



Allied World Assurance Company


AWH NYSE

Insurance - Property / Casualty

Market Capitalization USD:

\$2,047.54 mm

CONCERN LEVEL: LOW

- 1 The CEO's total remuneration is within the typical market range for the relevant industry and market cap.
- 2 The ratio between the CEO's pay and the median pay of the other named executive officers is 3X or less.
- 3 The CEO's annual cash incentives rose or fell in line with annual performance.
- 4 The CEO received no more than one annual cash bonus this fiscal year.
- 5 The CEO's equity remuneration reflected the company's share price movement over the last five years.
- 6 The company only pays long-term incentives to the CEO for above median performance against a peer group.
- 7 The company's dilution from equity incentives is 10 percent or less.
- 8 Unvested equity lapses when the CEO's employment is terminated. 
- 9 The CEO's potential cash severance payment is capped at two times annual cash remuneration.
- 10 The accrued benefits of the CEO's post-retirement income are within the typical market range for the relevant market cap bracket.

CEO: Scott A. Carmilani

Age: 47

CEO Since: 2004

	2009	2010	2011
Base Salary	\$970,000	\$970,000	\$970,000
Discretionary Bonus	\$0	\$0	\$0
Annual Cash Incentive	\$1,455,000	\$1,212,500	\$606,250
Benefits and Perquisites	\$424,026	\$458,190	\$259,144
TOTAL ANNUAL COMPENSATION	\$2,849,026	\$2,640,690	\$1,835,394
Increase in Post-Retirement Benefits	\$0	\$0	\$0
Stock Option Awards	\$0	\$0	\$818,587
Stock Awards	\$4,000,019	\$6,078,600	\$5,089,952
TOTAL COMPENSATION	\$6,849,045	\$8,719,290	\$7,743,933
Median of Other Named Executive Officers Total Compensation	\$2,168,127	\$2,581,857	\$2,037,600
Value Realized on Exercise of Stock Option	\$0	\$1,574,610	\$61,073
Value Realized on Vesting of Stock	\$4,069,982	\$12,110,878	\$13,632,465
TOTAL REALIZED EQUITY COMPENSATION	\$4,069,982	\$13,685,488	\$13,693,538

Proxy Date: 16 Mar 2012

Annual Meeting Date: 3 May 2012

Equity Reserves: 14.08%

Stock Option Run Rate: 1.33%

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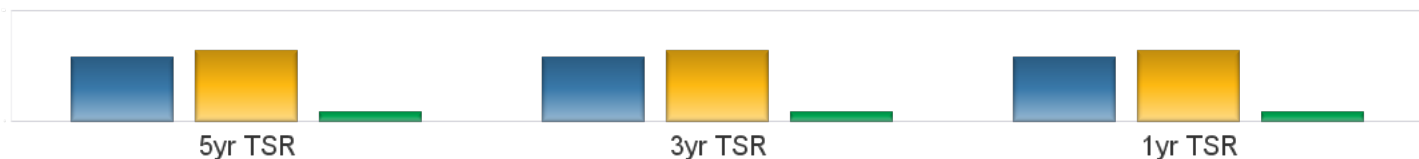
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Performance Comparison

■ vs S&P500 ■ vs Industry ■ AWH



Peer Comparisons (TRBC) = Insurance - Property / Casualty

Total Summary CEO Compensation

Ticker	Company Name	2009	2010	2011	Market Cap
AWH	Allied World Assurance Company Holdings,	\$6,849,045	\$8,719,290	\$7,743,933	\$2,047,544,758
CNA	CNA Financial Corporation	\$10,431,113	\$9,485,586	\$8,363,417	\$6,050,599,340
VRSK	Verisk Analytics, Inc.	\$11,636,561	\$7,144,832		\$5,730,593,384
XL	XL Group plc	\$6,212,437	\$10,481,557	\$8,936,065	\$5,599,725,173
CINF	Cincinnati Financial Corporation	\$1,409,796	\$2,314,728	\$1,754,487	\$4,295,637,787
WRB	W. R. Berkley Corporation	\$17,810,079	\$24,633,641		\$4,160,529,887
ERIE	Erie Indemnity Company		\$2,067,297		\$3,900,110,789

To insure consistency, peer comparisons are based on a combination of TRBC Industry and Sector classifications and company market caps.

Missing peer pay figures for 2011 are due to differences in company filing schedules.

Pay Peer Group

Arch Capital Group Ltd., Alterra Capital Holdings Limited, Argo Group International Holdings, Ltd., Aspen Insurance Holdings Limited, Axis Capital Holdings Limited, Endurance Specialty Holdings Ltd., The Hanover Insurance Group, Inc., HCC Insurance Holdings, Inc., Markel Corporation, The Navigators Group, Inc., OneBeacon Insurance Group, Ltd., Pro Assurance Corporation, RLI Corp. and W. R. Berkley Corporation.

Performance Peer Group

Arch Capital Group Ltd., Alterra Capital Holdings Limited, Argo Group International Holdings, Ltd., Aspen Insurance Holdings Limited, Axis Capital Holdings Limited, Endurance Specialty Holdings Ltd., The Hanover Insurance Group, Inc., HCC Insurance Holdings, Inc., Markel Corporation, The Navigators Group, Inc., OneBeacon Insurance Group, Ltd., Pro Assurance Corporation, RLI Corp. and W. R. Berkley Corporation.

COMPENSATION COMMITTEE MEMBERS

Director	Membership	Age	Gender	Tenure	Independence
Samuel J. Weinhoff	Chairman	61	Male	6	Outside
Barbara T. Alexander	Member	63	Female	3	Outside
Bart Friedman	Member	67	Male	6	Outside
James F. Duffv	Member	68	Male	6	Outside
Patrick de Saint-Aignan	Member	63	Male	4	Outside
Scott Hunter	Member	60	Male	6	Outside

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