

ALLIED WORLD ASSURANCE COMPANY, LTD
SIGNIFICANT EVENT REPORT
(AS OF JULY 24, 2019)

Overview

This Significant Event Report is in respect of Allied World Assurance Company, Ltd (“Allied World Bermuda”) and supplements the Financial Condition Report of Allied World Bermuda for the financial year ending December 31, 2018.

This Significant Event Report has been compiled in accordance with the Insurance (Public Disclosure) Rules 2015, as amended, of Bermuda.

We will make available, free of charge through our website (www.awac.com), this Significant Event Report as of July 31, 2019. A printed version is also available for any person who sends a request to Allied World Assurance Company, Ltd, 27 Richmond Road, Pembroke HM 08, Bermuda, Attention: Legal & Compliance Department.

1. Ownership Details

The following transactions occurred in connection with a corporate restructuring of the Allied World group of companies (the “Allied World Group”):

- All of the issued and outstanding capital stock of Allied World Assurance Company, AG, a Swiss company, was transferred from its previous owner (Allied World Assurance Company Holdings, GmbH) to a direct wholly-owned subsidiary of Allied World Bermuda (Allied World Assurance Holdings (Ireland) Ltd). This transfer was effected through a series of transactions involving various intermediate entities within the Allied World Group.
- Allied World Assurance Company Holdings, GmbH, a Swiss-domiciled company that served as one of the principal holding companies of the Allied World Group, continued to Bermuda and became a Bermuda company. In connection with this continuation, Allied World Assurance Company Holdings, GmbH changed its name to “Allied World Assurance Company Holdings, Ltd” (hereinafter referred to as “AWACH Bermuda”).
- To facilitate the name change referenced above, an existing Allied World entity by the name of “Allied World Assurance Company Holdings, Ltd” changed its name to “Allied World Assurance Company Holdings I, Ltd”. This entity is a Bermuda holding company that is wholly-owned by AWACH Bermuda and was, and continues to be, the 100% direct parent entity of Allied World Bermuda.
- Fairfax Financial Holdings (Switzerland) GmbH, a Swiss-domiciled company and the 100% direct parent entity of Allied World Assurance Company Holdings, GmbH, continued to Bermuda and became a Bermuda company. In connection with this continuation, Fairfax Financial Holdings (Switzerland) GmbH changed its name to “Fairfax Financial Holdings (Bermuda), Ltd” (hereinafter referred to as “FFH (Bermuda)”).

- On July 10, 2019, FFH (Bermuda) effected a merger with AWACH Bermuda under Bermuda law pursuant to which FFH (Bermuda) became the surviving entity and assumed all of the assets and liabilities of AWACH Bermuda (the “Merger”). In connection with the Merger, the surviving entity assumed AWACH Bermuda’s name – *i.e.*, “Allied World Assurance Company Holdings, Ltd”. The surviving entity is hereinafter referred to as “Holdings”.

The foregoing transactions are collectively referred to herein as the “Restructuring Transactions”. The Merger was the final step in the Restructuring Transactions.

The Restructuring Transactions did not involve a change in control of the Allied World Group or otherwise materially affect the operations of Allied World Bermuda, Holdings or the Allied World Group. The Restructuring Transactions were effected in order to streamline the corporate organizational structure of the Allied World Group and achieve operational efficiencies.

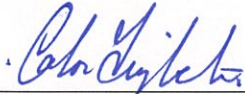
2. Group Structure

Please refer to the Organizational Chart attached as Exhibit A hereto, which shows the corporate organizational structure of the Allied World Group as currently in effect (*i.e.*, after giving effect to the Restructuring Transactions).

Declaration on Significant Event Report

We declare that to the best of our knowledge and belief, as of July 24, 2019, this Significant Event Report fairly represents the financial condition of Allied World Bermuda in all material respects.

ALLIED WORLD ASSURANCE COMPANY, LTD



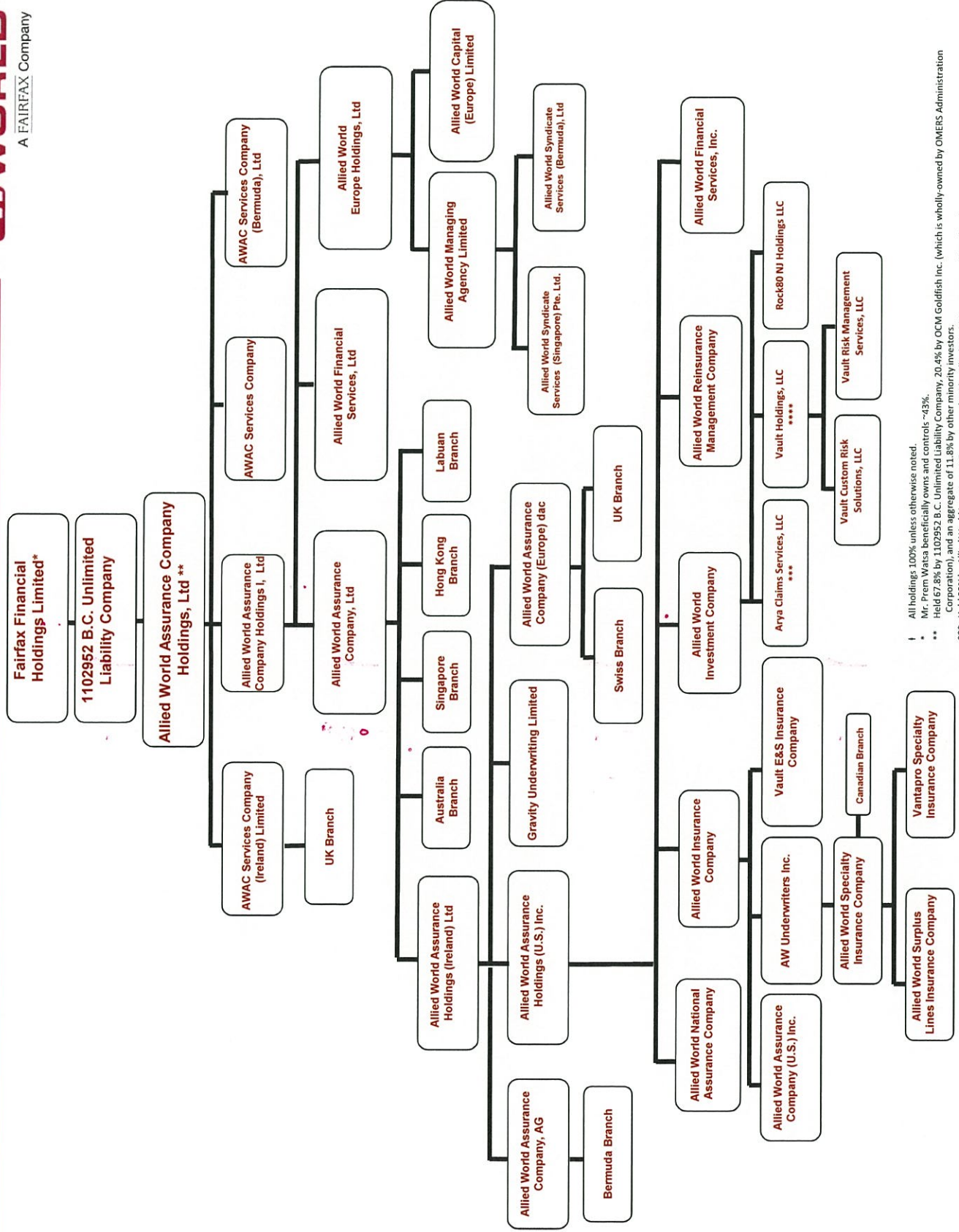
Colm Singleton
Head of Bermuda Office



Johann Hunter
Vice President, Bermuda Controller

Exhibit A
Organizational Chart

Organizational Chart[†] (as of July 24, 2019)



† All holdings 100% unless otherwise noted.
 * Mr. Prem Watsa beneficially owns and controls ~43%.
 ** Held 67.8% by 1102952 B.C. Unlimited Liability Company, 20.4% by OCM Goldfish Inc. (which is wholly-owned by OMERS Administration Corporation), and an aggregate of 11.8% by other minority investors.
 *** Held 99% by Allied World Investment Company and 1% by Allied World Assurance Holdings (U.S.) Inc.
 **** Held 77% by Allied World Investment Company, 7.5% by HS Vault LLC and 15.6% by other minority holders.