



PRESS RELEASE

BUSINESS AND FINANCIAL EDITORS
FOR IMMEDIATE RELEASE

STANLEY R. ZAX
Chairman & President

**ZENITH INCREASES QUARTERLY DIVIDEND
TO \$0.50 PER SHARE**

WOODLAND HILLS, CALIFORNIA, September 12, 2007

Zenith National Insurance Corp. (NYSE:ZNT) today declared a regular quarterly cash dividend of \$0.50 per share on its outstanding shares of common stock, an increase from \$0.42 per share declared previously in 2007. The dividend is payable November 15, 2007 to stockholders of record at the close of business on October 31, 2007.

Stanley R. Zax, Chairman and President, said "It is appropriate to continue to increase our stockholder dividends due to our operating results and strong financial condition."

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