DELAWARE COMPENSATION RATING BUREAU, INC.
F CLASS FILING

<u>Calculation of Expected Loss Rate Factors</u>

The attached exhibit contains Expected Loss Rate Factors. They are applied to residual market rates by classification to produce Table A (Expected Loss Factors) which are the basis for the calculation of Expected Losses in the Experience Rating Plan.

DELAWARE F-CLASS RATE REVISION

CALCULATION OF EXPECTED LOSS RATE FACTORS

Policy Year Beginning 10/1	Average Law Multiplier	Adjust-ment Factor	Loss Ratio Development Factor	Expense Allowance 1.0 / (PLR/CPR)	Trend Factor	Product (2) * (3) * (4) *(5) * (6)	Expected Loss Rate Factor 1.0 / (7)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
2000	1.0045	1.0000	0.9406	1.9592	1.0000	1.8511	0.5402
2001	1.0035	1.0000	0.8696	1.9592	1.0000	1.7097	0.5849
2002	1.0023	1.0000	0.8854	1.9592	1.0000	1.7387	0.5751

Average of (8): 0.5667