

DELAWARE COMPENSATION RATING BUREAU, INC.

Financial Data Settlement Rates

Attached represents indemnity settlement rates – the ratio of open claims to reported claims by policy year from data collected from financial calls. Exhibit 7 page 1 shows corresponding data based on unit statistical data.

DELAWARE COMPENSATION RATING BUREAU, INC.

RATIO OF NUMBER OF OPEN INDEMNITY CLAIMS
TO NUMBER OF REPORTED INDEMNITY CLAIMS

POLICY											
YEAR	24	36	48	60	72	84	96	108	120	132	
1998											0.0106
1999									0.0188		0.0139
2000								0.0315	0.0285		0.0234
2001							0.0335	0.0289	0.0278		0.0283 *
2002						0.0436	0.0346	0.0284	0.0223		0.0204
2003					0.0578	0.0491	0.0444	0.0370 *	0.0359 *		
2004				0.0832	0.0698	0.0544	0.0423	0.0328			
2005			0.1412	0.0982	0.0772	0.0660	0.0585 *				
2006		0.2323	0.1629	0.1161	0.0888	0.0822 *					
2007	0.4210	0.2462	0.1643	0.1250 *	0.1048 *						
2008	0.4069	0.2265	0.1645	0.1177							
2009	0.4362	0.2720 *	0.1649 *								
2010	0.4174	0.2635									
2011	0.4510 *										

Denotes lowest open claim rate shown for each report level.
* Denotes highest open claim rate shown for each report level.