

FAIRFAX *News Release*

Stock Symbol: FFH

TORONTO, September 3, 2002

RESIGNATION OF DIRECTOR

Fairfax Financial Holdings Limited announces that in light of Paul B. Ingrey's increasing responsibilities as Chairman and CEO of Arch Reinsurance Ltd. and the Arch group's significant growth in the insurance and reinsurance business, Fairfax and Mr. Ingrey have determined that it would be appropriate that Mr. Ingrey resign as a director of Fairfax. This resignation has occurred with mutual regret: Mr. Ingrey has been an important contributor to the Board, and absent these circumstances, he would have been happy to continue as a director of Fairfax.

Fairfax Financial Holdings Limited is a financial services holding company which, through its subsidiaries, is engaged in property, casualty and life insurance and reinsurance, investment management and insurance claims management.

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