STIPULATION OF DISMISSAL WITHOUT PREJUDICE

WHEREAS Glenn Schafer ("Mr. Schafer") served as a director of Scottish Re Group Limited (hereinafter "Scottish Re") from December 2001 to February 21, 2005 and again from February 16, 2006 to May 7, 2007;

WHEREAS Mr. Schafer is alleged to have violated Section 11 of the Securities Act of 1933 on the grounds that he signed a shelf registration statement, dated March 2, 2004, pursuant to which Scottish Re engaged in July and December 2005 offerings of Scottish Re securities (collectively, the "Offerings"). See Amended Consolidated Complaint (the "Complaint") ¶¶ 28, 144, 159;

WHEREAS the Complaint does not allege that the shelf registration statement, dated March 2, 2004, itself contained any false or misleading statements;

WHEREAS the Complaint specifically asserts that alleged false or misleading statements were incorporated by reference into prospectus supplements filed with the SEC on June 23, 2005, June 28, 2005, December 12, 2005, and December 15, 2005. See id. ¶¶ 145, 160;

WHEREAS Mr. Schafer resigned from the Scottish Re board prior to the Offerings, and has represented that he was not, in any capacity, involved with the Offerings;

NOW, THEREFORE, IT IS HEREBY STIPULATED AND AGREED, by and between the undersigned parties, by and through their respective counsel, that:
(i) All claims brought in this action against Defendant Glenn Schafer shall be voluntarily dismissed without prejudice in accordance with Rule 41(a)(1) of the Federal Rules of Civil Procedure; and

(ii) The undersigned parties shall release all claims and covenant not to sue or otherwise seek legal redress from any other undersigned party or their counsel in connection with the naming of Mr. Schafer as a Defendant in the Complaint and Mr. Schafer's dismissal from this action.

Dated: June 7, 2008
(i) All claims brought in this action against Defendant Glenn Schafer shall be voluntarily dismissed without prejudice in accordance with Rule 41(a)(1) of the Federal Rules of Civil Procedure; and

(ii) The undersigned parties shall release all claims and covenant not to sue or otherwise seek legal redress from any other undersigned party or their counsel in connection with the naming of Mr. Schafer as a Defendant in the Complaint and Mr. Schafer's dismissal from this action.

Dated: June 9, 2003

BERNSTEIN LITOWITZ BERGER & GROSSMANN LLP

By: ________________
Max W. Berger (MB-5010)
Salvatore J. Graziano (SG-6854)
Rochelle Feder Hansen (RH-7061)
Eric T. Kanefsky (EK-3511)
1285 Avenue of the Americas
New York, New York 10019
(212) 554-1400

CLIMACO LEFKOWITZ PECOA
WILCOX & GAROFOLI

By: ________________
John R. Climaco
David M. Cuppage
Scott D. Simpkins
55 Public Square, Suite 1950
Cleveland, OH 44113
(216) 621-8484

Counsel for Lead Plaintiff and the Class

MURRAY, FRANK & SAILER LLP

By: ________________
Marvin L. Frank
275 Madison Avenue
New York, New York 10016
(212) 682-1818

DAVID B. KAHN & ASSOCIATES, LTD.

By: ________________
David B. Kahn
Mark E. King
One Northfield Plaza, Suite 100
Northfield, Illinois 60093
(847) 501-5083

Counsel for Plaintiff Richard Baehr Trust

Counsel for Lead Plaintiff and the Class
(i) All claims brought in this action against Defendant Glenn Schafer shall be voluntarily dismissed without prejudice in accordance with Rule 41(a)(1) of the Federal Rules of Civil Procedure; and

(ii) The undersigned parties shall release all claims and covenant not to sue or otherwise seek legal redress from any other undersigned party or their counsel in connection with the naming of Mr. Schafer as a Defendant in the Complaint and Mr. Schafer's dismissal from this action.

Dated: June 2, 2008
Counsel for Defendant
Scott Willikomm

Counsel for Defendants
Scottish Re Group Limited, Elizabeth Murphy, Dean E. Miller, Michael C. French, Michael Austin, William Caulfield-Browne, Robert Chmely, Lord Norman Lamont, Hazel O’Leary, and Glenn Schafer

Counsel for Defendant
Ernst & Young LLP

DAVIS POLK & WARDWELL

By:
Dennis E. Glazer (DG-2289)
Elliot Moskowitz (EM-0933)
450 Lexington Avenue
New York, NY 10017
(212) 450-4000

Counsel for Defendant
Scott Wilkomm

DEWEY & LEBOEUF LLP

By:
Ralph C. Ferrara
Lyle Roberts, admitted pro hac vice
Daniel K. Chang (DC-7850)
1101 New York Avenue, N.W.
Washington, D.C. 20005-4213
(202) 346-8000

Counsel for Defendants Scottish Re Group Limited, Elizabeth Murphy, Dean E. Miller, Michael C. French, Michael Austin, William Caulfield-Browne, Robert Chmely, Lord Norman Lamont, Hazel O’Leary, and Glenn Schafer

HUGHES HUBBARD & REED LLP

By:
William R. Maguire (WM-7853)
Marc A. Weinstein (MW-3715)
Sarah L. Cave (SC-8346)
One Battery Park Plaza
New York, New York 10004
(212) 837-6000

Counsel for Defendant
Ernst & Young LLP

LATHAM & WATKINS LLP

By:
James E. Brandt (JB-3400)
Jeff G. Hammel (JH-2935)
885 Third Avenue
New York, New York 10022
(212) 906-1200

DAVIS POLK & WARDWELL

By: _____________________________
    Dennis E. Glazer (DG-2289)
    Elliot Moskowitz (EM-0933)
    450 Lexington Avenue
    New York, NY 10017
    (212) 450-4000

Counsel for Defendant
Scott Willkomm

DEWEY & LEBOEUF LLP

By: _____________________________
    Ralph C. Ferrara
    Lyle Roberts, admitted pro hac vice
    Daniel K. Chang (DC-7850)
    1101 New York Avenue, N.W.
    Washington, D.C. 20005-4213
    (202) 346-8000

Counsel for Defendants Scottish Re Group
Limited, Elizabeth Murphy, Dean E. Miller,
Michael C. French, Michael Austin, William
Caulfield-Browne, Robert Chmely, Lord
Norman Lamont, Hazel O'Leary, and Glenn
Schafer

HUGHES HUBBARD & REED LLP

By: _____________________________
    William R. Maguire (WM-7853)
    Marc A. Weinstein (MW-3715)
    Sarah L. Cave (SC-8346)
    One Battery Park Plaza
    New York, New York 10004
    (212) 837-6000

Counsel for Defendant
Ernst & Young LLP

LATHAM & WATKINS LLP

By: _____________________________
    James E. Brandt (JB-3400)
    Jeff G. Hammel (JH-2935)
    885 Third Avenue
    New York, New York 10022
    (212) 906-1200

Counsel for Defendants Lehman Brothers Inc.,
Bear Stearns & Co. Inc., Banc of America
Securities LLC, Keefe Bruyette & Woods,
Oppenheimer & Co., Advest, Inc., RBC
Dain Rauscher Inc., Stifel, Nicolaus &
Company, Incorporated, Goldman, Sachs & Co.,
Wachovia Capital Markets, LLC, A.G. Edwards
& Sons, Inc., Fox-Pitt Kelton Incorporated, Bear
Stearns International Limited and Lehman Brothers
OTC Derivatives Inc.
DAVIS POLK & WARDWELL
By:
Dennis E. Glazer (DG-2289)
Elliot Moskowitz (EM-0933)
450 Lexington Avenue
New York, NY 10017
(212) 450-4000

Counsel for Defendant
Scott Willkomm

DEWEY & LEBOEUF LLP
By:
Ralph C. Ferrara
Lyle Roberts, admitted pro hac vice
Daniel K. Chang (DC-7850)
1101 New York Avenue, N.W.
Washington, D.C. 20005-4213
(202) 346-8000

Counsel for Defendants Scottish Re Group Limited, Elizabeth Murphy, Dean E. Miller, Michael C. French, Michael Austin, William Caulfeild-Browne, Robert Chmely, Lord Norman Lamont, Hazel O'Leary, and Glenn Schafer

HUGHES HUBBARD & REED LLP
By:
William R. Maguire (WM-7853)
Marc A. Weinstein (MW-3715)
Sarah L. Cave (SC-8346)
One Battery Park Plaza
New York, New York 10004
(212) 837-6000

Counsel for Defendant
Ernst & Young LLP

LATHAM & WATKINS LLP
By:
James E. Brandt (JB-3400)
Jeff G. Hammel (JH-2935)
888 Third Avenue
New York, New York 10022
(212) 906-1200


[Signature]
6/14/08