

SeaBright Fourth Quarter Statutory Financial Information

March 2, 2011

SeaBright Holdings, Inc. (NYSE: SBX) recently announced net income of \$0.9 million for the fourth quarter of 2010. This positive result was driven by investment income and pretax gains from our investment portfolio. SeaBright Holdings' reported combined ratio for the quarter was 108.7%, our statutory surplus grew by \$1 million, and prior years' loss reserve estimates were increased by approximately \$2 million during the quarter.

SeaBright Insurance Company remains financially strong with more than adequate capital to support all financial obligations. Here are the needed financial facts in the event that you are hearing conflicting information "on the street".

Key Statutory Financial Information as of December 31, 2010:

- ✓ A. M. Best Rating of A- IX (Excellent) *, Outlook: Stable
- ✓ Total Assets: \$880.7 Million
- ✓ Premiums in Force: \$291.4 Million
- ✓ Statutory Surplus: \$301.3 Million
- ✓ Written Premium to Surplus Ratio: .79
- ✓ Total Debt: \$12 Million

Rich Gergasko, President and Chief Operating Officer said "Through another quarter marked by continued soft pricing and aggressive competition, we continued to do what's right to assure that we are financially solid for the long term. We've recently enhanced our claim-handling model and strengthened our medical management and return to work programs to keep our clients ahead of escalating costs. As always, our policyholders and brokers can count on us to provide top-quality, effective services at responsible pricing. Reliable financial strength, prudent reserving, and proactive claim management are the foundation for our long term success."

To read SeaBright's press release and listen to the earnings webcast, please visit our investor relations website at <http://investor.sbic.com>.

Today, tomorrow and into the future, SeaBright continues to be the bright choice in workers' compensation. Call us to learn more about what we can do for you.



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*A.M. Best ratings range from "A++" (Superior) to "F" (In Liquidation), and ratings from "A++" to "B+" are considered "Secure".

