

DELAWARE COMPENSATION RATING BUREAU, INC.

DECEMBER 1, 2006 F CLASS RATE FILING

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Delaware F Class Rate Revision
Proposed Effective December 1, 2006

Calculation of Composite Pure Premium Multiplier

Item	Total
(1) Pure Premium Test Correction Factor	0.9995
(2) Off-Balance Factor (Collectible Prem Ratio)	1.0686
(3) Expense Provision (1 / 0.6057)	1.6510
(4) Rate Test Correction Factor	1.0018
(5) Composite Pure Premium Multiplier (1)*(2)*(3)*(4)	1.7665

CALCULATION OF PER CLAIM AND CATASTROPHE LIMITATIONS

All Death, Permanent Total and Major Disability claims in the Pennsylvania experience for Manual Years 1999 through 2003 were translated using composite multipliers, yielding an average claim value of \$7,542. A value of \$838,409 was selected based on a review of Delaware State Act coverage experience as reported in the 12/1/06 Residual Market and Loss Cost Filing. Using twice the value as unity and using the indicated Hazard Group Relativities produced the following results:

Hazard Group (1)	Hazard Group Relativities @ (2)	Per Claim Limit 838,409 * (2) (3)	Per Accident Limit (3) * 2 (4)
I	0.85	712,648	1,425,296
II	0.905	758,760	1,517,520
III	1.101	923,088	1,846,176
IV	1.304	1,093,285	2,186,570

@ From DE State Act Coverage 12/1/05 Residual Market & Loss Cost Filing - Excess Loss Factor Study

CREDIBILITY

The classification relativity criteria for 100 percent credibility for the various categories of loss are as follows:

Serious: 175 * Average Cost of Serious Case (including Medical)
 Non-Serious: 500 * Average Cost of Non-Serious Case (including Medical)
 Medical: 10 Percent of the Non-Serious

The following calculations are based on the figures in Table V, Section B.

	No. Cases	INDEMNITY AMOUNT (in hundreds)	MEDICAL AMOUNT (in hundreds)	TOTAL AMOUNT (in hundreds)	AVERAGE COST (4) / (1)
	(1)	(2)	(3)	(4)	(5)
Death	0	0	0	0	0
Permanent Total	0	0	0	0	0
Major	5	34,590	3,120	37,710	7,542
Total Serious	5	34,590	3,120	37,710	7,542
Minor	17	6,066	4,181	10,247	603
Temporary	2	263	200	463	232
Total Non-Serious	19	6,329	4,381	10,710	564

Accordingly, the criteria for 100 percent credibility will be:

Selected @

Serious: 175 *	7,542 =	1,319,850	146,721,575
Non-Serious: 500 *	564 =	282,000	20,898,000
Medical: .10 *	282,000 =	28,200	2,089,800

@ From DE State Act Coverage Residual Market & Loss Cost filing proposal for 12/1/06.

EXPECTED LOSS CREDIBILITY TABLE

Serious, Non-Serious and Medical

Credibility (1)	Serious (2)	Non-Serious (3)	Medical (4)
1.00	145,622,595	20,741,469	2,074,147
0.99	143,432,913	20,429,586	2,042,959
0.98	141,254,317	20,119,282	2,011,928
0.97	139,086,863	19,810,565	1,981,057
0.96	136,930,609	19,503,443	1,950,344
0.95	134,785,613	19,197,925	1,919,793
0.94	132,651,934	18,894,019	1,889,402
0.93	130,529,634	18,591,733	1,859,173
0.92	128,418,773	18,291,077	1,829,108
0.91	126,319,414	17,992,059	1,799,206
0.90	124,231,620	17,694,688	1,769,469
0.89	122,155,455	17,398,973	1,739,897
0.88	120,090,986	17,104,925	1,710,493
0.87	118,038,278	16,812,551	1,681,255
0.86	115,997,400	16,521,863	1,652,186
0.85	113,968,421	16,232,869	1,623,287
0.84	111,951,410	15,945,580	1,594,558
0.83	109,946,440	15,660,006	1,566,001
0.82	107,953,582	15,376,157	1,537,616
0.81	105,972,912	15,094,044	1,509,404
0.80	104,004,504	14,813,678	1,481,368
0.79	102,048,436	14,535,069	1,453,507
0.78	100,104,785	14,258,229	1,425,823
0.77	98,173,632	13,983,169	1,398,317
0.76	96,255,059	13,709,901	1,370,990
0.75	94,349,147	13,438,436	1,343,844
0.74	92,455,983	13,168,787	1,316,879
0.73	90,575,652	12,900,966	1,290,097
0.72	88,708,242	12,634,985	1,263,499
0.71	86,853,844	12,370,857	1,237,086
0.70	85,012,549	12,108,596	1,210,860
0.69	83,184,453	11,848,215	1,184,822
0.68	81,369,649	11,589,727	1,158,973
0.67	79,568,238	11,333,146	1,133,315
0.66	77,780,318	11,078,488	1,107,849
0.65	76,005,993	10,825,765	1,082,577
0.64	74,245,368	10,574,994	1,057,499
0.63	72,498,549	10,326,189	1,032,619
0.62	70,765,648	10,079,367	1,007,937
0.61	69,046,777	9,834,543	983,454
0.60	67,342,051	9,591,734	959,173
0.59	65,651,589	9,350,956	935,096
0.58	63,975,513	9,112,227	911,223
0.57	62,313,946	8,875,565	887,557
0.56	60,667,016	8,640,988	864,099
0.55	59,034,856	8,408,514	840,851
0.54	57,417,599	8,178,164	817,816
0.53	55,815,385	7,949,955	794,996
0.52	54,228,356	7,723,910	772,391
0.51	52,656,659	7,500,049	750,005
0.50	51,100,446	7,278,392	727,839
0.49	49,559,870	7,058,963	705,896
0.48	48,035,094	6,841,785	684,179
0.47	46,526,283	6,626,880	662,688
0.46	45,033,606	6,414,274	641,427
0.45	43,557,242	6,203,991	620,399

EXPECTED LOSS CREDIBILITY TABLE

Serious, Non-Serious and Medical

Credibility (1)	Serious (2)	Non-Serious (3)	Medical (4)
0.44	42,097,372	5,996,057	599,606
0.43	40,654,184	5,790,499	579,050
0.42	39,227,874	5,587,346	558,735
0.41	37,818,645	5,386,625	538,663
0.40	36,426,705	5,188,367	518,837
0.39	35,052,272	4,992,602	499,260
0.38	33,695,572	4,799,363	479,936
0.37	32,356,841	4,608,684	460,868
0.36	31,036,322	4,420,598	442,060
0.35	29,734,271	4,235,143	423,514
0.34	28,450,953	4,052,356	405,236
0.33	27,186,646	3,872,277	387,228
0.32	25,941,641	3,694,947	369,495
0.31	24,716,241	3,520,410	352,041
0.30	23,510,766	3,348,710	334,871
0.29	22,325,550	3,179,896	317,990
0.28	21,160,946	3,014,018	301,402
0.27	20,017,326	2,851,129	285,113
0.26	18,895,082	2,691,284	269,128
0.25	17,794,629	2,534,543	253,454
0.24	16,716,408	2,380,969	238,097
0.23	15,660,887	2,230,628	223,063
0.22	14,628,566	2,083,592	208,359
0.21	13,619,978	1,939,935	193,994
0.20	12,635,696	1,799,741	179,974
0.19	11,676,335	1,663,096	166,310
0.18	10,742,561	1,530,096	153,010
0.17	9,835,096	1,400,843	140,084
0.16	8,954,725	1,275,449	127,545
0.15	8,102,311	1,154,037	115,404
0.14	7,278,802	1,036,742	103,674
0.13	6,485,251	923,714	92,371
0.12	5,722,835	815,121	81,512
0.11	4,992,883	711,152	71,115
0.10	4,296,908	612,022	61,202
0.09	3,636,660	517,981	51,798
0.08	3,014,188	429,320	42,932
0.07	2,431,942	346,389	34,639
0.06	1,892,921	269,615	26,962
0.05	1,400,922	199,538	19,954
0.04	960,960	136,873	13,687
0.03	580,129	82,630	8,263
0.02	269,630	38,405	3,841
0.01	51,895	7,392	739
0.00	0	0	0

Classification Credibility Table

Payroll Conversion Factors

Convert the Expected Loss Credibility Table to a Payroll Basis

A)

Five Year Payroll (00's)		
450,626,280		

B)

Five Year Expected Losses *		
Serious	Non-Serious	Medical Only
610,232,807	493,819,790	51,381,626

C) =A/B

Ratio Payroll to Expected Loss		
Serious	Non-Serious	Medical Only
0.7384	0.9125	8.7702

PAYROLL CREDIBILITY TABLE (IN 00'S)

Serious, Non-Serious and Medical

Credi- bility (1)	Serious (2)	Non-Serious (3)	Medical (4)
1.00	107,527,724	18,926,590	18,190,684
0.99	105,910,863	18,641,997	17,917,159
0.98	104,302,188	18,358,845	17,645,011
0.97	102,701,740	18,077,141	17,374,266
0.96	101,109,562	17,796,892	17,104,907
0.95	99,525,697	17,518,107	16,836,969
0.94	97,950,188	17,240,792	16,570,433
0.93	96,383,082	16,964,956	16,305,319
0.92	94,824,422	16,690,608	16,041,643
0.91	93,274,255	16,417,754	15,779,396
0.90	91,732,628	16,146,403	15,518,597
0.89	90,199,588	15,876,563	15,259,245
0.88	88,675,184	15,608,244	15,001,366
0.87	87,159,464	15,341,453	14,744,943
0.86	85,652,480	15,076,200	14,490,002
0.85	84,154,282	14,812,493	14,236,552
0.84	82,664,921	14,550,342	13,984,593
0.83	81,184,451	14,289,755	13,734,142
0.82	79,712,925	14,030,743	13,485,200
0.81	78,250,398	13,773,315	13,237,775
0.80	76,796,926	13,517,481	12,991,894
0.79	75,352,565	13,263,250	12,747,547
0.78	73,917,373	13,010,634	12,504,753
0.77	72,491,410	12,759,642	12,263,520
0.76	71,074,736	12,510,285	12,023,856
0.75	69,667,410	12,262,573	11,785,781
0.74	68,269,498	12,016,518	11,549,292
0.73	66,881,061	11,772,131	11,314,409
0.72	65,502,166	11,529,424	11,081,139
0.71	64,132,878	11,288,407	10,849,492
0.70	62,773,266	11,049,094	10,619,484
0.69	61,423,400	10,811,496	10,391,126
0.68	60,083,349	10,575,626	10,164,425
0.67	58,753,187	10,341,496	9,939,399
0.66	57,432,987	10,109,120	9,716,057
0.65	56,122,825	9,878,511	9,494,417
0.64	54,822,780	9,649,682	9,274,478
0.63	53,532,929	9,422,647	9,056,275
0.62	52,253,354	9,197,422	8,839,809
0.61	50,984,140	8,974,020	8,625,088
0.60	49,725,370	8,752,457	8,412,139
0.59	48,477,133	8,532,747	8,200,979
0.58	47,239,519	8,314,907	7,991,608
0.57	46,012,618	8,098,953	7,784,052
0.56	44,796,525	7,884,902	7,578,321
0.55	43,591,338	7,672,769	7,374,431
0.54	42,397,155	7,462,575	7,172,410
0.53	41,214,080	7,254,334	6,972,274
0.52	40,042,218	7,048,068	6,774,024
0.51	38,881,677	6,843,795	6,577,694
0.50	37,732,569	6,641,533	6,383,294
0.49	36,595,008	6,441,304	6,190,849
0.48	35,469,113	6,243,129	6,000,387
0.47	34,355,007	6,047,028	5,811,906
0.46	33,252,815	5,853,025	5,625,443
0.45	32,162,667	5,661,142	5,441,023

PAYROLL CREDIBILITY TABLE (IN 00'S)

Serious, Non-Serious and Medical

Credibility (1)	Serious (2)	Non-Serious (3)	Medical (4)
0.44	31,084,699	5,471,402	5,258,665
0.43	30,019,049	5,283,830	5,078,384
0.42	28,965,862	5,098,453	4,900,218
0.41	27,925,287	4,915,295	4,724,182
0.40	26,897,479	4,734,385	4,550,304
0.39	25,882,598	4,555,749	4,378,610
0.38	24,880,810	4,379,419	4,209,135
0.37	23,892,291	4,205,424	4,041,905
0.36	22,917,220	4,033,796	3,876,955
0.35	21,955,786	3,864,568	3,714,302
0.34	21,008,184	3,697,775	3,554,001
0.33	20,074,619	3,533,453	3,396,067
0.32	19,155,308	3,371,639	3,240,545
0.31	18,250,472	3,212,374	3,087,470
0.30	17,360,350	3,055,698	2,936,886
0.29	16,485,186	2,901,655	2,788,836
0.28	15,625,243	2,750,291	2,643,356
0.27	14,780,794	2,601,655	2,500,498
0.26	13,952,129	2,455,797	2,360,306
0.25	13,139,554	2,312,770	2,222,842
0.24	12,343,396	2,172,634	2,088,158
0.23	11,563,999	2,035,448	1,956,307
0.22	10,801,733	1,901,278	1,827,350
0.21	10,056,992	1,770,191	1,701,366
0.20	9,330,198	1,642,264	1,578,408
0.19	8,621,806	1,517,575	1,458,572
0.18	7,932,307	1,396,213	1,341,928
0.17	7,262,235	1,278,269	1,228,565
0.16	6,612,169	1,163,847	1,118,595
0.15	5,982,746	1,053,059	1,012,116
0.14	5,374,667	946,027	909,242
0.13	4,788,709	842,889	810,112
0.12	4,225,741	743,798	714,877
0.11	3,686,745	648,926	623,693
0.10	3,172,837	558,470	536,754
0.09	2,685,310	472,658	454,279
0.08	2,225,676	391,755	376,522
0.07	1,795,746	316,080	303,791
0.06	1,397,733	246,024	236,462
0.05	1,034,441	182,078	175,001
0.04	709,573	124,897	120,038
0.03	428,367	75,400	72,468
0.02	199,095	35,045	33,686
0.01	38,319	6,745	6,481
0.00	0	0	0

TABLE V

TOTAL EXPERIENCE ALL INDUSTRIES - MANUAL YEARS 1999 - 2003

MAN YEAR	PAYROLL IN THOUS	ALL LOSSES	DEATH NO. COMP. IN HUNDREDS	PERM. NO. COMP. IN HUNDREDS	TOTAL NO. COMP. IN HUNDREDS	MAJOR NO. COMP. IN HUNDREDS	PERM. NO. COMP. IN HUNDREDS	MINOR NO. COMP. IN HUNDREDS	TEMPORARY NO. COMP. IN HUNDREDS	MEDICAL IN HUNDREDS	PURE PREM.			
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
A. EXPERIENCE AS REPORTED														
99	913	56		0	0	0		0		0		0	1	.006
00	4,648	278,989		0	0	1	1,948	2	317	2	139		386	6.002
01	10,262	509,754		0	0	2	2,005	12	1,778		0		1,315	4.967
02	10,477	614,883		0	0	2	4,597		0		0		1,552	5.869
03	3,177	136,216		0	0		0	3	798		0		564	4.288
ALL	29,477	1,539,898		0	0	5	8,550	17	2,893	2	139		3,818	5.224
B. REPORTED PAYROLLS, TRANSLATED LOSSES & PURE PREMIUMS (EXCLUDING IBNR AND FREQUENCY TREND)														
99	913	93		0	0		0		0		0		1	.010
00	4,648	886,755		0	0	1	6,572	2	656	2	259		1,381	19.078
01	10,262	2,850,563		0	0	3	19,717	12	3,934		0		4,855	27.778
02	10,477	782,839		0	0	1	6,568		493		0		767	7.472
03	3,177	361,703		0	0		1,733	3	983		4		897	11.385
ALL	29,477	4,881,953		0	0	5	34,590	17	6,066	2	263		7,901	16.562
PURE PREMIUM		16.562		.000	.000		11.735		2.058		.089		2.680	
C. REPORTED PAYROLLS, TRANSLATED LOSSES & PURE PREMIUMS (INCLUDING IBNR AND FREQUENCY TREND)														
99	913	93		0	0		0		0		0		1	.010
00	4,648	2,834,053		0	0	3	19,716	5	1,641	17	2,199		4,785	60.974
01	10,262	4,228,350		0	0	5	32,860	11	3,605		0		5,819	41.204
02	10,477	3,651,990		0	0	5	32,862		493		0		3,165	34.857
03	3,177	381,280		0	0		1,733	3	1,107		4		969	12.001
ALL	29,477	11,095,766		0	0	13	87,171	19	6,846	17	2,203		14,739	37.642
PURE PREMIUM		37.642		.000	.000		29.573		2.322		.747		5.000	

TABLE V

TOTAL MEDICAL EXPERIENCE ALL INDUSTRIES - MANUAL YEARS 1999 - 2003

MAN YEAR	PAYROLL IN THOUS	ALL LOSSES	DEATH NO.	DEATH COMP. IN HUNDREDS	PERM. NO.	TOTAL COMP. IN HUNDREDS	MAJOR NO.	PERM. COMP. IN HUNDREDS	MINOR NO.	PERM. COMP. IN HUNDREDS	TEMPORARY NO.	TEMPORARY COMP. IN HUNDREDS	MEDICAL ONLY IN HUNDREDS	PURE PREM.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)	(15)
A. EXPERIENCE AS REPORTED														
99	913	56		0		0		0		0		0	1	.006
00	4,648	38,626		0		0	1	117	2	173	2	79	17	.831
01	10,262	131,455		0		0	2	181	12	1,063		0	71	1.281
02	10,477	155,214		0		0	2	1,547		0		0	5	1.481
03	3,177	56,385		0		0		0	3	551		0	12	1.775
ALL	29,477	381,736		0		0	5	1,845	17	1,787	2	79	106	1.295
B. REPORTED PAYROLLS, TRANSLATED LOSSES & PURE PREMIUMS (EXCLUDING IBNR AND FREQUENCY TREND)														
99	913	93		0		0		0		0		0	1	.010
00	4,648	138,109		0		0	1	601	2	473	2	199	109	2.971
01	10,262	485,507		0		0	3	1,800	12	2,834		0	221	4.731
02	10,477	76,710		0		0	1	599		166		0	2	.732
03	3,177	89,724		0		0		120	3	708		1	67	2.824
ALL	29,477	790,143		0		0	5	3,120	17	4,181	2	200	400	2.681
PURE PREMIUM		2.681		.000		.000		1.058		1.418		.068	.136	
C. REPORTED PAYROLLS, TRANSLATED LOSSES & PURE PREMIUMS (INCLUDING IBNR AND FREQUENCY TREND)														
99	913	93		0		0		0		0		0	1	.010
00	4,648	478,464		0		0	3	1,803	5	1,182	17	1,692	109	10.294
01	10,262	581,918		0		0	5	3,001	11	2,598		0	221	5.671
02	10,477	316,461		0		0	5	2,997		166		0	2	3.021
03	3,177	97,786		0		0		120	3	789		1	67	3.078
ALL	29,477	1,474,722		0		0	13	7,921	19	4,735	17	1,693	400	5.003
PURE PREMIUM		5.003		.000		.000		2.687		1.606		.574	.136	

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED					NUMBER OF CASES						
								DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999														
2000														
2001	1													
2002														
2003														
TOTAL	1													

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	9	-1		
TOTAL LOSSES	9			
EXPECTED LOSSES	28	17	1	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	.900	.000	.000	.900
INDICATED (POST-TEST)	.401	.000	.000	.401
PRES. ON RATE LEVEL	2.675	1.584	.069	4.328
DERIVED BY FORMULA	2.675	1.584	.069	4.328
UNDERLYING PRES. RATE	2.847	1.686	.073	4.606
PROPOSED	2.675	1.584	.069	4.328

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	7.645
IND. RATES				7.65	MINIMUM PREMIUM	
MAN. RATES	6.84	8.27	7.99	+ 7.65	PRESENT	1840

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED					NUMBER OF CASES					
								DEATH	P . T .	MAJOR	MINOR	TEMP	ALL
1999	11												
2000													
2001													
2002													
2003	17												
TOTAL	28												

REPORTED LOSSES													
MANUAL YEAR	INDEMNITY					MEDICAL							
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY		
TOTAL													

TRANSLATED LOSSES													
MANUAL YEAR	INDEMNITY					MEDICAL							
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY		
TOTAL													

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.		26		
TOTAL LOSSES		26		
EXPECTED LOSSES	799	489	21	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	.000	.093	.000	.093
INDICATED (POST-TEST)	.000	.094	.000	.094
PRES. ON RATE LEVEL	2.683	1.640	.070	4.393
DERIVED BY FORMULA	2.683	1.640	.070	4.393
UNDERLYING PRES. RATE	2.855	1.745	.075	4.675
PROPOSED	2.683	1.640	.070	4.393

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	7.760
IND. RATES				7.76	MINIMUM PREMIUM	
MAN. RATES	6.90	8.38	8.11	+ 7.76	PRESENT	1860

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999										
2000										
2001										
2002										
2003	14									
TOTAL	14									

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.		24		
TOTAL LOSSES		24		
EXPECTED LOSSES	444	277	14	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	.000	.171	.000	.171
INDICATED (POST-TEST)	.000	.172	.000	.172
PRES. ON RATE LEVEL	2.979	1.856	.095	4.930
DERIVED BY FORMULA	2.979	1.856	.095	4.930
UNDERLYING PRES. RATE	3.170	1.975	.101	5.246
PROPOSED	2.979	1.856	.095	4.930

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	8.708
IND. RATES				8.71	MINIMUM PREMIUM	
MAN. RATES	7.78	9.41	9.10	+ 8.71	PRESENT	2060

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999										
2000										
2001	2									
2002	12									
2003										
TOTAL	14									

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	332	-4		
TOTAL LOSSES	332			
EXPECTED LOSSES	565	344	15	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	2.371	.000	.000	2.371
INDICATED (POST-TEST)	1.057	.000	.000	1.057
PRES. ON RATE LEVEL	3.790	2.313	.100	6.203
DERIVED BY FORMULA	3.790	2.313	.100	6.203
UNDERLYING PRES. RATE	4.033	2.461	.107	6.601
PROPOSED	3.790	2.313	.100	6.203

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	10.957
IND. RATES				10.96	MINIMUM PREMIUM	
MAN. RATES	9.74	11.84	11.45	+ 10.96	PRESENT	2530

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES							
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL		
1999	470										
2000	3,387	254,378	7.510			1	1	2		4	
2001	8,112	509,754	6.283			2	12			14	
2002	1,052	335,427	31.884			1				1	
2003	1,870	76,478	4.089					2		2	
TOTAL	14,891	1,176,037	7.898			4	15	2		21	

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2000			194,769	12,593	13,874			11,730	12,679	7,882	851
2001			200,465	177,834				18,124	106,269		7,062
2002			271,007					64,163			257
2003				49,831					26,647		
TOTAL			666,241	240,258	13,874			94,017	145,595	7,882	8,170

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2000			657,151	26,055	25,866			60,090	34,565	19,899	5,507
2001			1,755,774	393,369				151,854	283,389		22,069
2002			387,217	29,095				24,839	6,873		125
2003			108,178	61,367	226			5,813	34,226	64	
TOTAL			2,908,320	509,886	26,092			242,596	359,053	19,963	27,701

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B	3,150,916	914,994	27,701	
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	539,644	106,098		
TOTAL LOSSES	3,690,560	1,021,092	27,701	
EXPECTED LOSSES	1,644,264	1,043,116	43,333	
CREDIBILITY	.01	.04	.04	
PURE PREMIUMS				
INDICATED (PRE-TEST)	24.784	6.857	.186	31.827
INDICATED (POST-TEST)	11.054	6.898	.231	18.183
PRES. ON RATE LEVEL	10.376	6.583	.273	17.232
DERIVED BY FORMULA	10.383	6.596	.271	17.250
UNDERLYING PRES. RATE	11.042	7.005	.291	18.338
PROPOSED	10.383	6.596	.271	17.250

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	30.472
IND. RATES				30.47	MINIMUM PREMIUM	
MAN. RATES	26.88	32.83	31.81	+ 30.47	PRESENT	3150

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999	106									
2000	128									
2001	156									
2002	20									
2003	158	58,500	37,025						1	1
TOTAL	568	58,500	10,299						1	1

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2003				30,000					28,500		
TOTAL				30,000					28,500		

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2003			65,128	36,944	136			6,218	36,607	69	
TOTAL			65,128	36,944	136			6,218	36,607	69	

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B	71,346	73,756		
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	5,147	1,865		
TOTAL LOSSES	76,493	75,621		
EXPECTED LOSSES	23,373	14,001	607	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	13.467	13.314	.000	26.781
INDICATED (POST-TEST)	6.006	13.394	.000	19.400
PRES. ON RATE LEVEL	3.867	2.316	.101	6.284
DERIVED BY FORMULA	3.867	2.316	.101	6.284
UNDERLYING PRES. RATE	4.115	2.465	.107	6.687
PROPOSED	3.867	2.316	.101	6.284

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	11.100
IND. RATES				11.10	MINIMUM PREMIUM	
MAN. RATES	9.92	12.00	11.60	+ 11.10	PRESENT	2560

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED					NUMBER OF CASES					
								DEATH	P . T .	MAJOR	MINOR	TEMP	ALL
1999													
2000													
2001	1												
2002													
2003													
TOTAL	1												

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	27	-4		
TOTAL LOSSES	27			
EXPECTED LOSSES	87	53	2	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	2.700	.000	.000	2.700
INDICATED (POST-TEST)	1.204	.000	.000	1.204
PRES. ON RATE LEVEL	8.187	4.951	.210	13.348
DERIVED BY FORMULA	8.187	4.951	.210	13.348
UNDERLYING PRES. RATE	8.712	5.269	.224	14.205
PROPOSED	8.187	4.951	.210	13.348

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	23.579
IND. RATES				23.58	MINIMUM PREMIUM	
MAN. RATES	20.98	25.48	24.64	+ 23.58	PRESENT	3150

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999										
2000										
2001										
2002	4,300									
2003										
TOTAL	4,300									

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL		
TOTAL TRANS. LOSSES PG B						
TOTAL TRANS. LOSSES PG A						
IBNR + FREQUENCY ADJUST.	128,504					
TOTAL LOSSES	128,504					
EXPECTED LOSSES	202,401	122,378	5,160			
CREDIBILITY	.01	.02	.02			
PURE PREMIUMS						
INDICATED (PRE-TEST)	2.988	.000	.000	2.988		
INDICATED (POST-TEST)	1.333	.000	.000	1.333		
PRES. ON RATE LEVEL	4.423	2.674	.113	7.210		
DERIVED BY FORMULA	4.392	2.621	.111	7.124		
UNDERLYING PRES. RATE	4.707	2.846	.120	7.673		
PROPOSED	4.392	2.621	.111	7.124		
IND. RATES						
YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	12.584
IND. RATES				12.58	MINIMUM PREMIUM	
MAN. RATES	11.49	13.82	13.31	+ 12.58	PRESENT	2900

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999	294	56	.019							
2000	1,068	692	.064							
2001	1,990									
2002	722	279,456	38.705			1				1
2003	780	1,238	.158							
TOTAL	4,854	281,442	5.798			1				1

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
1999											56
2000											692
2002			188,662					90,586			208
2003											1,238
TOTAL			188,662					90,586			2,194

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
1999											93
2000											4,478
2002			269,563	20,254				35,069	9,703		101
2003											6,727
TOTAL			269,563	20,254				35,069	9,703		11,399

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B	304,632	29,957	11,399	
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	35,142	7,006		
TOTAL LOSSES	339,774	36,963	11,399	
EXPECTED LOSSES	105,866	63,587	2,622	
CREDIBILITY	.01	.02	.02	
PURE PREMIUMS				
INDICATED (PRE-TEST)	7.000	.761	.235	7.996
INDICATED (POST-TEST)	3.122	.766	.292	4.180
PRES. ON RATE LEVEL	2.049	1.231	.051	3.331
DERIVED BY FORMULA	2.060	1.222	.056	3.338
UNDERLYING PRES. RATE	2.181	1.310	.054	3.545
PROPOSED	2.060	1.222	.056	3.338

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	5.896
IND. RATES				5.90	MINIMUM PREMIUM	
MAN. RATES	5.31	6.39	6.15	+ 5.90	PRESENT	1470

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED	NUMBER OF CASES						
				DEATH	P . T .	MAJOR	MINOR	TEMP	ALL	
1999	32									
2000	65	23,919	36.798				1			1
2001										
2002	4,371									
2003	220									
TOTAL	4,688	23,919	.510				1			1

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2000				19,127					4,657		135
TOTAL				19,127					4,657		135

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
2000				39,574					12,696		874
TOTAL				39,574					12,696		874

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B		52,270	874	
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.	24,368	297		
TOTAL LOSSES	24,368	52,567	874	
EXPECTED LOSSES	40,692	24,706	1,078	
CREDIBILITY	.01	.02	.02	
PURE PREMIUMS				
INDICATED (PRE-TEST)	.520	1.121	.019	1.660
INDICATED (POST-TEST)	.232	1.128	.024	1.384
PRES. ON RATE LEVEL	.816	.495	.021	1.332
DERIVED BY FORMULA	.810	.508	.021	1.339
UNDERLYING PRES. RATE	.868	.527	.023	1.418
PROPOSED	.810	.508	.021	1.339

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	TOTAL
IND. RATES				2.37	MINIMUM PREMIUM	
MAN. RATES	2.09	2.54	2.46	+ 2.37	PRESENT	730

+PROPOSED

MANUAL YEAR	PAYROLL IN THOUS	TOTAL REPT. LOSSES	PURE PREM. REPORTED				NUMBER OF CASES					
							DEATH	P . T .	MAJOR	MINOR	TEMP	ALL
1999												
2000												
2001												
2002												
2003	118											
TOTAL	118											

REPORTED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

TRANSLATED LOSSES											
MANUAL YEAR	INDEMNITY					MEDICAL					
	DEATH	P . T .	MAJOR	MINOR	TEMP	DEATH	P . T .	MAJOR	MINOR	TEMP	MED. ONLY
TOTAL											

	SERIOUS	NON-SERIOUS	MED. ONLY	TOTAL
TOTAL TRANS. LOSSES PG B				
TOTAL TRANS. LOSSES PG A				
IBNR + FREQUENCY ADJUST.		75		
TOTAL LOSSES		75		
EXPECTED LOSSES	1,405	844	37	
CREDIBILITY	.00	.00	.00	
PURE PREMIUMS				
INDICATED (PRE-TEST)	.000	.064	.000	.064
INDICATED (POST-TEST)	.000	.064	.000	.064
PRES. ON RATE LEVEL	1.119	.672	.029	1.820
DERIVED BY FORMULA	1.119	.672	.029	1.820
UNDERLYING PRES. RATE	1.191	.715	.031	1.937
PROPOSED	1.119	.672	.029	1.820

YEAR	12-1-00	12-1-02	12-1-04	12-1-06	IND. RATE	3.215
IND. RATES				3.22	MINIMUM PREMIUM	
MAN. RATES	2.86	3.47	3.36	+ 3.22	PRESENT	910

+PROPOSED