

Lancashire Holdings Limited

28 June 2007

HOLDING IN COMPANY

Lancashire Holdings Limited (the "Company") was advised on 15 May 2007 that Blackrock Investment Management (UK) Limited has a notifiable interest of 4.83% in the Company's common shares of US\$ 0.50 each ("Common Shares"). The shares are held on behalf of a number of funds. The total number of Common Shares held is 9,455,495.

For further information, please contact:

Lancashire Holdings +1 441 278 8950
Greg Lunn

Financial Dynamics +44 20 7269 7114
Rob Bailhache
Nick Henderson

www.lancashiregroup.com

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.