



PRESIDIO

Press Release

PRESIDIO REINSURANCE GROUP ACQUIRES VESPASIAN MANAGEMENT LTD

SAN FRANCISCO, CA, May 6, 2008 - Presidio Reinsurance Group, Inc. (Presidio Re) is pleased to announce the acquisition of Vespasian Management, Ltd. (Vespasian), of London, UK. Vespasian provides accident and health reinsurance solutions and products to support insurance companies, employers, affinity groups and financial institutions worldwide. The transaction was completed last week. Vespasian will be renamed Presidio Reinsurance Management, Ltd. Presidio Reinsurance Group is the parent company of Presidio Excess Insurance Services, Inc.

Dennis Heinzig, President and CEO of Presidio Re said, "In 1999 we opened our first office in London with this same team which later became Vespasian. Now we are pleased to welcome them back into the group. Under Craig Tyrell's leadership as its Managing Director and our combined effort within the group, we will comprehensively expand our international accident and health programs and build on the success we have had together in the past."

Craig Tyrell, Managing Director of Vespasian stated, "We are delighted to become part of Presidio Re. Their vision for international accident and health insurance and reinsurance is exciting, progressive and complements our current lines of business wonderfully. As part of Presidio Re, we will now be able to broaden our accident and health business, expand our underwriting operation, and enhance service for the benefit of our brokers and clients."



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About Presidio Re

Presidio Re is a market leader providing accident and health insurance and reinsurance products and services addressing the opportunities and challenges experienced by insurance companies, HMOs, managed care organizations, healthcare systems, hospitals, medical groups and employers. Since 1994, Presidio Re has provided management solutions for clients assuming all forms of medical risk exposures. Presidio Re writes over \$150 million of medical reinsurance in North America. The company has offices in San Francisco, Minneapolis and Kansas City, and has clients throughout North America. For more information about Presidio Re, please visit www.pxis.com.

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About Vespasian

Vespasian Management Ltd provides accident and health reinsurance solutions and products to support companies worldwide. Clients include insurance companies, employers, affinity groups and financial institutions. Vespasian focuses on a range of accident and health reinsurance coverages including catastrophe PA, general PA programs, key man, credit card, sports, passive war and terrorism, excess of loss medical reinsurance and certain proportional medical contracts. Vespasian has offices in London, UK and New York, NY. For more information about Vespasian, please visit www.vespasiangroup.com.

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