

DELAWARE COMPENSATION RATING BUREAU, INC.  
F CLASS FILING

Indicated Change in Rate Level

This exhibit shows the indicated change in overall rate level for Delaware Federal Classes. It includes the estimated effect of the 10/1/09 benefit change and a section to reflect the adjustment of the indicated change in overall rate level to the indicated change in manual rate level.

**INDICATED CHANGE IN RATE LEVEL**

	<u>Indemnity</u>	<u>Medical</u>	<u>Total</u>
(1) Trended Policy Year Loss Ratio for Policy Period 12/1/08 - 12/01/09	0.8169	0.3789	1.1958
(2) Credibility	0.0500	0.0500	0.0500
(3) Loss Ratio Underlying Current Rates Trended at 0.0% to 12/1/09	0.3827	0.2230	0.6057
(4) Credibility Weighted Trended Loss Ratio (1)*(2) + (3)*[1.0-(2)]	0.4044	0.2308	0.6352
(5) Ratio of Loss Adjustment Expense to Loss	0.1239	0.1239	0.1239
(6) Trended Policy Year Loss and Loss Adjustment Ratio (4)*(1.0+(5))	0.4545	0.2594	0.7139
(7) Permissible Loss and Loss Adjustment Ratio			0.6130
(8) Indicated Change in Rates (6) / (7)			1.1646
(9) Estimated Effect of the 10/1/09 Benefit Change			1.0003
(10) Indicated Change in Overall Rate Level (8)*(9)			1.1649
(11) Change in Voluntary Market Loss Costs (10) * [0.7373 / 0.7212]			1.1909

**INDICATED CHANGE IN MANUAL LEVEL**

	<b>Total</b>
(12) Current Collectible Premium Ratio	1.0686
(13) Proposed Collectible Premium Ratio	1.0115
(14) Indicated Change in Manual Rate Level [(10) * (13)] / (12)	1.1027
(15) Indicated Change in Voluntary Market Manual Loss Cost Level (11) * [(13) / (12)]	1.1273