

Effective as of: September 24, 2009

**ARCH CAPITAL GROUP LTD.
Nominating Committee Charter**

Organization

The Nominating Committee of the Board of Directors of Arch Capital Group Ltd. (the “Company”) shall consist of no fewer than three members. The members of the Nominating Committee shall meet the then independence requirements of The NASDAQ Stock Market LLC (“NASDAQ”) (except as otherwise permitted by the then independence requirements of NASDAQ) and shall otherwise be independent of management and the Company and free of any relationship which, in the opinion of the Board of Directors, would interfere with the Director’s exercise of independent judgment as a Nominating Committee member.

The members of the Nominating Committee shall be appointed by and may be replaced by the Board of Directors.

Purpose

The Nominating Committee, in its capacity as a committee of the Board of Directors, shall assist the Board of Directors by identifying individuals qualified to become Board members and recommend to the Board of Directors the director nominees for the next annual meeting of shareholders.

Meetings

The Nominating Committee shall meet on a regular basis and is empowered to hold special meetings as circumstances require.

Committee Authority and Responsibilities

1. The Nominating Committee shall have the sole authority to retain and terminate any search firm to be used to identify director candidates and shall have sole authority to approve the search firm’s fees and other retention terms.
2. The Nominating Committee shall actively seek individuals qualified to become Board members for recommendation to the Board of Directors.
3. The Nominating Committee shall engage independent counsel and other advisers as it determines to be necessary or appropriate to carry out its duties.
4. The Nominating Committee shall, on behalf of the Board of Directors, review letters from shareholders concerning the Company’s annual general meeting and make recommendations to the Board of Directors in respect thereof.

5. The Nominating Committee may form and delegate authority to subcommittees when appropriate.
6. The Nominating Committee may review and reassess the adequacy of this Charter and recommend any proposed changes to the Board of Directors for approval.
7. The Nominating Committee shall review and assess compliance with all applicable rules and regulations of the Securities and Exchange Commission and NASDAQ specifically applicable to the composition and responsibilities of the Nominating Committee.
8. The Nominating Committee shall perform such other activities as the Board of Directors may from time to time deem necessary or appropriate.