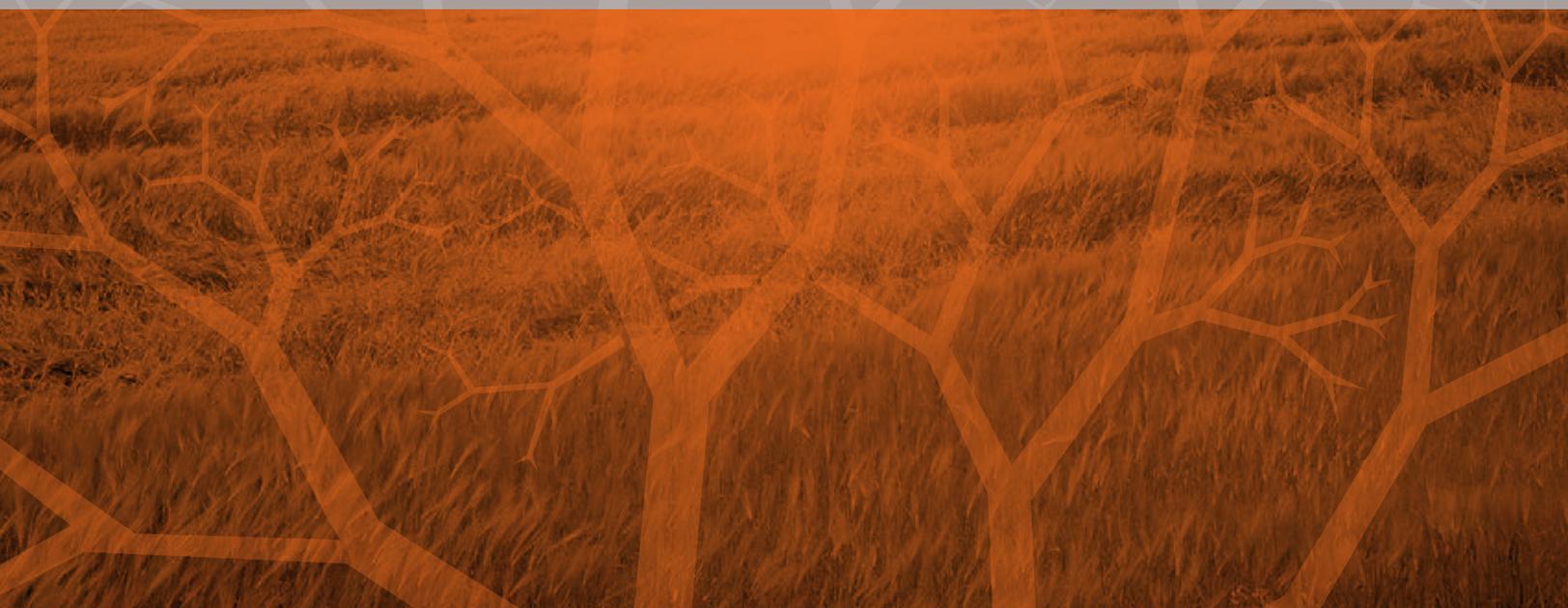


INVESTMENT
|
OPPORTUNITY



Dear Friends & Investors,

The global financial crisis is creating serious dislocation across all asset classes.

Investors today, are craving investment opportunities that are genuinely uncorrelated to financial markets, so they are protected when everything falls at the same time.

I would like to bring to your attention Insurance-Linked Securities (“ILS”), an alternative asset class that is experiencing huge growth and it is attracting a rising universe of institutional investors, due to its low correlation to financial markets. ILS enables re/insurance companies to transfer natural catastrophe and other risks to capital markets, while providing investors with an attractive income stream and diversification of assets.

It is our aspiration to help investors understand why ILS, this relatively unknown asset class should be part of any investment portfolio.

We founded Sequant Re, a Bermuda-based Premier Boutique Reinsurance company to bring ILS to Family Offices, HNW individuals and the investment community at large. Our ambition is to become your trusted ILS adviser.

I hope you will find this brochure informative and helpful in understanding the power of re/insurance as an investment strategy and how a small investment in ILS can deliver significant value to you over time.

Thank you for sharing your time with us.

A handwritten signature in black ink, appearing to read "Guy Cloutier".

Guy Cloutier

Founder & CEO, Sequant Re
Investor, Entrepreneur & Reinsurance Veteran

The Birth of Reinsurance as an Investment Strategy



1 Policyholders

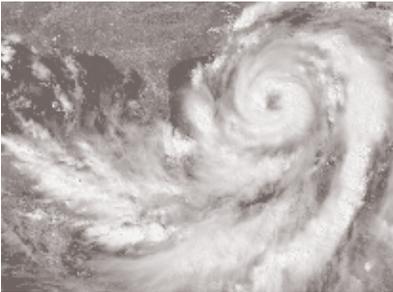
This is a city by the water where property owners are vulnerable to natural disasters, such as hurricanes and storm surges. While the probability of a natural disaster occurring is low, when it occurs, it can be extremely destructive. In order to protect themselves from the distractions caused by natural disasters, the property owners purchase an insurance policy.

2 Insurance Companies

Insurance companies would like to offer protection against a natural disaster to each of these property owners in exchange for a premium. However they are not always able to do so because there is an aggregation of risk: ie if a hurricane strikes there is a high likelihood that all these properties could be damaged and hence the insurer may not have the money to pay all the claims.

3 Reinsurance Companies

Most insurance companies manage this business by retaining a certain amount of the overall exposure and reinsuring the balance through a reinsurance company. They buy reinsurance as a means of transferring and managing risk. Insurance companies pay a reinsurance premium. In return, the reinsurance company will step in and pay a share of the claims in the event a natural disaster occurs.



4 Reinsurance Facts

In 1992, Hurricane Andrew hit Florida and Louisiana. At the time, Andrew was the most costly disaster in history to hit the USA. Even though insurance companies were reinsured, the loss put pressure on both insurance and reinsurance companies. Eleven insurance companies filed for bankruptcy and several others only just survived. Worst off were policyholders, who faced escalating insurance premiums as re/insurers became more reluctant to provide insurance in Florida and withdrew their capacity.

5 Capital Market

There was a significant need to source more capital to transfer the risk of natural disasters. The solution was to turn to the capital market, which is many times larger than the insurance and reinsurance industry.

6 Investment Opportunity

Inspired by this strong unmet demand for capital, investment banks turned their considerable resources to converting re/insurance risks into a new asset class.



Insurance-Linked Securities (ILS) was born as a new, specialist asset class to transfer insurance and reinsurance risks to capital markets

ILS: An Asset Class of its own

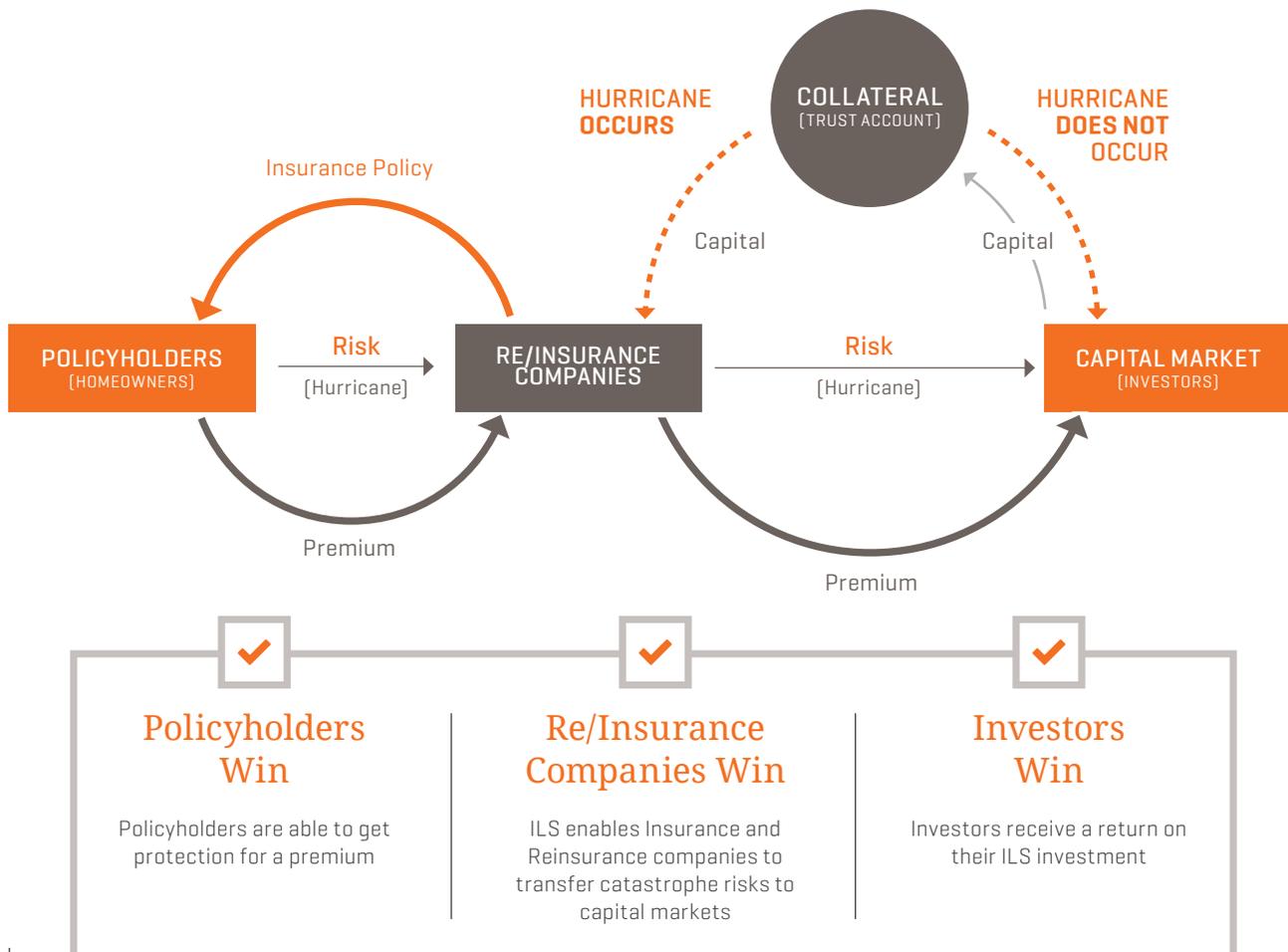
To offer protection against natural disasters, re/insurance companies can access capital from investors by issuing an insurance-linked security, an investment instrument similar to a bond

Similar to the coupon received by a bondholder, the ILS investor receives a premium in return for pledging capital to back up the protection provided by insurers and reinsurers

At the end of the insured period, if the insured event [hurricane, earthquake, flood, etc.] did not occur, the capital is returned to the investor. The investor also receives the premium as a return on his investment

If the event occurs, the investor may lose some or all of his capital. However with proper diversification, the possible loss of capital can be mitigated

ACCESSING REINSURANCE RISK VIA INSURANCE-LINKED SECURITIES (ILS)



Main ILS Structures

As the asset class evolved, various ILS structures have been introduced to transfer reinsurance risks to capital markets

CATASTROPHE BONDS [CAT BONDS]

- Cat Bonds are the most established and liquid ILS structure
- In exchange for a running coupon, an investor takes the risk that a catastrophe event occurs in a defined “risk period” and that the losses associated with the catastrophe exceed a stated threshold
- If no catastrophe occurs during the life of the bond (generally 1-5 years) or losses do not exceed the threshold, the investor receives the running coupon and full principal at maturity
- If a catastrophe event does occur, however, and losses exceed the threshold, a cat bond investor could suffer loss of coupon and principal
- The minimum amount of capital to effectively deploy in a portfolio of cat bonds is very high, outpricing many investors
- Cat bonds are generally expensive to execute and have elaborate structures, which explains the large size of individual offerings ranging from \$100 to \$300 million or more

INDUSTRY LOSS WARRANTIES [ILWs]

- ILWs are another ILS structure used to transfer the risk of peak events from the re/insurance company to capital markets
- The distinguishing characteristic of ILWs is the use of an industry loss index [PCS, PERILS, SIGMA]. That is, the payout or investment outcome is dependent on loss suffered by all insurers in connection with a catastrophe event and not just the loss of a specific counterparty
- ILWs are seen as a very efficient way for capital markets to invest in ILS because there is no exchange of information [being index based], settlement is quick, prices are transparent and the offerings have become standardised
- ILWs are not burdened by the high transaction costs we see in other ILS structures
- A typical ILW has a duration of up to 12 months. Many ILWs covering Florida wind events have a 6 month duration, usually attaching at June 1 and expiring no later than December 31
- Minimum limit is usually \$5 million

ILS

COLLATERALISED REINSURANCE [CRe]

- Privately structured reinsurance contracts where the entire limit of the reinsurer’s obligation is covered by third-party investors’ capital
- Technically CRe does not differ from traditional reinsurance except that collateral is provided upfront and is used to insure a portfolio of specific insurance policies against losses caused by predefined peril[s]
- CRe is written through a regulated reinsurance vehicle acting as the risk transformer for the capital provider [investor]
- The duration of the CRe contracts are normally one year and they offer lots of flexibility in terms of underlying insurance risks resulting in broader diversification than cat bonds
- CRe also offer higher spreads than cat bonds, making the structure appealing to investors
- Profound underwriting expertise is required to understand the associated insurance risk[s] that are being collateralised
- Collateralised reinsurance is taking center stage and it is Sequant Re’s area of expertise

SIDECARS

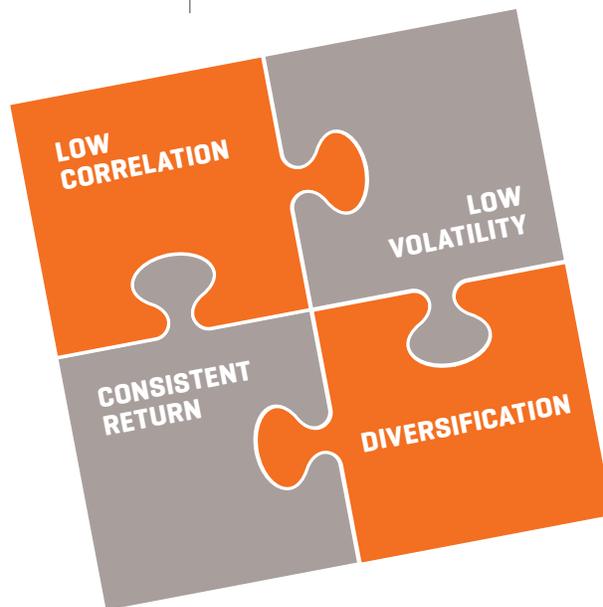
- This ILS structure is usually sponsored by reinsurance companies who choose to raise third-party capital in order to write more policies
- Investors partner with the sponsoring reinsurer in an ongoing portfolio business based on defined guidelines
- Sidecars behave more like an equity instrument, offering investors higher or lower investment returns, depending on the claims of the sponsor
- Investors seem to be skeptical towards this ILS structure due to a potential conflict of interest and limited insight into the actual business written
- Sidecars have very limited liquidity and an elevated fee structure

Benefits of ILS

The global financial crisis is creating serious dislocation across all investment strategies. Investors are seeking meaningful direction and sound investment opportunities that are uncorrelated to financial markets

They are turning to alternative asset classes as they recognise the limitations of traditional investment strategies (equities and fixed income)

ILS is experiencing strong growth and is attracting a rising universe of institutional investors who are enjoying the excess returns and the benefits of diversification, low volatility and low correlation to financial markets that reinsurance as an asset class offers



“The convergence of re/insurance and capital markets has been a remarkable development. ILS protect livelihoods, businesses and economies while, providing an attractive investment opportunity with low correlation to traditional asset classes. It is our goal to increase the awareness of ILS and its benefits and help investment communities understand the strategy, so they can make informed decisions”

Lola Myshketa, EVP, Business Development & Investor Relations, Sequant Re

Low Correlation

“How do you find assets that are genuinely uncorrelated and protect investors from everything falling at the same time?”

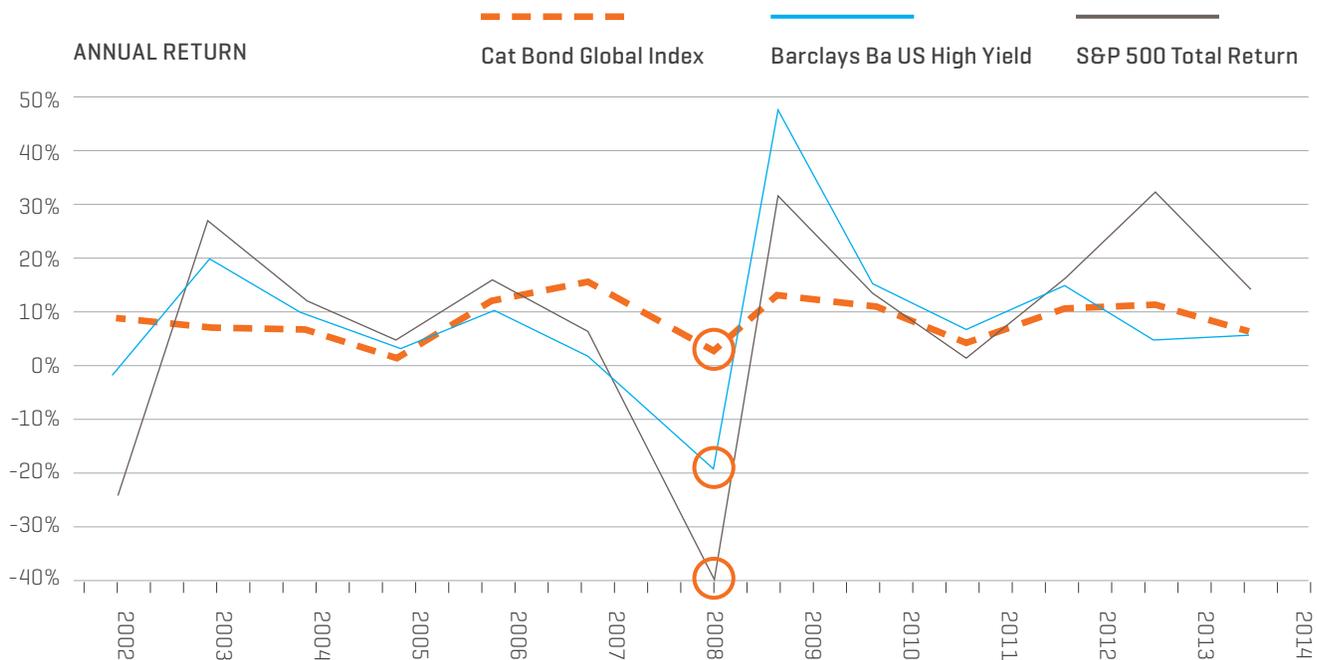
Adrian Lowcock, Head of Investing, AXA Wealth

Neither the general state of the economy, nor the behaviour of financial market investors, can influence the occurrence of a natural disaster

Vice versa. A massive insurance event may impact the global economy, but it is unlikely to be significant or long term. Even Hurricanes Katrina, Rita and Wilma in 2005, which collectively caused nearly \$60 billion in insured losses that year, had minimal stock market impact

Low correlation to other asset classes and financial markets is one of the key benefits ILS has to offer

Catastrophe bond index total returns over time vs benchmarks



Low Volatility

ILS portfolios may experience short-term return volatility due to specific loss events

However historical data shows volatility is not as severe as in other asset classes

The end result has been a much lower maximum drawdown compared to those of equities and corporate bonds

[03/2003 to 12/2014]	Insurance-linked investments	Government bonds	Corporate bonds	Equities
Return p.a.	8.5%	4.3%	5.8%	9.2%
Volatility p.a.	3.0%	2.9%	6.1%	13.4%
Max. drawdown	-3.9%	-3.3%	-15.2%	-50.4

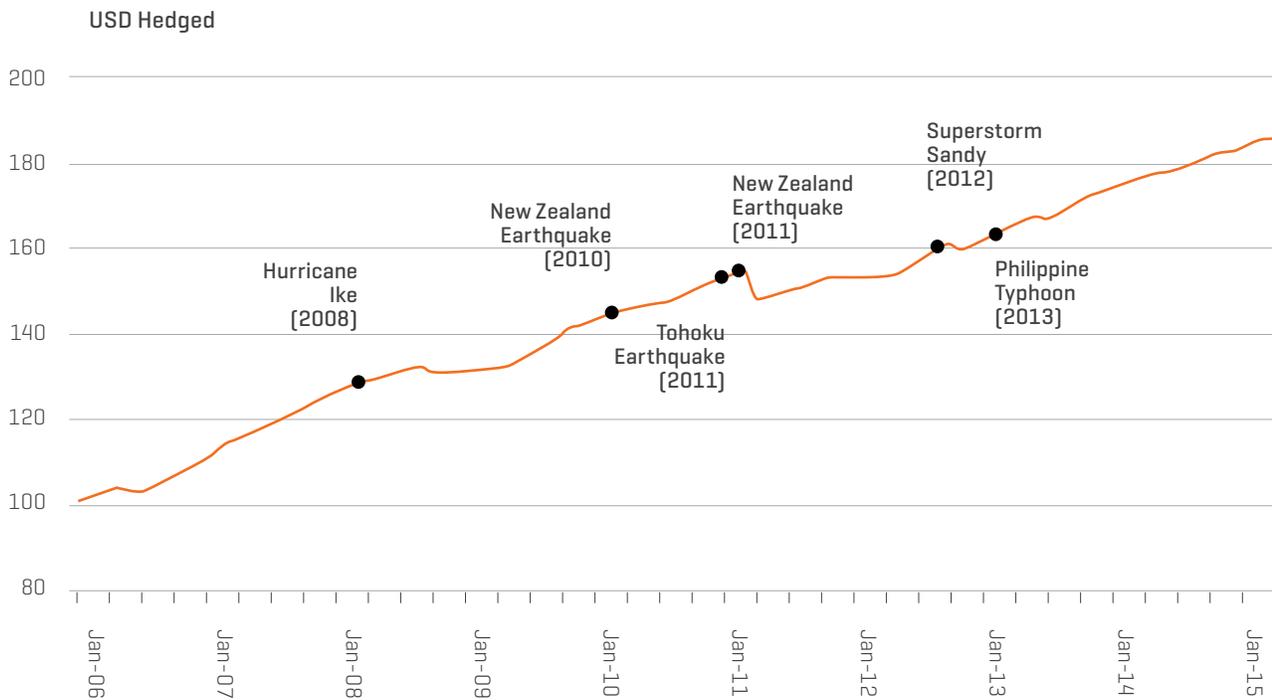
Source: Datastream, LGT Capital Partners

Consistent Returns

The catastrophe bond market has averaged a very impressive 8.33% on a compound annual growth rate basis since 2002, according to the Swiss Re Global Cat Bond Total Return Index.

Even though reinsurance premiums are currently depressed (because of the absence of large natural disasters since 2011) the asset class continues to deliver a positive return that is higher than most fixed income assets, while also offering the additional benefits of low volatility and low correlation to financial markets

Source: Swiss Re Capital Markets as of Dec 31st, 2014



Source: The Eurekahedge ILS Advisers Index tracks the performance of participating Insurance Linked Investment funds. It is the first benchmark that allows a comparison between different insurance-linked securities fund managers in the insurance-linked securities, reinsurance and catastrophe bond investment space. The index includes funds that allocate at least 70% of their assets to non-life risk.

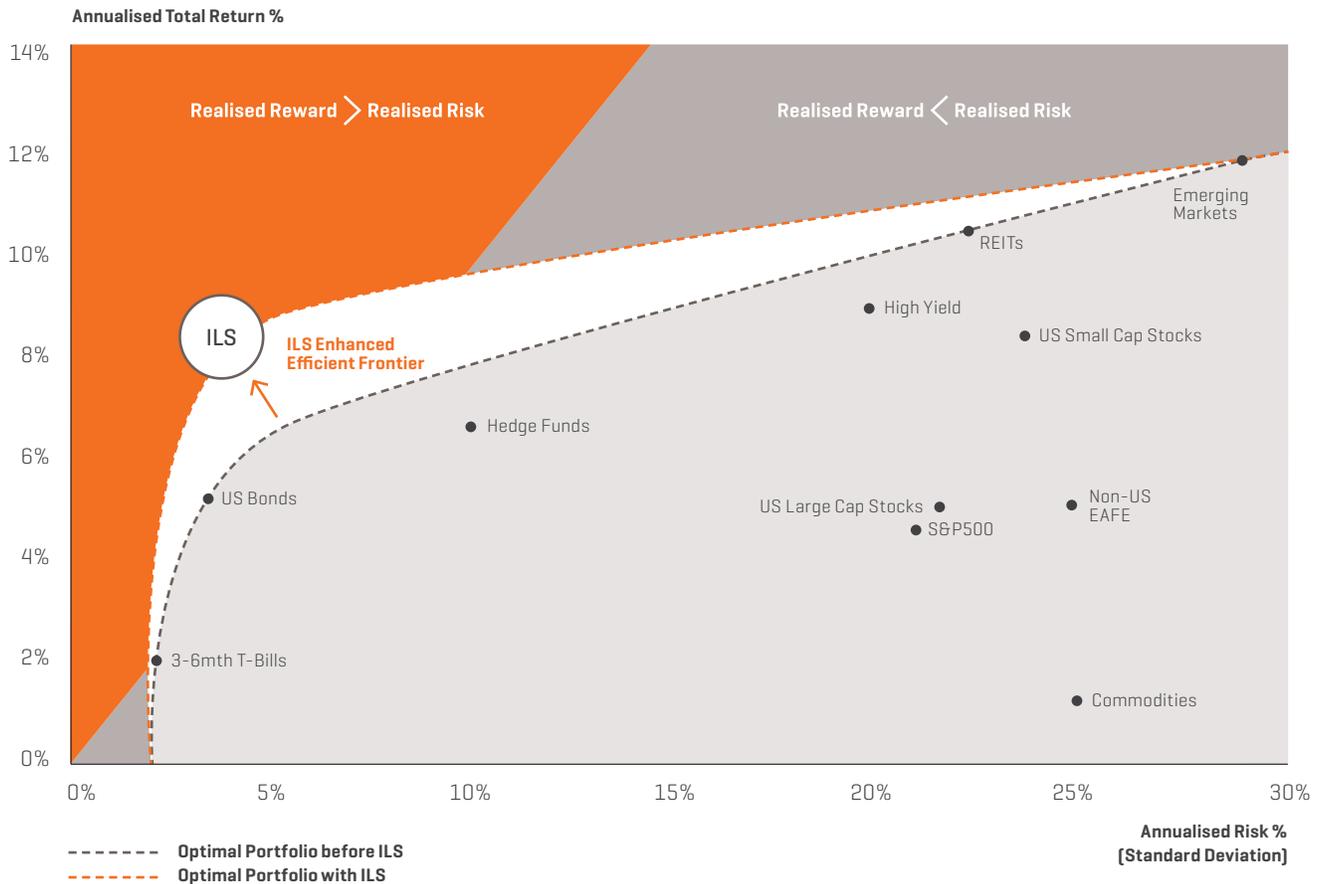
Diversification

Optimal portfolio theory shows how ILS can deliver significant value to investors over time

Different combinations of securities produce different levels of return. Optimal investment portfolios should lie on the curve known as the "Efficient Frontier"

Each point on the curve represents an optimal combination of securities that maximises the return on the investment for any given level of risk [standard deviation]

As per the chart below, the portfolios that include an investment in ILS are superior to the portfolios without ILS, because they offer the highest expected return for a defined level of risk



Source: Bloomberg, February 7, 2014

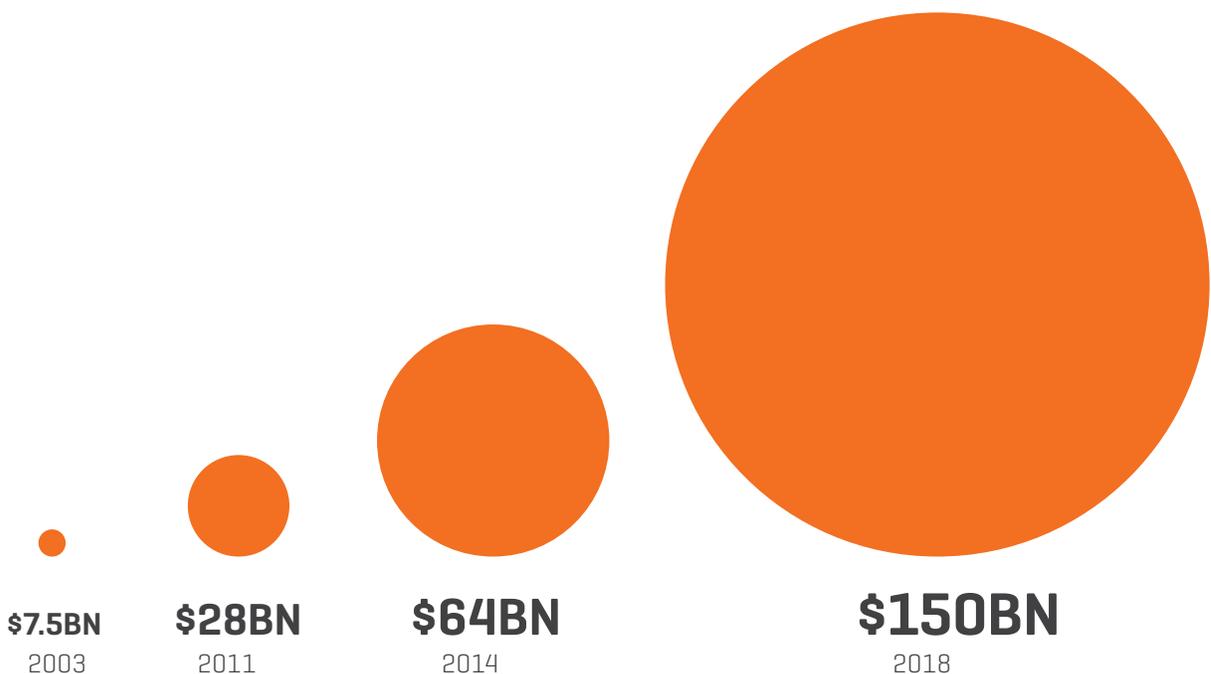
ILS: An Asset Class with Huge Growth Potential

“... The gap between economic and insured losses remains large and natural disasters continue to place a significant burden on the public sector, uninsured individuals and businesses” Swiss Re

The global need for risk transfer solutions is enormous due to increased urbanisation and wealth, climate change and greater complexity of the economic environment

Capital markets have a large untapped supply of capital looking for diversification, low volatility and low correlation to financial markets

As investor demand for the ILS asset class has risen, the market has steadily expanded. The chart below speaks to the growth potential of this investment opportunity



Source: Aon Benfield

“In the near future ILS will become a mainstream asset class for institutional and retail investors alike” Guy Cloutier, Founder & Chief Executive Officer, Sequant Re

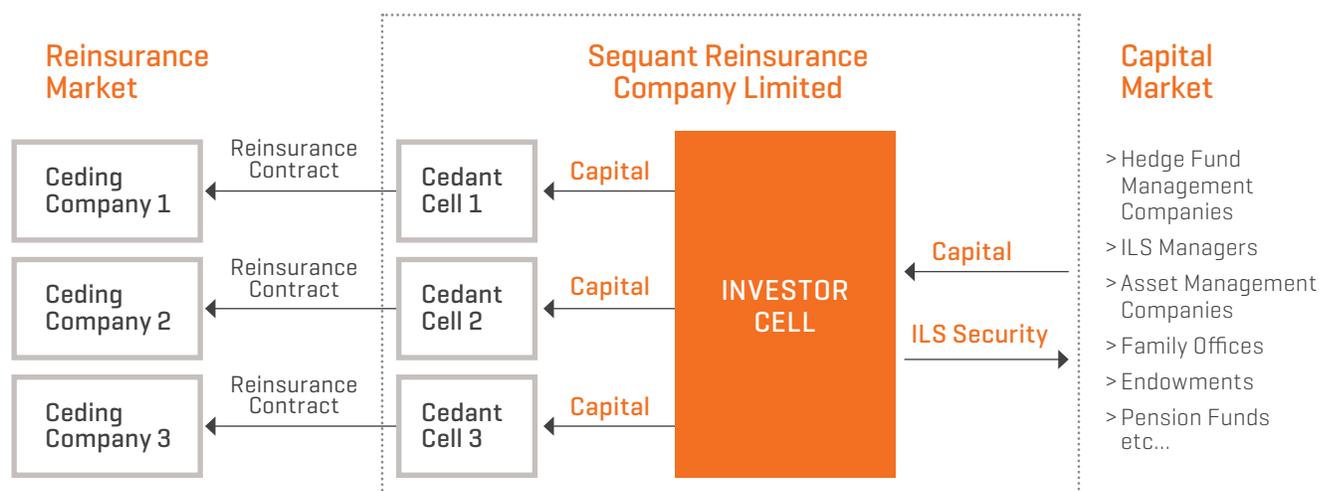
Investor has a Voice

The investor is at the centre of Sequant Re’s business model. Based on this key fundamental, the ILS portfolios we put together are fully customised and driven by the investment objectives of our clients

Sequant Re will only source and write the reinsurance transactions that meet the risk/return mandate of our clients. This approach is very different from traditional funds, where investors have no choice but to subscribe to the funds’ investment policies

Most importantly it allows us to achieve a high degree of transparency with each transaction being disclosed

Each individual Sequant Re ILS portfolio investor receives his own segregated account (also known as an Investor Cell), which is separate and distinct from all other Investor Cells, regardless of its size



- ✓ The investor provides capital by purchasing an ILS issued by the Investor Cell
- ✓ The Investor Cell provides the capital to fund the collateral of a number of Cedant Cells (engaged exclusively in reinsurance transactions)
- ✓ The Investor Cell funds only the transactions in which it wishes to participate (based on its risk and return appetite)
- ✓ The capital along with the premium is returned to the Investor Cell upon the expiry of the reinsurance agreement, net of expenses and losses, if any, paid by the Cedant Cell
- ✓ At the maturity of each re/insurance transaction, the investor has the option to withdraw the capital along with the premium, or roll it over to a new ILS portfolio

Protection through Diversification

By their very nature, re/insurance transactions are unpredictable. They may be modelled and estimated using historical and other data, but the actual ultimate outcome is uncertain. A diversified ILS portfolio approach is essential to reduce volatility and protect the investor from potential capital loss

At present, the minimum capital to achieve diversification is considerable, meaning to date this has only been achievable by large institutional investors

Sequant Re’s innovative platform of risk transformation enables investors of all sizes to access ILS in a diversified manner, thereby levelling the playing field. This is a significant change from what is currently being offered in the ILS market

When building an ILS portfolio, Sequant Re is looking to source, price, model and underwrite a variety of re/insurance contracts that are diversified by product type, regions, perils and attachment point

Sequant Re uses sophisticated risk modelling and risk management techniques to measure the risk in each transaction and only selects transactions we believe will enhance the overall return of the portfolio and mitigate the volatility

SEQUANT RE ILS PORTFOLIO

Diversification by Perils + Diversification by Geographic Location + Diversification by Structures



“You may lose a brick but the wall will not fall down. Protecting investor’s capital through proper diversification is of paramount importance to us.” Vic Baillargeon, Chief Underwriting Officer, Sequant Re

Capital on Demand



Sequant Re does not sit on investors' capital. Once we meet with and fully understand our clients' investment objectives and risk/return appetite we take action, reaching out to reinsurance market participants to source the transactions that will match our clients' profile



We have built a significant brokerage network that allows us to access and source a wide range of reinsurance transactions that suit the investment objectives of our clients



We then harness our structuring and risk modelling capabilities to create bespoke and fully customised ILS portfolios that not only meet our clients' expectations but ideally outperform the market for the same level of risk

“Investors are looking for sound investment solutions rather than investment products. It is our aspiration to become your trusted ILS adviser” Lola Myshketa, EVP, Business Development & Investor Relations, Sequant Re

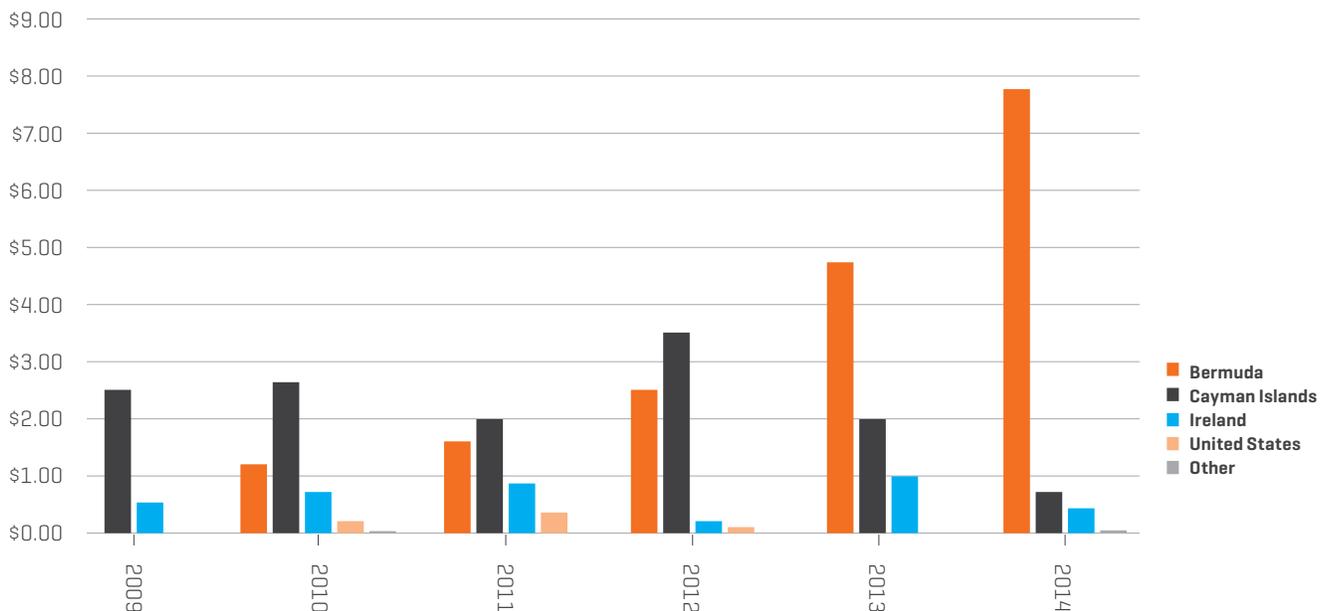
Bermuda's Leadership Position in ILS

Bermuda has been a dominant force in the Insurance-Linked Securities space for many years now, becoming the defacto home for domiciling of cat bond and ILS issuing vehicles

2014 saw Bermuda strengthen its position as the leading jurisdiction within the ILS market. This is both in terms of the number of deals issued and total issuance volume

At the end of June 2015, the Bermuda Stock Exchange (BSX) saw total volume of ILS listings, on the exchange surpass \$17 billion

ILS Issuance Deal Volume by Jurisdiction
(in US\$ billion)



Source: Bermuda Monetary Authority
Bermuda Insurance-Linked Securities (ILS) Market Report
Q2 2014 (VOL 2, No. 4) March 2015

“ILS is an exciting, developing asset class with a solid future ahead. The BSX looks forward to its continued work with this industry segment to help further develop the ILS asset class and to fortify Bermuda’s position as the centre of excellence for the creation, support and listing of ILS vehicles.” Greg Wojciechowski, CEO, Bermuda Stock Exchange (“BSX”)

The Sequant Team

Sequant Re is run by a team of highly-respected individuals who bring unique talent, decades of expertise and success stories to their respective roles



Guy Cloutier
Founder & Chief Executive Officer



Lola Myshketa
Executive Vice President
Business Development
& Investor Relations

- Executive leader and successful entrepreneur with 40 years in the insurance and reinsurance business, including 14 years in Bermuda
- Extensive experience in various stages of enterprise growth, development, reorganisation and transition, brand integration and leadership
- Outstanding track record as an innovator and entrepreneur with several successful start-ups including Canadian Direct Insurance Inc, a federally-licensed insurance company and the first direct writer in Western Canada
- Qualified actuary [FCAS] with an extensive technical background in modelling, structuring and underwriting and a proven track record in accelerating growth and increasing profitability
- A recognised reinsurance veteran with a broad network of relationships in the industry
- A dynamic and highly accomplished executive with 19 years of successful international experience in investment management and capital markets
- Proven track record in raising capital for various alternative investment strategies as well as designing and successfully executing the rollout of new products and opening new markets
- Led the start-up and the development of the Asset Management offering for the Bermuda Commercial Bank
- Impeccable track record in building and managing rewarding long-term relationships with institutional and retail investors
- Expert at strategy, product and business development, investment management, relationship management and sales leadership



Victor Baillargeon
Chief Underwriting Officer

- Seasoned practitioner and respected leader within the global reinsurance community with 35 years of profitable underwriting experience
- 10 years in Bermuda as Head of Structured Reinsurance for Aspen Insurance Ltd with combined gross premiums written over \$600 million
- Instrumental in driving the strategic direction of several structured risk operations while continually sourcing new and diverse opportunities
- Solid knowledge and proven track record in writing casualty and specialty lines in addition to property catastrophe risks with superior and consistent underwriting results
- A proven track record in structuring and managing the assets of substantial reinsurance portfolios

We are a seasoned team of professionals within the capital markets and global reinsurance industry.

Collectively we have close to 100 years of experience in sourcing, pricing, underwriting and modelling a wide variety of risks in all lines of business. We have established an outstanding reputation in building trusting and enduring investor relationships.

Our Core Values

Expertise

Knowledge, skills, experience, talent at being the best in what we do, is what sustains Sequant Re. We pride ourselves on building and sharing expertise in order to create success for our clients.

Efficiency

Change is the only certainty in life. We embrace change with enthusiasm and are consistently thinking of creative ways to become efficient without sacrificing the quality. We believe in hard work and putting in the extra effort to deliver innovative products and services that are time and cost efficient for our clients.

Flexibility

The work we do is highly technical and changes rapidly. “The way it’s always been done” will not be sufficient to succeed in the current market landscape. Clients are looking for customised solutions and added value rather than just a product or a service. Flexibility and ability to not only meet but exceed customers’ expectations is the only way forward.

Transparency

Transparency breeds trust and trust is the foundation of a great business. We readily and openly provide information. We proactively communicate with our customers and service providers and we make clear the rationale for our recommendations.

Excellence

We believe excellence is the cornerstone to customer satisfaction. We take great pride in the quality of our work and are determined to achieve excellence in everything we do. We champion your cause and strive to be recognised for the outstanding experience every client deserves.

Our Service Providers

AIR WORLDWIDE	Catastrophe Modelling	www.air-worldwide.com
APEX FUND SERVICES LTD	Registrar, Transfer & Paying Agent	www.apexfundservices.com
APPLEBY (BERMUDA) LIMITED	Bermuda Legal Counsel	www.applebyglobal.com
CCS GROUP LIMITED	IT Support	www.ccs.bm
COSMIC LTD	Design and Web Management	www.cosmic.bm
DYNA MANAGEMENT SERVICES LTD	Insurance Manager & Principal Representative	www.dyna.bm
HELEN YATES MEDIA	Corporate Editor	uk.linkedin.com/in/helenyatesmedia
HSBC BANK USA, NATIONAL ASSOCIATION	Trustee	www.hsbc.com
KPMG	Auditor, Tax Advisor	www.kpmg.com
OYSTER CONSULTING	Compliance	www.oyster.bm
QUOVADIS	Secure IT Infrastructure	www.quovadisglobal.bm
RISK MANAGEMENT SOLUTIONS	Catastrophe Modelling	www.rms.com
SIDLEY AUSTIN LLP	U.S. Legal Counsel	www.sidley.com
ULTIMATE RISK SOLUTIONS	Portfolio Management Platform	www.ultirisk.com
WAKEFIELD QUIN LIMITED	Corporate Legal Counsel	www.wq.bm

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This investor presentation shall not constitute an offer to sell or the solicitation of an offer to buy non-voting redeemable preference shares (the "Shares") linked to segregated accounts created by Sequant Reinsurance Company Limited (the "Company") (each, an "Investor Cell" and collectively, the "Investor Cells") contemplated to be issued by the Company, which may only be made by, and will be subject to the terms of, a disclosure booklet which may be provided to you on request (the "Disclosure Booklet"); nor shall there be any offer to sell or solicitation of an offer to buy the Shares in any jurisdiction or to any person in which or to whom it is unlawful to make such an offer or sale. In particular, no invitation may be made to the public in Bermuda to subscribe for the Shares. All material contained herein is for preliminary discussion purposes only. All terms and conditions are subject to further discussion and negotiations. The Company makes no representation and has given you no advice concerning the appropriate regulatory treatment, accounting treatment or possible tax consequences of any indicative transaction. The information set forth herein is qualified in its entirety by the information in the Disclosure Booklet, the terms of which will supersede the information contained herein in its entirety, and any other documents provided (or to be provided) to you. All terms and conditions of any proposed transaction are subject to execution of definitive documents. In the event of any conflict between the information contained herein and the terms of the Disclosure Booklet or the definitive documents, the Disclosure Booklet and the definitive documents will control. Since the information herein constitutes a preliminary introduction to the Company, prospective investors must review the Disclosure Booklet and carefully consider all of the terms and provisions of the definitive documents. Prospective investors should consult their own legal, tax, regulatory, accounting and investment advisers as such prospective investor,

in its sole discretion, deems necessary or appropriate in connection with the transactions contemplated herein prior to making an investment decision. The Company is not acting as your advisor, fiduciary or agent in any capacity. [This investor presentation and the information contained herein are highly confidential and have been prepared by the Company solely for use in connection with the offering of the Shares in accordance with the Disclosure Booklet, which is being conducted in compliance with an exemption under Section 4(a) (2) of the U.S. Securities Act of 1933, as amended (the "Securities Act"), and regulations promulgated thereunder and applicable U.S. state securities laws exemptions for an offer and sale of securities that does not involve a public offering. The Shares have not been registered under the Securities Act or any U.S. state securities laws and may not be offered or sold except in transactions exempt from, or not subject to, the registration requirements of the Securities Act and applicable U.S. state securities laws, unless registered under the Securities Act and applicable U.S. state securities laws. The Shares are subject to restrictions on transferability and resale, and may not be transferred or resold except as permitted under applicable securities laws, pursuant to registration or exemption thereunder. To be eligible to subscribe for a Share, a prospective investor (i) must be an "accredited investor", as such term is defined under Rule 501(a) of Regulation D under the Securities Act, and, in the case of a "U.S. Person", as such term is defined in Rule 902(k) under the Securities Act, a "qualified purchaser", as such term is defined in Section 2(a) (51) of the United States Investment Company Act of 1940, as amended, and (ii) must meet any requirements applicable to such investor in connection with the proposed transaction under the laws of such investor's jurisdiction. The Disclosure Booklet does not comply in important respects with the rules of the U.S. Securities and Exchange Commission (the "SEC") that would apply

to an offering document relating to a public offering of securities.] The information contained herein includes illustrations, estimates and projections and involves significant elements of subjective judgment, assumptions and analysis. Any views or opinions (including illustrations, estimates, statements or forecasts) constitute our judgment as of the date indicated and are subject to change without notice. No representation is made as to the accuracy of such illustrations, estimates or projections or that all assumptions relating to them have been considered or stated or that such projections or returns will be realized. The returns or performance results may be lower than estimated herein. Note that past performance is not indicative of future results. The information contained herein does not purport to contain all of the information that may be required to evaluate the Shares, and you are encouraged to conduct independent analysis of the data referred to herein. The Company does not undertake to update this investor presentation. This investor presentation and the information contained herein are being shared with you for the exclusive purpose of allowing you to evaluate your interest in the potential offering of the Shares and may not be reproduced in whole or in part without the Company's prior written consent. Redistribution of this document and/or any potential transaction in certain jurisdictions or to certain investors may be prohibited by law. No representation is given to any investor regarding the legality of an investment. This brief statement does not purport to describe all of the risks associated with the Shares. The ownership of Shares is a speculative investment that involves a high degree of risk. There can be no assurances that you will not incur substantial or total losses on your investment in an Investor Cell. Prospective investors should review carefully the disclaimers and "Risk Factors" in the Disclosure Booklet.



Innovation does not necessarily mean offering something people have not seen before.
Very often, it means offering a different experience to each client.

Guy Cloutier (Founder of Sequant Re)



A PREMIER **BOUTIQUE** REINSURER

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