

Size of Risk Distributions (Year-To-Date through month indicated)

Size of Risk	January Count Number	2010 Count Percent	December Count Number	2009 Count Percent	December Count Number	2008 Count Percent
0-499	52	3.4%	2,238	10.3%	3,811	12.6%
500-999	961	62.8%	12,321	56.4%	16,008	52.8%
1,000-4,999	397	25.9%	5,575	25.5%	7,747	25.6%
5,000-9,999	70	4.6%	999	4.6%	1,568	5.2%
10,000-24,999	36	2.4%	537	2.5%	881	2.9%
25,000-49,999	9	0.6%	119	0.5%	194	0.6%
50,000-99,999	6	0.4%	35	0.2%	79	0.3%
100,000-499,999	0	0.0%	13	0.1%	23	0.1%
500,000 +	0	0.0%	0	0.0%	0	0.0%
TOTALS	1,531	100.0%	21,837	100.0%	30,311	100.0%
as of Feb 2, 2010						
Size of Risk	January Dollars Number	2010 Dollars Percent	December Dollars Number	2009 Dollars Percent	December Dollars Number	2008 Dollars Percent
0-499	18,905	0.6%	592,344	1.3%	993,450	1.4%
500-999	813,123	23.8%	10,379,047	22.4%	13,427,169	18.9%
1,000-4,999	869,280	25.4%	12,450,252	26.9%	17,504,950	24.6%
5,000-9,999	481,028	14.1%	6,908,338	14.9%	10,806,751	15.2%
10,000-24,999	541,903	15.8%	8,008,161	17.3%	13,039,611	18.3%
25,000-49,999	303,370	8.9%	4,137,941	8.9%	6,632,330	9.3%
50,000-99,999	394,921	11.5%	2,255,325	4.9%	5,465,738	7.7%
100,000-499,999	0	0.0%	1,631,626	3.5%	3,339,188	4.7%
500,000 +	0	0.0%	0	0.0%	0	0.0%
TOTALS	3,422,530	100.0%	46,363,034	100.0%	71,209,187	100.0%
as of Feb 2, 2010						
Size of Risk	January Average Premium	2010	December Average Premium	2009	December Average Premium	2008
0-499	364		265		261	
500-999	846		842		839	
1,000-4,999	2,190		2,233		2,260	
5,000-9,999	6,872		6,915		6,892	
10,000-24,999	15,053		14,913		14,801	
25,000-49,999	33,708		34,773		34,187	
50,000-99,999	65,820		64,438		69,187	
100,000-499,999	0		125,510		145,182	
500,000 +	0		0		0	
TOTALS	2,235		2,123		2,349	
as of Feb 2, 2010						

For the Current Year, Counts and Premium are as of the Last Day of the Month Indicated.

New Assignments

Monthly New Assignment Totals As Of The Last Day Of Each Year (2009 As Of The Last Day Of The Appropriate Month)

Month	2010 YTD			2009			2008		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	698	1,298,434	1,860	854	1,769,095	2,072	1,303	2,423,381	1,860
February				851	1,457,084	1,712	1,252	1,891,998	1,511
March				929	1,564,883	1,684	1,259	2,179,798	1,731
April				855	1,411,707	1,651	1,276	2,602,105	2,039
May				926	1,654,814	1,787	1,160	1,932,176	1,666
June				904	1,454,936	1,609	1,034	1,861,573	1,800
July				929	1,548,541	1,667	1,083	1,891,513	1,747
August				847	1,349,138	1,593	1,057	1,826,444	1,728
September				831	1,670,360	2,010	978	1,758,823	1,798
October				855	1,439,826	1,684	1,009	1,729,904	1,714
November				620	966,620	1,559	704	1,346,962	1,913
December				535	966,312	1,806	669	1,076,908	1,610
Total	698	1,298,434	1,860	9,936	17,253,316	1,736	12,784	22,521,585	1,762

as of Feb 2, 2010

as of Feb 2, 2010

Monthly Renewal Totals As Of The Last Day Of Each Year (2009 As Of The Last Day Of The Appropriate Month)

Month	2010 YTD			2009			2008		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	833	2,124,096	2,550	1,344	4,156,524	3,093	1,872	6,205,528	3,315
February				1,260	2,790,646	2,215	1,619	4,071,328	2,515
March				1,449	3,264,019	2,253	1,867	4,828,190	2,586
April				1,233	3,238,404	2,626	1,677	4,763,305	2,840
May				1,214	2,936,231	2,419	1,651	4,285,135	2,595
June				1,150	2,285,143	1,987	1,586	4,036,218	2,545
July				1,115	2,757,881	2,473	1,481	4,206,600	2,840
August				1,097	2,714,880	2,475	1,516	3,700,710	2,441
September				1,013	2,689,763	2,655	1,378	3,492,603	2,535
October				1,120	2,378,469	2,124	1,472	3,976,229	2,701
November				870	1,844,595	2,120	1,099	2,732,061	2,486
December				728	2,535,646	3,483	949	3,762,852	3,965
Total	833	2,124,096	2,550	13,593	33,592,201	2,471	18,167	50,060,759	2,756

as of Feb 2, 2010

as of Feb 2, 2010

Monthly Combined New and Renewal Totals As Of The Last Day Of Each Year (2009 As Of The Last Day Of The Appropriate Month)

Month	2010 YTD			2009			2008		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	1,531	3,422,530	2,235	2,198	5,925,619	2,696	3,175	8,628,909	2,718
February				2,111	4,247,730	2,012	2,871	5,963,326	2,077
March				2,378	4,828,902	2,031	3,126	7,007,988	2,242
April				2,088	4,650,111	2,227	2,953	7,365,410	2,494
May				2,140	4,591,045	2,145	2,811	6,217,311	2,212
June				2,054	3,740,079	1,821	2,620	5,897,791	2,251
July				2,044	4,306,422	2,107	2,564	6,098,113	2,378
August				1,944	4,064,018	2,091	2,573	5,527,154	2,148
September				1,844	4,360,123	2,364	2,356	5,251,426	2,229
October				1,975	3,818,295	1,933	2,481	5,706,133	2,300
November				1,490	2,811,215	1,887	1,803	4,079,023	2,262
December				1,263	3,501,958	2,773	1,618	4,839,760	2,991
Total	1,531	3,422,530	2,235	23,529	50,845,517	2,161	30,951	72,582,344	2,345

as of Feb 2, 2010

as of Feb 2, 2010

North Carolina Rate Bureau
 Workers Compensation - Residual Market

Miscellaneous Values

Updated 12/15/2009

	<u>4/1/2010</u>	<u>4/1/2009</u>	<u>4/1/2008</u>	<u>4/1/2007</u>	<u>4/1/2006</u>	<u>4/1/2005</u>	<u>4/1/2004</u>	<u>4/1/2003</u>
Code 7370 - Taxicab Co - Employee Operated Vehicle	55,334	54,375	51,608	50,918	48,630	47,705	45,365	44,535
Code 7370 - Taxicab Co - Leased or Rented Vehicle	36,889	36,250	34,405	33,945	32,420	31,803	30,243	29,690
Domestic Terrorism Charge (DTEC) (eff 4/1/2005) - name changed to Catastrophe Other than Terrorism eff 9/1/08	0.01	0.01	0.01	0.01	0.01	0.01	--	--
Expense Constant	250	250	250	250	210	210	210	210
Terrorism - Advisory Loss Cost	0.01	.02**	0.03	0.03	0.03	0.03	0.03	0.03
Corporate Officer Weekly Maximum	1,400	1,400	1,300	1,300	1,200	1,200	1,200	1,100
Corporate Officer Weekly Minimum	355	349	331	326	312	306	291	285
Per Passenger Seat Surcharge - Maximum Surcharge Per Aircraft	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
Per Passenger Seat Surcharge - Per Passenger Seat	100	100	100	100	100	100	100	100
Individual Partners	37,300	36,600	34,700	34,300	32,700	32,100	30,500	30,000
USL&HW %	88%	95%	100%	103%	102%	112%	110%	92%
Experience Rating Eligibility (premium last year or last two years)	8,000	8,000	8,000	8,000	5,000	5,000	5,000	5,000
Retrospective Rating Plan	State Tax Multiplier	***	***	1.0300	1.0300	1.0310	1.0310	1.0310
Retrospective Rating Plan	Federal Tax Multiplier	***	***	1.1050	1.1120	1.1200	1.1310	1.1200
Retrospective Rating Plan	Expected Loss Ratio	***	***	0.5865	0.6208	0.6362	0.6487	0.6814
Retrospective Rating Plan	Allocated Expense Ratio	***	***	0.6276	0.6605	0.6769	0.7006	0.7339
Retrospective Rating Plan	Expense Ratio	***	***	0.3840	0.3500	0.3340	0.3210	0.2890
Retrospective Rating Plan	Expense Ratio Loaded for ALAE Option	***	***	0.3430	0.3100	0.2930	0.2690	0.2360
Hazard Group Tables Applicable	Hazard Groups A-G (effective 4/1/2008)	yes	yes	yes	yes	no	no	no
Hazard Group Tables Applicable	Hazard Groups 1-4	no	yes	yes	yes	yes	yes	yes
Maximum Minimum Premium		1,000	850	850	850	850	850	850
Minimum Premium Multiplier		250	185	185	185	185	185	185
		<u>1/1/2010</u>	<u>1/1/2009</u>	<u>1/1/2008</u>	<u>1/1/2007</u>	<u>1/1/2006</u>	<u>1/1/2005</u>	<u>1/1/2004</u>
*Maximum Weekly Benefit - Fatal Injury		840	810	778	754	730	704	688
*Maximum Weekly Benefit - Total Disability		840	810	778	754	730	704	688
*Maximum Weekly Benefit - Permanent Partial Disability		840	810	778	754	730	704	688

***Maximum Weekly Benefits are set by the North Carolina Industrial Commission, and are effective for the Calendar Year.**

North Carolina Rate Bureau
 Workers Compensation - Residual Market
 Rate Change History

<u>Industry Group</u>	Effective <u>04/01/10</u>	Effective <u>04/01/09</u>	Effective <u>04/01/08</u>	Effective <u>04/01/07</u>	Effective <u>04/01/06</u>	Effective <u>04/01/05</u>	Effective <u>04/01/04</u>
Manufacturing	-2.6%	-3.5%	6.7%	8.3%	4.8%	2.1%	5.1%
Contracting	0.1%	-4.1%	7.7%	5.0%	9.9%	5.6%	1.4%
Office & Clerical	-9.7%	-7.8%	0.1%	9.6%	14.8%	8.2%	6.6%
Goods & Services	2.7%	-3.0%	3.4%	8.0%	7.2%	4.3%	6.3%
Miscellaneous	7.6%	-0.9%	-1.7%	9.4%	11.1%	0.9%	8.8%
Industrial Classifications Overall	0.0%	-3.8%	4.1%	7.7%	8.7%	4.0%	5.0%
Federal Classifications	12.4%	2.3%	-1.7%	-8.1%	7.1%	-2.0%	30.7%

North Carolina Rate Bureau
 Workers Compensation - Residual Market
 Experience Mod and ARAP Distribution

From 01/01/10 to 1/31/10 as of Feb 2, 2010

	<u>File Count</u>	<u>Premium Subtotal</u>	<u>Exp Mod Premium</u>	<u>Mod Effect</u>	<u>ARAP Premium</u>	<u>ARAP Effect</u>	<u>Est Annual Premium</u>
Risks with Credit MODS	63	540,862	509,276	0.942	509,276	1.000	509,276
Risks with Debit MODS	22	306,548	391,044	1.276	469,197	1.200	469,197
Risks with NO Mods	1,447	2,446,643	2,446,643	1.000	2,446,643	1.000	2,446,643
TOTALS	1,532	3,294,054	3,346,963	1.016	3,425,116	1.023	3,425,116

From 01/01/09 to 12/31/09 as of Feb 2, 2010

	<u>File Count</u>	<u>Premium Subtotal</u>	<u>Exp Mod Premium</u>	<u>Mod Effect</u>	<u>ARAP Premium</u>	<u>ARAP Effect</u>	<u>Est Annual Premium</u>
Risks with Credit MODS	1,168	9,281,950	8,716,752	0.939	8,716,752	1.000	8,716,752
Risks with Debit MODS	331	3,249,990	4,066,706	1.251	4,957,692	1.219	4,957,692
Risks with 1.00 mods	8	26,529	26,529	1.000	26,664	1.005	26,664
Risks with NO Mods	22,126	38,099,953	38,099,953	1.000	38,099,953	1.000	38,099,953
TOTALS	23,633	50,658,422	50,909,940	1.005	51,801,061	1.018	51,801,061

North Carolina Rate Bureau
 Workers Compensation - Residual Market
 Projected Operating Gain/(Loss)

Updated 1/4/2010

	<u>Policy Year 2008</u>		<u>Policy Year 2007</u>		<u>Policy Years 07 & 08</u>	
	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>
Est. Ultimate Pool Written Premium	50,467		67,609		118,076	
Estimated Ultimate Losses	30,179	0.598	56,183	0.831	86,362	0.731
Servicing Carrier Allowance	12,864	0.255	16,895	0.250	29,759	0.252
Other Expenses	4,340	0.086	4,259	0.063	8,599	0.073
Total Expenses	47,383	0.939	77,337	1.144	124,720	1.056
Estimated Operating Gain/(Loss) Residual Market	3,084		(9,728)		(6,644)	
Calendar Year Assessment Base	956,923		982,297		1,939,220	
Estimated Operating Gain/Loss to Cal Year Assessment Base	0.3%		-1.0%		-0.3%	

source: NCCI Residual Market Results as of Third Quarter, 2009. Evaluation is as of September 30, 2009.

note: 000 omitted from dollar amounts.