

DELAWARE COMPENSATION RATING BUREAU, INC.

Table I

Table I presents premium and loss data which forms the basis for calculating development factors and projecting ratios of actual losses to premiums by policy year. Losses are shown on paid and case incurred (paid plus outstanding, excluding bulk and IBNR) bases split between indemnity and medical.

The data represents a summary of accumulated policy year experience as reported by carriers in the annual Financial Calls for Experience.

Four sets of development factors are shown, measuring the development from December 31, 2002 to December 31, 2003; December 31, 2003 to December 31, 2004; December 31, 2004 to December 31, 2005; and December 31, 2005 to December 31, 2006. So as to maximize the use of available data, the companies used in each stage of development are allowed to be independent of those used in other stages of development; therefore, the figures shown for a given valuation date may vary for purposes of comparison to the prior and subsequent points.

In recent Delaware filings, medical incurred loss development factors have been higher than medical paid loss development factors at many stages of maturity. Based on analyses of available data and responses to a survey of large carriers conducted in support of this filing, staff has concluded that the unusually high medical loss development factors observed for certain calendar periods (2002-2003 and 2003-2004) are a consequence of carrier case reserve strengthening during the experience period covered by our current filing.

As a result, Table I has been expanded for medical incurred losses to include two earlier periods (2000-2001 and 2001-2002) and allow for more flexibility in the choice of medical incurred loss development factors. The data underlying the medical incurred loss development factors for the period December 31, 2000 to December 31, 2001 and December 31, 2001 to December 31, 2002 are shown on page 7.

Experience for large deductible policies has been excluded from Table I.

TABLE I

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

ACCUMULATED STANDARD EARNED PREMIUM

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior				Prior			
to 1983	330,276,255	330,451,069	1.0005	to 1984	345,802,829	344,657,478	0.9967
1983	40,349,317	40,353,262	1.0001	1984	41,676,205	41,676,070	1.0000
1984	44,183,905	44,184,045	1.0000	1985	55,822,104	55,822,104	1.0000
1985	59,801,047	59,801,031	1.0000	1986	66,209,998	66,209,998	1.0000
1986	70,302,286	70,298,969	1.0000	1987	76,555,162	76,555,161	1.0000
1987	81,538,827	81,538,820	1.0000	1988	92,299,777	92,299,135	1.0000
1988	99,395,866	99,395,864	1.0000	1989	97,460,913	97,461,505	1.0000
1989	104,969,727	104,973,786	1.0000	1990	85,110,911	85,109,500	1.0000
1990	92,829,352	92,829,375	1.0000	1991	86,210,356	86,219,084	1.0001
1991	94,365,271	94,395,691	1.0003	1992	78,255,565	78,254,283	1.0000
1992	83,654,860	83,753,418	1.0012	1993	79,860,765	79,865,509	1.0001
1993	84,959,746	84,962,688	1.0000	1994	76,190,720	76,193,011	1.0000
1994	80,216,300	80,250,537	1.0004	1995	76,024,554	76,036,484	1.0002
1995	79,183,806	79,188,130	1.0001	1996	79,962,377	79,953,089	0.9999
1996	83,200,012	83,213,774	1.0002	1997	83,392,380	83,387,902	0.9999
1997	87,584,498	87,626,809	1.0005	1998	88,723,451	89,028,759	1.0034
1998	93,198,536	93,527,685	1.0035	1999	82,032,513	81,559,212	0.9942
1999	86,700,216	86,709,902	1.0001	2000	90,030,337	89,864,096	0.9982
2000	94,892,214	95,171,560	1.0029	2001	93,521,814	92,988,725	0.9943
2001	95,697,384	97,651,340	1.0204	2002	116,780,532	115,751,627	0.9912
2002	64,355,095	118,747,862	1.8452	2003	67,633,669	129,488,542	1.9146
2003		68,123,859		2004		73,232,385	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior				Prior			
to 1985	386,584,985	386,584,985	1.0000	to 1986	424,616,164	424,667,648	1.0001
1985	55,807,919	55,807,919	1.0000	1986	63,043,365	63,023,266	0.9997
1986	66,222,041	66,222,041	1.0000	1987	72,849,658	72,850,618	1.0000
1987	76,656,888	76,656,888	1.0000	1988	82,834,799	82,763,862	0.9991
1988	92,367,974	92,367,974	1.0000	1989	86,244,219	86,613,192	1.0043
1989	97,576,635	97,577,146	1.0000	1990	80,785,047	81,364,979	1.0072
1990	85,243,382	85,420,105	1.0021	1991	81,640,947	81,541,085	0.9988
1991	86,399,545	86,419,774	1.0002	1992	74,756,947	74,291,455	0.9938
1992	78,394,713	78,392,991	1.0000	1993	76,272,328	76,233,153	0.9995
1993	80,192,133	80,187,236	0.9999	1994	72,891,978	72,896,285	1.0001
1994	76,389,572	76,390,309	1.0000	1995	71,316,117	71,313,956	1.0000
1995	76,053,723	76,050,917	1.0000	1996	77,317,991	77,311,008	0.9999
1996	80,071,959	80,073,548	1.0000	1997	81,017,671	80,991,242	0.9997
1997	83,457,815	83,459,470	1.0000	1998	87,627,541	87,645,842	1.0002
1998	89,074,530	89,050,783	0.9997	1999	80,474,716	80,533,721	1.0007
1999	81,687,481	81,527,186	0.9980	2000	87,335,759	87,450,749	1.0013
2000	89,927,552	89,664,838	0.9971	2001	91,547,743	91,552,530	1.0001
2001	93,342,916	93,098,124	0.9974	2002	112,730,287	112,642,442	0.9992
2002	115,801,563	115,305,526	0.9957	2003	125,376,048	125,356,859	0.9998
2003	129,509,510	129,353,946	0.9988	2004	139,999,401	140,748,403	1.0054
2004	73,369,152	144,419,589	1.9684	2005	86,592,308	165,830,173	1.9151
2005		90,663,961		2006		98,407,752	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - A

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior to 1983	204,011,456	206,004,188	1.0098	Prior to 1984	217,527,917	219,441,741	1.0088
1983	28,941,404	28,930,197	0.9996	1984	34,411,931	34,722,396	1.0090
1984	35,226,415	35,801,373	1.0163	1985	38,179,439	38,165,819	0.9996
1985	41,121,965	41,412,515	1.0071	1986	40,446,849	40,921,844	1.0117
1986	42,022,801	42,677,565	1.0156	1987	48,856,446	50,005,708	1.0235
1987	52,048,179	51,751,211	0.9943	1988	48,470,615	48,444,948	0.9995
1988	48,409,867	51,284,843	1.0594	1989	51,574,583	52,301,013	1.0141
1989	57,780,038	58,148,976	1.0064	1990	49,426,164	50,635,102	1.0245
1990	53,835,654	55,771,347	1.0360	1991	51,328,418	52,981,428	1.0322
1991	55,943,813	57,513,355	1.0281	1992	55,814,282	59,688,326	1.0694
1992	58,738,742	59,544,056	1.0137	1993	52,699,220	54,462,267	1.0335
1993	53,077,724	54,715,354	1.0309	1994	41,537,326	43,904,243	1.0570
1994	44,875,727	44,993,058	1.0026	1995	53,448,034	56,614,691	1.0592
1995	50,169,285	55,082,213	1.0979	1996	56,186,974	57,600,867	1.0252
1996	56,535,142	57,765,221	1.0218	1997	54,842,755	58,308,350	1.0632
1997	50,683,897	56,399,995	1.1128	1998	49,779,296	52,562,025	1.0559
1998	50,845,338	53,672,179	1.0556	1999	58,220,171	62,920,772	1.0807
1999	58,490,701	61,303,980	1.0481	2000	65,069,379	74,634,543	1.1470
2000	59,214,561	68,147,854	1.1509	2001	52,591,542	63,104,130	1.1999
2001	42,577,891	54,327,685	1.2760	2002	62,951,804	75,960,230	1.2066
2002	23,642,845	63,255,206	2.6754	2003	22,131,997	54,918,276	2.4814
2003		22,160,539		2004		23,394,627	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior to 1985	254,255,800	255,435,244	1.0046	Prior to 1986	280,854,169	282,668,087	1.0065
1985	37,966,515	38,328,617	1.0095	1986	38,185,385	38,356,535	1.0045
1986	40,755,546	41,074,706	1.0078	1987	45,160,770	46,787,978	1.0360
1987	50,006,916	50,003,488	0.9999	1988	41,990,070	43,338,932	1.0321
1988	48,489,865	48,827,782	1.0070	1989	47,701,532	48,533,009	1.0174
1989	52,628,762	53,675,168	1.0199	1990	47,688,048	48,715,191	1.0215
1990	50,924,221	52,092,418	1.0229	1991	49,209,881	49,671,241	1.0094
1991	53,132,790	52,989,579	0.9973	1992	57,613,058	57,597,324	0.9997
1992	59,788,093	59,739,863	0.9992	1993	54,722,218	55,571,039	1.0155
1993	54,677,769	56,745,947	1.0378	1994	42,252,293	42,426,193	1.0041
1994	44,317,577	45,409,637	1.0246	1995	53,676,320	54,418,181	1.0138
1995	56,616,576	56,841,516	1.0040	1996	56,750,991	58,233,228	1.0261
1996	57,861,140	60,426,564	1.0443	1997	58,449,299	58,075,582	0.9936
1997	58,322,040	62,055,472	1.0640	1998	52,168,631	53,947,720	1.0341
1998	52,749,697	55,023,963	1.0431	1999	64,355,669	67,941,303	1.0557
1999	62,970,042	65,034,287	1.0328	2000	81,207,125	85,487,364	1.0527
2000	74,648,894	82,031,221	1.0989	2001	65,978,760	69,846,397	1.0586
2001	63,473,119	66,658,236	1.0502	2002	83,629,019	82,822,189	0.9904
2002	75,938,521	85,177,655	1.1217	2003	64,971,569	73,775,240	1.1355
2003	54,927,759	67,347,717	1.2261	2004	61,782,729	74,216,613	1.2013
2004	23,465,545	63,138,939	2.6907	2005	18,783,671	55,938,899	2.9781
2005		19,925,677		2006		20,682,002	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - B

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INDEMNITY INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior to 1983	130,704,964	130,285,160	0.9968	Prior to 1984	137,439,803	136,612,896	0.9940
1983	18,400,676	18,383,535	0.9991	1984	17,473,143	17,589,840	1.0067
1984	18,097,339	18,315,389	1.0120	1985	20,202,479	20,266,269	1.0032
1985	21,986,324	22,090,853	1.0048	1986	23,664,992	23,727,712	1.0027
1986	24,784,033	25,022,716	1.0096	1987	26,681,949	26,810,683	1.0048
1987	28,375,908	28,434,191	1.0021	1988	25,931,169	25,851,907	0.9969
1988	26,601,699	27,489,223	1.0334	1989	26,413,972	26,530,572	1.0044
1989	30,158,075	29,932,671	0.9925	1990	26,167,495	26,584,606	1.0159
1990	29,225,952	29,801,349	1.0197	1991	26,285,256	26,794,984	1.0194
1991	29,012,137	29,721,874	1.0245	1992	23,741,254	24,114,716	1.0157
1992	25,462,739	25,500,638	1.0015	1993	26,075,092	26,492,344	1.0160
1993	26,775,812	27,045,066	1.0101	1994	19,655,469	19,871,019	1.0110
1994	21,946,821	21,539,106	0.9814	1995	24,791,360	25,103,493	1.0126
1995	24,638,849	25,553,610	1.0371	1996	27,290,173	27,645,078	1.0130
1996	27,673,431	27,978,399	1.0110	1997	25,218,823	27,052,051	1.0727
1997	23,470,338	25,901,569	1.1036	1998	22,740,624	23,694,757	1.0420
1998	22,867,278	24,596,114	1.0756	1999	26,338,561	28,729,452	1.0908
1999	27,212,089	27,844,485	1.0232	2000	31,095,046	34,693,011	1.1157
2000	28,529,337	32,639,527	1.1441	2001	24,861,991	29,545,233	1.1884
2001	17,776,390	25,556,554	1.4377	2002	23,796,108	30,177,904	1.2682
2002	8,518,725	23,872,269	2.8023	2003	8,168,305	22,924,366	2.8065
2003		8,176,805		2004		8,837,301	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior to 1985	154,117,104	153,603,677	0.9967	Prior to 1986	166,177,265	166,687,805	1.0031
1985	20,198,885	20,240,537	1.0021	1986	21,998,115	22,009,508	1.0005
1986	23,728,600	23,686,536	0.9982	1987	23,631,704	23,723,903	1.0039
1987	26,810,683	26,781,021	0.9989	1988	22,341,568	22,528,935	1.0084
1988	25,877,060	25,964,502	1.0034	1989	23,346,113	23,372,896	1.0011
1989	26,764,629	27,131,431	1.0137	1990	24,094,848	24,336,281	1.0100
1990	26,650,482	27,192,036	1.0203	1991	24,241,492	24,271,819	1.0013
1991	26,823,477	26,464,369	0.9866	1992	23,159,803	23,039,331	0.9948
1992	24,147,472	24,293,235	1.0060	1993	26,113,070	26,393,617	1.0107
1993	26,692,405	27,222,850	1.0199	1994	19,075,776	19,107,358	1.0017
1994	20,181,602	20,303,186	1.0060	1995	22,969,023	23,070,504	1.0044
1995	25,103,677	24,798,928	0.9879	1996	26,341,495	26,669,744	1.0125
1996	27,732,264	28,614,561	1.0318	1997	27,538,002	27,382,761	0.9944
1997	27,064,178	29,735,794	1.0987	1998	22,819,260	23,551,981	1.0321
1998	23,800,112	24,224,835	1.0178	1999	28,790,279	29,221,084	1.0150
1999	28,767,610	29,060,545	1.0102	2000	36,466,761	37,874,406	1.0386
2000	34,701,875	36,760,896	1.0593	2001	30,511,088	31,326,525	1.0267
2001	29,798,300	30,808,020	1.0339	2002	33,986,706	35,890,641	1.0560
2002	30,154,477	34,686,293	1.1503	2003	28,120,755	32,353,673	1.1505
2003	22,933,609	29,346,150	1.2796	2004	22,587,273	30,251,824	1.3393
2004	8,863,101	23,152,494	2.6122	2005	6,544,874	21,803,268	3.3314
2005		7,016,962		2006		8,030,162	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - C

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

MEDICAL INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior to 1983	73,306,492	75,719,028	1.0329	Prior to 1984	80,088,114	82,828,845	1.0342
1983	10,540,728	10,546,662	1.0006	1984	16,938,788	17,132,556	1.0114
1984	17,129,076	17,485,984	1.0208	1985	17,976,960	17,899,550	0.9957
1985	19,135,641	19,321,662	1.0097	1986	16,781,857	17,194,132	1.0246
1986	17,238,768	17,654,849	1.0241	1987	22,174,497	23,195,025	1.0460
1987	23,672,271	23,317,020	0.9850	1988	22,539,446	22,593,041	1.0024
1988	21,808,168	23,795,620	1.0911	1989	25,160,611	25,770,441	1.0242
1989	27,621,963	28,216,305	1.0215	1990	23,258,669	24,050,496	1.0340
1990	24,609,702	25,969,998	1.0553	1991	25,043,162	26,186,444	1.0457
1991	26,931,676	27,791,481	1.0319	1992	32,073,028	35,573,610	1.1091
1992	33,276,003	34,043,418	1.0231	1993	26,624,128	27,969,923	1.0505
1993	26,301,912	27,670,288	1.0520	1994	21,881,857	24,033,224	1.0983
1994	22,928,906	23,453,952	1.0229	1995	28,656,674	31,511,198	1.0996
1995	25,530,436	29,528,603	1.1566	1996	28,896,801	29,955,789	1.0366
1996	28,861,711	29,786,822	1.0321	1997	29,623,932	31,256,299	1.0551
1997	27,213,559	30,498,426	1.1207	1998	27,038,672	28,867,268	1.0676
1998	27,978,060	29,076,065	1.0392	1999	31,881,610	34,191,320	1.0724
1999	31,278,612	33,459,495	1.0697	2000	33,974,333	39,941,532	1.1756
2000	30,685,224	35,508,327	1.1572	2001	27,729,551	33,558,897	1.2102
2001	24,801,501	28,771,131	1.1601	2002	39,155,696	45,782,326	1.1692
2002	15,124,120	39,382,937	2.6040	2003	13,963,692	31,993,910	2.2912
2003		13,983,734		2004		14,557,326	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior to 1985	100,138,696	101,831,567	1.0169	Prior to 1986	114,676,904	115,980,282	1.0114
1985	17,767,630	18,088,080	1.0180	1986	16,187,270	16,347,027	1.0099
1986	17,026,946	17,388,170	1.0212	1987	21,529,066	23,064,075	1.0713
1987	23,196,233	23,222,467	1.0011	1988	19,648,502	20,809,997	1.0591
1988	22,612,805	22,863,280	1.0111	1989	24,355,419	25,160,113	1.0330
1989	25,864,133	26,543,737	1.0263	1990	23,593,200	24,378,910	1.0333
1990	24,273,739	24,900,382	1.0258	1991	24,968,389	25,399,422	1.0173
1991	26,309,313	26,525,210	1.0082	1992	34,453,255	34,557,993	1.0030
1992	35,640,621	35,446,628	0.9946	1993	28,609,148	29,177,422	1.0199
1993	27,985,364	29,523,097	1.0549	1994	23,176,517	23,318,835	1.0061
1994	24,135,975	25,106,451	1.0402	1995	30,707,297	31,347,677	1.0209
1995	31,512,899	32,042,588	1.0168	1996	30,409,496	31,563,484	1.0379
1996	30,128,876	31,812,003	1.0559	1997	30,911,297	30,692,821	0.9929
1997	31,257,862	32,319,678	1.0340	1998	29,349,371	30,395,739	1.0357
1998	28,949,585	30,799,128	1.0639	1999	35,565,390	38,720,219	1.0887
1999	34,202,432	35,973,742	1.0518	2000	44,740,364	47,612,958	1.0642
2000	39,947,019	45,270,325	1.1333	2001	35,467,672	38,519,872	1.0861
2001	33,674,819	35,850,216	1.0646	2002	49,642,313	46,931,548	0.9454
2002	45,784,044	50,491,362	1.1028	2003	36,850,814	41,421,567	1.1240
2003	31,994,150	38,001,567	1.1878	2004	39,195,456	43,964,789	1.1217
2004	14,602,444	39,986,445	2.7383	2005	12,238,797	34,135,631	2.7891
2005		12,908,715		2006		12,651,840	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - D

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INDEMNITY PAID LOSSES

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior to 1983	123,487,808	124,308,099	1.0066	Prior to 1984	130,548,383	131,211,768	1.0051
1983	17,096,217	17,167,918	1.0042	1984	16,240,736	16,304,866	1.0039
1984	16,829,859	17,082,982	1.0150	1985	19,408,490	19,401,239	0.9996
1985	21,026,896	21,275,306	1.0118	1986	21,520,290	21,811,733	1.0135
1986	22,690,102	22,834,685	1.0064	1987	25,908,086	26,092,031	1.0071
1987	27,207,843	27,481,377	1.0101	1988	23,408,024	23,628,291	1.0094
1988	24,820,651	24,966,078	1.0059	1989	25,562,115	25,825,924	1.0103
1989	28,654,118	28,809,169	1.0054	1990	23,914,090	24,111,721	1.0083
1990	26,808,799	27,277,912	1.0175	1991	24,518,897	24,673,481	1.0063
1991	27,153,941	27,731,326	1.0213	1992	22,250,686	22,698,672	1.0201
1992	23,738,030	23,959,981	1.0094	1993	23,808,952	24,401,606	1.0249
1993	24,034,872	24,778,926	1.0310	1994	18,452,937	18,521,159	1.0037
1994	19,593,572	20,326,061	1.0374	1995	21,711,495	22,095,733	1.0177
1995	21,922,838	22,451,629	1.0241	1996	24,447,168	25,081,032	1.0259
1996	24,373,569	25,123,534	1.0308	1997	21,648,269	22,727,211	1.0498
1997	20,271,918	22,329,961	1.1015	1998	19,637,970	20,836,227	1.0610
1998	19,438,273	21,299,910	1.0958	1999	22,003,415	23,862,332	1.0845
1999	19,729,463	23,170,306	1.1744	2000	21,127,554	26,474,576	1.2531
2000	16,063,121	22,032,135	1.3716	2001	14,249,243	19,962,747	1.4010
2001	7,130,185	14,671,664	2.0577	2002	8,858,695	17,909,835	2.0217
2002	1,850,964	8,914,394	4.8161	2003	2,034,146	9,031,206	4.4398
2003		2,041,659		2004		1,938,227	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior to 1985	147,421,852	147,955,992	1.0036	Prior to 1986	159,818,649	160,722,696	1.0057
1985	19,320,779	19,400,032	1.0041	1986	20,339,846	20,499,029	1.0078
1986	21,780,297	22,028,267	1.0114	1987	23,040,328	23,117,555	1.0034
1987	26,092,031	26,188,368	1.0037	1988	21,187,137	21,350,104	1.0077
1988	23,642,448	23,938,455	1.0125	1989	22,576,246	22,673,621	1.0043
1989	26,046,202	26,180,092	1.0051	1990	22,622,414	22,987,399	1.0161
1990	24,172,952	24,424,371	1.0104	1991	22,830,879	22,942,839	1.0049
1991	24,690,035	24,919,978	1.0093	1992	22,002,369	22,285,941	1.0129
1992	22,729,241	23,135,774	1.0179	1993	24,014,294	24,444,830	1.0179
1993	24,586,819	25,083,303	1.0202	1994	18,204,797	18,292,056	1.0048
1994	18,831,742	19,232,598	1.0213	1995	21,494,921	21,949,082	1.0211
1995	22,095,917	22,537,572	1.0200	1996	23,786,458	24,078,724	1.0123
1996	25,137,234	25,549,270	1.0164	1997	22,199,814	23,288,404	1.0490
1997	22,728,018	24,144,424	1.0623	1998	20,365,436	21,015,840	1.0319
1998	20,845,581	21,759,575	1.0438	1999	25,085,221	26,227,757	1.0455
1999	23,877,371	25,355,487	1.0619	2000	29,002,425	31,693,922	1.0928
2000	26,482,650	29,291,050	1.1060	2001	23,154,821	25,862,606	1.1169
2001	20,110,675	23,440,201	1.1656	2002	23,983,592	26,942,997	1.1234
2002	17,909,835	24,453,637	1.3654	2003	15,802,078	22,790,334	1.4422
2003	9,031,206	16,709,678	1.8502	2004	7,555,009	16,684,988	2.2085
2004	1,939,948	7,808,865	4.0253	2005	1,801,577	7,787,558	4.3226
2005		1,916,351		2006		1,835,690	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - E

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

MEDICAL PAID LOSSES

Policy Year Valued	As of 12/31/02	As of 12/31/03	Ratio to Prior Year	Policy Year Valued	As of 12/31/03	As of 12/31/04	Ratio to Prior Year
Prior to 1983	67,059,027	68,151,877	1.0163	Prior to 1984	72,095,829	73,071,624	1.0135
1983	9,801,515	9,883,401	1.0084	1984	12,956,324	13,234,519	1.0215
1984	13,154,460	13,503,520	1.0265	1985	15,734,531	15,932,553	1.0126
1985	16,626,782	16,990,731	1.0219	1986	15,528,997	15,854,818	1.0210
1986	16,142,071	16,401,988	1.0161	1987	20,510,881	20,733,365	1.0108
1987	21,148,425	21,579,655	1.0204	1988	20,442,143	20,629,600	1.0092
1988	21,258,058	21,698,317	1.0207	1989	22,352,865	22,750,254	1.0178
1989	24,290,911	24,677,876	1.0159	1990	21,151,325	21,496,453	1.0163
1990	23,466,439	23,654,251	1.0080	1991	22,946,227	23,280,832	1.0146
1991	25,226,195	25,537,850	1.0124	1992	25,959,688	26,770,178	1.0312
1992	27,038,603	27,888,821	1.0314	1993	23,286,797	23,747,818	1.0198
1993	23,911,693	24,332,957	1.0176	1994	19,623,250	19,806,477	1.0093
1994	20,802,623	21,119,225	1.0152	1995	23,674,641	24,143,253	1.0198
1995	23,435,794	24,414,550	1.0418	1996	25,229,069	25,642,155	1.0164
1996	25,425,574	26,100,170	1.0265	1997	25,196,951	26,183,284	1.0391
1997	24,781,982	26,070,008	1.0520	1998	24,285,275	25,483,968	1.0494
1998	24,937,346	26,205,247	1.0508	1999	28,359,891	29,478,071	1.0394
1999	27,796,924	29,800,157	1.0721	2000	28,132,548	30,753,081	1.0931
2000	25,203,554	29,477,867	1.1696	2001	22,971,720	26,260,424	1.1432
2001	17,274,711	23,876,020	1.3821	2002	20,652,923	28,198,578	1.3654
2002	4,895,142	20,838,666	4.2570	2003	6,721,356	23,080,532	3.4339
2003		6,732,682		2004		5,708,993	

Policy Year Valued	As of 12/31/04	As of 12/31/05	Ratio to Prior Year	Policy Year Valued	As of 12/31/05	As of 12/31/06	Ratio to Prior Year
Prior to 1985	86,423,460	87,955,122	1.0177	Prior to 1986	98,694,483	100,262,918	1.0159
1985	15,800,633	15,981,596	1.0115	1986	14,598,033	14,729,517	1.0090
1986	15,687,632	15,798,933	1.0071	1987	19,365,549	19,718,034	1.0182
1987	20,734,573	21,058,800	1.0156	1988	17,671,441	17,805,337	1.0076
1988	20,649,364	20,861,852	1.0103	1989	21,101,352	21,465,772	1.0173
1989	22,843,946	23,249,401	1.0177	1990	20,854,514	21,388,067	1.0256
1990	21,661,239	21,926,878	1.0123	1991	22,121,852	22,644,848	1.0236
1991	23,350,810	23,584,258	1.0100	1992	26,509,567	27,380,702	1.0329
1992	26,829,001	27,502,584	1.0251	1993	23,303,756	23,698,054	1.0169
1993	23,763,259	24,193,970	1.0181	1994	19,027,084	19,704,007	1.0356
1994	19,909,228	20,263,503	1.0178	1995	23,853,685	25,795,752	1.0814
1995	24,144,954	24,745,506	1.0249	1996	24,971,541	25,751,517	1.0312
1996	25,709,644	26,331,378	1.0242	1997	25,529,562	26,460,615	1.0365
1997	26,184,847	26,880,966	1.0266	1998	24,805,712	25,414,526	1.0245
1998	25,501,270	26,248,667	1.0293	1999	30,606,411	31,912,362	1.0427
1999	29,489,183	31,014,763	1.0517	2000	33,281,384	35,309,648	1.0609
2000	30,758,568	33,811,345	1.0992	2001	27,539,530	29,536,486	1.0725
2001	26,354,439	27,917,481	1.0593	2002	32,401,941	35,506,943	1.0958
2002	28,200,296	33,161,925	1.1759	2003	29,735,647	34,268,540	1.1524
2003	23,080,772	30,748,937	1.3322	2004	23,996,271	32,216,038	1.3425
2004	5,724,681	24,673,121	4.3100	2005	5,665,291	23,724,021	4.1876
2005		6,094,109		2006		5,693,239	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.

TABLE I - C

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

MEDICAL INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year Valued	As of 12/31/00	As of 12/31/01	Ratio to Prior Year	Policy Year Valued	As of 12/31/01	As of 12/31/02	Ratio to Prior Year
Prior to 1981	64,322,507	64,264,180	0.9991	Prior to 1982	65,847,771	68,325,079	1.0376
1981	11,623,816	11,344,678	0.9760	1982	8,127,554	8,145,477	1.0022
1982	8,360,220	8,366,229	1.0007	1983	10,376,278	10,567,520	1.0184
1983	10,292,338	10,352,700	1.0059	1984	17,190,731	17,129,518	0.9964
1984	17,622,108	18,024,399	1.0228	1985	19,017,712	19,115,662	1.0052
1985	19,673,639	19,770,195	1.0049	1986	17,034,968	17,221,057	1.0109
1986	17,646,490	17,581,646	0.9963	1987	23,150,948	23,635,441	1.0209
1987	24,103,373	23,698,624	0.9832	1988	21,489,694	21,804,994	1.0147
1988	20,978,366	21,216,186	1.0113	1989	27,088,730	27,579,329	1.0181
1989	27,991,217	28,732,703	1.0265	1990	23,939,850	24,579,606	1.0267
1990	27,454,446	27,645,736	1.0070	1991	25,948,351	26,701,204	1.0290
1991	27,856,325	28,189,504	1.0120	1992	32,386,429	33,191,382	1.0249
1992	34,748,619	35,427,551	1.0195	1993	24,858,965	26,274,995	1.0570
1993	29,264,813	29,774,052	1.0174	1994	22,062,530	22,928,906	1.0393
1994	23,374,910	24,359,282	1.0421	1995	25,132,938	25,490,606	1.0142
1995	26,205,086	27,005,201	1.0305	1996	27,121,231	28,861,711	1.0642
1996	28,052,985	29,198,103	1.0408	1997	25,193,101	26,520,679	1.0527
1997	25,876,998	26,889,517	1.0391	1998	26,880,497	27,985,286	1.0411
1998	27,635,565	28,959,768	1.0479	1999	27,657,618	30,867,576	1.1161
1999	25,983,531	29,963,623	1.1532	2000	24,465,693	30,004,431	1.2264
2000	11,607,493	25,910,933	2.2323	2001	12,705,663	23,888,085	1.8801
2001		13,246,487		2002		14,849,346	

NOTE: So as to maximize the use of available data, the companies used in one stage of development were allowed to be independent of those used in the other stage of development; therefore, the figures shown at each valuation may vary.