

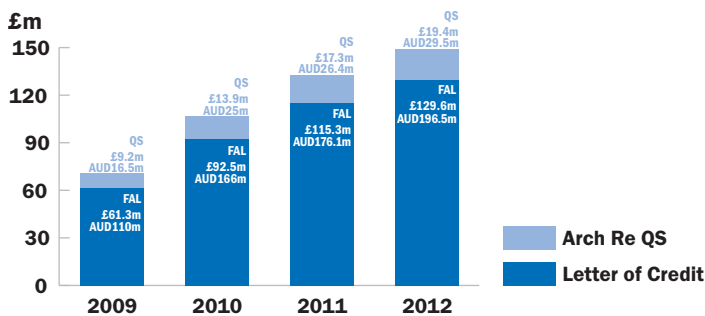


Underwriting at Lloyd's (Australia)

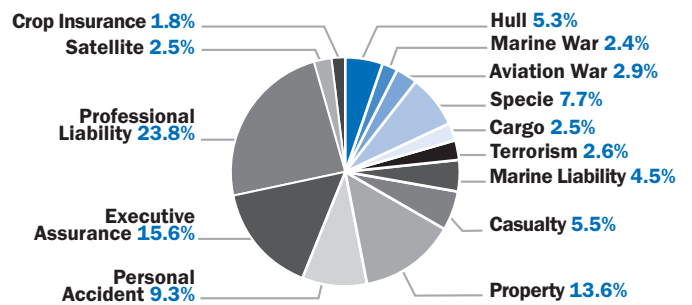
Fact Sheet January 2012

Lloyd's of London has financial strength ratings from Fitch "A+" (Strong); Standard & Poor's "A+" (Strong) ; and A.M. Best's "A" (Excellent). All Lloyd's syndicates benefit from Lloyd's central resources, including the Lloyd's brand, its network of global licences and the Central Fund. Hence the Lloyd's market rating applies to all business written by all syndicates post 1992.

Total Capitalisation



Projected 2012 Gross Written Premium by Class of Business



Arch Underwriting at Lloyd's (Australia) Pty Ltd ("AUAL Australia") is a service company that is part of the Arch group of companies. We are regulated by Lloyd's in our capacity as a Lloyd's service company. We have authority to enter into contracts of insurance on behalf of the Lloyd's underwriting members of Lloyd's syndicate 2012 which is managed by Arch Underwriting at Lloyd's Ltd ("AUAL").

AUAL is the managing agent for Syndicate 2012 and is responsible for the daily management of the syndicate.

Syndicate 2012 has stamp capacity for 2012 of £200m (AUD303.2m).

Arch Syndicate Investments Ltd is the corporate member of Syndicate 2012.

Syndicate 2012 has added capital support through a 15% whole account Quota Share with Arch Reinsurance Ltd.

Arch Underwriting at Lloyd's Ltd, Arch Syndicate Investments and AUAL Australia are wholly-owned subsidiaries of Arch Capital Group Ltd. ("ACGL")

ACGL is a Bermuda public limited liability company with approximately US\$4.9 bn in capital at September 30, 2011. ACGL underwrites insurance and reinsurance on a worldwide basis through operations in Bermuda, the United States, Europe, Canada, Australia and South Africa, with a focus on specialty lines. For more information about ACGL, you may visit www.archcapgroup.bm or view reports filed periodically by ACGL with the U.S. Securities and Exchange Commission at www.sec.gov.

AUAL and its affiliate, Arch Insurance Company (Europe) Limited, underwrite marine, property and casualty insurance lines from their head office in London.

Agency Ratings

Indicated below are the financial strength ratings of the principal insurance and reinsurance subsidiaries of ACGL. Also indicated is the Lloyd's market rating from which the syndicate benefits.

Note: Rate of exchange £1 = AUD1.5274 as at 31/12/2010.

£1 = AUD1.5159 as at 31/12/2011.

Financial Strength Rating – Arch*

A.M Best – "A" (excellent) (positive outlook)

Standard & Poor's – "A+" (strong)

Moody's – "A1" (good)

Financial Strength Rating – Lloyd's Market

A.M Best – "A" (excellent)

Standard & Poor's – "A+" (strong)

Fitch Ratings – "A+" (strong)

*Financial strength ratings by A.M. Best, Moody's and Standard & Poor's issued to Arch Reinsurance Ltd., Arch Reinsurance Company, Arch Reinsurance Europe Underwriting Limited (rated only by Standard & Poor's), Arch Insurance Company, Arch Specialty Insurance Company, Arch Excess & Surplus Insurance Company and Arch Insurance Company (Europe) Limited.

Lloyd's syndicates benefit from the strength of the Lloyd's brand, global licences and Lloyd's central fund. The Lloyd's central fund is a market wide cover for any valid claim that cannot be met by the member.

The syndicate is in the process of applying for a continuity rating by Moody's. The directors deem the financial security of the syndicate to be consistent with the group (see rating above).

Contact Office: Level 1, 332 Kent St, Sydney, NSW, Australia, 2000
Australian Company Number: 27139250605

The 2012 projections provided for Syndicate 2012 are projections only and are based on information believed to be accurate at the date of preparation and subject to change without notice. There can be no assurance that this will represent the actual breakdown of business class for Syndicate 2012 for 2012. For further information about Syndicate 2012, please visit: www.archinsurance.co.uk.

© 2012 Arch Underwriting at Lloyd's (Australia) Pty Ltd



Underwriting at Lloyd's (Australia)

Fact Sheet January 2012

Contact - Australia

Adam Matteson

Regional Director, Australasia
Senior Underwriter

Adam began his career in the Australian Insurance market in 1988. He worked for two insurers from 1988 to 1998, one that is now part of the Allianz Group and with Zurich Insurance Australia. At various stages during this time, he gained underwriting and claims authority in most classes of non life business.

In 1998, Adam moved from the direct insurance market to the reinsurance market, initially as an underwriter with Sydney Re (part of the QBE Group), and from 2000 to 2009, as an underwriter with Munich Re Australia.

Adam is an active member and participant of the Australian Insurance community. He lectures nationally for the Australian equivalent of the Chartered Insurance Institute on Property products, and is a member of one of its Branch Executive Committees.

Adam is also member of the Insurance Council of Australia's Strategic Risk Committee.

Adam is a Senior Underwriter and a Director of Arch Underwriting at Lloyd's (Australia) Pty Ltd.

Tel: +61 401 672 903

Email: amatteson@archinsurance.com.au

Contact - UK

William Beveridge

Active Underwriter

William Beveridge began his career in 1989 working as a broker with Sedgwick Marine and Cargo. In 1995, he joined the Brockbank Syndicate 861 at Lloyd's as an underwriter on the Marine Hull account. William became class Hull underwriter in 1998 and was appointed deputy underwriter of the XL London Market Ltd. Syndicate 1209 in 2002. He was responsible for Marine and Offshore business in Europe and Bermuda at XL London Market. William joined Arch Insurance Europe in January 2005. He currently sits on the London Market Joint Hull Committee, of which he was Chairman from July 2003 to September 2004 and the International Union of Marine Insurers Ocean Hull Committee. He also is a member of the General Committee and Classification Committee of Lloyd's Register and has previously sat on the London Market Joint War Committee and the Lloyd's Market Association Marine Committee. He is currently a Senior Vice President at Arch Insurance Europe and the Active Underwriter for the Arch Syndicate 2012.

Tel: +44 (0)20 7621 4582

Email: wbeveridge@archinsurance.co.uk

Lino Leoni

Deputy Active Underwriter

Lino Leoni has 19 years of industry experience within the London marketplace. Lino has been at Arch Insurance Europe since May of 2005 and underwrites an Accident & Health portfolio of London Market and indigenous European business. He currently sits on the Lloyd's Market Association Personal Accident Business Panel. Prior to joining Arch, he was a Senior Personal Accident Underwriter at CNA for 7 years. Lino also worked at Generali-Assitalia's UK branch from 1993 to 1998 where he worked as a Reinsurance Treaty underwriter for a mostly Non-Marine book and as officer for the head office ceded reinsurance department, before being appointed Operations Manager and Head of the branch's Actuarial department. He is a Senior Vice President at Arch Insurance Europe and the Deputy Active Underwriter for the Arch Syndicate 2012.

Tel: +44 (0)20 7621 4551

Email: lleoni@archinsurance.co.uk

Contact Office: [Level 1, 332 Kent St, Sydney, NSW, Australia, 2000](#)
Australian Company Number: [27139250605](#)

The 2012 projections provided for Syndicate 2012 are projections only and are based on information believed to be accurate at the date of preparation and subject to change without notice. There can be no assurance that this will represent the actual breakdown of business class for Syndicate 2012 for 2012. For further information about Syndicate 2012, please visit: www.archinsurance.co.uk.

© 2012 Arch Underwriting at Lloyd's (Australia) Pty Ltd