

FAIRFAX *News Release*

TSX Stock Symbol: FFH and FFH.U

TORONTO, September 27, 2017

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FAIRFAX SELLS SHARES OF ICICI LOMBARD

Toronto, Ontario (September 27, 2017) – Fairfax Financial Holdings Limited (“Fairfax”) (TSX: FFH and FFH.U) announces that its wholly owned subsidiary, FAL Corporation, has sold 12.0% of the shares of ICICI Lombard General Insurance Company Limited (“ICICI Lombard”) for gross proceeds of approximately US\$548 million. The shares were sold as part of ICICI Lombard’s initial public offering, which values ICICI Lombard at Rs. 30,000 crore (approximately US\$4.6 billion).

ICICI Lombard is a leading general insurance company in India with gross written premiums of over US\$1.6 billion for fiscal year 2017. Upon completion of the transaction, Fairfax’s share ownership in ICICI Lombard will be approximately 9.9%.

This sale transaction along with the previously announced sale of 12.2% of the shares of ICICI Lombard that closed in July 2017 and the remaining 9.9% of the shares of ICICI Lombard that Fairfax continues to hold results in total proceeds of US\$1.4 billion (including approximately US\$450 million in marketable shares) and a net gain of approximately US\$950 million after tax (an increase in book value per basic share of Fairfax of approximately US\$34 on a pro forma basis).

Fairfax is a holding company which, through its subsidiaries, is engaged in property and casualty insurance and reinsurance and investment management.

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For further information contact: John Varnell, Vice President, Corporate Development,
at (416) 367-4941

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