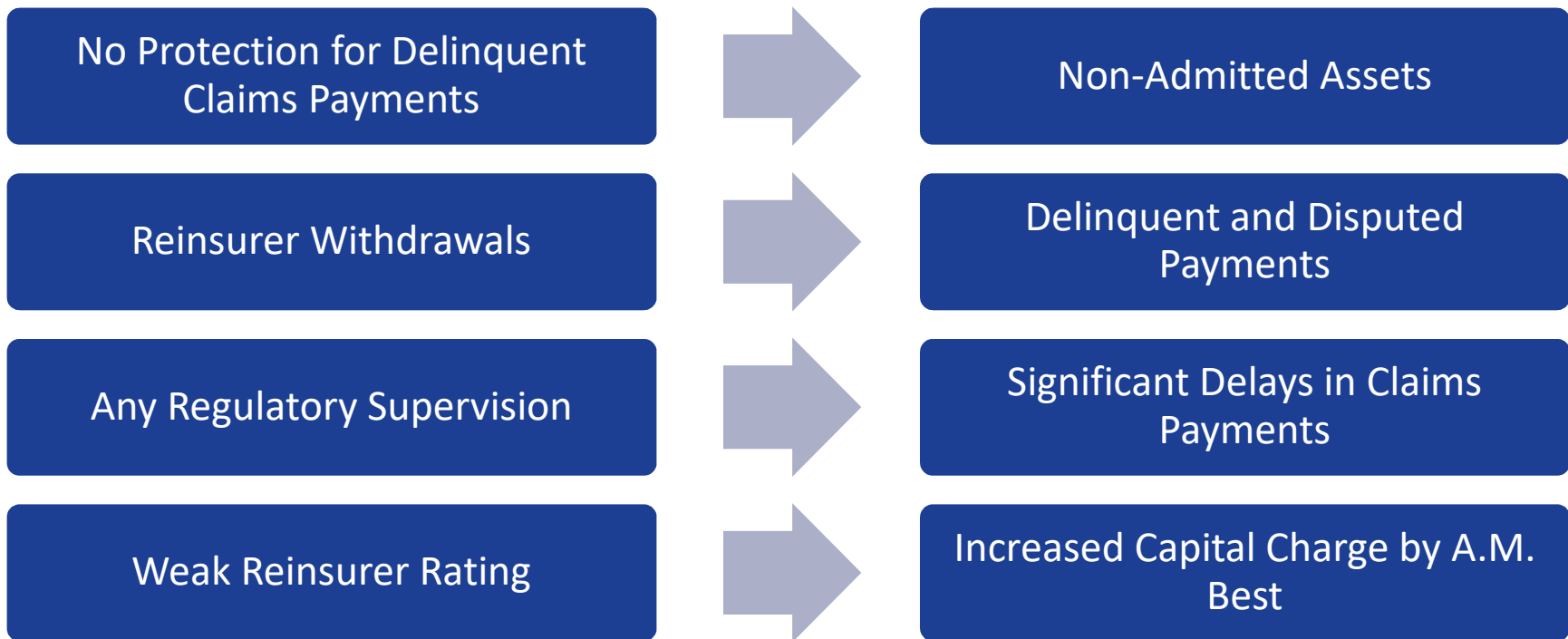
# Maiden Re

- Key Financial Data for Maiden Holdings, Ltd.\*
  - Q3 2017 YTD Net Written Premium \$2.2
  - Total Assets \$6.8
  - Shareholders' Equity \$1.4
  - Total GAAP Capital \$1.7
- Rating of Insurance Operating Companies
  - A (Excellent) by A.M. Best with a Stable Outlook

\* As of 9/30/2017. \$ in Billions.

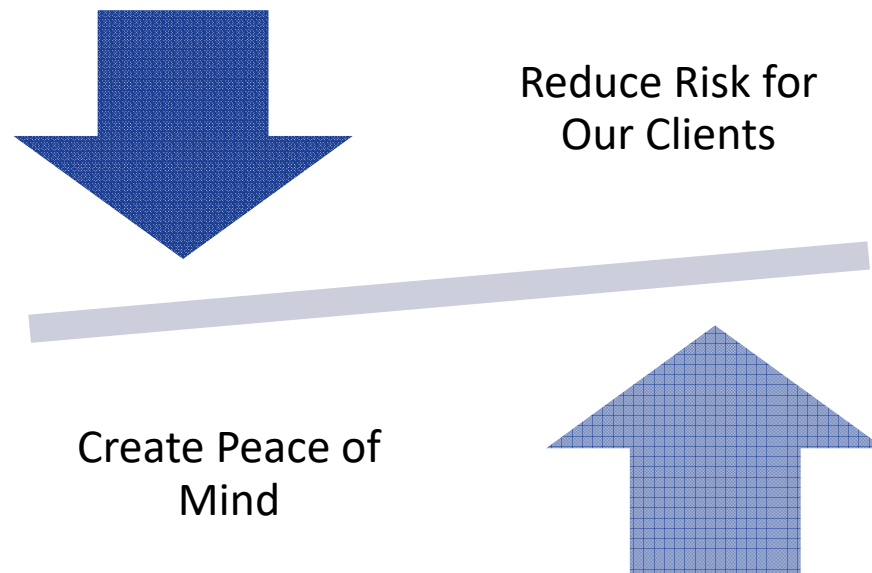
# Reinsurance Risk

All Reinsurance Agreements Create Financial Risk:



# The Dedicated Financial Trust<sup>®</sup>

Each Active Treaty Client\* Will Be Offered an Independently Managed Trust to Secure Case Loss Reserves, IBNR and Unearned Premiums, Net of Open Balances



\* Subject to a \$1,000,000 minimum threshold

# The Dedicated Financial Trust<sup>®</sup>

## Key Features

Funded With High  
Quality Assets to  
Ensure Liquidity

Refreshed Quarterly  
to Reflect Changes in  
Outstanding Liabilities

Trust Assets  
Monitored and  
Maintained by an  
Independent Asset  
Manager and Trustee

Asset Values are  
Reviewed Monthly

Withdrawals  
Permitted for  
Undisputed Balances  
Beyond 90 Days

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## Key Features

Interest Credited to  
Claims in Dispute From  
the Date of Original  
Disagreement

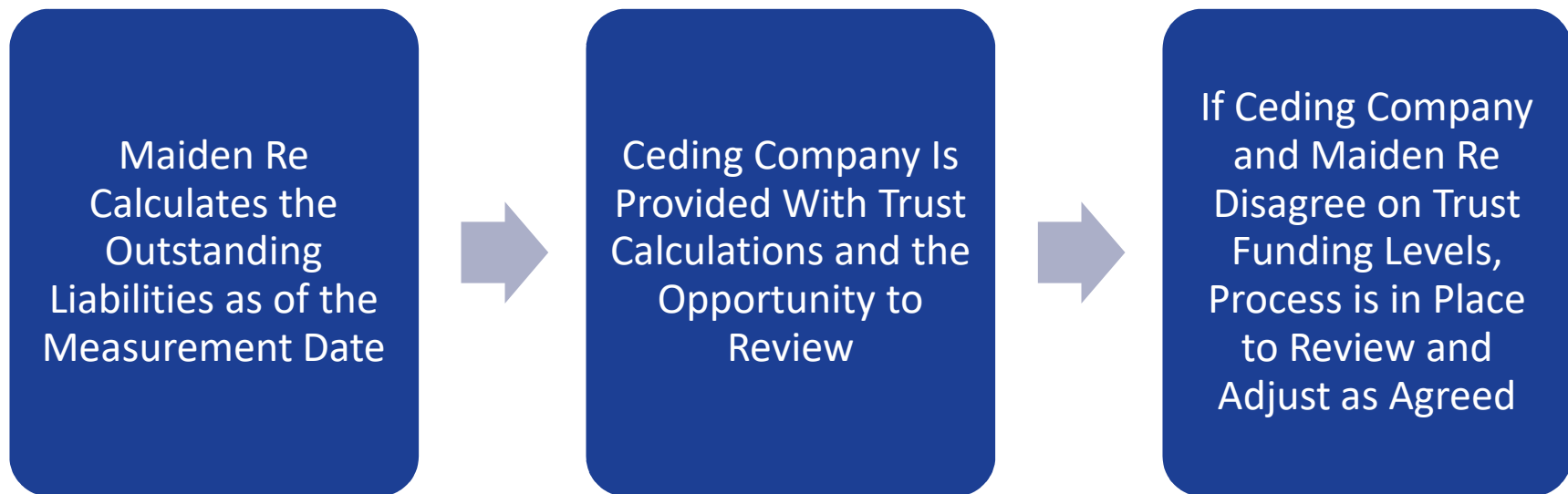
IBNR Determined by  
Reinsurer but Can Be  
Challenged by Insurer

Non-Cancellable Until  
All Liabilities Are  
Extinguished\*

Fees Associated With  
the Trust Are Absorbed  
by Maiden Re

\* Maiden Re retains the option to discontinue trust if outstanding liabilities fall below \$250,000; all assets transfer to beneficiary

# The Dedicated Financial Trust<sup>®</sup> Quarterly Rebalance



# The Dedicated Financial Trust<sup>®</sup> Claims Payments

## Standard Claims Handling Process

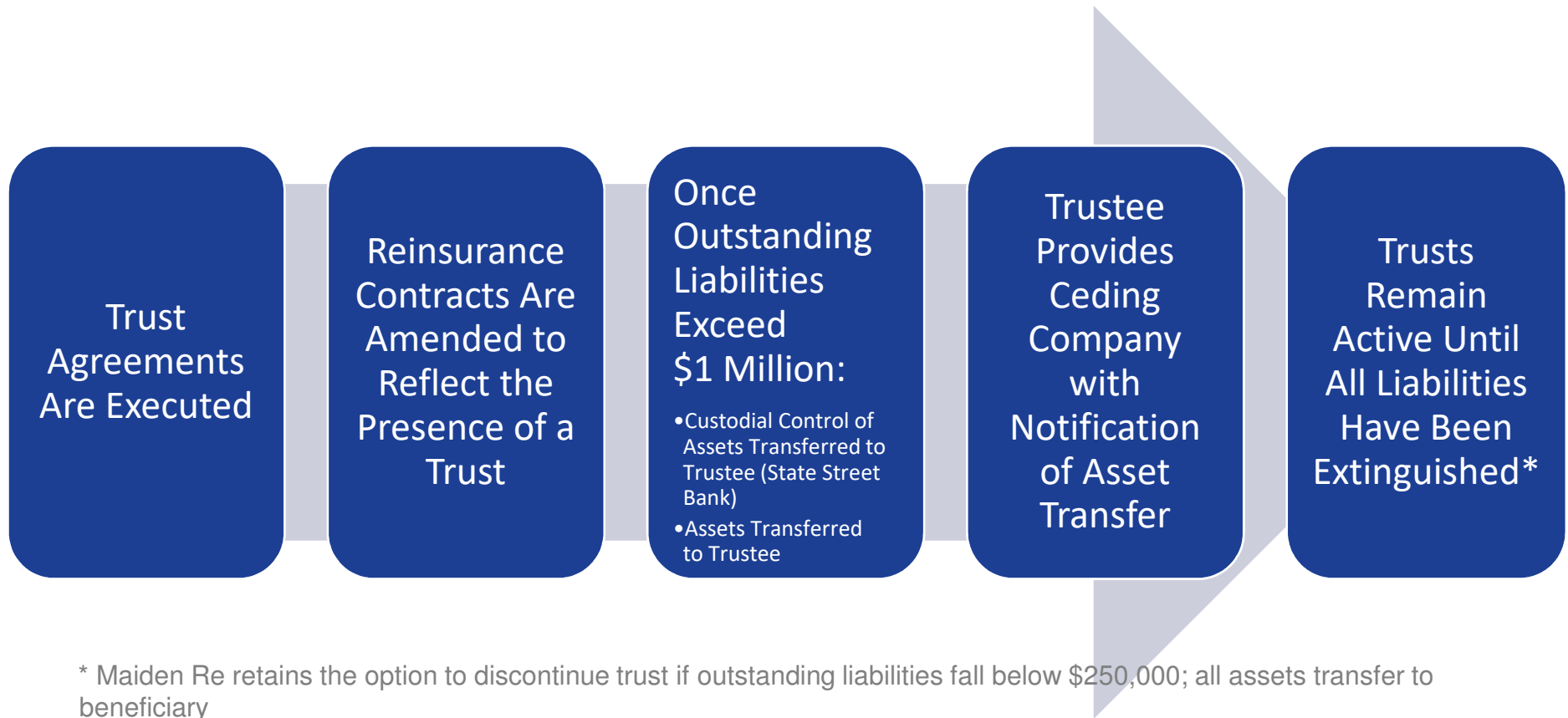
- Claim Payments Are Made From Operating Funds
- Once Claims Are Paid, Reserve Balances Decline, Reducing Trust Balances at Next Quarterly Rebalance

## Cedent Has the Ability to Withdraw Funds If a Valid Claim Is Not Paid Within 90 Days

- Execute a Withdrawal Notice with Trustee Documenting Claim Details
- Trustee Will Make the Payment Within 5 Business Days



# Establishing a Dedicated Financial Trust<sup>®</sup>



# Dedicated Financial Trust<sup>®</sup> - Recap

- Unparalleled Reinsurance Security Through Full Collateralization of All Liabilities
- Maximum Accountability to Ensure That Claims Are Processed Fairly and Promptly
- Maximum Transparency in the Insurer/Reinsurer Relationship
- Strongest Security Available in the Domestic Reinsurance Market
- Balances Protected in the Event of a Downgrade, Sale, Merger, or Other Unforeseen Event
- Rating Agencies View Collateralized Reinsurance Favorably