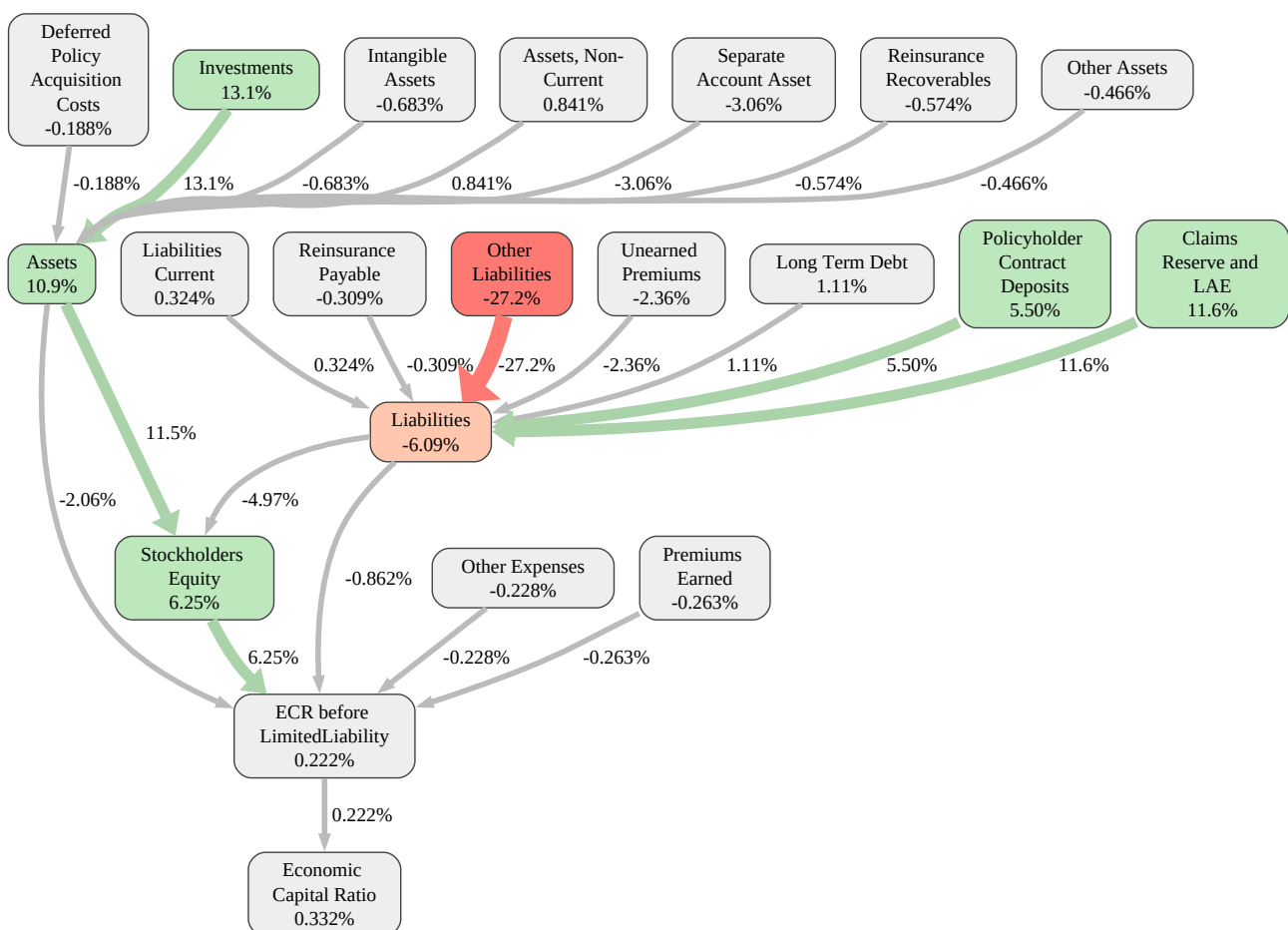


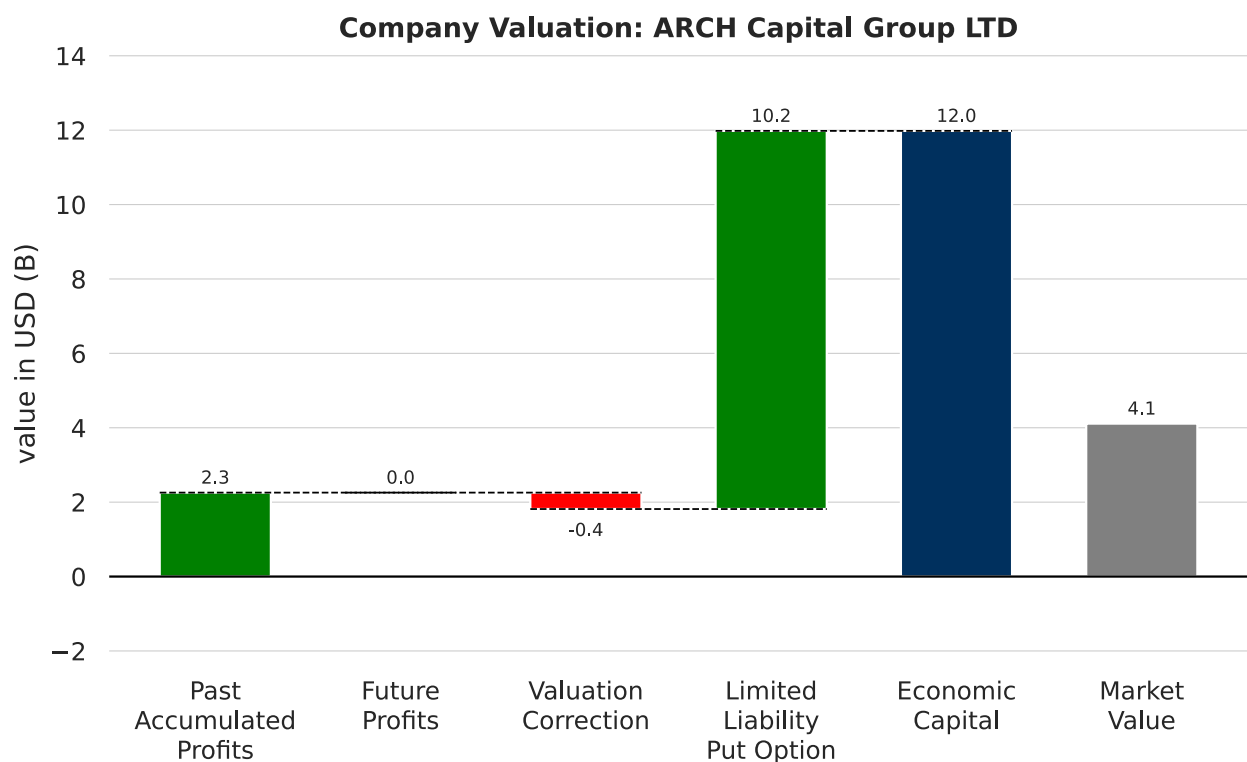


The relative strengths and weaknesses of ARCH Capital Group LTD are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of ARCH Capital Group LTD compared to the market average is the variable Investments, increasing the Economic Capital Ratio by 13% points. The greatest weakness of ARCH Capital Group LTD is the variable Other Liabilities, reducing the Economic Capital Ratio by 27% points.

The company's Economic Capital Ratio, given in the ranking table, is 89%, being 0.33% points above the market average of 88%.

Input Variable	Value in 1000 USD	Output Variable	Value in 1000 USD
Assets, Current	362,740	Assets	15,770,792
Assets, Non-Current	669,164	Liabilities	11,257,789
Claims Reserve and LAE	0	Expenses	2,401,479
Deferred Acquisition Costs Amortization	441,202	Revenues	3,244,067
Deferred Policy Acquisition Costs	277,861	Stockholders Equity	4,513,003
General and Administrative Expense	432,795	Net Income	842,588
Insurance Commissions and Fees	5,365	Comprehensive Net Income	842,588
Intangible Assets	0	BaseVar	99,312,862
Investment Income	0	ECR before Limited Liability	13%
Investments	11,617,905	Economic Capital Ratio	89%
Liabilities Current	0		
Long Term Debt	0		
Other Assets	2,076,240		
Other Compr. Net Income	0		
Other Expenses	9,767		
Other Liabilities	9,755,262		
Other Net Income	0		
Other Revenues	686,219		
Policyholder Benefits and Claims	1,517,715		
Policyholder Contract Deposits	0		
Premiums Earned	2,552,483		
Premiums Receivable	503,434		
Reinsurance Payable	132,452		
Reinsurance Recoverables	263,448		
Revenues Y+1	0		
Revenues Y+2	0		
Revenues Y+3	0		
Revenues Y+4	0		
Revenues Y+5	0		
Separate Account Asset	0		
Unearned Premiums	1,370,075		



The RealRate Economic Capital of a company is its Past Accumulated Profits plus its Future Profits plus its Valuation Correction plus its Limited Liability Put Option. Past Accumulated Profits and Future Profits can be negative. The Limited Liability Put Option accounts for the limited liability of the shareholders, so the Economic Capital never falls below zero. Where the company is listed, its market value is shown next to it.