

FACILITY ASSOCIATION
NEWFOUNDLAND --- TAXIS, JITNEYS & LIVERIES
SUMMARY OF RATE LEVEL CHANGE CALCULATION

THIRD PARTY LIABILITY - TOTAL

Acc. Years	Earned Premium (1)	On-Level Factor (2)	SC 907 Adj. (3)	On-Level Earned Premium (4)	Reported Inc. Loss (5)	Loss Devel (6)	PROD (7)	Ultimate Inc. Loss (8)	Proj. Factor (9)	Projected Inc. Loss (10)
2001	799,213	1.0000	1.0000	799,213	1,677,544	1.0351	0.9650	1,675,651	1.4384	2,410,256
2002	979,129	1.0000	1.0000	979,129	1,139,628	0.9960	0.9650	1,095,342	1.3665	1,496,785
2003	1,151,360	1.0000	1.0000	1,151,360	2,326,317	1.0510	0.9650	2,359,386	1.2838	3,028,980
2004	1,228,204	1.0000	1.0000	1,228,204	1,732,794	2.2221	0.9793	3,770,737	1.2208	4,603,316
2005	1,213,193	1.0000	1.0000	1,213,193	1,136,060	1.4217	1.0000	1,615,137	1.1567	1,868,229
Total	5,371,099			5,371,099	8,012,343			10,516,253		13,407,566

Acc. Years	Reported # Claims (11)	Counts Devel (12)	Ultimate # Claims (13)	Projected On-Level LR (14)	Rate Level Change (15)	Assigned Credibility (16)	Cred Wtd Rate Level Change (17)
2001	112	1.0000	112	301.58%	+308.1%		
2002	88	1.0000	88	152.87%	+113.8%		
2003	119	0.9737	116	263.08%	+257.8%		
2004	101	1.0000	101	374.80%	+403.8%		
2005	92	0.9714	89	153.99%	+115.3%		
Total	512		506	249.62%	+240.2%	0.3058	+77.5%

Notes :

- (4) = (1) x (2) x (3)
 - (8) = (5) x (6) x (7)
 - (10) = (8) x (9)
 - (13) = (11) x (12)
 - (14) = (10) / (4)
 - (15) = {[(14) x LDF] + FE} / [PDF - VE - PR] - 1 where PR = 7.22%, FE= 9.58%, VE= 24.20%, LDF= 0.8899, and PDF= 0.9953
 - (16) = SQRT [(13) / FCS] where FCS= 5,410 ultimate number of claims
 - (17) = [(16) x (15)] + [1 - (16)] x TR where TR = one year's trend = 5.76%
- The assumed future average accident date is 16/Feb/2008

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ACCIDENT BENEFITS - EXCLUDING U.A.

Acc. Years	Earned Premium (1)	On-Level Factor (2)	SC 907 Adj. (3)	On-Level Earned Premium (4)	Reported Inc. Loss (5)	Loss Devel (6)	PROD (7)	Ultimate Inc. Loss (8)	Proj. Factor (9)	Projected Inc. Loss (10)
2001	11,012	1.0000	1.0000	11,012	110,042	0.9998	1.0000	110,020	1.2280	135,105
2002	13,243	1.0000	1.0000	13,243	68,971	1.0022	1.0000	69,123	1.1905	82,291
2003	14,651	1.0000	1.0000	14,651	170,272	0.9830	1.0000	167,377	1.1538	193,120
2004	15,760	1.0000	1.0000	15,760	108,422	0.9281	1.0000	100,626	1.1185	112,550
2005	16,721	1.0000	1.0000	16,721	103,211	0.9770	1.0000	100,837	1.0842	109,327
Total	71,387			71,387	560,918			547,983		632,393

Acc. Years	Reported # Claims (11)	Counts Devel (12)	Ultimate # Claims (13)	Projected On-Level LR (14)	Rate Level Change (15)	Assigned Credibility (16)	Cred Wtd Rate Level Change (17)
2001	33	1.0000	33	1,226.89%	+1,568.6%		
2002	28	1.0000	28	621.39%	+751.2%		
2003	50	1.0000	50	1,318.14%	+1,691.8%		
2004	28	0.9821	27	714.15%	+876.4%		
2005	30	1.0000	30	653.83%	+795.0%		
Total	169		168	885.87%	+1,108.2%	0.2786	+311.0%

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 - (14) = (10) / (4)
 - (15) = {[(14) x LDF] + FE} / [PDF - VE - PR] - 1 where PR = 7.22%, FE= 8.55%, VE= 23.10%, LDF= 0.9343, and PDF= 0.9953
 - (16) = SQRT [(13) / FCS] where FCS= 2,164 ultimate number of claims
 - (17) = [(16) x (15)] + [1 - (16)] x TR where TR = one year's trend = 3.16%
- The assumed future average accident date is 16/Feb/2008

FACILITY ASSOCIATION
NEWFOUNDLAND --- TAXIS, JITNEYS & LIVERIES
SUMMARY OF RATE LEVEL CHANGE CALCULATION

UNINSURED AUTOMOBILE

Acc. Years	Earned Premium (1)	On-Level Factor (2)	907 Adj. (3)	SC Earned Premium (4)	Reported Inc. Loss (5)	Loss Devel (6)	PROD (7)	Ultimate Inc. Loss (8)	Proj. Factor (9)	Projected Inc. Loss (10)
2001	4,333	1.0000	1.0000	4,333	28,639	1.0149	0.9650	28,048	1.4384	40,344
2002	5,526	1.0000	1.0000	5,526	57,531	1.0554	0.9650	58,593	1.3665	80,067
2003	10,277	1.0000	1.0000	10,277	167,038	1.0995	0.9650	177,230	1.2838	227,528
2004	16,081	1.0000	1.0000	16,081	95,403	1.2824	0.9793	119,812	1.2208	146,266
2005	7,924	1.0000	1.0000	7,924	88,913	1.7754	1.0000	157,856	1.1567	182,592
Total	44,141			44,141	437,524			541,539		676,797

Acc. Years	Reported # Claims (11)	Counts Devel (12)	Ultimate # Claims (13)	Projected On-Level LR (14)	Rate Level Change (15)	Assigned Credibility (16)	Cred Wtd Rate Level Change (17)
2001	7	0.9920	7	931.09%	+1,079.4%		
2002	4	0.9893	4	1,448.91%	+1,728.5%		
2003	10	0.9747	10	2,213.95%	+2,687.4%		
2004	5	0.9578	5	909.56%	+1,052.4%		
2005	8	1.0305	8	2,304.29%	+2,800.6%		
Total	34		34	1,533.26%	+1,834.2%	0.1253	+234.9%

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 - (13) = (11) x (12)
 - (14) = (10) / (4)
 - (15) = { [(14) x LDF] + FE } / [PDF - VE - PR] - 1 where PR = 7.22%, FE= 8.55%, VE= 23.10%, LDF= 0.8675, and PDF= 0.9953
 - (16) = SQRT [(13) / FCS] where FCS= 2,164 ultimate number of claims
 - (17) = [(16) x (15)] + [1 - (16)] x TR where TR = one year's trend = 5.76%
- The assumed future average accident date is 16/Feb/2008