

FACILITY ASSOCIATION  
NEWFOUNDLAND - COMMERCIAL VEHICLES  
NET BASIS (EXCLUDING ALLOCATED LOSS ADJUSTMENT EXPENSES)  
SUMMARY OF SELECTION BASIS FOR CLAIM EMERGENCE PATTERN  
30 JUNE 2006

EMERGENCE

<u>As at</u>	<u>Bodily Injury Tort (Based on Atlantics CV)</u>	<u>Property Damage (Based on Atlantics CV)</u>	<u>Accident Benefits excl. UA (Based on Industry NFLD CV)</u>	<u>Combined Uninsured Auto (Based on Industry Atlantics PPV)</u>
12 mths	Avg 5 AY	Avg 3 AY	Avg 6 AY	Avg 4 AY
24 mths	Avg 5 AY	Avg 5 AY	Avg 5 AY	Avg 4 AY
36 mths	Avg 5 AY	Avg 5 AY	Avg 6 AY XL	Avg 4 AY
48 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	Judgment	Avg 4 AY
60 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	Judgment	Avg 4 AY
72 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Judgment
84 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Avg 4 AY
96 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Judgment
108 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Judgment
120 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Judgment
132 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	Judgment
144 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	No Emergence
156 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	No Emergence
168 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	No Emergence
180 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	No Emergence
192 mths	2005-1 Emergence Pattern	2005-1 Emergence Pattern	No Emergence	No Emergence

  

<u>As at</u>	<u>Collision (Based on Industry NFLD CV)</u>	<u>Comprehensive (Based on Industry NFLD CV)</u>	<u>Specified Perils (Based on Industry Atlantics CV)</u>
12 mths	Avg 4 AY	Avg 4 AY	Avg All AY XHL
24 mths	No Emergence	No Emergence	No Emergence
36 mths	No Emergence	No Emergence	No Emergence
48 mths	No Emergence	No Emergence	No Emergence
60 mths	No Emergence	No Emergence	No Emergence
72 mths	No Emergence	No Emergence	No Emergence
84 mths	No Emergence	No Emergence	No Emergence
96 mths	No Emergence	No Emergence	No Emergence
108 mths	No Emergence	No Emergence	No Emergence
120 mths	No Emergence	No Emergence	No Emergence
132 mths	No Emergence	No Emergence	No Emergence
144 mths	No Emergence	No Emergence	No Emergence
156 mths	No Emergence	No Emergence	No Emergence
168 mths	No Emergence	No Emergence	No Emergence
180 mths	No Emergence	No Emergence	No Emergence
192 mths	No Emergence	No Emergence	No Emergence

Notes: - "Avg" = Average.  
- "XHL" = Average excluding high & low value.  
- "XL" = Average excluding lowest value.  
- Averages encompass all non-zero values  
- "AY" = Accident Year.

FACILITY ASSOCIATION (AQ DATA)  
 ATLANTICS --- COMMERCIAL VEHICLES  
 THIRD PARTY LIABILITY - BODILY INJURY TORT  
 NET BASIS ---- CAN. FUNDS  
 30 JUNE 2006

PAID AMOUNTS (in 000'S)

ACCIDENT YEAR	DEVELOPMENT MONTHS								ULTIMATE LOSS (000's)
	12	24	36	48	60	72	84		
1999	38	297	523	611	595	612	747	777	
2000	38	165	426	827	935	1,084		1,116	
2001	87	531	1,103	1,103	2,147			2,718	
2002	107	412	921	1,117				1,724	
2003	113	212	962					2,023	
2004	29	252						2,287	
2005	51							1,827	
							TOTAL	12,471	

NOTE: THE LATEST CALENDAR PERIOD IS EXCLUDED

FACILITY ASSOCIATION (AQ DATA)  
 ATLANTICS --- COMMERCIAL VEHICLES  
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CLAIM EMERGENCE PATTERN - RATIO OF PAID AMOUNTS versus SELECTED ULTIMATE AMOUNTS									
ACCIDENT	DEVELOPMENT MONTHS								
YEAR	12	24	36	48	60	72	84	96	108
1999	0.0495	0.3830	0.6737	0.7864	0.7657	0.7882	0.9621		
2000	0.0342	0.1477	0.3815	0.7405	0.8372	0.9713			
2001	0.0321	0.1952	0.4057	0.4058	0.7899				
2002	0.0623	0.2390	0.5340	0.6478					
2003	0.0559	0.1045	0.4753						
2004	0.0126	0.1102							
2005	0.0282								

NOTE: THE LATEST CALENDAR PERIOD IS EXCLUDED

AVERAGES									
LAST 3 YR	0.0322	0.1512	0.4717	0.5980	0.7976	0.8798	0.9621	1.0000	1.0000
LAST 5 YR	0.0382	0.1593	0.4940	0.6451	0.7976	0.8798	0.9621	1.0000	1.0000
ALL YEARS	0.0393	0.1966	0.4940	0.6451	0.7976	0.8798	0.9621	1.0000	1.0000
ALL-HI LOW	0.0400	0.1730	0.4717	0.6942	0.7899	1.0000	1.0000	1.0000	1.0000
WTD 3 YR	0.0315	0.1451	0.4617	0.5481	0.7973	0.8961	1.0000	1.0000	1.0000
WTD 5 YR	0.0367	0.1592	0.4707	0.5773	0.7973	0.8961	1.0000	1.0000	1.0000
WTD ALL YR	0.0373	0.1755	0.4707	0.5773	0.7973	0.8961	1.0000	1.0000	1.0000
PAID DEV.	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
PRIOR EME.	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
SELECTED	0.0382	0.1593	0.4940	0.6034	0.7482	0.8711	0.9325	0.9663	1.0000
INCREMENTL	0.0382	0.1211	0.3347	0.1094	0.1448	0.1229	0.0614	0.0338	0.0337

FACILITY ASSOCIATION (AQ DATA)  
ATLANTICS --- COMMERCIAL VEHICLES  
THIRD PARTY LIABILITY - PD TORT  
NET BASIS ---- CAN. FUNDS  
30 JUNE 2006

ACCIDENT YEAR	PAID AMOUNTS (in 000'S)							ULTIMATE LOSS (000's)
	DEVELOPMENT MONTHS							
	12	24	36	48	60	72	84	
1999	236	285	287	287	287	287	287	289
2000	279	383	387	387	387	388		388
2001	301	511	520	529	535			537
2002	410	679	682	692				707
2003	490	739	748					748
2004	557	803						860
2005	554							757
							TOTAL	4,286

NOTE: THE LATEST CALENDAR PERIOD IS EXCLUDED

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CLAIM EMERGENCE PATTERN - RATIO OF PAID AMOUNTS versus SELECTED ULTIMATE AMOUNTS

ACCIDENT YEAR	DEVELOPMENT MONTHS								
	12	24	36	48	60	72	84	96	108
1999	0.8171	0.9834	0.9908	0.9908	0.9908	0.9908	0.9908		
2000	0.7171	0.9863	0.9967	0.9967	0.9967	0.9967	1.0000		
2001	0.5603	0.9518	0.9690	0.9849	0.9968				
2002	0.5799	0.9609	0.9646	0.9792					
2003	0.6554	0.9884	1.0002						
2004	0.6482	0.9337							
2005	0.7322								

NOTE: THE LATEST CALENDAR PERIOD IS EXCLUDED

AVERAGES

LAST 3 YR	0.6786	0.9610	0.9779	0.9869	0.9948	0.9954	0.9908	1.0000	1.0000
LAST 5 YR	0.6352	0.9642	0.9843	0.9879	0.9948	0.9954	0.9908	1.0000	1.0000
ALL YEARS	0.6729	0.9674	0.9843	0.9879	0.9948	0.9954	0.9908	1.0000	1.0000
ALL-HI LOW	0.6666	0.9706	0.9855	0.9879	0.9967	1.0000	1.0000	1.0000	1.0000
WTD 3 YR	0.6773	0.9597	0.9792	0.9852	0.9953	0.9961	1.0000	1.0000	1.0000
WTD 5 YR	0.6409	0.9616	0.9830	0.9861	0.9953	0.9961	1.0000	1.0000	1.0000
WTD ALL YR	0.6597	0.9633	0.9830	0.9861	0.9953	0.9961	1.0000	1.0000	1.0000
PAID DEV.	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
PRIOR EME.	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
SELECTED	0.6786	0.9642	0.9843	0.9955	1.0000	1.0000	1.0000	1.0000	1.0000
INCREMENTL	0.6786	0.2856	0.0201	0.0112	0.0045	0.0000	0.0000	0.0000	0.0000