

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. Individual losses have been limited by amounts varying by policy year and the limits apply on a combined indemnity and medical loss basis for both paid and incurred losses. The loss limitations by policy year are derived and shown in Exhibit 1a. The excess portions of those limited losses are shown in Exhibit 1b and have been excluded from Exhibit 1. All medical payments and reserves are being adjusted to a pre-Senate Bill 1 benefit level consistent with losses adjusted in Exhibit 1 on an unlimited basis.

Four sets of development factors are shown, measuring the development from December 31, 2004 to December 31, 2005; December 31, 2005 to December 31, 2006; December 31, 2006 to December 31, 2007; and December 31, 2007 to December 31, 2008. 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.

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	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	411,530,545	411,530,545	1.0000	to 1986	470,469,262	470,520,746	1.0001
1985	58,945,026	58,945,026	1.0000	1986	70,662,802	70,642,703	0.9997
1986	70,662,878	70,662,878	1.0000	1987	82,211,765	82,212,725	1.0000
1987	82,211,641	82,211,641	1.0000	1988	98,361,301	98,290,364	0.9993
1988	98,358,405	98,358,405	1.0000	1989	106,128,025	106,496,998	1.0035
1989	106,098,405	106,098,916	1.0000	1990	93,537,296	94,117,228	1.0062
1990	93,359,040	93,535,763	1.0019	1991	92,964,855	92,864,993	0.9989
1991	92,940,119	92,960,348	1.0002	1992	86,386,679	85,921,187	0.9946
1992	86,377,584	86,375,862	1.0000	1993	86,984,577	86,945,402	0.9995
1993	86,989,474	86,984,577	0.9999	1994	83,903,080	83,907,387	1.0001
1994	83,902,268	83,903,080	1.0000	1995	80,761,029	80,758,868	1.0000
1995	80,763,835	80,761,029	1.0000	1996	85,206,686	85,199,703	0.9999
1996	85,205,097	85,206,686	1.0000	1997	88,899,092	88,872,668	0.9997
1997	88,897,437	88,899,092	1.0000	1998	94,807,782	94,826,083	1.0002
1998	94,856,565	94,807,782	0.9995	1999	88,621,444	88,680,449	1.0007
1999	88,781,739	88,621,444	0.9982	2000	95,760,743	95,875,733	1.0012
2000	96,023,457	95,760,743	0.9973	2001	98,540,790	98,551,423	1.0001
2001	98,785,582	98,540,790	0.9975	2002	119,937,152	119,825,276	0.9991
2002	120,434,706	119,937,152	0.9959	2003	134,178,663	134,204,821	1.0002
2003	134,241,592	134,178,663	0.9995	2004	150,132,349	151,074,651	1.0063
2004	75,867,272	150,132,349	1.9789	2005	92,880,627	181,617,380	1.9554
2005		92,862,490		2006		109,352,562	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	470,520,746	470,521,010	1.0000	to 1986	470,521,010	470,559,557	1.0001
1986	70,642,703	70,643,392	1.0000	1986	70,643,392	70,642,472	1.0000
1987	82,212,725	82,225,750	1.0002	1987	82,225,750	82,227,859	1.0000
1988	98,290,364	98,345,982	1.0006	1988	98,345,982	98,353,934	1.0001
1989	106,496,998	106,535,459	1.0004	1989	106,535,459	106,541,098	1.0001
1990	94,117,228	94,130,902	1.0001	1990	94,130,697	94,129,938	1.0000
1991	92,864,993	92,904,056	1.0004	1991	92,903,378	92,950,710	1.0005
1992	85,921,187	85,919,982	1.0000	1992	85,919,314	85,901,934	0.9998
1993	86,945,402	86,944,981	1.0000	1993	86,944,306	86,935,228	0.9999
1994	83,907,387	83,912,349	1.0001	1994	83,911,939	83,927,927	1.0002
1995	80,758,868	80,759,982	1.0000	1995	80,730,408	80,728,566	1.0000
1996	85,199,703	85,197,215	1.0000	1996	85,000,807	85,000,067	1.0000
1997	88,872,668	88,853,555	0.9998	1997	88,717,417	88,919,030	1.0023
1998	94,826,083	94,812,033	0.9999	1998	94,598,052	94,576,206	0.9998
1999	88,680,449	88,669,578	0.9999	1999	88,614,874	88,647,923	1.0004
2000	95,875,733	95,862,477	0.9999	2000	95,736,482	95,722,561	0.9999
2001	98,551,423	98,266,463	0.9971	2001	97,187,850	96,659,636	0.9946
2002	119,825,276	119,887,918	1.0005	2002	119,954,047	119,944,412	0.9999
2003	134,204,821	134,172,879	0.9998	2003	133,975,961	133,878,452	0.9993
2004	151,074,651	150,956,672	0.9992	2004	151,175,213	150,778,929	0.9974
2005	181,617,380	184,153,780	1.0140	2005	184,326,780	183,855,910	0.9974
2006	109,352,562	203,918,092	1.8648	2006	203,994,244	201,817,661	0.9893
2007		109,719,184		2007	109,941,806	197,502,407	
				2008		94,480,978	

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 - Individual Losses Limited to \$2,370,000 \*

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	249,934,959	250,643,320	1.0028	to 1986	288,222,789	289,310,734	1.0038
1985	37,327,924	37,579,469	1.0067	1986	41,182,198	41,274,236	1.0022
1986	41,081,108	41,182,198	1.0025	1987	50,068,573	50,197,118	1.0026
1987	49,975,639	50,068,573	1.0019	1988	49,281,411	49,651,287	1.0075
1988	49,122,065	49,281,411	1.0032	1989	55,166,478	55,366,538	1.0036
1989	54,436,910	55,166,478	1.0134	1990	55,184,921	55,904,919	1.0130
1990	55,137,830	55,184,921	1.0009	1991	56,529,748	57,323,113	1.0140
1991	56,513,232	56,529,748	1.0003	1992	52,007,400	52,249,133	1.0046
1992	52,100,621	52,006,065	0.9982	1993	57,702,313	58,264,621	1.0097
1993	56,081,932	57,702,313	1.0289	1994	50,734,686	51,295,888	1.0111
1994	49,886,639	50,734,686	1.0170	1995	54,564,465	54,669,110	1.0019
1995	54,340,700	54,564,465	1.0041	1996	64,800,100	65,407,852	1.0094
1996	62,381,200	64,800,100	1.0388	1997	63,561,446	63,241,436	0.9950
1997	60,402,200	63,561,446	1.0523	1998	59,466,423	61,170,865	1.0287
1998	57,402,433	59,466,423	1.0360	1999	66,779,749	69,708,638	1.0439
1999	64,876,821	66,779,749	1.0293	2000	87,342,548	91,423,906	1.0467
2000	79,724,017	87,342,548	1.0956	2001	70,930,773	75,602,655	1.0659
2001	67,745,187	70,930,773	1.0470	2002	73,178,519	79,224,169	1.0826
2002	64,533,554	73,178,519	1.1340	2003	68,466,888	77,321,628	1.1293
2003	55,296,883	68,466,888	1.2382	2004	60,644,987	73,292,172	1.2085
2004	23,645,495	60,644,987	2.5648	2005	20,196,679	59,650,840	2.9535
2005		20,196,679		2006		22,451,323	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	289,310,734	290,764,267	1.0050	to 1986	290,764,267	291,392,331	1.0022
1986	41,274,236	41,593,688	1.0077	1986	41,593,688	41,483,590	0.9974
1987	50,197,118	50,477,564	1.0056	1987	50,477,564	51,512,332	1.0205
1988	49,651,287	49,920,056	1.0054	1988	50,253,827	50,123,409	0.9974
1989	55,366,538	55,294,677	0.9987	1989	55,443,010	55,393,178	0.9991
1990	55,904,919	56,186,031	1.0050	1990	56,186,031	56,093,857	0.9984
1991	57,323,113	57,314,587	0.9999	1991	57,314,587	57,848,349	1.0093
1992	52,249,133	52,265,065	1.0003	1992	52,390,630	52,777,974	1.0074
1993	58,264,621	59,948,567	1.0289	1993	60,204,250	60,937,414	1.0122
1994	51,295,888	51,165,643	0.9975	1994	51,165,643	51,410,387	1.0048
1995	54,669,110	55,173,895	1.0092	1995	55,173,895	55,662,747	1.0089
1996	65,407,852	65,031,889	0.9943	1996	65,031,889	66,556,869	1.0234
1997	63,241,436	63,913,809	1.0106	1997	63,913,809	65,553,723	1.0257
1998	61,170,865	61,842,535	1.0110	1998	61,842,535	61,585,685	0.9958
1999	69,708,638	72,558,566	1.0409	1999	72,540,683	73,415,099	1.0121
2000	91,423,906	94,091,935	1.0292	2000	94,091,211	95,675,252	1.0168
2001	75,602,655	77,108,688	1.0199	2001	77,097,644	77,896,117	1.0104
2002	79,224,169	80,983,111	1.0222	2002	80,978,321	83,145,467	1.0268
2003	77,321,628	81,172,519	1.0498	2003	80,904,611	85,988,536	1.0628
2004	73,292,172	81,125,232	1.1069	2004	81,130,903	86,306,696	1.0638
2005	59,650,840	69,834,742	1.1707	2005	69,834,742	80,832,579	1.1575
2006	22,451,323	56,260,129	2.5059	2006	56,264,941	69,544,845	1.2360
2007		19,904,958		2007	19,905,896	58,637,850	2.9458
				2008		22,674,225	

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.

\* Losses limited on a per-claim basis, with the actual limitation varying by policy year as described in Exhibit 1a. Losses are expressed on a pre-Senate Bill 1 basis.

TABLE I - B - Individual Losses Limited to \$2,370,000 \*

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INDEMNITY INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	160,196,434	160,070,335	0.9992	to 1986	181,728,790	182,229,049	1.0032
1985	21,525,222	21,555,742	1.0014	1986	24,267,594	24,298,562	1.0006
1986	24,447,561	24,267,594	0.9926	1987	28,445,233	28,499,715	1.0032
1987	28,479,939	28,445,233	0.9988	1988	27,148,707	27,151,457	1.0011
1988	27,041,563	27,148,707	1.0040	1989	29,634,495	29,574,888	1.0038
1989	29,364,859	29,634,495	1.0092	1990	29,133,330	29,317,490	1.0088
1990	29,103,454	29,133,330	1.0010	1991	28,266,746	28,568,062	1.0073
1991	28,480,544	28,266,746	0.9925	1992	24,977,801	24,905,202	0.9955
1992	24,816,549	24,977,801	1.0065	1993	28,223,964	28,422,697	1.0083
1993	27,735,856	28,223,964	1.0176	1994	23,222,300	23,787,447	1.0284
1994	23,082,123	23,222,300	1.0061	1995	24,943,817	24,890,358	1.0055
1995	25,194,596	24,943,817	0.9900	1996	30,282,987	30,056,817	0.9933
1996	29,508,572	30,282,987	1.0262	1997	30,878,966	30,617,886	0.9945
1997	28,485,565	30,878,966	1.0840	1998	26,125,298	26,785,095	1.0234
1998	25,569,599	26,125,298	1.0217	1999	30,407,675	31,299,813	1.0235
1999	30,150,518	30,407,675	1.0085	2000	40,083,699	41,291,573	1.0369
2000	37,951,960	40,083,699	1.0562	2001	32,779,118	33,811,519	1.0314
2001	31,794,525	32,779,118	1.0310	2002	33,173,595	35,500,197	1.0567
2002	29,064,623	33,173,595	1.1414	2003	30,064,652	34,460,399	1.1457
2003	23,082,823	30,064,652	1.3025	2004	22,788,309	30,639,353	1.3514
2004	8,864,663	22,788,309	2.5707	2005	7,113,116	23,669,244	3.3979
2005		7,113,116		2006		8,718,635	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	182,229,049	181,997,000	0.9987	to 1986	181,997,000	182,543,705	1.0035
1986	24,298,562	24,529,391	1.0095	1986	24,529,391	24,270,052	0.9839
1987	28,499,715	28,606,834	1.0038	1987	28,606,834	28,683,502	1.0076
1988	27,151,457	27,170,511	1.0007	1988	27,328,274	27,203,758	0.9959
1989	29,574,888	29,523,490	0.9983	1989	29,664,219	29,488,848	0.9962
1990	29,317,490	29,292,974	0.9992	1990	29,292,974	28,690,286	0.9709
1991	28,568,062	28,606,976	1.0014	1991	28,606,976	28,689,750	1.0035
1992	24,905,202	24,809,796	0.9962	1992	24,888,504	24,886,215	1.0012
1993	28,422,697	29,670,575	1.0439	1993	29,827,315	30,123,021	1.0134
1994	23,787,447	23,640,597	0.9938	1994	23,640,597	23,738,153	1.0060
1995	24,890,358	24,886,742	0.9999	1995	24,886,742	25,043,402	1.0108
1996	30,056,817	29,940,715	0.9961	1996	29,940,715	29,985,561	1.0032
1997	30,617,886	30,995,037	1.0123	1997	30,995,037	31,301,001	1.0111
1998	26,785,095	27,135,523	1.0131	1998	27,135,523	27,314,835	1.0019
1999	31,299,813	31,794,355	1.0158	1999	31,787,942	31,598,410	0.9944
2000	41,291,573	41,585,759	1.0071	2000	41,585,759	42,345,172	1.0210
2001	33,811,519	34,354,962	1.0161	2001	34,354,376	34,285,293	0.9980
2002	35,500,197	35,834,800	1.0094	2002	35,838,889	36,073,287	1.0347
2003	34,460,399	35,597,352	1.0330	2003	35,408,187	37,065,414	1.0467
2004	30,639,353	34,616,444	1.1298	2004	34,620,233	35,570,766	1.0464
2005	23,669,244	29,241,332	1.2354	2005	29,241,332	33,955,693	1.1561
2006	8,718,635	22,203,106	2.5466	2006	22,205,238	29,294,389	1.3193
2007		6,755,098		2007	6,755,368	22,989,923	3.4112
				2008		7,517,977	

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.

\* Losses limited on a per-claim basis, with the actual limitation varying by policy year as described in Exhibit 1a. Losses are expressed on a pre-Senate Bill 1 basis.

TABLE I - C - Individual Losses Limited to \$2,370,000 \*

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

MEDICAL INCURRED LOSSES EXCLUDING BULK AND IBNR RESERVES

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	89,738,525	90,572,985	1.0093	to 1986	106,493,999	107,081,685	1.0055
1985	15,802,702	16,023,727	1.0140	1986	16,914,604	16,975,674	1.0036
1986	16,633,547	16,914,604	1.0169	1987	21,623,340	21,697,403	1.0034
1987	21,495,700	21,623,340	1.0059	1988	22,132,704	22,499,830	1.0166
1988	22,080,502	22,132,704	1.0024	1989	25,531,983	25,791,650	1.0102
1989	25,072,051	25,531,983	1.0183	1990	26,051,591	26,587,429	1.0206
1990	26,034,376	26,051,591	1.0007	1991	28,263,002	28,755,051	1.0174
1991	28,032,688	28,263,002	1.0082	1992	27,029,599	27,343,931	1.0116
1992	27,284,072	27,028,264	0.9906	1993	29,478,349	29,841,924	1.0123
1993	28,346,076	29,478,349	1.0399	1994	27,512,386	27,508,441	0.9999
1994	26,804,516	27,512,386	1.0264	1995	29,620,648	29,778,752	1.0053
1995	29,146,104	29,620,648	1.0163	1996	34,517,113	35,351,035	1.0242
1996	32,872,628	34,517,113	1.0500	1997	32,682,480	32,623,550	0.9982
1997	31,916,635	32,682,480	1.0240	1998	33,341,125	34,385,770	1.0313
1998	31,832,834	33,341,125	1.0474	1999	36,372,074	38,408,825	1.0560
1999	34,726,303	36,372,074	1.0474	2000	47,258,849	50,132,333	1.0608
2000	41,772,057	47,258,849	1.1314	2001	38,151,655	41,791,136	1.0954
2001	35,950,662	38,151,655	1.0612	2002	40,004,924	43,723,972	1.0930
2002	35,468,931	40,004,924	1.1279	2003	38,402,236	42,861,229	1.1161
2003	32,214,060	38,402,236	1.1921	2004	37,856,678	42,652,819	1.1267
2004	14,780,832	37,856,678	2.5612	2005	13,083,563	35,981,596	2.7501
2005		13,083,563		2006		13,732,688	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	107,081,685	108,767,267	1.0157	to 1986	108,767,267	108,848,626	1.0007
1986	16,975,674	17,064,297	1.0052	1986	17,064,297	17,213,538	1.0087
1987	21,697,403	21,870,730	1.0080	1987	21,870,730	22,828,830	1.0438
1988	22,499,830	22,749,545	1.0111	1988	22,925,553	22,919,651	0.9997
1989	25,791,650	25,771,187	0.9992	1989	25,778,791	25,904,330	1.0049
1990	26,587,429	26,893,057	1.0115	1990	26,893,057	27,403,571	1.0190
1991	28,755,051	28,707,611	0.9984	1991	28,707,611	29,158,599	1.0157
1992	27,343,931	27,455,269	1.0041	1992	27,502,126	27,891,759	1.0142
1993	29,841,924	30,277,992	1.0146	1993	30,376,935	30,814,393	1.0144
1994	27,508,441	27,525,046	1.0006	1994	27,525,046	27,672,234	1.0053
1995	29,778,752	30,287,153	1.0171	1995	30,287,153	30,619,345	1.0110
1996	35,351,035	35,091,174	0.9926	1996	35,091,174	36,571,308	1.0422
1997	32,623,550	32,918,772	1.0090	1997	32,918,772	34,252,722	1.0405
1998	34,385,770	34,707,012	1.0093	1998	34,707,012	34,270,850	0.9874
1999	38,408,825	40,764,211	1.0613	1999	40,752,741	41,816,689	1.0261
2000	50,132,333	52,506,176	1.0474	2000	52,505,452	53,330,080	1.0157
2001	41,791,136	42,753,726	1.0230	2001	42,743,268	43,610,824	1.0203
2002	43,723,972	45,148,311	1.0326	2002	45,139,432	47,072,180	1.0428
2003	42,861,229	45,575,167	1.0633	2003	45,496,424	48,923,122	1.0753
2004	42,652,819	46,508,788	1.0904	2004	46,510,670	50,735,930	1.0908
2005	35,981,596	40,593,410	1.1282	2005	40,593,410	46,876,886	1.1548
2006	13,732,688	34,057,023	2.4800	2006	34,059,703	40,250,456	1.1818
2007		13,149,860		2007	13,150,528	35,647,927	2.7108
				2008		15,156,248	

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.

\* Losses limited on a per-claim basis, with the actual limitation varying by policy year as described in Exhibit 1a. Losses are expressed on a pre-Senate Bill 1 basis.

TABLE I - D - Individual Losses Limited to \$2,370,000 \*

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

INDEMNITY PAID LOSSES

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	154,891,111	155,354,719	1.0030	to 1986	176,547,241	177,363,525	1.0046
1985	21,004,031	21,063,110	1.0028	1986	23,200,692	23,317,396	1.0050
1986	22,968,803	23,200,692	1.0101	1987	27,982,289	28,038,015	1.0020
1987	27,871,736	27,982,289	1.0040	1988	25,348,539	25,898,980	1.0217
1988	25,070,865	25,348,539	1.0111	1989	28,804,034	28,879,463	1.0026
1989	28,692,519	28,804,034	1.0039	1990	26,723,899	27,074,689	1.0131
1990	26,456,122	26,723,899	1.0101	1991	27,000,763	27,180,648	1.0067
1991	26,754,576	27,000,763	1.0092	1992	24,425,443	24,477,650	1.0021
1992	24,165,137	24,425,443	1.0108	1993	26,382,188	26,775,126	1.0149
1993	25,925,341	26,382,188	1.0176	1994	22,208,109	22,264,471	1.0025
1994	21,766,184	22,208,109	1.0203	1995	23,186,562	23,519,390	1.0144
1995	22,844,564	23,186,562	1.0150	1996	27,446,527	27,745,983	1.0109
1996	27,019,375	27,446,527	1.0158	1997	25,718,357	26,927,544	1.0470
1997	24,264,738	25,718,357	1.0599	1998	23,516,914	24,227,170	1.0302
1998	22,582,421	23,516,914	1.0414	1999	26,960,937	28,373,214	1.0524
1999	25,474,522	26,960,937	1.0583	2000	31,757,362	34,652,939	1.0912
2000	28,835,652	31,757,362	1.1013	2001	24,915,684	27,804,785	1.1160
2001	21,259,953	24,915,684	1.1720	2002	23,733,730	27,008,622	1.1380
2002	17,529,272	23,733,730	1.3539	2003	17,000,415	24,606,808	1.4474
2003	9,226,464	17,000,415	1.8426	2004	8,061,155	17,515,376	2.1728
2004	1,984,115	8,061,155	4.0628	2005	1,944,100	8,483,069	4.3635
2005		1,944,100		2006		2,041,025	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	177,363,525	178,354,469	1.0056	to 1986	178,354,469	179,186,884	1.0047
1986	23,317,396	23,440,503	1.0053	1986	23,440,503	23,551,745	1.0047
1987	28,038,015	28,221,719	1.0066	1987	28,221,719	28,198,072	0.9992
1988	25,898,980	26,481,375	1.0225	1988	26,481,375	26,552,607	1.0027
1989	28,879,463	28,949,331	1.0024	1989	28,949,331	28,986,010	1.0013
1990	27,074,689	27,187,316	1.0042	1990	27,187,316	27,634,910	1.0165
1991	27,180,648	27,323,874	1.0053	1991	27,323,874	27,510,845	1.0068
1992	24,477,650	24,477,065	1.0000	1992	24,477,065	24,516,502	1.0016
1993	26,775,126	28,211,093	1.0536	1993	28,211,093	28,702,407	1.0174
1994	22,264,471	22,326,915	1.0028	1994	22,326,915	22,642,813	1.0141
1995	23,519,390	23,841,525	1.0137	1995	23,841,525	23,891,496	1.0021
1996	27,745,983	28,072,192	1.0118	1996	28,072,192	28,257,649	1.0066
1997	26,927,544	27,660,768	1.0272	1997	27,660,768	28,034,403	1.0135
1998	24,227,170	24,861,435	1.0262	1998	24,861,435	25,350,663	1.0197
1999	28,373,214	28,984,959	1.0216	1999	28,978,546	29,850,181	1.0301
2000	34,652,939	36,347,864	1.0489	2000	36,347,864	37,942,122	1.0439
2001	27,804,785	29,572,380	1.0636	2001	29,570,309	30,401,205	1.0281
2002	27,008,622	29,463,585	1.0909	2002	29,462,854	31,024,562	1.0530
2003	24,606,808	28,594,219	1.1620	2003	28,402,781	30,931,229	1.0890
2004	17,515,376	24,677,057	1.4089	2004	24,677,057	28,486,423	1.1544
2005	8,483,069	16,562,899	1.9525	2005	16,562,899	23,657,160	1.4283
2006	2,041,025	8,637,506	4.2319	2006	8,637,506	16,173,264	1.8724
2007		1,923,848		2007	1,923,848	8,521,617	4.4295
				2008		1,847,919	

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.

\* Losses limited on a per-claim basis, with the actual limitation varying by policy year as described in Exhibit 1a. Losses are expressed on a pre-Senate Bill 1 basis.

TABLE I - E - Individual Losses Limited to \$2,370,000 \*

POLICY YEAR DATA ACCUMULATED TO END OF CALENDAR YEAR

MEDICAL PAID LOSSES

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/04	12/31/05	Prior Year	Valued	12/31/05	12/31/06	Prior Year
Prior				Prior			
to 1985	84,257,147	84,978,621	1.0086	to 1986	100,079,743	100,939,562	1.0086
1985	15,169,957	15,230,534	1.0040	1986	16,216,790	16,295,823	1.0049
1986	16,156,365	16,216,790	1.0037	1987	20,445,038	20,647,195	1.0099
1987	20,126,140	20,445,038	1.0158	1988	21,784,746	21,896,216	1.0051
1988	21,599,229	21,784,746	1.0086	1989	24,004,060	24,229,437	1.0094
1989	23,720,768	24,004,060	1.0119	1990	23,947,799	24,443,547	1.0207
1990	23,690,108	23,947,799	1.0109	1991	25,946,633	26,504,028	1.0215
1991	25,671,818	25,946,633	1.0107	1992	26,164,304	26,346,479	1.0070
1992	25,951,000	26,162,969	1.0082	1993	26,442,599	26,806,044	1.0137
1993	26,036,667	26,442,599	1.0156	1994	23,488,730	24,190,631	1.0299
1994	23,015,304	23,488,730	1.0206	1995	25,760,421	26,617,580	1.0333
1995	25,288,443	25,760,421	1.0187	1996	28,832,598	29,697,251	1.0300
1996	28,166,362	28,832,598	1.0237	1997	27,767,038	28,782,331	1.0366
1997	27,027,468	27,767,038	1.0274	1998	28,748,550	29,438,712	1.0240
1998	27,863,230	28,748,550	1.0318	1999	31,640,472	33,314,518	1.0529
1999	30,091,439	31,640,472	1.0515	2000	36,020,836	38,279,985	1.0627
2000	32,707,082	36,020,836	1.1013	2001	29,874,880	32,026,913	1.0720
2001	28,112,093	29,874,880	1.0627	2002	32,304,423	34,987,001	1.0830
2002	27,960,994	32,304,423	1.1553	2003	30,872,774	35,572,715	1.1522
2003	23,234,230	30,872,774	1.3288	2004	25,507,428	34,153,416	1.3390
2004	5,899,326	25,507,428	4.3238	2005	6,162,882	25,536,079	4.1435
2005		6,162,882		2006		6,255,230	

  

Policy Year	As of	As of	Ratio to	Policy Year	As of	As of	Ratio to
Valued	12/31/06	12/31/07	Prior Year	Valued	12/31/07	12/31/08	Prior Year
Prior				Prior			
to 1986	100,939,562	101,788,665	1.0084	to 1986	101,788,665	102,695,263	1.0089
1986	16,295,823	16,428,850	1.0082	1986	16,428,850	16,482,077	1.0032
1987	20,647,195	20,798,747	1.0073	1987	20,798,747	20,988,190	1.0091
1988	21,896,216	22,025,902	1.0059	1988	22,025,902	22,203,776	1.0081
1989	24,229,437	24,539,477	1.0128	1989	24,539,477	24,817,065	1.0113
1990	24,443,547	24,710,352	1.0109	1990	24,710,352	24,855,728	1.0059
1991	26,504,028	26,779,154	1.0104	1991	26,779,154	27,078,759	1.0112
1992	26,346,479	26,648,573	1.0115	1992	26,648,573	26,926,699	1.0104
1993	26,806,044	27,267,418	1.0172	1993	27,267,418	27,860,285	1.0217
1994	24,190,631	24,938,219	1.0309	1994	24,938,219	25,397,855	1.0184
1995	26,617,580	27,512,084	1.0336	1995	27,512,084	27,967,730	1.0166
1996	29,697,251	30,815,205	1.0376	1996	30,815,205	31,724,727	1.0295
1997	28,782,331	29,764,895	1.0341	1997	29,764,895	30,285,303	1.0175
1998	29,438,712	30,237,904	1.0271	1998	30,237,904	30,938,566	1.0232
1999	33,314,518	34,205,739	1.0268	1999	34,194,269	35,056,447	1.0252
2000	38,279,985	40,193,260	1.0500	2000	40,192,536	41,953,778	1.0438
2001	32,026,913	33,432,012	1.0439	2001	33,419,460	34,489,359	1.0320
2002	34,987,001	36,903,929	1.0548	2002	36,891,413	38,908,820	1.0547
2003	35,572,715	37,095,764	1.0428	2003	37,014,066	39,234,268	1.0600
2004	34,153,416	38,879,660	1.1384	2004	38,879,660	42,228,663	1.0861
2005	25,536,079	33,788,447	1.3232	2005	33,788,447	38,397,945	1.1364
2006	6,255,230	24,290,621	3.8832	2006	24,290,621	32,940,443	1.3561
2007		5,725,866		2007	5,725,866	25,426,599	4.4407
				2008		7,937,248	

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.

\* Losses limited on a per-claim basis, with the actual limitation varying by policy year as described in Exhibit 1a. Losses are expressed on a pre-Senate Bill 1 basis.