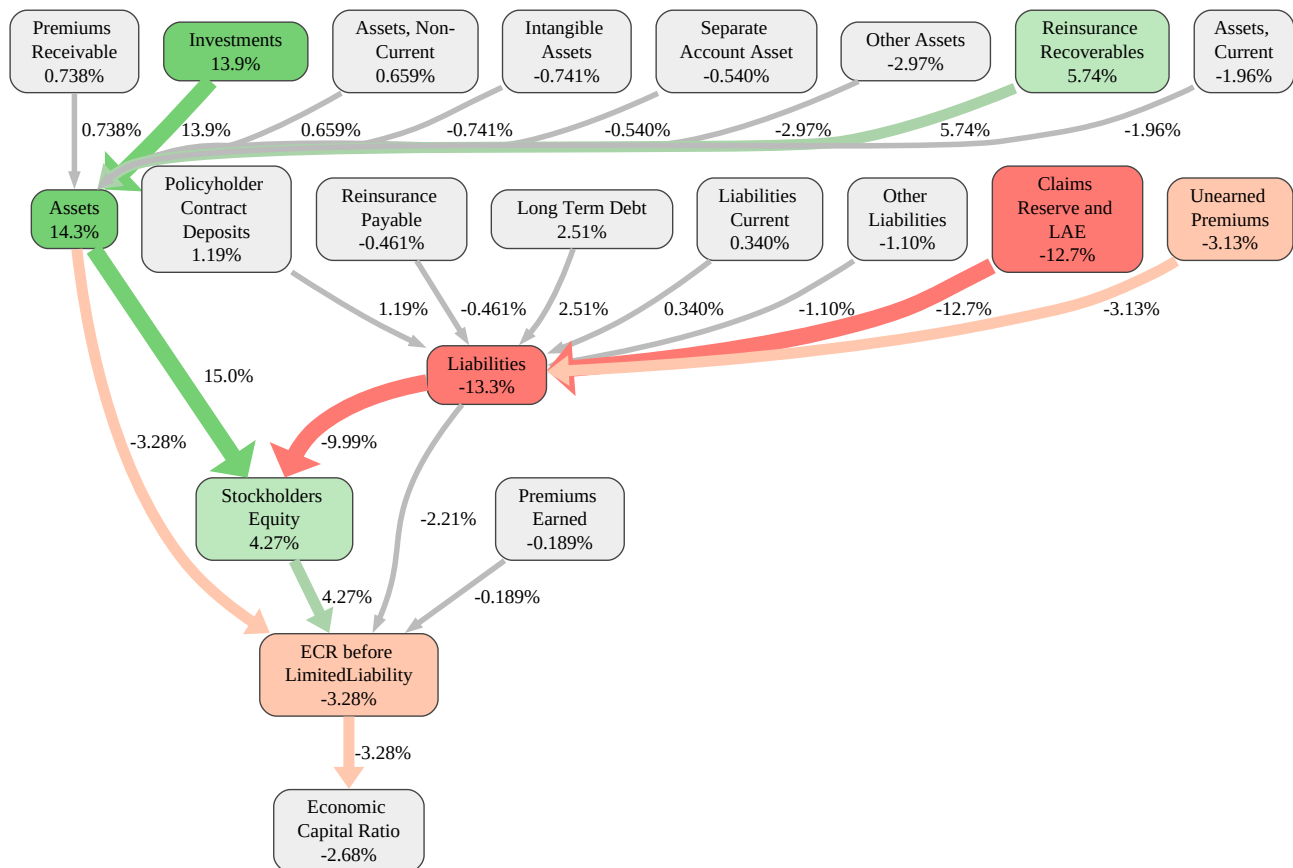




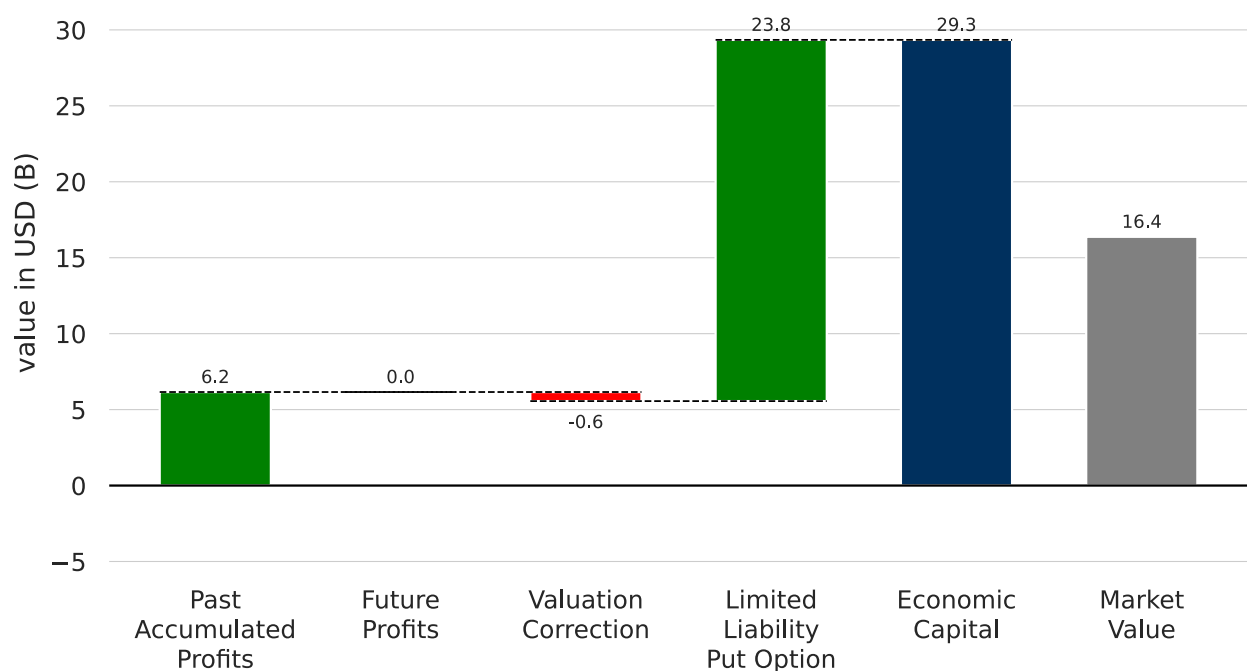
The relative strengths and weaknesses of ARCH Capital Group LTD are analyzed with respect to the market average, including all of its competitors. We analyzed all variables having an effect on the Economic Capital Ratio.

The greatest strength of ARCH Capital Group LTD compared to the market average is the variable Assets, increasing the Economic Capital Ratio by 14% points. The greatest weakness of ARCH Capital Group LTD is the variable Liabilities, reducing the Economic Capital Ratio by 13% points.

The company's Economic Capital Ratio, given in the ranking table, is 92%, being 2.7% points below the market average of 95%.

Input Variable	Value in 1000 USD	Output Variable	Value in 1000 USD
Assets, Current	726,230	Assets	37,885,361
Assets, Non-Current	1,383,788	Liabilities	25,569,809
Claims Reserve and LAE	13,891,842	Expenses	5,234,900
Deferred Acquisition Costs Amortization	840,945	Revenues	6,928,200
Deferred Policy Acquisition Costs	633,400	Stockholders Equity	12,315,552
General and Administrative Expense	881,108	Net Income	1,693,300
Insurance Commissions and Fees	24,861	Comprehensive Net Income	1,860,214
Intangible Assets	0	BaseVar	367,666,537
Investment Income	0	ECR before LimitedLiability	18%
Investments	24,402,246	Economic Capital Ratio	92%
Liabilities Current	0		
Long Term Debt	0		
Other Assets	3,379,481		
Other Compr. Net Income	333,829		
Other Expenses	379,395		
Other Liabilities	6,464,648		
Other Net Income	0		
Other Revenues	1,116,841		
Policyholder Benefits and Claims	3,133,452		
Policyholder Contract Deposits	206,698		
Premiums Earned	5,786,498		
Premiums Receivable	1,778,717		
Reinsurance Payable	667,072		
Reinsurance Recoverables	5,581,499		
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	4,339,549		

Company Valuation: ARCH Capital Group LTD



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.