Munich Re Group

Quarterly financial statements as at 30 June 2009

Telephone conference with analysts and investors

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4 August 2009

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Agenda
Quarterly financial statements as at 30 June 2009

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Summary
Stringent execution of strategy generates opportunities

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Net profit of €1,123m in Q1–2 2009
Earnings resilience in core (re)insurance business and improved investment result

Stable shareholders' equity at €21.3bn
Strong capital position despite dividend payment and increased interest-rates

Stringent capital allocation
Clear commitment to liability-driven business model while consciously maintaining low investment risk profile

Reinsurance

Financial strength and portfolio diversification paying off
Flexible allocation of capital and profitable growth from taking opportunities in selected markets

Primary insurance

Returning to profit in Q2 2009
Consistent implementation of efficiency programme strengthening earnings generation and improving future business prospects

Overview

Financial highlights
Satisfactory consolidated result

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GROUP Gross premiums written	€m
Q1–2 2008	18,853
Q1–2 2009	**20,693**

Good organic growth, acquisitions and positive FX effects

REINSURANCE Combined ratio property-casualty	%
Q1–2 2008	99.5
Q1–2 2009	**97.7**

Improved combined ratio, slightly above expectations

PRIMARY INSURANCE Combined ratio property-casualty	%
Q1–2 2008	90.7
Q1–2 2009	**94.7**

H1 2008 exceptionally low, higher claims in Germany and abroad

GROUP Investment result	€m
Q1–2 2008	3,261
Q1–2 2009	**3,552**

Reduced write-downs, but lower regular income and realised gains

GROUP Operating result	€m
Q1–2 2008	2,281
Q1–2 2009	**2,119**

Lower technical not fully compensated by higher investment result

GROUP Consolidated result	€m
Q1–2 2008	1,405
Q1–2 2009	**1,123**

Consolidated result €703m in Q2 well above Q1 (€420m)

Agenda
Quarterly financial statements as at 30 June 2009

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Capitalisation

Sound capital base maintained even after capital repatriation

Sound capitalisation according to all capital measures:
- Regulatory solvency capital ratio of 266%
- Low/mid single-digit €bn capital buffer according to rating agencies
- €7.0bn[1] economic capital buffer according to internal model

Book value per share of €106.4
4.8% CAGR since 1 January 2004

20.2% debt leverage[2] and 13.2x interest coverage[3]
shows secure financial strength

Financial solidity reflected externally by:
- Low beta (0.9)[4] of Munich Re stock
- Low CDS spread of 34bps[4]
- Confirmation of AA rating by all agencies

[1] As at 31 December 2008, but after dividend payment of €1.1bn in April 2009 and €0.05bn outstanding from 2008/2009 share buy-back programme.
[2] Strategic debt divided by total capital (= sum of strategic debt + shareholders' equity). All subordinated bonds treated as strategic debt.
[3] Earnings before interest expenses, tax and depreciation divided by finance costs.
[4] As at 31 July 2009.

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Capitalisation

Stable shareholders' equity in Q1–2 2009 signals capital strength

€m	Q1–2	Change Q2
Equity 31.12.2008	21,256	–
Consolidated result	1,123	703
Changes		
Dividend	–1,073	–1,073
Unrealised gains/losses[1]	–58	119
Exchange-rates	53	–216
Share buy-backs	–57	–
Other	24	72
Equity 30.6.2009	**21,268**	–395

Shareholders' equity
Stable despite **€1.1bn**
dividend payment and share buy-back

Unrealised gains/losses
Increased yields and realisation of gains on equities almost offset by lower credit spreads

[1] On other securities.

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Premium development

Substantial increase from organic and external growth

€m

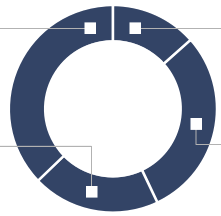
Gross premiums written Q1–2 2008	18,853
Foreign-exchange effects	180
Divestment/ Investment	815
Organic change	845
Gross premiums written Q1–2 2009	**20,693**

- Substantial organic growth mainly from large quota share deals in reinsurance
- Increase due to acquisitions in 2008 (Midland, Sterling, BACAV, Daum) and in Q2 2009 (HSB)
- Favourable exchange-rate developments

Breakdown by segment (consolidated)

Reinsurance
Property-casualty
7,696 (37%)
(▲ 7.2%)

Reinsurance
Life: **2,924 (14%)**
(▲ 23.6%)
Health: **1,185 (6%)**
(▲ 76.6%)



Primary insurance
Property-casualty
2,781 (13%)
(▲ 0.5%)

Primary insurance
Life: **3,041 (15%)**
(▲ 4.9%)
Health: **3,066 (15%)**
(▲ 3.0%)

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Operating and consolidated result

Reinsurance business supports Group earnings

€m — Q1–2 2008 / Q1–2 2009 / ERGO-dividend[1]

	Operating result Q1–2 2008	Operating result Q1–2 2009	Consolidated result Q1–2 2008	Consolidated result Q1–2 2009
Reinsurance life and health	697	**557**	653	**344**
Reinsurance property-casualty	1,931	**1,447**	1,368	**955**
Reinsurance subtotal	2,628	**2,004**	2,021	**1,299**
Primary insurance life	181	**24**	94	**–69**
Primary insurance health	75	**92**	32	**7**
Primary insurance property-casualty	329	**176**	204	**53**
Primary insurance subtotal	585	**292**	330	**–9**
Munich Re Group[2]	2,281	**2,119**	1,405	**1,123**

[1] Q1–2 2008 incl. ERGO-dividend of €947m (before tax), thereof RI life and health: €180m, RI property-casualty: €767m.
[2] Operating result Q1–2 2009 including asset management (€29m, Q1–2 2008 €49m) and consolidation (–€206m, Q1–2 2008 –€981m).
Consolidated result Q1–2 2009 including asset management (€16m, Q1–2 2008 €34m) and consolidation (–€183m, Q1–2 2008 –€980m). The consolidation figure in Q1–2 2009 includes the elimination of the intercompany sale of Europäische Reiseversicherung from Munich Re AG to ERGO AG amounting to €139m.

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Investment result

Improved unit-linked contribution accounts for higher investment result

- Declining regular income due to lower dividends resulting from reduced equity exposure and lower dividend levels in general, partially compensated by higher (volume-driven) interest payments on fixed-income securities
- Improved balance of other income/expenses mainly due to an improved result of unrealised gains/losses for unit-linked life insurance
- Lower net result from disposals mainly due to lower result from disposal of derivatives on non-fixed interest securities, partially offset by higher gains on fixed-interest securities
- Improvement of non-cash related write-ups/write-downs: Lower write-downs on afs-non-fixed securities counterveiling lower write-ups on afs-non-fixed interest derivatives

Overall higher RoI of 4.0% (Q1–2 2008: 3.8%, Q1 2009: 3.1%)

	€m	**Q1–2 2009**	Return[1]	€m	Q1–2 2008	Return[1]
Regular income	**3,768**		**4.2%**	4,066		4.8%
Write-downs/write-ups of investments	**–667**		**–0.7%**	–1,168		–1.4%
Gains/losses on the disposal of investments	**639**		**0.7%**	876		1.0%
Other income/expenses	**–188**		**–0.2%**	–513		–0.6%
Investment result	**3,552**		**4.0%[2]**	**3,261**		**3.8%[2]**

[1] Return on quarterly weighted investments (market values) in % p.a.
[2] Incl. change in on- and off-balance-sheet reserves of 3.5% in Q1–2 2009 and –3.0% in Q1–2 2008.

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Investment result – Regular income

Shift into fixed-interest securities and loans – Lower dividend income

€m	**Q1–2 2009**	Q1–2 2008	Change
Afs-fixed-interest	**2,213**	2,043	170
Afs-non-fixed-interest	**196**	685	–489
Derivatives	**82**	57	25
Loans	**943**	825	118
Real estate	**166**	160	6
Deposits retained on assumed RI and other investments	**144**	228	–84
Other	**24**	68	–44
Total regular income	**3,768**	**4,066**	**–298**

Main effects in Q1–2 2009

- Lower regular income from dividends resulting from strongly decreased equity exposure and generally decreasing dividends paid
- Partly compensated by higher regular income from increased fixed income portfolio
- Lower income from deposits due to distinct reduction of deposits with banks
- Other mainly affected by lower income from affiliated and associated companies

Investment result – Write-downs/write-ups

Significantly lower write-downs on equities

€m	Q1–2 2009	Q1–2 2008	Change
Afs-fixed-interest	–126	–29	–97
Afs-non-fixed-interest	–236	–2,164	1,928
Derivatives	–221	1,124	–1,345
Loans	–	–	–
Real estate	–47	–93	46
Other	–37	–6	–31
Total net write-downs/write-ups	**–667**	**–1,168**	**501**

Main effects in Q1-2 2009

- Substantially lower non-cash related write-downs of equities following consistent de-risking and stock market appreciation in Q2 2009
- Negative contribution from derivatives: Higher write-downs as share prices increase and negative impact from interest-rate hedging in primary life insurance resulting from higher interest-rate levels
- Higher impairments on afs-fixed-interest investments, in particular bank subordinated/loss-bearing bonds and structured products (mainly in Q1 2009)

Investment result – Net result from disposal of investments

Lower contribution from derivatives

€m	Q1–2 2009	Q1–2 2008	Change
Afs-fixed-interest	362	225	137
Afs-non-fixed-interest	165	137	28
Derivatives	72	455	–383
Loans	8	–3	11
Real estate	29	33	–4
Other	3	29	–26
Total net realised gains	**639**	**876**	**–237**

Main effects in Q1–2 2009

- Afs-fixed-interest: Cautious shift from government bonds and structured products into corporate bonds with two main effects
  - De-risking with conscious loss realisation aiming at more sustainable future earnings generation
  - Disposal of government bonds on lower interest-rate levels realising investment gains
- Afs-non-fixed interest: Higher disposal gains from equities (including forward sales and Admiral stake) corresponding with lower gains from disposals of derivatives

Financial reporting Q1–2 2009 – Munich Re Group in total

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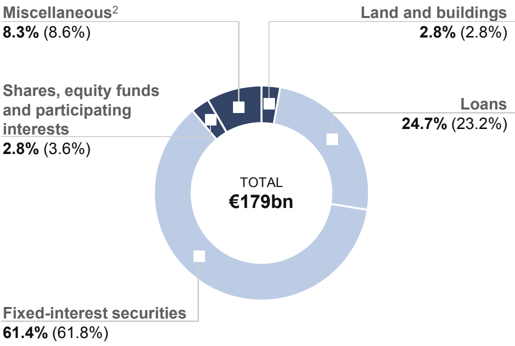
Investments
Well-diversified investment portfolio

Investment portfolio[1]



Investment strategy Q1–2 2009

- Sustaining a low-risk investment profile
- Cautiously grasping opportunities in fixed-income portfolio
- Considering increased inflation sensitivity of liabilities in our portfolio

In 2009 we expect a running yield slightly above 4.0%

[1] Economic view – not fully comparable with IFRS figures. As at 30.6.2009 (31.12.2008).
[2] Deposits retained on assumed reinsurance, investments for unit-linked life, deposits with banks, investment funds (bond, property).

Financial reporting Q1–2 2009 – Munich Re Group in total

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Investments – Outlook
Asset portfolio reflecting our risk preference and liability structure

Strategic Risk Management Framework

- Regulatory requirements
- Allocation of economic risk capital budget
- Clear-cut limits and triggers

Key input

Expected technical cash flows of liabilities in specific lines of business reflecting their capital market sensitivity

Very limited risk appetite

Strategic decision to maintain a low to moderate risk profile for the investment portfolio based on Munich Re's liability-driven business model

ALM-driven asset allocation[1]

Main asset classes (%)	Current asset allocation[2]	Indicative allowable range in the transition period
Equities[3]	2	1 – 5
Fixed-income portfolio	89	80 – 90
Government bonds[4]	40	35 – 55
Pfandbriefe/covered bonds	24	20 – 30
Corporate bonds	9	5 – 12
Banks[5]	10	5 – 15
Other fixed income[6]	6	5 – 10
Real estate	3	2 – 6
Miscellaneous[7]	6	5 – 10

[1] Economic view on market value basis, not fully comparable with IFRS figures (incl. cash, excl. investments for unit-linked life). [2] As at 30.6.2009. [3] Including equity funds and participating interests, net of hedging. [4] Including semi-government bonds. [5] Including cash. [6] Including structured products. [7] Including deposits on retained earnings.

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Investments
Impact on the running yield under different scenarios

Scenario	Impact on the running yield of the current investment portfolio[1]		Options for active portfolio management[2]
Stabilisation[3] – Quantitative easing fuels increases in prices and interest-rates	Higher reinvestment yields + Market value decrease of the fixed income portfolio	RUNNING YIELD **4.2% – 4.5%**	▪ Increase allocation to real assets, e.g. commodities, real estate ▪ Cautious expansion of equity exposure ▪ Further increase of inflation-linked bonds ▪ Reinvesting redemptions at higher yields increases spread to embedded guarantees in primary life insurance
Depression[3] – Financial crisis has lasting impact on global demand leading to an ongoing low-interest environment	Lower reinvestment yields + Market value increase of the fixed income portfolio	RUNNING YIELD **3.8% – 4.0%**	▪ Duration adaption with regard to changes in the liability structure ▪ Selective credit portfolio management ▪ Prudent expansion of risk mitigation to protect the embedded guarantees in primary life insurance

Well prepared to quickly adapt our investment portfolio to macroeconomic changes

[1] By 31.12.2010 taking reinvestment of coupons and redemptions and portfolio actions into account, incl. cash, excl. investments for unit-linked life.
[2] Changes in the portfolio structure are subject to various decision criteria, there is no automatism.
[3] Based on the following assumptions on 10-year government bonds: Depression/Stabilisation: Europe 2.0%/4.4%, US 2.0%/4.6%, UK 2.2%/4.7%.

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Financial reporting Q1–2 2009 – Primary insurance segment

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Highlights
Returning to profit in Q2

Gross premiments written	
€m	
Q1–2 2008	8,668
Q1–2 2009	**8,895**

International expansion (organic/acquisition) offsets negative FX

Technical result	
€m	
Q1–2 2008	591
Q1–2 2009	**521**

Increase in life, decrease driven by P-C and health

Combined ratio property-casualty	
%	
Q1–2 2008	90.7
Q1–2 2009	**94.7**

H1 2008 exceptionally low, higher claims in Germany and abroad

Investment result[1]	
€m	
Q1–2 2008	1,606
Q1–2 2009	**1,846**

Improved result from unit-linked business

Operating result	
€m	
Q1–2 2008	585
Q1–2 2009	**292**

Consolidated result	
€m	
Q1–2 2008	330
Q1–2 2009	**–9**

Bottom-line affected by market crisis – positive consolidated result of €63m in Q2, not fully offsetting loss in Q1

[1] Investment result incl. unrealised gains/losses from investments in unit-linked life insurance; excl. unit-linked business: €1,717m in Q1–2 2009 (€1,826m in Q1–2 2008).

Financial reporting Q1–2 2009 – Primary insurance segment

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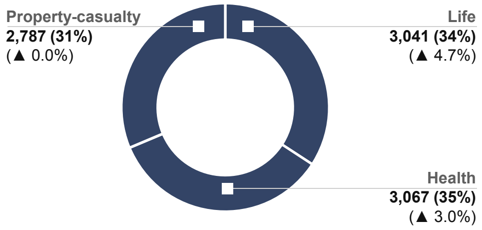
Premium development
Positive contribution from international expansion

€m	
Gross premiums written Q1–2 2008	8,668
Foreign-exchange effects	–137
Divestment/ Investment	256
Organic change	108
Gross premiums written Q1–2 2009	**8,895**

Breakdown by segment
(segmental, not consolidated)



Life statutory premiums:
- IFRS premiums €3,041m (▲ 4.7%)
- Investment-oriented products €778m (▲ 44.7%)
- **Total €3,819m (▲ 10.9%)**

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Primary insurance – Property-casualty

Positive one-off effect in 2008 – stable underlying profitability

€m	**Q1–2 2009**	Q1–2 2008
Gross premiums written	**2,787**	2,786
Income from technical interest	**81**	110
Net expenses for claims and benefits	**1,420**	1,313
Net operating expenses	**732**	719
Technical result	**159**	280
Investment result	**163**	250
Non-technical result	**17**	49
Operating result	**176**	329

- Premium volume nearly unchanged – acquisition of Daum (€33m, first-time consolidation in Q2 2008) compensates for negative FX effects (Poland, Turkey)
- Decrease in income from technical interest owing to lower average risk-free interest-rate
- Increased claims payments in Germany and abroad; Q1–2 2008 exceptionally low due to one-off effect
- Higher operating expenses mainly due to increased business acquisition costs (e.g. Daum)
- Fall in investment result mainly attributable to lower gains on the disposal of equities

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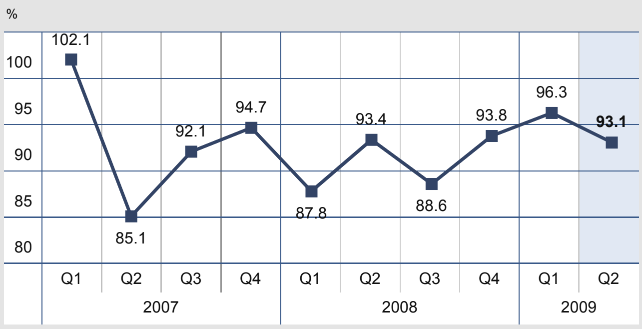
Combined ratio – Property-casualty

On target despite adverse impact of higher claims

%		Loss ratio	Expense ratio
2007	93.4	58.6	34.8
2008	90.9	58.4	32.5
Q1–2 2007	93.3	58.7	34.6
Q1–2 2008	90.7	58.0	32.7
Q1–2 2009	**94.7**	**61.8**	**32.9**



- Increased claims payments in Germany and abroad
- Slight rise in cost ratio due to one-off effect (acquisition costs)
- Q1–2 2008 positively influenced by one-off change in calculation of claims provisions

Primary insurance – Life

Higher technical result as unit-linked business shows improved contribution

€m	**Q1–2 2009**	Q1–2 2008
Gross premiums written	**3,041**	2,905
Income from technical interest	**1,264**	876
Net expenses for claims and benefits	**3,467**	2,997
Net operating expenses	**419**	404
Technical result	**186**	89
Investment result	**1,127**	989
Non-technical result	**–162**	92
Operating result	**24**	181

- Rise in gross premiums written due to acquisition of BACAV (€223m); negative development in Germany owing to decline in new business and greater number of lapses in the wake of the financial market crisis, as well as to the end of 4th "Riester stage" in 2008
- Higher income from technical interest owing to improved result in unit-linked life insurance
- Increase in the net expenses for claims and benefits mainly due to BACAV acquisition and higher result from unit-linked life insurance
- Improved investment result attributable to higher result from unit-linked life insurance, which more than offsets the higher write-downs of derivatives used for hedging against low interest-rate environment

New business (Statutory premiums)

ERGO new business life insurance

Total

€m	Total	Regular premium	Single premium	APE[1]
Q1–2 2008	927	327	600	387
Q1–2 2009	**1,218**	240	978	**338**
Δ	**31.3%**	–26.4%	62.8%	–12.6%

Comments

Germany
- Lower regular premiums mainly due to previous year's Riester stage (adjusted –12.3%)
- Good sale of single premium business through bank, broker and direct distribution channels
- Positive trend in sales figures: 4.7% growth (adjusted for Riester 16.2%)

International
- Strong new business growth in Austria: BACAV +11.2% (APE €38.4m)[2] and VVV +23.4%

Germany

€m	Total	Regular premium	Single premium	APE[1]
Q1–2 2008	771	258	513	309
Q1–2 2009	**807**	159	648	**224**
Δ	**4.7%**	–38.2%	26.3%	–27.5%

International

€m	Total	Regular premium	Single premium	APE[1]
Q1–2 2008	156	69	87	78
Q1–2 2009	**410**	81	329	**114**
Δ	**162.9%**	17.7%	278.1%	46.8%

[1] Annual premium equivalent. [2] BACAV Q1–2 2008: APE €34.5m (regular premium €20.2m and single premium €142.8m). Rounding differences.

Financial reporting Q1–2 2009 – Primary insurance segment

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Primary insurance – Health
Satisfactory result

€m	Q1–2 2009	Q1–2 2008
Gross premiums written	**3,067**	2,977
Income from technical interest	**620**	501
Net expenses for claims and benefits	**2,913**	2,608
Net operating expenses	**422**	409
Technical result	**176**	222
Investment result	**556**	367
Non-technical result	**–84**	–147
Operating result	**92**	75

- Rise in gross premiums written thanks to premium adjustments and business expansion in Spain (Marina Salud)
- Higher income from technical interest mainly owing to higher allocation to the provision for premium refunds on account of higher net return
- Rise in net expenses for claims and benefits owing to increased healthcare costs in Germany and higher allocation to the provision for premium refunds
- Improved investment result attributable to lower write-downs of equities

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Financial reporting Q1–2 2009 – Reinsurance segment

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Highlights
Satisfactory operating business, solid investment result

Gross premiums written (€m)

Q1–2 2008	10,740
Q1–2 2009	**12,245**

Strong organic growth and positive effect of acquisitions

Technical result (€m)

Q1–2 2008	824
Q1–2 2009	**613**

Recession-related losses and lower technical interest

Combined ratio property-casualty (%)

Q1–2 2008	99.5
Q1–2 2009	**97.7**

Improved combined ratio, slightly above expectations

Investment result (€m)

Q1–2 2008	1,794	947
Q1–2 2009	**2,007**	

Lower write-downs on equities

Operating result (€m)

Q1–2 2008	1,681	947
Q1–2 2009	**2,004**	

Consolidated result (€m)

Q1–2 2008	1,074	947[1]
Q1–2 2009	**1,299**	

Improved operating result – Portfolio diversification and cycle management paying off

ERGO dividend

[1] Without taking into consideration tax effects on dividend in 2008.

Financial reporting Q1–2 2009 – Reinsurance segment

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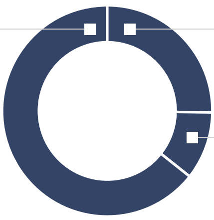
Premium development
Strong contribution of quota share deals and recent acquisitions

€m

Gross premiums written Q1–2 2008	10,740
Foreign-exchange effects	330
Divestment/ Investment	559
Organic change	616
Gross premiums written Q1–2 2009	**12,245**

Breakdown by segment
(segmental, not consolidated)



Property-casualty
7,878 (64%)
(▲ 7.2%)

Life
3,089 (25%)
(▲ 19.5%)

Health
1,278 (11%)
(▲ 58.8%)

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Reinsurance – Property-casualty

Top-line growth fuelled by acquisitions; higher man-made losses

€m	Q1–2 2009	Q1–2 2008
Gross premiums written	**7,878**	7,351
Income from technical interest	**370**	639
Net expenses for claims and benefits	**5,019**	4,622
Net operating expenses	**1,869**	1,815
Technical result	**493**	641
Investment result	**1,242**	1,899
Non-technical result	**954**	1,290
Operating result	**1,447**	1,931

- Increase in gross premiums written owing to acquisition of Midland (€202m) and HSB (€173m) and favourable development of exchange rates, which offset the cancelation of unprofitable business
- Decrease in income from technical interest owing to lower average risk-free interest-rate
- Significant man-made losses (in particular in credit insurance business)
- Slight rise in operating expenses attributable to acquisitions
- Lower investment result as a consequence of high ERGO dividend in 2008 (€767m); 2009 reflects lower write-downs of equities and the proceeds from the sale of Europäische Reiseversicherung to ERGO

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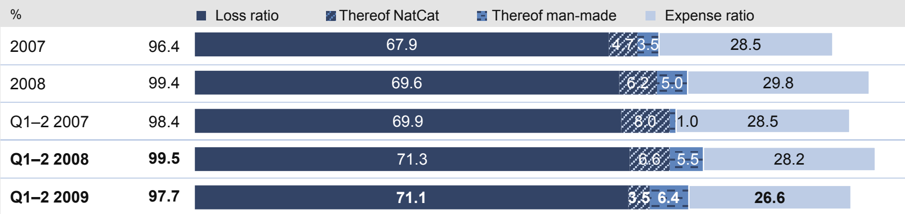
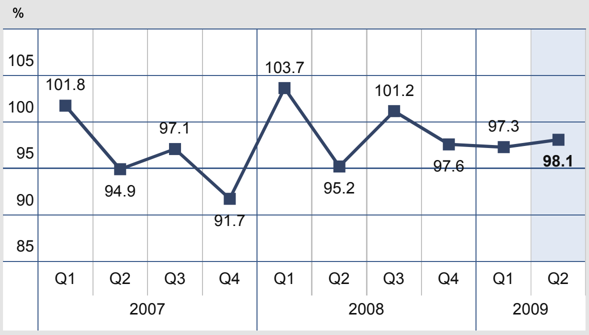
Combined ratio – Property-casualty

Higher man-made losses but lower expense ratio





- Major losses in Q1–2 2009 (€696m) above average (€573m)
- While NatCat losses (€243m) remain slightly below average (€283m) …
- … man-made losses (€453m) clearly exceeded average (€290m) …
- … driven by such losses as in aviation in addition to recession-related claims (e.g. LoB credit) in Q2

Financial reporting Q1–2 2009 – Reinsurance segment

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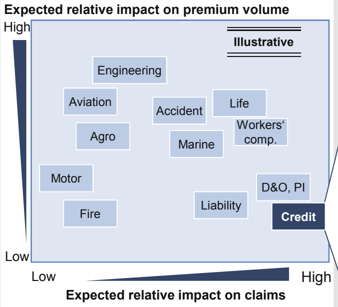
Line of business – Credit

Inevitably affected by economic crisis

Impact of severe recession scenario on reinsurance portfolio[1]



Main developments

- Average combined ratio 2004–2008 83.6%
- Q1–2 2009: Combined ratio peaked at 173% (Q1–2 2008 85%), adjusted for one-off large claims (€217m) at approx. 110% (on 6-month basis)
  - Trade credit: Higher frequency of small-to-medium sized claims as expected within recessionary environment
  - Surety: Few large claims in crisis affected segments (especially facultative business in Asia); all other parts of the portfolio proved relatively stable
- Active risk mitigating measures have been taken at an early stage (e.g. no new business in highly exposed lines of business, strong reduction of exposure in selected markets and industries, etc.)
- Good diversification of portfolio in respect of industry sectors, geographical regions, type of coverage and with high granularity

Line of business "credit" affected by few isolated cases
while underlying profitability remains relatively sound in a difficult economic environment

[1] As already indicated at analysts' conference on 3 March 2009.

Financial reporting Q1–2 2009 – Reinsurance segment

Münchener Rück
Munich Re Group

Reinsurance – Life and health

Strong organic growth driven by large capital relief deals

€m	Q1–2 2009	Q1–2 2008
Gross premiums written	4,367	3,389
Income from technical interest	307	337
Net expenses for claims and benefits	3,288	2,574
Net operating expenses	1,088	827
Technical result	120	183
Investment result	765	842
Non-technical result	437	514
Operating result	557	697

- Strong premium growth owing to large quota share deals providing capital relief to clients and acquisition of Sterling (€184m)
- Corresponding impact on all technical account items of the income statement
- De-risking of investments also affects interest-sensitive components of the technical result
- Investment result for the previous year positively influenced by the ERGO dividend (€180m); without this special effect, Munich Re posted an increase in the investment result due to lower write-downs of equities
- Consolidated result impacted by impairment of goodwill and intangibles on Sterling (€47m)

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Quarterly financial statements as at 30 June 2009

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July renewal: Executive Summary
NatCat business drives premium growth and price increases

- **Premium volume** of approx. **€1.3bn** was up for renewal in July (main markets US NatCat, Australia, and Latin America)
- **Premium increase** of **6.5%** driven by growth of NatCat business

- **Positive pricing trend** of recent renewals confirmed while heterogeneous picture regarding lines of business and regions remains
  - Significant **price increases** in major NatCat markets of **5 to 15%** due to recent loss experience, but also signs of capacity shortages for peak risks (i.e. higher layers)
  - Stable to **slightly positive price trends** in most other lines of business and regions
  - **Overall price increase** of **4.4%** less pronounced compared with April (7.2%) due to lower share of NatCat business at July renewal

- **Profitability** and **portfolio quality** improved due to consistent cycle management
  - Continued capacity reallocation from long-tail casualty to short-tail property
  - Shift from proportional to non-proportional business

- **Clients** willing to pay for higher financial security especially for capital-intensive risks

Munich Re ready to benefit from its financial strength and specific opportunities

New developments in reinsurance

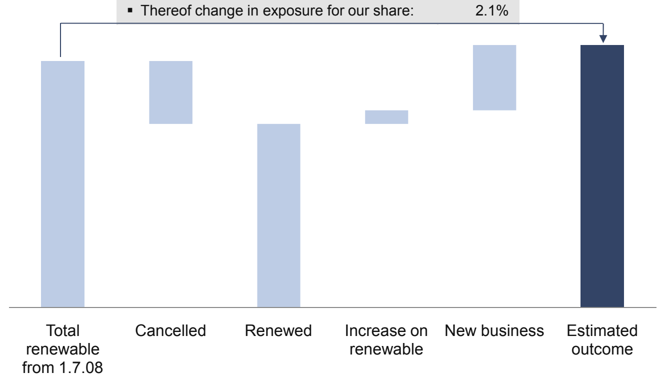
Münchener Rück
Munich Re Group

Changes in premium

Good price increases in capital-intensive lines of business

	Total renewable from 1.7.08	Cancelled	Renewed	Increase on renewable	New business	Estimated outcome
%	100	–25.5	74.5	5.5	26.5	**106.5**
€m	1,335	340	995	73	354	**1,422**

Change in premium:	**6.5%**
▪ Thereof price change:	4.4%
▪ Thereof change in exposure for our share:	2.1%



Market
- Significant renewal period for NatCat business
- With the exception of loss-exposed NatCat exposures, rates are relatively stable for both primary and RI markets

Munich Re portfolio
- Premiums are up €87m from prior year driven by €101m increase in property
- NatCat premiums are up driven primarily by Australia and North America
- Prop./XL split: 52%/48% (prev. 56%/44%)

New developments in reinsurance

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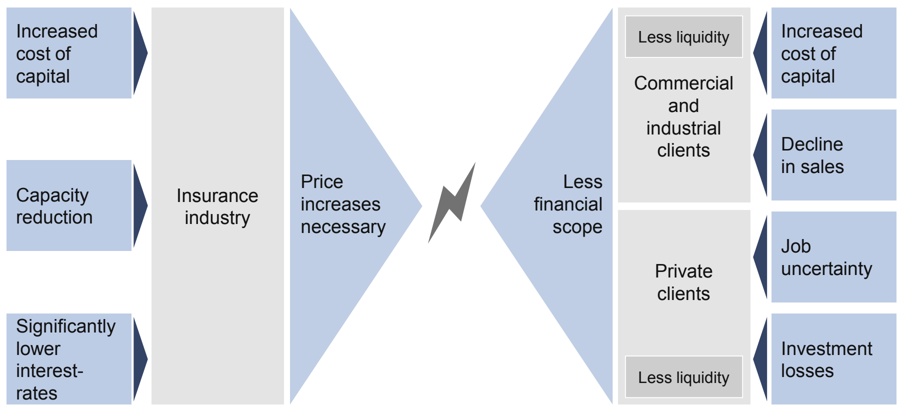
Insurance industry market forces

Market characterised by highly charged field of tension

Current market forces in the insurance industry



Volatile market situation – necessary price increases are predominantly achievable in know-how-driven and capital-intensive sectors

New developments in reinsurance

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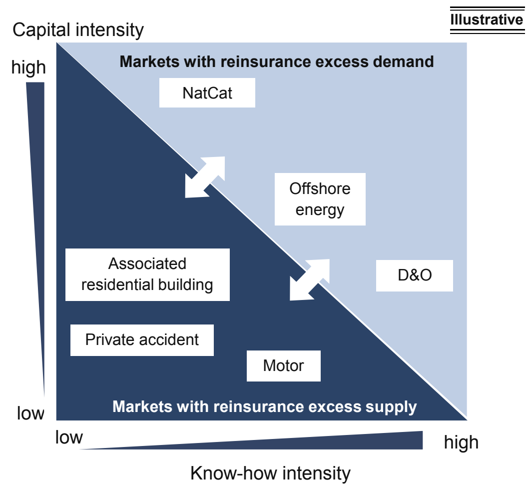
Reinsurance market

Fragmentation – markets with either high or low intensity of competition

Fragmentation of reinsurance market



Implications

Capital strength and know-how determine segment-specific barriers to entry

Competitive pressure in local bulk business

Price increase in capital-intensive segments

Competitive advantage for Munich Re

New developments in reinsurance

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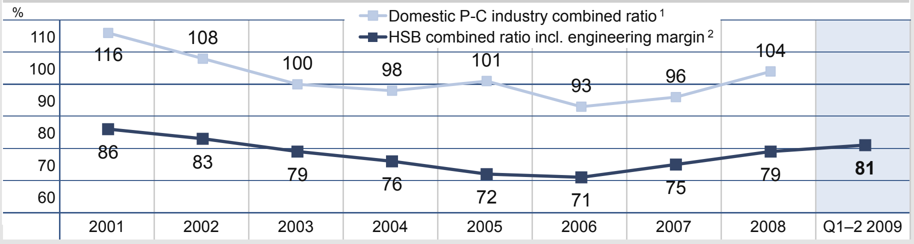
Munich Re Group

First-time consolidation

Hartford Steam Boiler (HSB): Bottom-line growth well above plan

HSB combined ratio and P-C industry



Financial highlights in Q2 2009[3]

- HSB continues its track record of significantly outperforming the industry
- Gross written premium of €173.1m (Q1–2 2009 €349.6m) slightly below prior year mostly due to exchange rate movements of the international operations
- Engineering services achieved €31.3m in revenues with a stable profit margin
- Very solid 2nd quarter operating result with a consolidated combined ratio of 80% including engineering margin (Q1–2 2009 81%) and a net profit of €24.2m (Q1–2 2009 €33.7m)
- Successful de-risking of HSB's investment portfolio in order to meet Munich Re Group risk standards and HSB's business characteristics
- HSB well positioned as future dividend contributor to Munich Re

[1] Source: A.M. Best. [2] Combined ratios for HSB Group, Inc. (US GAAP). [3] Preliminary IFRS figures.

Münchener Rück
Munich Re Group

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Quarterly financial statements as at 30 June 2009

Münchener Rück
Munich Re Group

Outlook
Strong focus on profitable growth prevails

Reinsurance

GROSS PREMIUMS WRITTEN **€24–25bn**[1]	COMBINED RATIO **approx. 97%** (thereof NatCat 6.5%) – more difficult to achieve given recession-related increase of losses

Primary insurance

GROSS PREMIUMS WRITTEN **€17–17.5bn**[1]	COMBINED RATIO **<95%**

Munich Re Group

GROSS PREMIUMS WRITTEN **€40–42bn**[1]	RORAC **15%** after tax over the cycle to stand
RETURN ON INVESTMENTS Running yield expected to be slightly above **4%**	Growth opportunities based on capital strength still have priority – Resumption of **share buy-back** in H2 2009 possible depending on market outlook and economic development

[1] Amended from €22.5–24bn in reinsurance and from €17–18bn in primary insurance (both on basis of segmental figures); for Munich Re Group increased from €39–41bn (total consolidated premium). Gross premiums written given stable currency exchange rates and limited impact from economic slowdown on premiums of primary insurers.

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Quarterly financial statements as at 30 June 2009

Münchener Rück
Munich Re Group

Overview

Financial reporting Q1–2 2009
- Munich Re Group in total
- Primary insurance segment
- Reinsurance segment

New developments in reinsurance

Outlook

Backup

Agenda
Backup – Quarterly financial statements as at 30 June 2009

Münchener Rück
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Backup: Major losses Q1–2 2009

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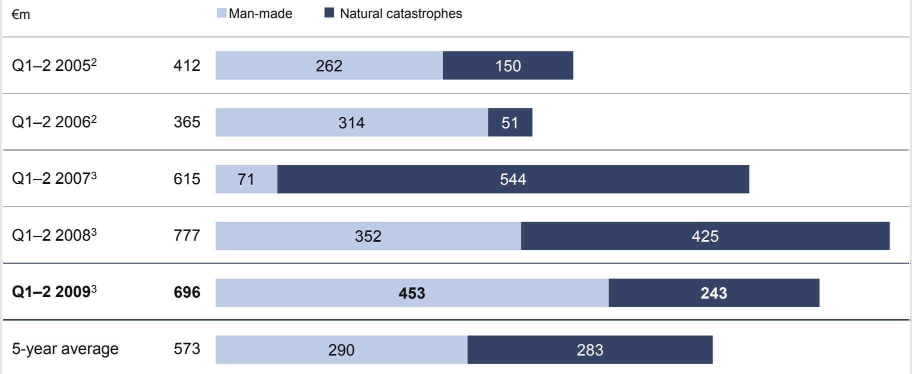
Major losses

Below-average NatCat losses, but higher man-made losses in Q1–2 2009

Reinsurance segment: Major losses[1] over €10m each



[1] Incl. claims in life.
[2] Major losses over €5m each; Q1-2 2005 excl. run-off-profits, Q1-2 2006 incl. run-off profits.
[3] Incl. run-off profits.

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Munich Re Group

Agenda

Backup – Quarterly financial statements as at 30 June 2009

Backup: Capitalisation

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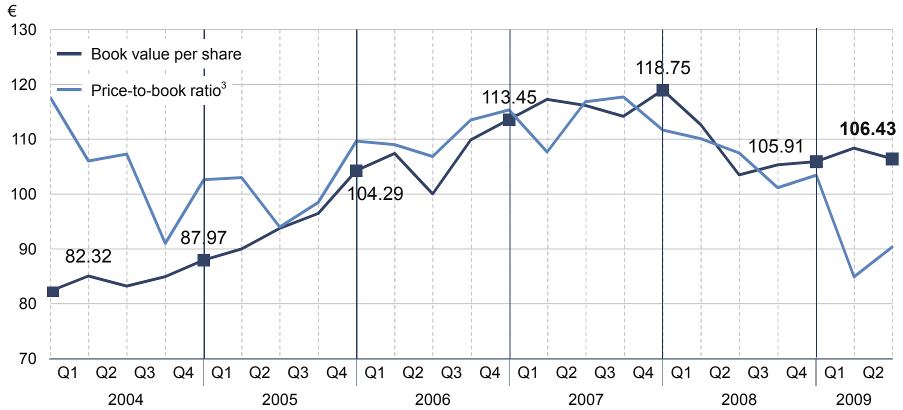
Munich Re Group

Book value per share
Solid growth since 2004

Book value per share[1] and price-to-book ratio



4.8% CAGR since 1.1.2004 clearly above annual performance of insurance index[2]

[1] Shareholders' equity excl. minority interests divided by shares in circulation (after consideration of share buy-backs).
[2] Total return Euro Stoxx Insurance: –6.5% p.a. [3] 100 Book value per share = 1.0 Price-to-book ratio.

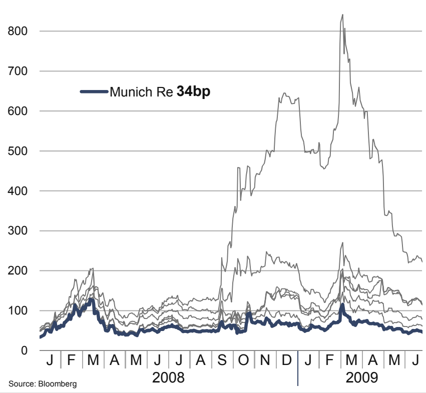
Backup: Capitalisation

Münchener Rück
Munich Re Group

Risk management
Forward-looking risk management and consequent de-risking pay off

Beta values[1] (1.1.2004–31.7.2009)[2]

CDS spreads[1] (1.1.2008–31.7.2009)[3]



Strong position of Munich Re to deliver solid performance

Confidence in forward-looking risk management	Financial strength reflected in low CDS spread

[1] Peers: Allianz, AXA, Generali, Hannover Re, Swiss Re, Zurich Financial Services.
[2] Raw beta to DJ Stoxx 600, total return, daily basis, 1-year. [3] 5-year credit default swaps (spreads in basis points p.a.).

Münchener Rück
Munich Re Group

Agenda

Backup – Quarterly financial statements as at 30 June 2009

Backup: Investments

Münchener Rück
Munich Re Group

Total investment portfolio

Low-risk investment profile maintained

Investment structure by asset classes (market values)

	€bn	Land and buildings (%)	Loans (%)	Fixed-interest securities[1] (%)	Shares, equity funds and participating interests (%)	Miscellaneous[2] (%)
31.12.2006	179	3.6	16.4	54.9	14.6	10.5
31.12.2007	176	2.8	19.4	54.2	13.8	9.8
31.12.2008	177	2.8	23.2	61.8	3.6	8.6
30.6.2009	**179**	**2.8**	**24.7**	**61.4**	**2.8**[3]	**8.3**
30.6.2009 (€bn)	**179**	**5.0**	**44.3**	**110.0**	**4.9**	**14.9**

[1] Categories "available for sale", "held to maturity" and "held for trading".
[2] Deposits retained on assumed reinsurance, investments for unit-linked life, deposits with banks, investment funds (bond, property).
[3] After taking equity derivatives into account: 2.0%.

Backup: Investments

Münchener Rück
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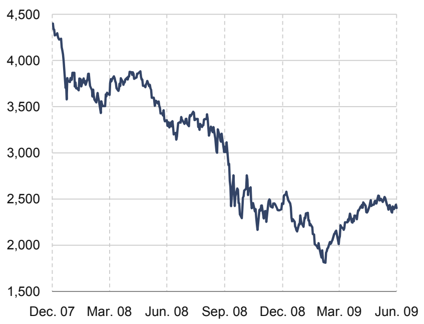
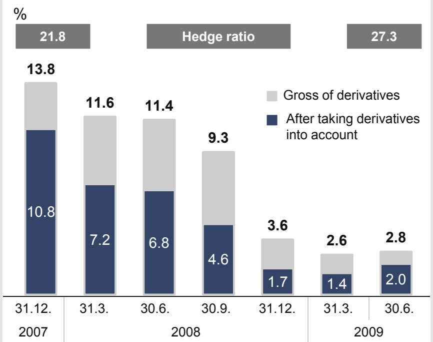
Equities
Prudent and flexible investment management during the financial crisis

EuroStoxx 50



Source: Datastream

Equity-backing ratio[1] – Including derivatives



Equity strategy

Consistent de-risking of equity exposure

Slight increase of equity -backing ratio in Q2 solely driven by market rebound

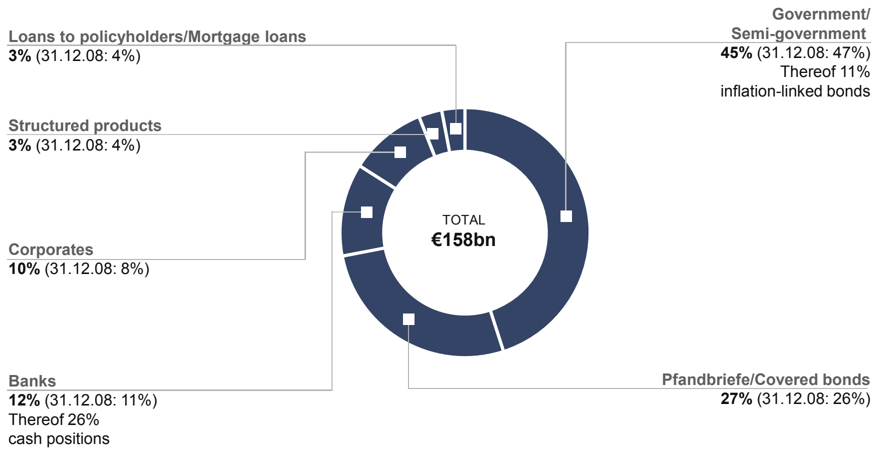
[1] Proportion of investments in equities, equity funds and shareholdings to total investments – at market values.

Backup: Investments

Münchener Rück
Munich Re Group

Fixed-income portfolio
Slight expansion into higher-yielding assets

Fixed-income portfolio[1]



[1] Incl. loans, parts of other securities, other investments and cash positions. Economic view – not fully comparable with IFRS figures. As at 30 June 2009.

Backup: Investments

Münchener Rück
Munich Re Group

Fixed-income portfolio

Continued focus on highly rated credit risk: Almost 90% rated A or better

Rating classification of fixed-income portfolio[1]

%	AAA	AA	A	BBB	BB	B and worse	NR
Government/ Semi-government	63	28	8	1	0	–	0
Pfandbriefe/Covered bonds	86	14	0	–	–	–	–
Banks	6	23	39	3	–	0	29[2]
Corporates	2	13	44	36	1	0	4
Structured products	92	3	2	1	0	0	2
Loans to policyholders/ Mortgage loans	–	–	–	–	–	–	100
Total	**55**	**20**	**13**	**5**	**0**	**0**	**7**

[1] Economic view – not fully comparable with IFRS figures.
[2] Incl. cash positions, which are not rated. As at 30 June 2009.

Backup: Investments

Münchener Rück
Munich Re Group

Fixed-income portfolio

Approx. 70% invested in eurozone, limited exposure in CEE countries

Geographic classification of fixed-income portfolio[1]

%	Germany	France	UK	Spain	CEE	Other Europe	USA	Canada	Rest of World
Government/ Semi-government	37	6	6	3	2	20	15	6	5
Pfandbriefe/ Covered bonds	53	13	3	10	0	21	0	0	–
Banks	42	8	6	0	0	18	18	1	7
Corporates	5	8	7	2	0	24	46	4	4
Structured products	4	0	1	0	0	13	81	1	0
Loans to policyholders/ Mortgage loans	99	–	–	–	–	–	0	0	1
Total	**40**	**8**	**5**	**4**	**1**	**20**	**16**	**3**	**3**

[1] Economic view – not fully comparable with IFRS figures. As at 30 June 2009.

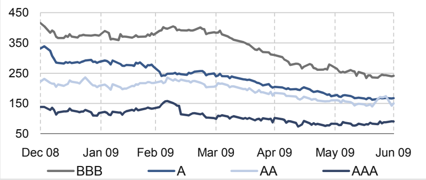
Backup: Investments

Münchener Rück
Munich Re Group

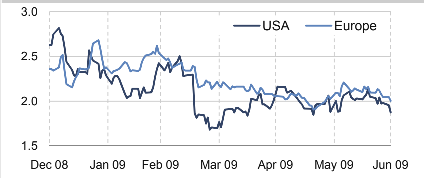
Fixed-income portfolio

Cautiously grasping opportunities during the financial crisis

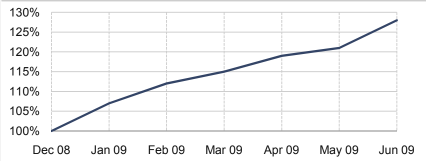
EUR corporate bonds 5 years (spreads)



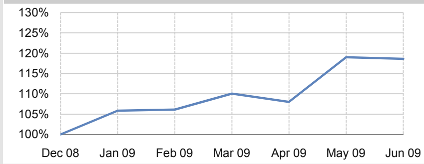
Inflation-linked bonds (yields)



Exposure change in corporate bonds



Exposure change in inflation-linked bonds



Fixed-income strategy

Continously shifting structured-credit and government-bonds exposure into corporate bonds

Increasing inflation-linked bonds exposure considering inflation sensitivity of our liabilities

Source: Datastream

Backup: Investments

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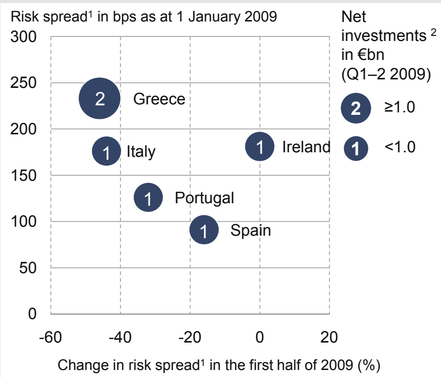
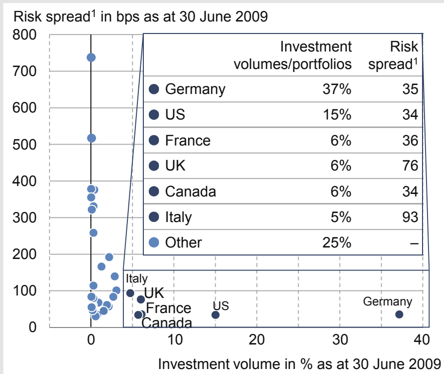
Fixed-income portfolio – Government/semi-government

New net investments lead to increases in market value





	Investment volumes/portfolios	Risk spread[1]
Germany	37%	35
US	15%	34
France	6%	36
UK	6%	76
Canada	6%	34
Italy	5%	93
Other	25%	–

- In Q1–2 2009, new net investments in government bonds tended to have higher spreads, reflecting assumption of higher risks
- At the reporting date, these spreads tightened again and led to increased market values

- Overall portfolio of government bonds is low-risk
- Six countries account for 75% of the portfolio

[1] Risk spreads on the basis of the risk spread for 5-year bonds; therefore does not reflect the Munich Re portfolio's risk spread (rough estimation).
[2] Economic view – not fully comparable with IFRS figures.

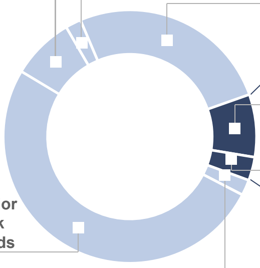
Backup: Investments

Münchener Rück
Munich Re Group

Fixed-income portfolio

Banks: Slight increase of hybrid market values following recovery in Q2

BANKS
Split by investment category



BANKS
Subordinated and loss-bearing exposure by country

Country	Market values €m (as at 30.6.2009) Total	Subordinated bonds	Loss-bearing bonds
Germany	838	454	384
USA	466	443	23
Italy	210	201	9
Austria	141	128	13
UK	113	81	32
Other	229	188	41
Total market values	**1,997**	**1,495**	**502**

[1] Classified as lower tier 2 and tier 3 capital for solvency purposes.
[2] Classified as tier 1 and upper tier 2 capital for solvency purposes.

Economic view – not fully comparable with IFRS figures.

Backup: Investments

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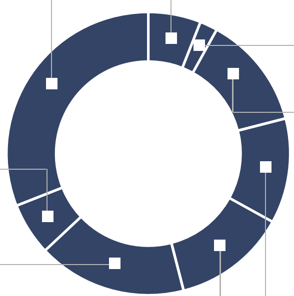
Fixed-income portfolio

Corporates: Broadly diversified investment-grade portfolio

Corporate bonds: Sectoral split[1]



[1] Economic view – not fully comparable with IFRS figures. As at 30 June 2009.

Backup: Investments

Münchener Rück
Munich Re Group

Fixed-income portfolio

Structured products: Continued exposure reduction

Structured products portfolio (at market values): Split by rating and region

€m		AAA	AA	A	BBB	<BBB	NR	North America	Europe	Total	Market-to-par value
ABS	Consumer-related ABS[1]	1,037	6	18	1	0	0	890	172	1,062	102%
	Corporate-related ABS[2]	141	8	52	15	2	4	8	214	222	91%
	Subprime HEL	39	10	0	0	0	0	49	0	49	78%
CDO/ CLN	Subprime-related	0	2	0	1	1	0	0	4	4	13%
	Non-subprime-related	54	14	3	5	4	81	3	158	161	74%
MBS	Agency[3]	2,487	78	0	0	0	0	2,565	0	2,565	104%
	Non-agency prime	236	27	19	5	0	0	16	271	287	85%
	Non-agency other (not subprime)	13	9	1	0	0	0	19	4	23	80%
	Commercial MBS	243	0	1	0	0	0	229	15	244	93%
	Total	**4,250**	**154**	**94**	**27**	**7**	**85**	**3,779**	**838**	**4,617**	**98%**
	30.6.2009	**92%**	**3%**	**2%**	**1%**	**0%**	**2%**	**82%**	**18%**	**100%**	
	31.12.2008	**92%**	**4%**	**2%**	**0%**	**0%**	**2%**	**85%**	**15%**	**100%**	

[1] Consumer loans, auto, credit cards, student loans. [2] Asset-backed CPs, business and corporate loans, commercial equipment.
[3] Exposure in Freddie Mac/Fannie Mae investments: €2.3bn.

Backup: Investments

Münchener Rück
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Investments

Fixed-income portfolio by accounting category (IFRS)

Accounting categories

%	Loans and receivables	Held-to-maturity	Available-for-sale	Held-for-trading
Government/Semi-government	27	0	73	0
Pfandbriefe/ Covered bonds	34	0	66	0
Loans to policyholders/ Mortgage loans	100	0	0	0
Structured products	3	0	97	0
Corporates	1	0	99	0
Banks	49	1	45	5
Total	**30**	**0**	**69**	**1**

Backup: Investments

Münchener Rück
Munich Re Group

Sensitivities to interest-rates, spreads and equity markets

Low sensitivity to equities, manageable exposure to interest-rates and spreads[1]

Sensitivity to risk-free interest-rates				
Basis points	**–200**	**–100**	**+100**	**+200**
Change in gross market value (€bn)	+20.5	+9.3	–7.5	–13.2
Economic impact for shareholder[2] (€bn)	+5.9	+2.8	–2.4	–4.5

Sensitivity to spreads[3]				
Spreads (change of bps in %)	**–50%**	**–25%**	**+25%**	**+50%**
Change in market value gross (€bn)	+4.2	+2.0	–1.9	–3.7
Economic impact for shareholders[2] (€bn)	+0.4	+0.2	–0.6	–1.1

Sensitivity to equity markets[4]				
	–30%	**–10%**	**+10%**	**+30%**
EuroStoxx 50	**1,681**	**2,162**	**2,642**	**3,123**
Change in gross market value (€bn)	–1.1	–0.4	+0.4	+1.1
Economic impact for shareholders[2] (€bn)	–0.7	–0.2	+0.2	+0.7

[1] Rough calculation with limited reliability; linearity of relations cannot be assumed. Economic view – not fully comparable with IFRS figures; recently acquired companies not included.
[2] Change in unrealised gains/losses on-balance-sheet, off-balance-sheet and P&L impact assuming unchanged portfolio as at 30.6.2009. After rough estimation of policyholder participation and deferred tax.
[3] Sensitivities to changes of spreads are calculated for every category of securities (governments, Pfandbriefe, banks, etc.) separately.
[4] Worst-case scenario assumed: impairment as soon as market value is below acquisition cost.

Backup: Investments

Münchener Rück
Munich Re Group

On- and off-balance-sheet reserves

Unrealised gains/losses on securities (afs) and off-balance-sheet reserves

On-balance-sheet reserves on afs securities	
Gross unrealised gains and losses	3,367
Provision for deferred premium refunds	–802
Deferred taxes	–291
Minority interests	–20
Effects from consolidation and currency	72
Shareholders' stake 30.6.2009	**2,326**

Off-balance-sheet reserves	
€m	
Land and buildings[1]	1,273
Loans	259
Other (mainly at equity)	156
Off-balance-sheet reserves 30.6.2009	**1,688**
Provision for deferred premium refunds	–685
Deferred taxes	–284
Minority interests	–9
Shareholders' stake 30.6.2009	**710**

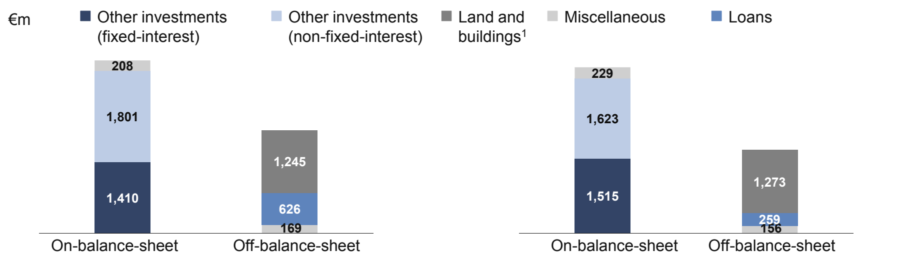
[1] Excluding reserves on owner-occupied properties.

Backup: Investments

Münchener Rück
Munich Re Group

On- and off-balance-sheet reserves

Split by asset class



Total €5,459m | Total €5,055m

31.12.2008	
Unrealised gains and losses – gross	**5,459[2]**
./. Provision for deferred premium refunds	1,783
./. Deferred taxes	613
./. Effects from consolidation and currency	–76
./. Minority interests	27
Unrealised gains and losses – net	**3,112**

30.6.2009	
Unrealised gains and losses – gross	**5,055[3]**
./. Provision for deferred premium refunds	1,487
./. Deferred taxes	575
./. Effects from consolidation and currency	–72
./. Minority interests	29
Unrealised gains and losses – net	**3,036**

[1] Without reserves on owner-occupied properties.
[2] Incl. unrealised gains/losses from valuation at equity, unconsolidated affiliated enterprises and cash flow hedging of €208m and off-balance-sheet reserves of €168m on affiliated companies.
[3] Incl. unrealised gains/losses from valuation at equity, unconsolidated affiliated enterprises and cash flow hedging of €229m and off-balance-sheet reserves of €155m on affiliated companies

Backup: Investments

Münchener Rück
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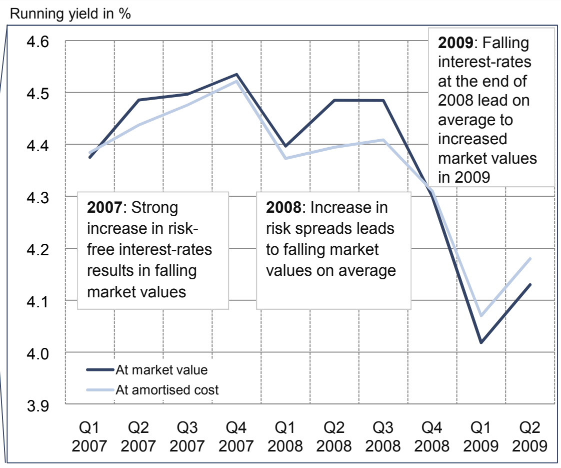
Investment result – Regular income

Distortions as portfolio is measured in terms of market value

Significant investment categories	Running yield[1]
Land and buildings[2]	6.7%
Equities[3,5]	8.6%
Fixed-interest securities and loans	**4.1%**
Thereof: Government bonds[4]	3.9%
Thereof: Pfandbriefe[4]	4.6%
Thereof: Corporate bonds/banks[4]	5.6%
Deposits retained on assumed reinsurance	2.9%
Total[5]	**4.2%**



[1] Running yield = Regular income (annualized) divided by the related average investments. [2] Without systematic depreciation which are not recognised in regular income. [3] Without investments in affiliated and associated companies. [4] Economic view – not fully comparable with IFRS figures.
[5] Dividends annualised, but: in reality appr. 90% of the dividends are recognised in the first half of the year, esp. 2nd quarter. Applying this assumption the return on equities would be 4.4% and total regular return 4.1%

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Backup – Quarterly financial statements as at 30 June 2009

Münchener Rück
Munich Re Group

Backup: New development in reinsurance

YTD renewals: Changes in premium
Total book

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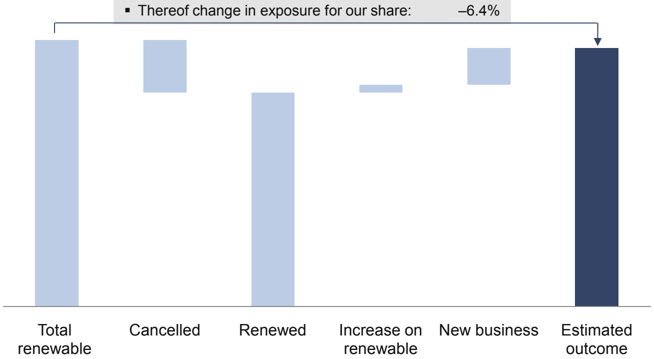
Munich Re Group

	Total renewable	Cancelled	Renewed	Increase on renewable	New business	Estimated outcome
%	100	–19.7	80.3	2.9	13.8	**96.9**
€m	10,906	2,153	8,753	312	1,505	**10,570**

Change in premium:	**–3.1%**
▪ Thereof price change:	3.3%
▪ Thereof change in exposure for our share:	–6.4%



Market
- Hardening of overall market still not realised
- Rate increases observed in loss-exposed lines, such as NatCat
- Most other lines remaining stable

Munich Re portfolio
- Decline in premium is primarily due to cancellations and non-renewals in motor third-party (€455m)
- NatCat premiums up by €253m, or 18%, mainly in North America

Rounding differences.

Backup: New developments in reinsurance

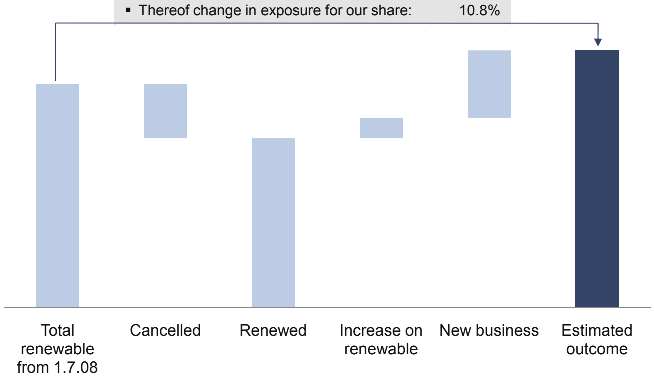
Münchener Rück
Munich Re Group

July renewal: Changes in premium

Property

%	100	–24.2	75.8	9.0	30.2	**115.0**
€m	674	163	511	61	204	**775**

Change in premium:	**15.0%**
▪ Thereof price change:	4.2%
▪ Thereof change in exposure for our share:	10.8%



Market
- Rates generally adequate – NatCat exposed areas seeing increases and non-NatCat areas remaining flat
- US property lines benefitting from hardening NatCat market

Munich Re portfolio
- Property premiums up €101m from prior year, driven primarily by increase of €90m in NatCat business

Backup: New developments in reinsurance

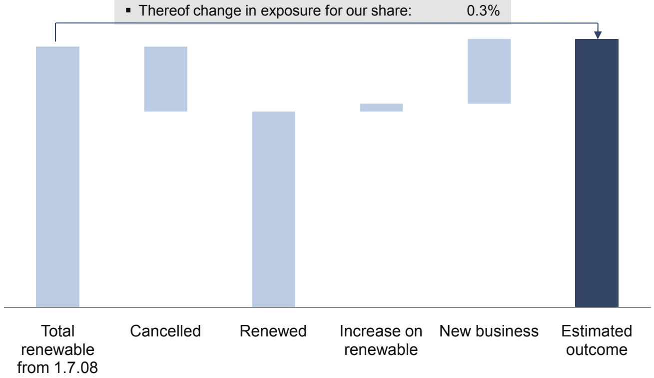
Münchener Rück
Munich Re Group

July renewal: Changes in premium

Casualty

%	100	–24.9	75.1	3.0	24.8	**102.8**
€m	482	120	362	14	119	**496**

Change in premium:	**2.8%**
▪ Thereof price change:	2.5%
▪ Thereof change in exposure for our share:	0.3%



Market
- Rates as well as terms and conditions are stable
- Counterparty risk management at cedants leads to higher diversification in reinsurance programmes
- Capacity generally still available

Munich Re portfolio
- Casualty premiums up €14m from prior year, driven by some share increases
- €33m cancelled business due to poor profitability was compensated by €31m in new umbrella programmes

Rounding differences.

Backup: New developments in reinsurance

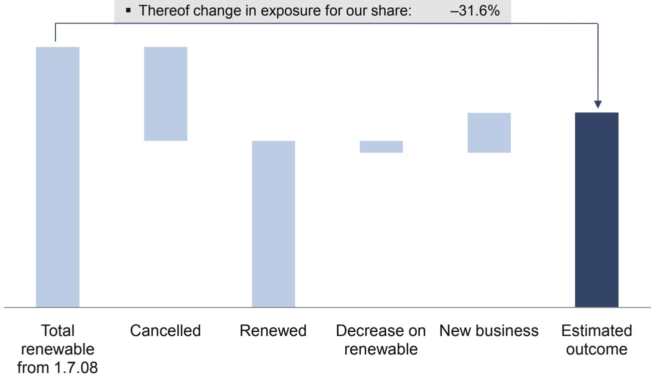
Münchener Rück
Munich Re Group

July renewal: Changes in premium

Credit

%	100	–36.1	63.9	-4.5	15.3	**74.7**
€m	113	41	72	-5	17	**84**

Change in premium:	**–25.3%**
▪ Thereof price change:	6.3%
▪ Thereof change in exposure for our share:	–31.6%



Market
- July renewal mainly in Brazil for bond business
- Prices remain fairly stable given loss-free performance

Munich Re portfolio
- Significant reduction of shares to manage down exposures
- Tighter terms and conditions; introduction of sliding-scale commission for several treaties

Backup: New developments in reinsurance

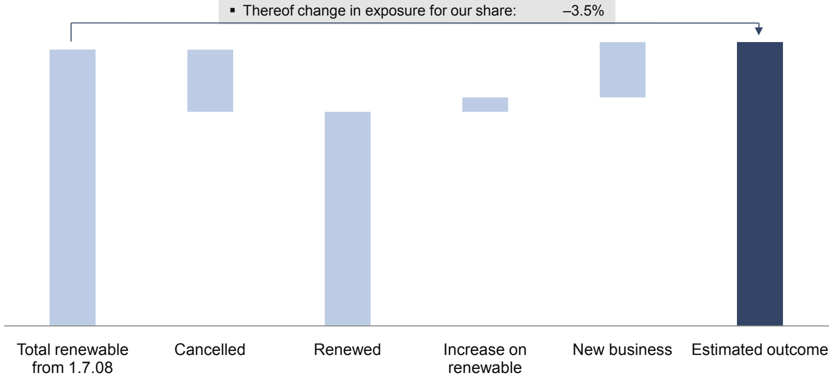
Münchener Rück
Munich Re Group

July renewal: Changes in premium

Marine

%	100	–22.5	77.5	5.2	20.0	**102.7**
€m	60	13	46	3	12	**62**

Change in premium:	**2.7%**
▪ Thereof price change:	6.2%
▪ Thereof change in exposure for our share:	–3.5%



Backup: New developments in reinsurance

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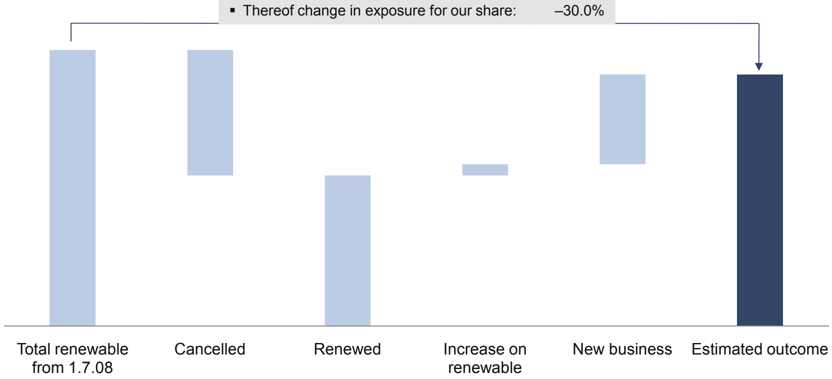
Munich Re Group

July renewal: Changes in premium

Aviation

	Total renewable from 1.7.08	Cancelled	Renewed	Increase on renewable	New business	Estimated outcome
%	100	-45.5	54.5	4.1	32.5	**91.1**
€m	5	2	3	0	2	**5**

Change in premium:	**–8.9%**
▪ Thereof price change:	21.1%
▪ Thereof change in exposure for our share:	–30.0%



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Munich Re Group

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Backup – Quarterly financial statements as at 30 June 2009

Backup: New developments in reinsurance

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Munich Re Group

HSB's product offerings

Successful niche player for more than 140 years

- HSB is a leading global provider of specialty insurance and reinsurance, inspection services and engineering consulting for businesses, industries and institutions
- With more than 2,500 employees worldwide, HSB conducts highly profitable business in the fields of
  - Equipment breakdown and engineered lines insurance, and other specialty products
  - Equipment inspection and engineering services
  - Property loss control services, as well as other risk management services, serving more than 5 million locations
- HSB had over US$ 1.0bn of gross written premiums and service revenues in 2008[1], predominately originating from operations in the United States, Canada and the United Kingdom
- Shortly after the acquisition by Munich Re, A.M. Best Company awarded HSB a financial strength rating upgrade to A+ (Superior)
- HSB's half-year 2009 results are outperforming Munich Re's acquisition business case

HSB from first day on EPS-accretive for Munich Re shareholders

[1] Based on US GAAP.

Backup: New developments in reinsurance

Münchener Rück
Munich Re Group

HSB's business model

HSB has a unique product-distribution and service franchise

REINSURANCE-ORIENTED
Client company model

- Insurance coverage and services fully integrated into Client Companies' product offerings
- Long-standing relationships with 15 of the 25 largest US commercial insurers
- HSB acts as reinsurer with an intensive service component (global presence of 1,200 engineers)
- Rapid expansion of new strategic products to complement core business
- Services & consulting make meaningful contribution to HSB's engineering knowledge base and experience

Gross written premium 2008: US$ 719m[1]

Risk Carrier: bi&i; HSB Engineering Insurance Limited

Services & Consulting: HSB Global Standards; HSB Professional Loss Control; Solomon Associates; Haughton; HSB Engineering Insurance Limited

Revenues 2008: USD 182m[1]

Gross written premium 2008: US$ 211m[1]

- Large network of independent agents: 6,000 in US, 4,000 in Canada and 1,000 in the UK
- Intellectual capital and best-in-class reputation support long-standing customer relationships and high agent satisfaction
- Services and consulting businesses enhancing underwriting decisions and claims prevention

Direct business model
PRIMARY-INSURANCE-ORIENTED

[1] US GAAP figures as at 31 December 2008 as reported by HSB.

Backup: New developments in reinsurance

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Integration of HSB well underway

Core integration will be accomplished on time

Joint business development	Cross-selling synergies in the US and internationally are being evaluated with the goal of coordinating a joint client approach. First new US accounts generated for Munich Re Group.
Legal and regulatory requirements	Financial reporting processes were implemented in accordance with Munich Re Group standards based on IFRS. Full consolidation of HSB since 31 March 2009.
Functional and technical integration activities	Cross-functional integration is well underway, covering inter alia risk management, legal, planning and corporate underwriting topics.
Investment management	Management of HSB's asset portfolio was transferred to MEAG, the Group-wide asset manager. Custodial and investment accounting services were streamlined with the other US entities, resulting in cost savings.
Decoupling services from AIG	Back-office services conducted by AIG are gradually being transferred to Munich Re Group entities (e.g. HR payroll processing) on a shared-service basis.

Focused Munich Re integration approach supported by highly dedicated and motivated HSB teams will result in a very strong and successful HSB operation within Munich Re Group

Backup: New developments in reinsurance

Münchener Rück
Munich Re Group

Synergies and opportunities

Significant value creation as part of Munich Re Group

Drivers for Munich Re Group	
Synergies	▪ With the addition of HSB, Munich Re Group's substantial US operations are intensifying cooperation in order to generate cross-selling potentials, further enhancing Munich Re's property and engineering capabilities as well as back-office synergies (e.g. shared services for Central Procurement)
Solid platform for new product development and distribution	▪ Joint product development in order to further strengthen HSB's strategic product portfolio as a constantly growing source of revenue ▪ HSB has the knowledge and access to clients to implement combined product and service offerings for Munich Re Group
Centre of excellence for equipment breakdown	▪ HSB is a true knowledge provider for Munich Re Group to further improve its underwriting excellence in profitable niches
HSB is part of Munich Re Group family	▪ Affiliation to Munich Re Group will enable HSB to further benefit from Munich Re's solid balance sheet strength (e.g. rating upgrade by A.M. Best to A+ in April 2009) and market presence

A natural extension of our US market strategy to build a dominant position in specialty business and deliver growth and healthy underwriting results

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Munich Re Group

Agenda

Backup – Quarterly financial statements as at 30 June 2009

Backup: Quarterly figures

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Munich Re Group

Quarterly figures

Munich Re Group

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	9,842	**9,011**	9,270	9,706	10,367	**10,326**
Income from technical interest	1,101	**1,205**	1,142	1,356	1,150	**1,334**
Technical result	**603**	**713**	**816**	**634**	**551**	**479**
Investment result	1,675	**1,586**	662	1,923	1,365	**2,187**
Deduction of income from technical interest	–1,101	**–1,205**	–1,142	–1,356	–1,150	**–1,334**
Non-technical result	**590**	**375**	**–443**	**487**	**195**	**894**
Operating result	**1,193**	**1,088**	**373**	**1,121**	**746**	**1,373**
Other non-operating result	–53	**–55**	–128	–110	96	**–241**
Impairment losses of goodwill	–	**–**	–	167	81	**40**
Finance costs	86	**95**	91	89	82	**76**
Taxes on income	277	**310**	152	634	259	**313**
Consolidated result	**777**	**628**	**2**	**121**	**420**	**703**
Equity (balance-sheet date)	23,707	**21,429**	21,411	21,256	21,663	**21,268**

Backup: Quarterly figures

Quarterly figures
Reinsurance segment – Life and health

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Munich Re Group

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	1,676	**1,713**	1,794	1,947	1,846	**2,521**
Income from technical interest	168	**169**	151	100	163	**144**
Technical result	**114**	**69**	**74**	**–19**	**50**	**70**
Investment result	362	**480**	154	256	367	**398**
Deduction of income from technical interest	–168	**–169**	–151	–100	–163	**–144**
Non-technical result	**207**	**307**	**19**	**146**	**211**	**226**
Operating result	**321**	**376**	**93**	**127**	**261**	**296**
Other non-operating result, impairment losses of goodwill and finance costs	–20	**–45**	–30	–8	7	**–96**
Taxes on income	–19	**–2**	29	115	66	**58**
Consolidated result	**320**	**333**	**34**	**4**	**202**	**142**

Backup: Quarterly figures

Quarterly figures
Reinsurance segment – Property-casualty

Münchener Rück
Munich Re Group

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	3,874	**3,477**	3,683	3,705	4,062	**3,816**
Income from technical interest	326	**313**	321	322	195	**175**
Technical result	**189**	**452**	**271**	**408**	**265**	**228**
Investment result	631	**1,268**	83	824	521	**721**
Deduction of income from technical interest	–326	**–313**	–321	–322	–195	**–175**
Non-technical result	**334**	**956**	**–217**	**443**	**325**	**629**
Operating result	**523**	**1,408**	**54**	**851**	**590**	**857**
Other non-operating result, impairment losses of goodwill and finance costs	–51	**–109**	–81	20	30	**–161**
Taxes on income	213	**190**	48	524	157	**204**
Consolidated result	**259**	**1,109**	**–75**	**347**	**463**	**492**
Combined ratio (%)	103.7	**95.2**	101.2	97.6	97.3	**98.1**

Backup: Quarterly figures

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Quarterly figures
Primary insurance segment – Life

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	1,432	**1,473**	1,382	1,765	1,512	**1,529**
Income from technical interest	382	**494**	408	652	511	**753**
Technical result	**38**	**51**	**138**	**–81**	**120**	**66**
Investment result	455	**534**	361	835	393	**734**
Deduction of income from technical interest	–382	**–494**	–408	–652	–511	–753
Non-technical result	**66**	**26**	**–79**	**202**	**–133**	**–29**
Operating result	**104**	**77**	**59**	**121**	**–13**	**37**
Other non-operating result, impairment losses of goodwill and finance costs	–23	**33**	–54	–199	–69	–31
Taxes on income	31	**66**	7	10	3	–10
Consolidated result	**50**	**44**	**–2**	**–88**	**–85**	**16**

Backup: Quarterly figures

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Quarterly figures
Primary insurance segment – Health

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	1,554	**1,423**	1,436	1,427	1,590	**1,477**
Income from technical interest	247	**254**	262	248	300	**320**
Technical result	**133**	**89**	**206**	**218**	**72**	**104**
Investment result	159	**208**	70	120	278	**278**
Deduction of income from technical interest	–247	**–254**	–262	–248	–300	**–320**
Non-technical result	**–96**	**–51**	**–207**	**–140**	**–29**	**–55**
Operating result	**37**	**38**	**–1**	**78**	**43**	**49**
Other non-operating result, impairment losses of goodwill and finance costs	–18	**1**	–22	–67	–26	**–6**
Taxes on income	7	**19**	–2	6	15	**38**
Consolidated result	**12**	**20**	**–21**	**5**	**2**	**5**

Backup: Quarterly figures

Münchener Rück
Munich Re Group

Quarterly figures
Primary insurance segment – Property-casualty

€m	Q1 2008	**Q2 2008**	Q3 2008	Q4 2008	Q1 2009	**Q2 2009**
Gross premiums written	1,623	**1,163**	1,220	1,100	1,629	**1,158**
Income from technical interest	55	**55**	61	48	44	**37**
Technical result	**172**	**108**	**170**	**102**	**67**	**92**
Investment result	103	**147**	66	–20	64	**99**
Deduction of income from technical interest	–55	**–55**	–61	–48	–44	**–37**
Non-technical result	**1**	**48**	**12**	**–123**	**–20**	**37**
Operating result	**173**	**156**	**182**	**–21**	**47**	**129**
Other non-operating result, impairment losses of goodwill and finance costs	–25	**–27**	–51	–126	–26	**–69**
Taxes on income	39	**34**	64	–33	10	**18**
Consolidated result	**109**	**95**	**67**	**–114**	**11**	**42**
Combined ratio (%)	87.8	**93.4**	88.6	93.8	96.3	**93.1**

Münchener Rück
Munich Re Group

Agenda
Backup – Quarterly financial statements as at 30 June 2009

Backup: Shareholder information

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Munich Re Group

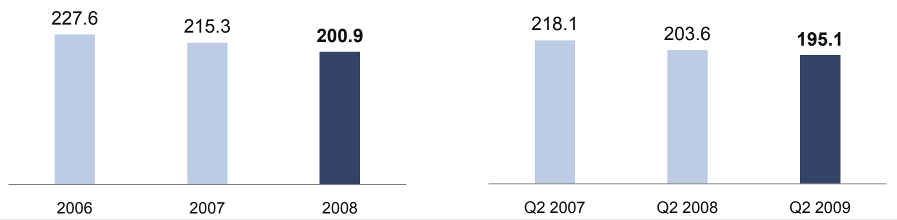
Shareholder information

Approx. 9.0 million own shares were retired in April 2009

Development of shares in circulation

Shares million	31.12.2008	Acquisition of own shares in Q1–2 2009	Retirement of own shares in Q1–2 2009	30.6.2009
Shares in circulation	195.7	–0.6	0.0	195.1
Own shares held	10.7	0.6	–9.0	2.3
Total	**206.4**	**0.0**	**–9.0**	**197.4**

Weighted average number of shares in circulation



Total number of shares amounts to 197.4 million after retirement

Appendix

Münchener Rück
Munich Re Group

Shareholder information

Financial calendar

6–8 September 2009	Les Rendez-Vous de Septembre, Monte Carlo
23 September 2009	Unicredit, "German Investment Conference", Munich
24 September 2009	3rd Annual CEO & CFO J.P. Morgan West Coast International 1x1 Conference, Half Moon Bay, California
1 October 2009	Merrill Lynch, "Banking and Insurance CEO Conference", London
26 October 2009	Press conference in Baden-Baden
5 November 2009	Interim report as at 30 September 2009
1 December 2009	Cheuvreux Financials Conference, London
10 March 2010	Balance sheet press conference for 2009 financial statements
28 April 2010	Annual General Meeting
29 April 2010	Dividend payment
7 May 2010	Interim report as at 31 March 2010
4 August 2010	Interim report as at 30 June 2010: Half-year press conference
9 November 2010	Interim report as at 30 September 2010

Appendix

Shareholder information

For information, please contact

Münchener Rück
Munich Re Group

MUNICH REINSURANCE

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Appendix

Shareholder information

Disclaimer

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This presentation contains forward-looking statements that are based on current assumptions and forecasts of the management of Munich Re. Known and unknown risks, uncertainties and other factors could lead to material differences between the forward-looking statements given here and the actual development, in particular the results, financial situation and performance of our Company. The Company assumes no liability to update these forward-looking statements or to conform them to future events or developments.

Note regarding the presentation of the previous year's figures

- For the new reporting format in connection with the first-time application of IFRS 8 "Operating Segments" as at 1 January 2009, several prior-year figures have been adjusted in the income statement.
- For the sake of better comprehensibility and readability, we have refrained from adding the footnote "Previous year's figures adjusted owing to first-time application of IFRS 8" to every slide.
- For details and background information on IFRS 8, please read the presentation "How does Munich Re apply the accounting standard IFRS 8 'Operating Segments'?" on Munich Re's website (http://www.munichre.com/en/ir/contact_and_service/faq/default.aspx).