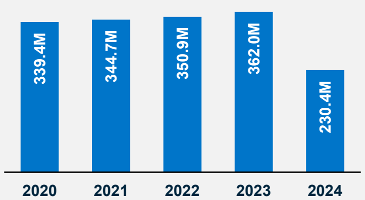
Arch Specialty Insurance Company

Insurer Financial Report
2024 | Annual

FEIN: 36-2545393
NAIC: 21199
A.M.Best: A+
State of Domicile: Missouri
Main Office: Jersey City, NJ
Parent: Arch Insurance Company
Incorporation Date: 12/22/1964
Website: www.archinsurance.com

Capital & Surplus



Comments / Notes

- Debt/equity ratio appears high.

- Co. paid a $100M dividend to the parent co on Oct. 31,2024.

- IRIS ratios #4, 7, 8, and 9 are outside the usual range.

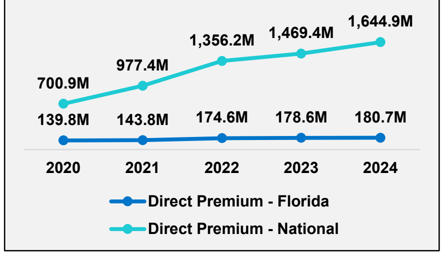
Financial Highlights	2024	2023	% Change	2022	2021	2020
Total Admitted Assets	843,570,545	887,884,646	-5.0%	794,175,578	713,412,574	586,629,939
Total Liabilities	613,166,460	525,869,154	16.6%	443,297,480	368,746,798	247,252,894
Capital & Surplus	230,404,085	362,015,492	-36.4%	350,878,098	344,665,776	339,377,045
Premiums and Agent's Balances	52,218,137	39,766,639	31.3%	34,954,670	24,418,378	16,339,481
Losses	(69,652)	127,419	-154.7%	289,031	256,838	120,569
Loss Adjustment Expenses	80,777,299	70,862,778	14.0%	62,035,529	50,447,559	45,342,085
Underwriting Gain/Loss	(25,517,034)	(9,508,216)	-168.4%	2,190,830	6,070,922	3,424,176
Net Income (Loss) After Tax	(15,693,016)	(778,533)	-1915.7%	(2,525,732)	9,559,321	18,473,513
Cash Flow from Operations	(11,669,187)	56,149,295	-120.8%	54,828,141	58,803,320	70,721,314
Unrealized Capital Gains (Losses)	(354,500)	(764,596)	53.6%	(1,721,496)	(2,374,156)	(1,016,329)
Gross Premium	1,652,412,893	1,474,791,750	12.0%	1,359,572,511	979,832,712	702,962,853
Net Premium	(243)	0	NM	(53,552)	1	(6)
Direct Premium - National	1,644,934,410	1,469,439,402	11.9%	1,356,158,006	977,402,712	700,922,773
Direct Premium - Florida	180,658,682	178,621,165	1.1%	174,566,786	143,764,570	139,776,760

PAB: % of Policyholders Surplus	22.7%	11.0%	106.3%	10.0%	7.1%	4.8%
Gross Premium to Surplus Ratio	717.2%	407.4%	76.0%	387.5%	284.3%	207.1%
Net Premium to Surplus Ratio	0.0%	0.0%	NM	0.0%	0.0%	0.0%
% of Direct Premium in Florida	11.0%	12.2%	-9.6%	12.9%	14.7%	19.9%
Liabilities to Assets Ratio	72.7%	59.2%	22.7%	55.8%	51.7%	42.1%
Debt to Equity Ratio	266.1%	145.3%	83.2%	126.3%	107.0%	72.9%

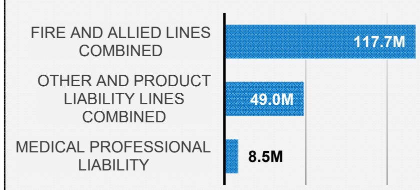
Combined Ratio	NM	NM	0.0%	NM	NM	NM
Losses Incurred Ratio	NM	NM	0.0%	NM	NM	NM
Loss Expenses Incurred Ratio	NM	NM	0.0%	NM	NM	NM
Other U/W Exp. Incurred Ratio	NM	NM	0.0%	NM	NM	NM

Reinsurers (Top 5)	Reinsurance Class	Reins. Authorization	Gross Recovery*	Over 120 Days Overdue
Arch Insurance Co.	US Affiliated Non-captive Non-pooling	Authorized	2,277,522	0
Somers Re Ltd.	Non-US Affiliated Non-captive	Recip Jurisdict	87,284	0
Palekana Insurance Inc.	US Unaffiliated	Unauthorized	74,810	0
Hannover Rück SE	Non-US Unaffiliated	Certified	64,133	0
Munich Reinsurance America Inc	US Unaffiliated	Authorized	63,593	27

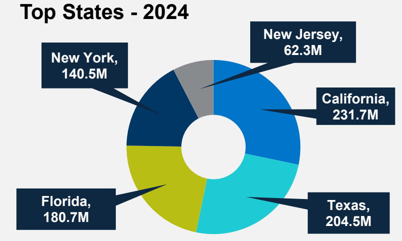
Direct Premium



Major Lines of Business in FL - 2024



Top States - 2024



* Data displayed in $000

NM: The value is outside of the meaningful range for this item.