

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

Size of Risk	November 2011		December 2010		December 2009	
	Count Number	Count Percent	Count Number	Count Percent	Count Number	Count Percent
0-499	1,387	8.7%	2,434	12.2%	2,238	10.3%
500-999	929	5.8%	4,203	21.1%	12,321	56.4%
1,000-4,999	12,625	78.7%	11,896	59.8%	5,575	25.5%
5,000-9,999	644	4.0%	826	4.2%	999	4.6%
10,000-24,999	344	2.1%	421	2.1%	537	2.5%
25,000-49,999	66	0.4%	72	0.4%	119	0.5%
50,000-99,999	37	0.2%	28	0.1%	35	0.2%
100,000-499,999	11	0.1%	8	0.0%	13	0.1%
500,000 +	0	0.0%	0	0.0%	0	0.0%
TOTALS	16,043	100.0%	19,888	100.0%	21,837	100.0%
	as of Dec 2, 2011		as of Jan 6, 2011		as of Jan 4, 2010	
	November Dollars Number	2011 Dollars Percent	December Dollars Number	2010 Dollars Percent	December Dollars Number	2009 Dollars Percent
0-499	415,673	1.2%	674,320	1.7%	592,344	1.3%
500-999	666,767	2.0%	3,426,505	8.6%	10,379,047	22.4%
1,000-4,999	17,285,689	50.5%	17,935,293	45.1%	12,450,252	26.9%
5,000-9,999	4,501,147	13.2%	5,723,598	14.4%	6,908,338	14.9%
10,000-24,999	5,056,089	14.8%	6,397,418	16.1%	8,008,161	17.3%
25,000-49,999	2,206,616	6.5%	2,506,884	6.3%	4,137,941	8.9%
50,000-99,999	2,395,256	7.0%	1,898,464	4.8%	2,255,325	4.9%
100,000-499,999	1,707,817	5.0%	1,182,708	3.0%	1,631,626	3.5%
500,000 +	0	0.0%	0	0.0%	0	0.0%
TOTALS	34,235,054	100.0%	39,745,190	100.0%	46,363,034	100.0%
	as of Dec 2, 2011		as of Jan 6, 2011			
	November Average Premium	2011	December Average Premium	2010	December Average Premium	2009
0-499	300		277		265	
500-999	718		815		842	
1,000-4,999	1,369		1,508		2,233	
5,000-9,999	6,989		6,929		6,915	
10,000-24,999	14,698		15,196		14,913	
25,000-49,999	33,434		34,818		34,773	
50,000-99,999	64,737		67,802		64,438	
100,000-499,999	155,256		147,839		125,510	
500,000 +	0		0		0	
TOTALS	2,134		1,998		2,123	
	as of Dec 2, 2011		as of Jan 6, 2011			

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

Monthly New Assignment Totals As Of The Last Day Of Each Year (2011 As Of The Last Day Of The Appropriate Month)

Month	2011 YTD			2010			2009		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	797	1,743,673	2,188	761	1,632,016	2,145	1,303	2,423,381	1,860
February	945	1,738,400	1,840	741	1,149,311	1,551	1,252	1,891,998	1,511
March	1,126	2,205,537	1,959	1,008	1,500,569	1,489	1,259	2,179,798	1,731
April	1,018	1,738,022	1,707	709	992,737	1,400	1,276	2,602,105	2,039
May	978	1,789,068	1,829	737	1,131,024	1,535	1,160	1,932,176	1,666
June	942	1,971,921	2,093	677	1,161,948	1,716	1,034	1,861,573	1,800
July	930	1,926,209	2,071	676	1,085,809	1,606	1,083	1,891,513	1,747
August	917	1,619,844	1,766	650	1,124,101	1,729	1,057	1,826,444	1,728
September	796	1,936,749	2,433	659	1,118,475	1,697	978	1,758,823	1,798
October	828	1,812,839	2,189	646	1,087,363	1,683	1,009	1,729,904	1,714
November	699	1,428,791	2,044	487	1,046,068	2,148	704	1,346,962	1,913
December				462	720,001	1,558	669	1,076,908	1,610
Total	9,976	19,911,053	1,996	8,213	13,749,422	1,674	12,784	22,521,585	1,762

as of Dec 2, 2011

as of Dec 2, 2011

Monthly Renewal Totals As Of The Last Day Of Each Year (2011 As Of The Last Day Of The Appropriate Month)

Month	2011 YTD			2010			2009		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	603	1,538,570	2,552	1,180	2,883,546	2,444	1,872	6,205,528	3,315
February	462	991,088	2,145	1,007	2,129,081	2,114	1,619	4,071,328	2,515
March	565	1,178,742	2,086	1,205	2,282,173	1,894	1,867	4,828,190	2,586
April	500	1,293,627	2,587	1,060	2,457,011	2,318	1,677	4,763,305	2,840
May	547	1,165,153	2,130	1,078	2,321,673	2,154	1,651	4,285,135	2,595
June	588	1,522,358	2,589	1,012	1,958,843	1,936	1,586	4,036,218	2,545
July	632	1,730,459	2,738	1,078	2,919,330	2,708	1,481	4,206,600	2,840
August	582	1,263,285	2,171	1,001	2,027,090	2,025	1,516	3,700,710	2,441
September	571	1,407,909	2,466	915	2,269,261	2,480	1,378	3,492,603	2,535
October	596	1,269,872	2,131	1,004	2,153,117	2,145	1,472	3,976,229	2,701
November	421	962,938	2,287	771	1,551,679	2,013	1,099	2,732,061	2,486
December				643	1,533,437	2,385	949	3,762,852	3,965
Total	6,067	14,324,001	2,361	11,954	26,486,241	2,216	18,167	50,060,759	2,756

as of Dec 2, 2011

as of Dec 2, 2011

Monthly Combined New and Renewal Totals As Of The Last Day Of Each Year (2011 As Of The Last Day Of The Appropriate Month)

Month	2011 YTD			2010			2009		
	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium	Count	Est Annl Premium	Average Premium
January	1,400	3,282,243	2,344	1,941	4,515,562	2,326	3,175	8,628,909	2,718
February	1,407	2,729,488	1,940	1,748	3,278,392	1,876	2,871	5,963,326	2,077
March	1,691	3,384,279	2,001	2,213	3,782,742	1,709	3,126	7,007,988	2,242
April	1,518	3,031,649	1,997	1,769	3,449,748	1,950	2,953	7,365,410	2,494
May	1,525	2,954,221	1,937	1,815	3,452,697	1,902	2,811	6,217,311	2,212
June	1,530	3,494,279	2,284	1,689	3,120,791	1,848	2,620	5,897,791	2,251
July	1,562	3,656,668	2,341	1,754	4,005,139	2,283	2,564	6,098,113	2,378
August	1,499	2,883,129	1,923	1,651	3,151,191	1,909	2,573	5,527,154	2,148
September	1,367	3,344,658	2,447	1,574	3,387,736	2,152	2,356	5,251,426	2,229
October	1,424	3,082,711	2,165	1,650	3,240,480	1,964	2,481	5,706,133	2,300
November	1,120	2,391,729	2,135	1,258	2,597,747	2,065	1,803	4,079,023	2,262
December				1,105	2,253,438	2,039	1,618	4,839,760	2,991
Total	16,043	34,235,054	2,134	20,167	40,235,663	1,995	30,951	72,582,344	2,345

as of Dec 2, 2011

as of Dec 2, 2011

North Carolina Rate Bureau
 Workers Compensation - Residual Market
Miscellaneous Values

*Note: No changes proposed 4/1/2012

	<u>4/1/2012</u>	<u>4/1/2011</u>	<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>	
Code 7370 - Taxicab Co - Employee Operated Vehicle	55,758	55,758	55,334	54,375	51,608	50,918	48,630	
Code 7370 - Taxicab Co - Leased or Rented Vehicle	37,172	37,172	36,889	36,250	34,405	33,945	32,420	
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	0.01	
Expense Constant	250	250	250	250	250	250	210	
Terrorism (Assigned Risk)	0.02	0.02	0.02	.02**	0.03	0.03	0.03	
Corporate Officer Weekly Maximum	1,600	1,600	1,400	1,400	1,300	1,300	1,200	
Corporate Officer Weekly Minimum	800	800	355	349	331	326	312	
Per Passenger Seat Surcharge - Maximum Surcharge Per Aircraft	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	
Individual Partners	40,400	40,400	37,300	36,600	34,700	34,300	32,700	
USL&HW %	88%	88%	88%	95%	100%	103%	102%	
Experience Rating Eligibility (premium last year or last two years)	8,000	8,000	8,000	8,000	8,000	8,000	5,000	
Retrospective Rating Plan	State Tax Multiplier	***	***	***	***	1.0300	1.0300	1.0310
Retrospective Rating Plan	Federal Tax Multiplier	***	***	***	***	1.1050	1.1120	1.1200
Retrospective Rating Plan	Expected Loss Ratio	***	***	***	***	0.5865	0.6208	0.6362
Retrospective Rating Plan	Allocated Expense Ratio	***	***	***	***	0.6276	0.6605	0.6769
Retrospective Rating Plan	Expense Ratio	***	***	***	***	0.3840	0.3500	0.3340
Retrospective Rating Plan	Expense Ratio Loaded for ALAE Option	***	***	***	***	0.3430	0.3100	0.2930
Hazard Group Tables Applicable	Hazard Groups A-G (effective 4/1/2008)	yes	yes	yes	yes	yes	yes	no
Hazard Group Tables Applicable	Hazard Groups 1-4	no	no	no	yes	yes	yes	yes
Maximum Minimum Premium		1,000	1,000	1,000	850	850	850	850
Minimum Premium Multiplier		250	250	250	185	185	185	185
		<u>1/1/2012</u>	<u>1/1/2011</u>	<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>
*Maximum Weekly Benefit - Fatal Injury		862	836	834	816	786	754	730
*Maximum Weekly Benefit - Total Disability		862	836	834	816	786	754	730
*Maximum Weekly Benefit - Permanent Partial Disability		862	836	834	816	786	754	730

***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>04/01/12</u>	Effective <u>04/01/11</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>
Manufacturing	n/a	5.1%	-2.6%	-3.5%	6.7%	8.3%	4.8%
Contracting	n/a	2.7%	0.1%	-4.1%	7.7%	5.0%	9.9%
Office & Clerical	n/a	-1.2%	-9.7%	-7.8%	0.1%	9.6%	14.8%
Goods & Services	n/a	6.4%	2.7%	-3.0%	3.4%	8.0%	7.2%
<u>Miscellaneous</u>	<u>n/a</u>	<u>4.9%</u>	<u>7.6%</u>	<u>-0.9%</u>	<u>-1.7%</u>	<u>9.4%</u>	<u>11.1%</u>
Industrial Classifications Overall	n/a	4.1%	0.0%	-3.8%	4.1%	7.7%	8.7%
Federal Classifications	n/a	10.3%	12.4%	2.3%	-1.7%	-8.1%	7.1%

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

From 01/01/2011 to 11/30/2011

Updated 12/2/2011

	<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	772	5,257,170	4,972,075	0.946	4,972,075	1.000	4,972,075
Risks with Debit MODS	246	2,677,801	3,349,458	1.251	4,232,499	1.264	4,232,499
Risks with 1.00 mods	4	8,049	8,049	1.000	8,049	1.000	8,049
Risks with NO Mods	15,081	25,400,019	25,400,019	1.000	25,400,019	1.000	25,400,019
TOTALS	16,103	33,343,040	33,729,601	1.012	34,612,642	1.026	34,612,642

From 01/01/2010 to 12/31/2010

Updated 12/2/2011

	<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	1,015	6,859,543	6,506,507	0.949	6,506,507	1.000	6,506,507
Risks with Debit MODS	302	2,576,103	3,194,415	1.240	3,883,443	1.216	3,883,443
Risks with 1.00 mods	8	75,223	75,223	1.000	75,223	1.000	75,223
Risks with NO Mods	18,913	30,364,252	30,364,252	1.000	30,364,252	1.000	30,364,252
TOTALS	20,238	39,875,121	40,140,397	1.007	40,829,425	1.017	40,829,425

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

Updated 10/3/2011

	<u>Policy Year 2010</u>		<u>Policy Year 2009</u>		<u>Policy Years 2009 & 2010</u>	
	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>	<u>Dollars</u>	<u>Factor</u>
Est. Ultimate Pool Written Premium	25,579		33,409		58,988	
Estimated Ultimate Losses	15,833	0.619	20,279	0.607	36,112	0.612
Servicing Carrier Allowance	6,891	0.269	8,770	0.263	15,661	0.266
Other Expenses	2,264	0.089	2,923	0.088	5,187	0.088
Total Expenses	24,988	0.977	31,972	0.957	56,960	0.966
Estimated Operating Gain/(Loss) Residual Market	591		1,437		2,028	
Calendar Year Assessment Base	742,129		756,158		1,498,287	
Estimated Operating Gain/Loss to Cal Year Assessment Base	0.1%		0.2%		0.1%	

source: NCCI Residual Market Results as of Second Quarter, 2011. Evaluation is as of June 30, 2011.

note: 000 omitted from dollar amounts.