

Lancashire Holdings Limited

11 May 2007

Holding(s) in Company

Lancashire Holdings Limited (the "Company") was advised on 10 May 2007 that Steadfast Financial LLC has a notifiable interest in 6,056,035 of the Company's issued common shares of \$0.50 each. The shares are held by the following registered holders:

Steadfast Capital, L.P.	990,321
American Steadfast, L.P.	2,002,444
Steadfast International Ltd.	3,063,270

The combined holding represents 3.1% of the Company's total issued share capital.

For further information, please contact:

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About Lancashire

Lancashire, through its UK and Bermuda-based insurance subsidiaries, is a global provider of specialty insurance products. Its insurance subsidiaries carry the Lancashire group rating of A minus (Excellent) from A.M. Best with a stable outlook. Lancashire has capital in excess of US\$1 billion and its common shares trade on AIM under the ticker symbol LRE. Lancashire is headquartered at Mintflower Place, 8 Par-La-Ville Road, Hamilton HM 08, Bermuda. The mailing address is Lancashire Holdings Limited, P.O. Box HM 2358, Hamilton HM HX, Bermuda. For more information on Lancashire, visit the Company's website at www.lancashiregroup.com.