



January 29, 2010

Honorable Wayne Goodwin
Commissioner of Insurance
North Carolina Department of Insurance
PO Box 26387
Raleigh, North Carolina 27611

Re: Review of Automobile Insurance Rates -
Private Passenger Cars and Motorcycles

Dear Commissioner Goodwin:

In accordance with Article 36 of Chapter 58 of the General Statutes of North Carolina, the North Carolina Rate Bureau hereby submits experience, data, statistics and information for automobile insurance - private passenger cars and motorcycles. This constitutes the rate review required by law to be submitted on or before February 1, 2010.

No automobile insurance rate changes are proposed in this review.

Sincerely,

Raymond F. Evans, Jr., CPCU
General Manager

RFE:dms

Enclosures

**NORTH CAROLINA
VOLUNTARY PRIVATE PASSENGER AUTOMOBILE INSURANCE
EXPERIENCE REVIEW**

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North Carolina Private Passenger Automobile

Voluntary & Ceded Combined

	AY 2008	AY 2007	AY 2006
<u>Bodily Injury</u>			
Exposures	6,857,803	6,737,707	6,589,376
Prem at Pres NCRB Rates	1,108,056,279	1,088,392,994	1,064,545,785
B/L Incurred Losses	578,966,861	625,535,021	621,045,783
T/L Incurred Losses	681,908,080	761,614,314	757,903,806

Property Damage

Exposures	6,857,803	6,737,707	6,589,376
Prem at Pres NCRB Rates	1,021,644,900	1,003,682,857	980,926,302
B/L Incurred Losses	595,286,971	608,265,221	600,504,993
T/L Incurred Losses	599,887,056	612,707,830	604,664,712

Medical Payments

Exposures	5,044,631	4,965,528	4,860,791
Prem at Pres NCRB Rates	158,517,469	157,447,752	155,507,558
Incurred Losses	89,127,351	92,326,558	93,538,773

North Carolina Private Passenger Automobile

Standard & Consent to Rate Combined

	CY 2008	CY 2007	CY 2006
<u>Comprehensive</u>			
Exposures	4,852,464	4,738,039	4,604,493
Prem at Pres NCRB Rates	486,785,431	477,443,031	466,064,700
Paid Losses ¹	308,331,615	266,428,993	274,011,747
<u>Collision</u>			
Exposures	4,503,365	4,391,211	4,267,623
Prem at Pres NCRB Rates	1,127,109,794	1,096,847,579	1,061,983,551
Paid Losses	630,773,440	618,318,219	603,988,602

Notes:

¹ Comprehensive losses exclude excess wind and water losses.

North Carolina Private Passenger Automobile

Voluntary & Ceded Combined

	AY 2008	AY 2007	AY 2006
<u>Uninsured Motorists BI</u>			
Exposures	6,514,913	6,400,822	6,259,907
B/L Prem at Pres NCRB Rates	91,208,782	89,611,508	87,638,698
T/L Prem at Pres NCRB Rates	106,476,232	104,611,567	102,308,554
B/L Incurred Losses	34,273,471	40,069,159	41,179,472
T/L Incurred Losses	42,336,177	52,028,603	52,499,453

Uninsured Motorists PD

Exposures	6,514,913	6,400,822	6,259,907
B/L Prem at Pres NCRB Rates	13,029,826	12,801,644	12,519,814
T/L Prem at Pres NCRB Rates	17,459,970	17,154,203	16,776,553
B/L Incurred Losses	10,853,707	10,916,372	11,451,299
T/L Incurred Losses	10,929,975	10,976,739	11,470,664

Underinsured Motorists BI

Exposures	4,484,012	4,405,487	4,308,499
T/L Prem at Pres NCRB Rates	130,666,645	128,378,235	125,551,988
Incurred Losses	37,460,822	67,379,327	66,989,101

Motorcycle Liability

T/L Prem at Pres NCRB Rates	33,789,583	30,750,733	25,652,789
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NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
COMPREHENSIVE COVERAGES
DERIVATION OF EXCESS WIND AND WATER FACTOR

Year	(1) Wind & Water Paid Losses (a) (b)	(2) Total Paid Losses (a) (b)	(3) (2)-(1) [Total - Wind & Water]	(4) [Wind & Water] / [Total - Wind & Water]	(5) (4)-Avg. (4) Excess Wind & Water Ratio	(6) (3) x (5) Excess Wind & Water Losses
12/31/79	426,482	11,262,032	10,835,550	0.039	0.000	0
12/31/80	970,069	12,639,553	11,669,484	0.083	0.000	0
6/30/82	776,765	12,888,840	12,112,075	0.064	0.000	0
12/31/82	1,241,071	13,864,486	12,623,415	0.098	0.000	0
12/31/83	580,053	13,722,505	13,142,452	0.044	0.000	0
12/31/84	4,856,972	19,768,396	14,911,424	0.326	0.124	1,849,017
12/31/85	5,463,414	20,781,442	15,318,028	0.357	0.155	2,374,294
12/31/86	2,809,049	18,781,759	15,972,710	0.176	0.000	0
12/31/87	1,484,233	19,918,610	18,434,377	0.081	0.000	0
12/31/88	5,074,247	25,070,383	19,996,136	0.254	0.052	1,039,799
12/31/89	11,554,992	32,652,862	21,097,870	0.548	0.346	7,299,863
12/31/90	4,423,094	26,845,160	22,422,066	0.197	0.000	0
12/31/91	1,271,154	21,820,454	20,549,300	0.062	0.000	0
12/31/92	1,928,913	21,696,593	19,767,680	0.098	0.000	0
12/31/93	18,640,617	67,247,004	48,606,387	0.384	0.182	8,846,362
12/31/94	3,267,309	54,565,559	51,298,250	0.064	0.000	0
12/31/95	9,648,334	65,189,949	55,541,615	0.174	0.000	0
12/31/96	49,270,157	121,767,966	72,497,809	0.680	0.478	34,653,953
12/31/97	8,337,582	74,959,385	66,621,803	0.125	0.000	0
12/31/98	36,582,228	109,433,029	72,850,801	0.502	0.300	21,855,240
12/31/99	82,839,636	254,543,319	171,703,683	0.482	0.280	48,077,031
12/31/00	26,900,286	219,752,475	192,852,189	0.139	0.000	0
12/31/01	12,205,306	195,182,807	182,977,501	0.067	0.000	0
12/31/02	19,987,319	207,651,735	187,664,416	0.107	0.000	0
12/31/03	71,165,906	270,447,922	199,282,016	0.357	0.155	30,888,712
12/31/04	22,627,816	242,377,216	219,749,400	0.103	0.000	0
12/31/05	15,400,792	234,388,376	218,987,584	0.070	0.000	0
12/31/06	35,338,646	273,491,755	238,153,109	0.148	0.000	0
12/31/07	18,086,198	266,316,971	248,230,773	0.073	0.000	0
12/31/08	40,670,346	308,213,813	267,543,467	0.152	0.000	0

(7) Average (4) = 6.054 /30 = 0.202

(8) Average Excess Wind & Water Ratio = 2.072 /30 = 0.069

(9) Excess Wind & Water Factor = 1 + (8)/[1+(7)-(8)] = 1.061

- (a) Losses are for Full Coverage and \$50 Deductible Comprehensive for 1979-6/82.
 Losses are for Full Coverage, \$50 Deductible and \$100 Deductible Comprehensive for 12/82-1990.
 Losses are for Full Coverage, \$50, \$100 and \$250 Deductible Comprehensive for 1991-1992.
 Losses are for Full Coverage, \$50, \$100, \$250 and \$500 Deductible Comprehensive for 1993-1996.
 Losses are for Full Coverage, \$50, \$100, \$250, \$500 and \$1000 Deductible Comprehensive for 1997-2008.
- (b) Data prior to 1999 is for ISO reporting companies only. Data prior to 2004 excludes Non-Standard Business.

NORTH CAROLINA

DERIVATION OF INCURRED-TO-PAID FACTOR (A)

(1)	(2)	(3)	(4)
<u>Year</u>	<u>Incurred Losses</u>	<u>Paid Losses</u>	<u>Factor</u>
2006	999,416,417	997,304,882	1.002
2007	1,015,850,558	1,015,277,283	1.001
2008	1,087,861,639	1,083,058,511	1.004

(A) Source: Page 15 Private Passenger Auto Physical Damage (line 21.1)

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
CALCULATION OF AVERAGE INCREASED LIMITS FACTORS

Year Ending 12/31/2008

Voluntary and Ceded Bodily Injury - 30/60 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF	(3) 30/60 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
30/60	291,663,099	1.00	291,663,099	1.00	291,663,099
50/100	294,064,155	1.15	255,707,961	1.18	301,735,394
100/200	6,612,971	1.33	4,972,159	1.39	6,911,301
100/300	419,027,982	1.35	310,391,098	1.40	434,547,537
250/500	74,424,407	1.57	47,404,081	1.66	78,690,774
300/300	53,589,249	1.54	34,798,214	1.62	56,373,107
1000/1000	2,363,445	1.83	1,291,500	1.96	2,531,340
All Other	12,192,835	1.207	10,101,769	1.239	12,516,092
	1,153,938,143	1.207	956,329,881	1.239	1,184,968,644

Year Ending 12/31/2007

Voluntary and Ceded Bodily Injury - 30/60 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF	(3) 30/60 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
30/60	294,644,303	1.00	294,644,303	1.00	294,644,303
50/100	289,761,225	1.15	251,966,283	1.18	297,320,214
100/200	6,517,467	1.33	4,900,351	1.39	6,811,488
100/300	419,231,662	1.35	310,541,972	1.40	434,758,761
250/500	72,208,519	1.57	45,992,687	1.66	76,347,860
300/300	49,917,991	1.54	32,414,280	1.62	52,511,134
1000/1000	2,133,300	1.83	1,165,738	1.96	2,284,846
All Other	12,341,891	1.205	10,242,233	1.237	12,669,642
	1,146,756,358	1.205	951,867,847	1.237	1,177,348,248

Year Ending 12/31/2006

Voluntary and Ceded Bodily Injury - 30/60 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF*	(3) 30/60 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
30/60	281,327,155	1.00	281,327,155	1.00	281,327,155
50/100	263,858,215	1.15	229,441,926	1.18	270,741,473
100/200	6,127,079	1.32	4,641,727	1.39	6,452,001
100/300	388,042,262	1.34	289,583,778	1.40	405,417,289
250/500	64,699,155	1.55	41,741,390	1.66	69,290,707
300/300	41,819,887	1.53	27,333,259	1.62	44,279,880
1000/1000	1,812,407	1.80	1,006,893	1.96	1,973,510
All Other	12,562,483	1.197	10,494,973	1.234	12,950,797
	1,060,248,643	1.197	885,571,101	1.234	1,092,432,812

* Prior increased limits factors for year ending 12/31/2006 are a weighted average of the increased limits factors effective 5/15/2006 and those in effect prior to 5/15/2006.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
CALCULATION OF AVERAGE INCREASED LIMITS FACTORS

Year Ending 12/31/2008
Voluntary and Ceded Property Damage - \$25,000 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF	(3) \$25,000 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
25,000	273,164,956	1.000	273,164,956	1.000	273,164,956
50,000	420,566,131	1.010	416,402,110	1.010	420,566,131
100,000	177,513,320	1.030	172,343,029	1.030	177,513,320
250,000	2,774,326	1.059	2,619,760	1.059	2,774,326
300,000	189,172	1.069	176,962	1.069	189,172
500,000	631,197	1.113	567,113	1.113	631,197
1,000,000	168,828	1.202	140,456	1.202	168,828
All Other	7,975,006	1.011	7,888,235	1.011	7,975,006
	882,982,936	1.011	873,302,621	1.011	882,982,936

Year Ending 12/31/2007
Voluntary and Ceded Property Damage - \$25,000 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF	(3) \$25,000 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
25,000	275,510,244	1.000	275,510,244	1.000	275,510,244
50,000	415,255,223	1.010	411,143,785	1.010	415,255,223
100,000	168,118,703	1.030	163,222,042	1.030	168,118,703
250,000	2,667,512	1.059	2,518,897	1.059	2,667,512
300,000	192,737	1.069	180,297	1.069	192,737
500,000	618,311	1.113	555,535	1.113	618,310
1,000,000	174,601	1.202	145,259	1.202	174,601
All Other	8,234,698	1.011	8,145,102	1.011	8,234,698
	870,772,029	1.011	861,421,161	1.011	870,772,028

Year Ending 12/31/2006
Voluntary and Ceded Property Damage - \$25,000 base

Limit Of Liability	(1) Written Premium	(2) Prior ILF	(3) \$25,000 Premium	(4) Current ILF	(5) (3)x(4) T/L Premium
25,000	283,039,532	1.000	283,039,532	1.000	283,039,532
50,000	410,153,600	1.010	406,092,673	1.010	410,153,600
100,000	156,473,053	1.030	151,915,585	1.030	156,473,053
250,000	2,322,278	1.059	2,192,897	1.059	2,322,278
300,000	178,999	1.069	167,445	1.069	178,999
500,000	571,592	1.113	513,560	1.113	571,592
1,000,000	178,934	1.202	148,864	1.202	178,935
All Other	7,834,812	1.010	7,757,240	1.010	7,834,812
	860,752,800	1.010	851,827,796	1.010	860,752,801

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
CALCULATION OF AVERAGE INCREASED LIMITS FACTORS
MEDICAL PAYMENTS

Year Ending 12/31/2008

Voluntary and Ceded Medical Payments - \$500 Base

Limit	(1)	(2)	(3)
	Written Premium	Current ILF	(1)/(2) B/L Premium
\$500	1,606,966	1.00	1,606,966
750	64,871	1.33	48,775
1,000	43,896,942	1.60	27,435,589
2,000	48,655,718	2.34	20,793,042
3,000	372,512	2.79	133,517
5,000	28,033,880	3.38	8,294,047
10,000	10,214,506	3.86	2,646,245
All Other	4,647,148	2.179	2,132,698
Total	137,492,543	2.179	63,090,879

Year Ending 12/31/2007

Voluntary and Ceded Medical Payments - \$500 Base

Limit	(1)	(2)	(3)
	Written Premium	Current ILF	(1)/(2) B/L Premium
\$500	1,646,786	1.00	1,646,786
750	54,800	1.33	41,203
1,000	44,600,414	1.60	27,875,259
2,000	49,193,669	2.34	21,022,935
3,000	355,665	2.79	127,478
5,000	28,866,698	3.38	8,540,443
10,000	9,583,167	3.86	2,482,686
All Other	4,350,278	2.175	2,000,128
Total	138,651,477	2.175	63,736,918

Year Ending 12/31/2006

Voluntary and Ceded Medical Payments - \$500 Base

Limit	(1)	(2)	(3)
	Written Premium	Current ILF	(1)/(2) B/L Premium
\$500	1,365,867	1.00	1,365,867
750	118,756	1.33	89,290
1,000	38,400,392	1.60	24,000,245
2,000	42,000,510	2.34	17,948,936
3,000	278,653	2.79	99,876
5,000	24,902,843	3.38	7,367,705
10,000	7,595,030	3.86	1,967,624
All Other	3,616,790	2.170	1,666,724
Total	118,278,841	2.170	54,506,267

North Carolina Dividends

LIABILITY			
Year	Vol + Ced Manual Earned Prem.	Amount of Dividend	Dividend as % of Vol+Ced Manual Earned Prem.
2003	2,272,048,154	5,324,725	0.23%
2004	2,317,791,914	3,789,615	0.16%
2005	2,547,452,137	4,912,765	0.19%
2006	2,474,652,930	5,009,679	0.20%
2007	2,717,387,135	27,779,531	1.02%
2008	2,800,711,944	5,195,164	0.19%
		6 year average:	0.33%

PHYSICAL DAMAGE				
Year	Standard Manual Earned Prem.	Non-Standard Manual Earned Prem.	Amount of Dividend	Dividend as % of Manual Earned Prem.*
2003	1,473,060,263	319,804,841	4,905,255	0.27%
2004	1,273,836,672	327,026,519	3,416,980	0.21%
2005	1,410,457,083	357,405,543	4,012,405	0.23%
2006	1,438,586,939	334,940,619	4,562,392	0.26%
2007	1,364,962,501	327,503,909	21,334,703	1.26%
2008	1,495,442,188	340,535,756	2,825,911	0.15%
			6 year average:	0.40%

* Manual Earned Premium Includes Standard and Non-Standard business.

North Carolina Deviations

LIABILITY

Voluntary Business:

Year	(1) Premium at Rate Bureau Rates	(2) Deviation % From RB Manual Rates	(3) Anticipated Premium (1) x (2)	(4) Amount of Deviation (3) - (1)
2003	1,516,249,414	-11.26%	1,345,519,730	(170,729,684)
2004	1,553,051,271	-9.43%	1,406,598,536	(146,452,735)
2005	1,608,654,406	-10.79%	1,435,080,596	(173,573,810)
2006	1,681,686,063	-11.90%	1,481,565,422	(200,120,641)
2007	1,845,850,655	-13.39%	1,598,691,252	(247,159,403)
2008	1,932,947,008	-13.60%	1,670,066,215	(262,880,793)

Ceded Business

Year	(5) O/T Clean Ceded Premium at Rate Bureau Rates	(6) Deviation % From RB Manual Rates	(7) O/T Clean Ceded Anticipated Premium (5) x (6)	(8) O/T Clean Ceded Amount of Deviation (7) - (5)	(9) Clean Risk Ceded Premium at Rate Bureau Rates	(10) Clean Risk Ceded Anticipated Premium = Col (9)	(11) Clean Risk Ceded Amount of Deviation (10) - (9)
2003	201,779,692	40.00%	282,491,569	80,711,877	286,205,880	286,205,880	0
2004	213,368,410	35.60%	289,327,564	75,959,154	304,557,276	304,557,276	0
2005	213,091,627	49.70%	318,998,166	105,906,539	303,830,789	303,830,789	0
2006	226,954,916	38.50%	314,332,559	87,377,643	317,929,794	317,929,794	0
2007	235,950,602	32.30%	312,162,646	76,212,044	323,979,144	323,979,144	0
2008	225,578,705	31.00%	295,508,104	69,929,399	329,158,305	329,158,305	0

All Liability Business

Year	(11) Total Premium at Rate Bureau Rates (1) + (5) + (9)	(12) Total Anticipated Premium (3) + (7) + (10)	(13) Amount of Deviation (12) - (11)	(14) Overall Pct. Deviation (13) / (11)
2003	2,004,234,986	1,914,217,179	(90,017,807)	-4.49%
2004	2,070,976,957	2,000,483,376	(70,493,581)	-3.40%
2005	2,125,576,822	2,057,909,551	(67,667,271)	-3.18%
2006	2,226,570,773	2,113,827,775	(112,742,998)	-5.06%
2007	2,405,780,401	2,234,833,042	(170,947,359)	-7.11%
2008	2,487,684,018	2,294,732,624	(192,951,394)	-7.76%
			6 year average:	-5.17%

Note: This exhibit is based on statistical plan data and Rate Bureau expense call data and reflects the Rate Bureau's best estimate of the information presented.

North Carolina Deviations

PHYSICAL DAMAGE

Year	(1) Std Phy Dam Premium at Rate Bureau Rates	(2) Deviation % From RB Manual Rates	(3) Std Phy Dam Anticipated Premium (1) x (2)	(4) Std Phy Dam Amount of Deviation (3) - (1)
2003	1,427,661,214	-12.89%	1,243,635,684	(184,025,530)
2004	1,150,376,820	-8.23%	1,055,700,808	(94,676,012)
2005	1,220,685,395	-8.73%	1,114,119,560	(106,565,835)
2006	1,206,197,717	-11.40%	1,068,691,177	(137,506,540)
2007	1,077,206,719	-13.20%	935,015,432	(142,191,287)
2008	1,097,305,875	-14.06%	943,024,669	(154,281,206)

Year	(5) Non-Std Premium at Rate Bureau Rates	(6) Deviation % From RB Manual Rates	(7) Non-Std Phy Dam Anticipated Premium (5) x (6)	(8) Non-Std Phy Dam Amount of Deviation (7) - (5)
2003	278,887,139	35.52%	377,947,851	99,060,712
2004	281,700,831	42.30%	400,860,283	119,159,452
2005	343,640,180	26.05%	433,158,447	89,518,267
2006	417,481,782	37.68%	574,788,917	157,307,135
2007	403,434,848	37.08%	553,028,490	149,593,642
2008	383,587,173	27.63%	489,572,309	105,985,136

Year	(9) Total Phy Dam Premium at Rate Bureau Rates (1) + (5)	(10) Total Anticipated Premium (3) + (7)	(11) Amount of Deviation (10) - (9)	(12) Overall Pct. Deviation (11) / (9)
2003	1,706,548,353	1,621,583,535	(84,964,818)	-4.98%
2004	1,432,077,651	1,456,561,091	24,483,440	1.71%
2005	1,564,325,575	1,547,278,007	(17,047,568)	-1.09%
2006	1,623,679,499	1,643,480,094	19,800,595	1.22%
2007	1,480,641,567	1,488,043,922	7,402,355	0.50%
2008	1,480,893,048	1,432,596,978	(48,296,070)	-3.26%

6 year average: -0.98%

Note: This exhibit is based on statistical plan data and Rate Bureau expense call data and reflects the Rate Bureau's best estimate of the information presented.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
SUMMARY OF LIABILITY EXPENSE EXPERIENCE - VOLUNTARY AND CEDED BUSINESS

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Premium Written (Manual Level)	\$2,344,630,005	\$2,430,314,065	\$2,564,464,994	\$2,764,624,568	\$2,788,420,515
Premiums Earned (Manual Level)	2,317,791,914	2,547,452,137	2,474,652,930	2,717,387,135	2,801,685,252
Premium Written (Collected Level)	2,186,772,183	2,241,463,188	2,341,625,605	2,487,073,360	2,498,650,343
Premiums Earned (Collected Level)	2,165,237,699	2,241,095,799	2,287,577,675	2,462,113,550	2,492,847,663
Commission & Brokerage	216,474,247	230,906,890	233,017,253	243,168,267	253,785,389
Other Acquisition	189,773,679	207,284,540	204,265,427	223,782,430	222,449,304
General Expenses	133,622,984	125,500,282	173,722,761	177,062,463	177,610,166
Taxes, Licenses, and Fees	49,949,234	52,183,922	49,233,543	53,978,759	54,218,761
Bodily Injury Losses Incurred	983,642,182	964,678,890	1,055,097,551	1,116,786,715	1,038,393,478
BI Allocated Loss Adjustment	36,670,488	33,457,299	25,699,872	35,861,097	37,658,114
BI Unallocated Loss Adjustment	115,524,475	127,744,750	137,537,025	154,372,429	142,185,047
Property Damage Losses Incurred	602,068,126	598,208,979	633,964,336	636,168,672	621,455,538
PD Allocated Loss Adjustment	6,792,019	8,055,918	5,525,868	3,490,330	5,935,898
PD Unallocated Loss Adjustment	76,480,634	74,018,157	70,911,522	74,850,761	72,460,760

COMBINED RATIOS

Commission & Brokerage to Written Premium (a) (b)	.099		.104		.100		.097		.103	
Other Acquisition to Earned Premium (b)	.088		.092		.089		.091		.089	
General Expenses to Earned Premium (b)	.062		.056		.076		.072		.071	
Taxes, Licenses, etc. to Written Premium (b)	.023		.023		.021		.022		.022	
	<u>BI</u>	<u>PD</u>	<u>BI</u>	<u>PD</u>	<u>BI</u>	<u>PD</u>	<u>BI</u>	<u>PD</u>	<u>BI</u>	<u>PD</u>
Unallocated Loss Adjustment Expenses to Losses + Allocated	.113	.126	.128	.122	.127	.111	.134	.117	.132	.115

- Notes:
- (a) Since ceded business has a commission and brokerage provision set at 10%, the provision for voluntary business is found by solving the following expression for X:
.10 (percent ceded written premium) + X (percent voluntary written premium) = overall Commission and Brokerage provision.
- (b) Ratios are to premiums at collected level.

Source: North Carolina Rate Bureau Expense Call

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
SUMMARY OF PHYSICAL DAMAGE EXPENSE EXPERIENCE - STANDARD BUSINESS

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Premium Written (Collected Level)	\$1,192,451,971	\$1,326,674,931	\$1,279,641,756	\$1,210,980,203	\$1,315,732,150
Premium Earned (Collected Level)	1,171,171,370	1,306,918,917	1,309,711,356	1,201,003,511	1,288,403,968
Commission & Brokerage	112,598,476	129,375,083	124,403,406	117,225,476	128,156,154
Other Acquisition	100,467,773	105,824,433	113,504,076	108,924,956	107,795,228
General Expenses	59,023,024	65,097,641	76,976,961	70,495,568	79,425,082
Taxes, Licenses, and Fees	26,124,040	30,080,288	26,102,123	25,926,781	27,933,013
Losses Incurred	663,158,742	670,388,976	727,654,440	742,397,987	819,008,793
All Loss Adjustment Expenses	100,686,005	105,832,266	104,234,881	100,691,308	102,856,529

COMBINED RATIOS

Commission & Brokerage to Written Premium (a)	.094	.098	.097	.097	.097
Other Acquisition to Earned Premium (a)	.086	.081	.087	.091	.084
General Expenses to Earned Premium (a)	.050	.050	.059	.059	.062
Taxes, Licenses, etc. to Written Premium (a)	.022	.023	.020	.021	.021
All Loss Adjustment Expenses to Incurred Losses	.152	.158	.143	.136	.126

Notes:

(a) Ratios are to premiums at collected level.

Source: North Carolina Rate Bureau Expense Call

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
SUMMARY OF PHYSICAL DAMAGE EXPENSE EXPERIENCE - NON-STANDARD BUSINESS

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Premium Written (Collected Level)	\$474,845,377	\$452,138,391	\$459,654,128	\$445,130,394	\$424,259,610
Premium Earned (Collected Level)	464,964,821	450,620,599	465,158,892	448,118,335	431,592,425
Commission & Brokerage	45,834,258	45,844,098	44,429,692	42,211,337	38,018,659
Other Acquisition	21,872,299	22,871,658	28,527,604	30,240,252	29,767,790
General Expenses	22,592,857	21,249,301	34,311,559	30,788,111	31,609,701
Taxes, Licenses, and Fees	11,067,447	9,934,552	9,520,530	9,850,628	9,722,929
Losses Incurred	236,534,958	213,888,690	240,417,784	241,550,499	236,389,595
All Loss Adjustment Expenses	36,158,614	34,528,978	29,055,977	32,897,818	39,877,065

COMBINED RATIOS

Commission & Brokerage to Written Premium (a)	.097	.101	.097	.095	.090
Other Acquisition to Earned Premium (a)	.047	.051	.061	.067	.069
General Expenses to Earned Premium (a)	.049	.047	.074	.069	.073
Taxes, Licenses, etc. to Written Premium (a)	.023	.022	.021	.022	.023
All Loss Adjustment Expenses to Incurred Losses	.153	.161	.121	.136	.169

Notes:

(a) Ratios are to premiums at collected level.

Source: North Carolina Rate Bureau Expense Call

NORTH CAROLINA
MOTORCYCLE INSURANCE
SUMMARY OF LIABILITY EXPENSE EXPERIENCE - VOLUNTARY AND CEDED BUSINESS

<u>Item</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Premiums Written at Manual Level	\$25,055,579	\$29,756,404	\$27,224,030	\$31,616,263	\$32,396,171
Premiums Earned at Manual Level	24,088,408	27,043,109	26,135,507	29,435,255	31,409,692
Premiums Written (Collected Lvl)	24,368,906	28,908,379	26,419,484	30,523,384	31,110,319
Premiums Earned (Collected Lvl)	23,453,046	26,245,060	25,351,086	28,444,755	30,001,718
Commission & Brokerage	2,512,584	2,639,000	2,681,305	2,841,682	2,611,019
Other Acquisition	1,714,115	2,142,314	1,950,960	2,459,624	2,662,975
General Expenses	905,530	1,346,681	2,194,401	2,527,695	2,782,298
Taxes, Licenses, and Fees	512,953	590,453	520,658	685,114	726,752
Losses Incurred	11,368,841	11,770,230	13,462,683	18,194,368	18,197,757
All Loss Adjustment Expenses	2,017,972	1,797,976	2,435,410	2,315,323	2,571,618

COMBINED RATIOS

Commission & Brokerage to Written Premium (a)	.103	.091	.101	.093	.084
Other Acquisition to Earned Premium (a)	.073	.082	.077	.086	.089
General Expenses to Earned Premium (a)	.039	.052	.087	.089	.093
Taxes, Licenses, etc. to Written Premium (a)	.021	.020	.020	.022	.023
All Loss Adjustment Expenses to Losses	.178	.153	.181	.127	.141

Notes:

(a) Ratios are to premiums at collected level.

Source: North Carolina Rate Bureau Expense Call

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF TREND FOR EXPENSES

	<u>ALL ITEMS CPI INDEX</u>	<u>COMPENSATION COST INDEX</u>
Oct-05	199.2	
Nov-05	197.6	100.0
Dec-05	196.8	
Jan-06	198.3	
Feb-06	198.7	100.9
Mar-06	199.8	
Apr-06	201.5	
May-06	202.5	101.6
Jun-06	202.9	
Jul-06	203.5	
Aug-06	203.9	102.0
Sep-06	202.9	
Oct-06	201.8	
Nov-06	201.5	102.6
Dec-06	201.8	
Jan-07	202.4	
Feb-07	203.5	103.5
Mar-07	205.4	
Apr-07	206.7	
May-07	207.9	105.0
Jun-07	208.4	
Jul-07	208.3	
Aug-07	207.9	106.0
Sep-07	208.5	
Oct-07	208.9	
Nov-07	210.2	105.7
Dec-07	210.0	
Jan-08	211.1	
Feb-08	211.7	107.4
Mar-08	213.5	
Apr-08	214.8	
May-08	216.6	107.9
Jun-08	218.8	
Jul-08	220.0	
Aug-08	219.1	108.3
Sep-08	218.8	
Oct-08	216.6	
Nov-08	212.4	108.2
Dec-08	210.2	
Jan-09	211.1	
Feb-09	212.2	109.1
Mar-09	212.7	
Apr-09	213.2	
May-09	213.9	109.7
Jun-09	215.7	
Jul-09	215.4	
Aug-09	215.8	110.2
Sep-09	216.0	

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF TREND FOR EXPENSES

	<u>All Items (A)</u>	<u>CCI (B)</u>	<u>Combined (C)</u>
(1) Annual Change in indices based on exponential curve of best fit for the latest 48 points (or 16 quarters)	2.47%	2.69%	2.58%
(2) Annual Change in indices based on exponential curve of best fit for the latest 36 points (or 12 quarters)	2.27%	2.49%	2.38%
(3) Annual Change in indices based on exponential curve of best fit for the latest 24 points (or 8 quarters)	0.75%	2.07%	1.41%
(4) Annual Change in indices based on exponential curve of best fit for the latest 12 points (or 4 quarters)	1.77%	2.45%	2.11%
(5) Average Annual Index (D)			
Year Ended 3/31/2007	202.80	102.43	
Year Ended 9/30/2007	205.34	104.28	
Year Ended 3/31/2008	209.43	106.03	
Year Ended 9/30/2008	214.46	107.33	
Year Ended 3/31/2009	215.28	108.38	
Year Ended 9/30/2009	213.77	109.30	
(6) Current Cost Factor (Index Value Divided by Average Annual Index)			
Year Ended 3/31/2007	1.07	1.08	1.08
Year Ended 9/30/2007	1.05	1.06	1.06
Year Ended 3/31/2008	1.03	1.04	1.04
Year Ended 9/30/2008	1.01	1.03	1.02
Year Ended 3/31/2009	1.00	1.02	1.01
Year Ended 9/30/2009	1.01	1.01	1.01

Notes: (A) All items CPI index (urban). Source: Bureau of Labor Statistics.

(B) Total Compensation Cost Index - Insurance Carriers, Agent Brokers, and Service.
Source: Bureau of Labor Statistics.

(C) Weighted Average determined as .50 (All items) + .50 (CCI).

(D) Average year ended index for period shown.

NORTH CAROLINA

EXTERNAL EXPENSE TREND SUMMARY

AVERAGE ANNUAL RATES OF CHANGE
DATA ENDED SEPTEMBER 2009

CONSUMER PRICE INDEX

	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
48 points	2.32%	2.43%	2.47%
36 points	2.16%	2.23%	2.27%
24 points	0.73%	0.74%	0.75%
12 points	1.73%	1.75%	1.77%

COMPENSATION COST INDEX

	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
16 points	2.52%	2.65%	2.69%
12 points	2.37%	2.45%	2.49%
8 points	2.01%	2.04%	2.07%
4 points	2.39%	2.42%	2.45%

NORTH CAROLINA

EXTERNAL EXPENSE TREND SUMMARY
CORRELATION COEFFICIENTS
DATA ENDED SEPTEMBER 2009

CONSUMER PRICE INDEX

	STRAIGHT LINE	EXPONENTIAL
48 points	0.90	0.91
36 points	0.80	0.80
24 points	0.29	0.30
12 points	0.53	0.53

COMPENSATION COST INDEX

	STRAIGHT LINE	EXPONENTIAL
16 points	0.99	0.99
12 points	0.98	0.98
8 points	0.96	0.96
4 points	0.99	0.99

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF TREND FOR EXPENSES

	<u>ALL ITEMS - LESS ENERGY</u> <u>CPI INDEX</u>	<u>COMPENSATION</u> <u>COST INDEX</u>
Oct-05	200.1	
Nov-05	200.2	100.0
Dec-05	200.1	
Jan-06	200.8	
Feb-06	201.6	100.9
Mar-06	202.6	
Apr-06	203.0	
May-06	203.3	101.6
Jun-06	203.6	
Jul-06	203.9	
Aug-06	204.4	102.0
Sep-06	204.9	
Oct-06	205.6	
Nov-06	205.3	102.6
Dec-06	205.1	
Jan-07	206.0	
Feb-07	207.1	103.5
Mar-07	207.9	
Apr-07	208.2	
May-07	208.4	105.0
Jun-07	208.6	
Jul-07	209.0	
Aug-07	209.4	106.0
Sep-07	210.0	
Oct-07	210.7	
Nov-07	210.9	105.7
Dec-07	210.9	
Jan-08	211.8	
Feb-08	212.5	107.4
Mar-08	213.4	
Apr-08	213.9	
May-08	214.1	107.9
Jun-08	214.6	
Jul-08	215.3	
Aug-08	215.9	108.3
Sep-08	216.4	
Oct-08	216.7	
Nov-08	216.4	108.2
Dec-08	215.9	
Jan-09	216.6	
Feb-09	217.3	109.1
Mar-09	218.0	
Apr-09	218.4	
May-09	218.3	109.7
Jun-09	218.4	
Jul-09	218.4	
Aug-09	218.6	110.2
Sep-09	219.1	

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF TREND FOR EXPENSES

	<u>All Items - Less Energy (A)</u>	<u>CCI (B)</u>	<u>Combined (C)</u>
(1) Annual Change in indices based on exponential curve of best fit for the latest 48 points (or 16 quarters)	2.50%	2.69%	2.59%
(2) Annual Change in indices based on exponential curve of best fit for the latest 36 points (or 12 quarters)	2.41%	2.49%	2.45%
(3) Annual Change in indices based on exponential curve of best fit for the latest 24 points (or 8 quarters)	2.09%	2.07%	2.08%
(4) Annual Change in indices based on exponential curve of best fit for the latest 12 points (or 4 quarters)	1.48%	2.45%	1.96%
(5) Average Annual Index (D)			
Year Ended 3/31/2007	205.00	102.43	
Year Ended 9/30/2007	207.55	104.28	
Year Ended 3/31/2008	210.33	106.03	
Year Ended 9/30/2008	213.37	107.33	
Year Ended 3/31/2009	215.92	108.38	
Year Ended 9/30/2009	217.68	109.30	
(6) Current Cost Factor (Index Value Divided by Average Annual Index)			
Year Ended 3/31/2007	1.07	1.08	1.08
Year Ended 9/30/2007	1.06	1.06	1.06
Year Ended 3/31/2008	1.04	1.04	1.04
Year Ended 9/30/2008	1.03	1.03	1.03
Year Ended 3/31/2009	1.01	1.02	1.02
Year Ended 9/30/2009	1.01	1.01	1.01

Notes: (A) All items less energy CPI index (urban). Source: Bureau of Labor Statistics.

(B) Total Compensation Cost Index - Insurance Carriers, Agent Brokers, and Service. Source: Bureau of Labor Statistics.

(C) Weighted Average determined as .50 (All items) + .50 (CCI).

(D) Average year ended index for period shown.

NORTH CAROLINA

EXTERNAL EXPENSE TREND SUMMARY

AVERAGE ANNUAL RATES OF CHANGE
DATA ENDED SEPTEMBER 2009

ALL ITEMS - LESS ENERGY CPI INDEX

	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
48 points	2.35%	2.46%	2.50%
36 points	2.30%	2.38%	2.41%
24 points	2.03%	2.07%	2.09%
12 points	1.46%	1.47%	1.48%

COMPENSATION COST INDEX

	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
16 points	2.52%	2.65%	2.69%
12 points	2.37%	2.45%	2.49%
8 points	2.01%	2.04%	2.07%
4 points	2.39%	2.42%	2.45%

NORTH CAROLINA

EXTERNAL EXPENSE TREND SUMMARY
CORRELATION COEFFICIENTS
DATA ENDED SEPTEMBER 2009

ALL ITEMS - LESS ENERGY CPI INDEX

	STRAIGHT LINE	EXPONENTIAL
48 points	1.00	0.99
36 points	0.99	0.99
24 points	0.97	0.97
12 points	0.92	0.92

COMPENSATION COST INDEX

	STRAIGHT LINE	EXPONENTIAL
16 points	0.99	0.99
12 points	0.98	0.98
8 points	0.96	0.96
4 points	0.99	0.99

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN CLAIM COST

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)		(6) PAID LOSSES (A)	(7) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)			(8) ACTUAL (6)/(7)	(9) EXPONENTIAL CURVE OF BEST FIT (B)
			<u>BODILY INJURY (30/60 LIMIT)</u>		<u>PROPERTY DAMAGE (TOTAL LIMITS)</u>			
Sep-03				\$6,201.01	\$601,174,773	230,230	\$2,611	\$2,607.86
Dec-03				6,279.28	607,731,962	235,466	2,581	2,619.97
Mar-04	\$606,117,446	99,684	\$6,080	6,358.54	614,258,216	239,170	2,568	2,632.13
Jun-04	616,400,892	100,979	6,104	6,438.80	620,234,160	243,165	2,551	2,644.35
Sep-04	631,978,935	101,974	6,197	6,520.07	615,743,810	242,681	2,537	2,656.63
Dec-04	636,162,767	102,281	6,220	6,602.37	621,932,792	244,291	2,546	2,668.97
Mar-05	647,242,930	102,772	6,298	6,685.71	627,485,422	246,310	2,548	2,681.36
Jun-05	651,720,039	102,873	6,335	6,770.10	631,671,224	246,705	2,560	2,693.81
Sep-05	651,575,122	102,892	6,333	6,855.56	635,302,673	247,768	2,564	2,706.31
Dec-05	655,758,567	101,642	6,452	6,942.09	628,235,467	243,492	2,580	2,718.88
Mar-06	663,234,374	102,016	6,501	7,029.72	637,159,084	244,730	2,604	2,731.50
Jun-06	664,417,985	101,246	6,562	7,118.45	638,433,955	242,768	2,630	2,744.18
Sep-06	668,375,381	100,053	6,680	7,208.31	644,595,815	242,089	2,663	2,756.92
Dec-06	676,166,414	100,998	6,695	7,299.29	663,272,417	247,014	2,685	2,769.72
Mar-07	682,136,661	100,610	6,780	7,391.43	671,741,530	247,151	2,718	2,782.58
Jun-07	699,111,020	101,122	6,914	7,484.73	681,592,955	249,904	2,727	2,795.50
Sep-07	711,740,528	101,513	7,011	7,579.20	684,780,464	249,592	2,744	2,808.48
Dec-07	718,253,029	99,461	7,221	7,674.87	679,644,016	247,496	2,746	2,821.52
Mar-08	719,096,314	98,200	7,323	7,771.75	675,020,269	245,009	2,755	2,834.62
Jun-08	722,198,981	97,297	7,423	7,869.85	675,703,888	243,367	2,776	2,847.78
Sep-08	721,927,226	96,334	7,494	7,969.19	672,751,650	241,931	2,781	2,861.00
Dec-08	720,034,137	95,923	7,506	8,069.78	676,082,242	241,251	2,802	2,874.29
Mar-09	723,308,522	96,122	7,525	8,171.64	679,951,555	241,790	2,812	2,887.63
Jun-09	721,919,613	96,597	7,474	8,274.79	683,238,178	243,841	2,802	2,901.04

(10)RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:	BODILY <u>INJURY</u>	PROPERTY <u>DAMAGE</u>
	6-points	1.7%
	9-points	4.2%
	12-points	5.1%
	15-points	5.2%
		1.5%
		1.6%
		1.9%
		2.4%

(A) FACTORS OF 1.129 WERE APPLIED TO BODILY INJURY AND 1.116 TO PROPERTY DAMAGE PAID LOSSES TO INCLUDE ALL LOSS ADJUSTMENT.

(B) THE FITS GIVEN USE THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN CLAIM COST

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)		(6) PAID LOSSES (A)	(7) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)			(8) ACTUAL (6)/(7)	(9) EXPONENTIAL CURVE OF BEST FIT (B)
<u>BODILY INJURY (30/60 EXCESS)</u>			<u>BODILY INJURY (TOTAL LIMITS)</u>					
Sep-03				\$1,235.64	\$693,763,584	98,755	\$7,025	\$7,437.15
Dec-03				1,249.95	710,162,502	99,719	7,122	7,529.75
Mar-04	\$107,502,703	99,684	\$1,078	1,264.43	713,620,149	99,684	7,159	7,623.50
Jun-04	111,532,368	100,979	1,105	1,279.08	727,933,260	100,979	7,209	7,718.41
Sep-04	118,994,340	101,974	1,167	1,293.90	750,973,275	101,974	7,364	7,814.51
Dec-04	122,874,014	102,281	1,201	1,308.89	759,036,781	102,281	7,421	7,911.81
Mar-05	123,773,914	102,772	1,204	1,324.05	771,016,844	102,772	7,502	8,010.32
Jun-05	118,675,423	102,873	1,154	1,339.39	770,395,462	102,873	7,489	8,110.05
Sep-05	112,873,217	102,892	1,097	1,354.91	764,448,339	102,892	7,430	8,211.03
Dec-05	107,877,379	101,642	1,061	1,370.61	763,635,946	101,642	7,513	8,313.26
Mar-06	112,967,166	102,016	1,107	1,386.49	776,201,540	102,016	7,609	8,416.77
Jun-06	116,196,242	101,246	1,148	1,402.55	780,614,227	101,246	7,710	8,521.56
Sep-06	130,074,202	100,053	1,300	1,418.80	798,449,583	100,053	7,980	8,627.66
Dec-06	136,602,985	100,998	1,353	1,435.23	812,769,399	100,998	8,047	8,735.08
Mar-07	138,450,209	100,610	1,376	1,451.86	820,586,870	100,610	8,156	8,843.84
Jun-07	145,968,191	101,122	1,443	1,468.68	845,079,211	101,122	8,357	8,953.95
Sep-07	138,145,131	101,513	1,361	1,485.69	849,885,659	101,513	8,372	9,065.43
Dec-07	138,357,452	99,461	1,391	1,502.91	856,610,481	99,461	8,613	9,178.30
Mar-08	135,592,778	98,200	1,381	1,520.32	854,689,092	98,200	8,704	9,292.58
Jun-08	134,272,766	97,297	1,380	1,537.93	856,471,747	97,297	8,803	9,408.28
Sep-08	139,379,023	96,334	1,447	1,555.75	861,306,249	96,334	8,941	9,525.41
Dec-08	141,265,808	95,923	1,473	1,573.77	861,299,945	95,923	8,979	9,644.01
Mar-09	146,526,563	96,122	1,524	1,592.00	869,835,085	96,122	9,049	9,764.09
Jun-09	146,491,264	96,597	1,517	1,610.45	868,410,877	96,597	8,990	9,885.66

(10) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:	30/60 <u>EXCESS</u>	TOTAL <u>LIMITS</u>
	6-points	2.9%
	9-points	4.3%
	12-points	5.1%
	15-points	5.8%

(A) INCLUDES A FACTOR OF 1.129 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) THE FITS GIVEN USE THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN MEDICAL PAYMENTS CLAIM COSTS

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
Sep-03	\$101,824,929	63,520	\$1,603	\$1,713.11
Dec-03	101,449,178	62,555	1,622	1,715.38
Mar-04	101,713,082	61,816	1,645	1,717.66
Jun-04	101,794,562	61,354	1,659	1,719.94
Sep-04	102,792,212	60,674	1,694	1,722.23
Dec-04	103,205,467	59,958	1,721	1,724.51
Mar-05	102,781,502	59,478	1,728	1,726.80
Jun-05	102,943,294	59,246	1,738	1,729.10
Sep-05	102,897,784	59,584	1,727	1,731.39
Dec-05	102,777,869	59,379	1,731	1,733.69
Mar-06	104,035,116	60,025	1,733	1,736.00
Jun-06	103,736,147	59,736	1,737	1,738.30
Sep-06	103,513,028	59,239	1,747	1,740.61
Dec-06	104,952,403	60,575	1,733	1,742.92
Mar-07	104,424,370	60,642	1,722	1,745.24
Jun-07	106,505,075	61,387	1,735	1,747.55
Sep-07	106,628,919	61,930	1,722	1,749.88
Dec-07	105,570,724	60,969	1,732	1,752.20
Mar-08	106,860,699	61,432	1,739	1,754.53
Jun-08	106,754,193	61,602	1,733	1,756.86
Sep-08	106,027,961	60,899	1,741	1,759.19
Dec-08	106,733,924	61,108	1,747	1,761.53
Mar-09	106,035,965	60,214	1,761	1,763.87
Jun-09	107,067,254	60,755	1,762	1,766.21

(10) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT: MEDICAL PAYMENTS

6-points	1.3%
9-points	1.0%
12-points	0.5%
15-points	0.4%

(A) INCLUDES A FACTOR OF 1.129 TO INCLUDE ALL LOSS ADJUSTMENT.
(B) THE FITS GIVEN USE THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN CLAIM FREQUENCIES (A)

ALL CARRIERS

(1)	(2)	(3)	(4)	(5)	(6)
YEAR	EARNED	PAID	PAID	PAID	PAID
<u>ENDED</u>	<u>EXPOSURES</u>	<u>CLAIMS</u>	<u>FREQ</u>	<u>CLAIMS</u>	<u>FREQ</u>
			<u>(2)/(3)</u>		<u>(5)/(3)</u>
				<u>BODILY INJURY</u>	<u>PROPERTY DAMAGE</u>
Sep-03	6,012,566	98,755	1.6425	230,230	3.8291
Dec-03	6,041,184	99,719	1.6507	235,466	3.8977
Mar-04	6,062,512	99,684	1.6443	239,170	3.9451
Jun-04	6,105,291	100,979	1.6540	243,165	3.9829
Sep-04	6,144,902	101,974	1.6595	242,681	3.9493
Dec-04	6,192,752	102,281	1.6516	244,291	3.9448
Mar-05	6,268,761	102,772	1.6394	246,310	3.9292
Jun-05	6,329,732	102,873	1.6252	246,705	3.8976
Sep-05	6,386,223	102,892	1.6112	247,768	3.8797
Dec-05	6,430,216	101,642	1.5807	243,492	3.7867
Mar-06	6,459,527	102,016	1.5793	244,730	3.7887
Jun-06	6,514,265	101,246	1.5542	242,768	3.7267
Sep-06	6,563,911	100,053	1.5243	242,089	3.6882
Dec-06	6,617,915	100,998	1.5261	247,014	3.7325
Mar-07	6,665,866	100,610	1.5093	247,151	3.7077
Jun-07	6,700,103	101,122	1.5093	249,904	3.7299
Sep-07	6,733,194	101,513	1.5077	249,592	3.7069
Dec-07	6,762,946	99,461	1.4707	247,496	3.6596
Mar-08	6,793,563	98,200	1.4455	245,009	3.6065
Jun-08	6,829,721	97,297	1.4246	243,367	3.5634
Sep-08	6,868,145	96,334	1.4026	241,931	3.5225
Dec-08	6,898,289	95,923	1.3905	241,251	3.4973
Mar-09	6,922,114	96,122	1.3886	241,790	3.4930
Jun-09	6,938,252	96,597	1.3922	243,841	3.5144

(5) RATE OF CHANGE IN PAID
CLAIM FREQS FOR ANY 12 MONTH
INTERVAL ON THE EXPONENTIAL
CURVE OF BEST FIT:

	<u>B. I.</u>	<u>P. D.</u>
6-points	-3.1%	-2.2%
9-points	-4.6%	-3.5%
12-points	-4.1%	-2.7%
15-points	-4.0%	-2.4%
24-points	-3.4%	-2.2%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN CLAIM FREQUENCIES (A)

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR	EARNED	PAID	PAID
<u>ENDED</u>	<u>EXPOSURES</u>	<u>CLAIMS</u>	CLAIM
			FREQ
			<u>(2)/(3)</u>

MEDICAL PAYMENTS

Sep-03	4,506,331	63,520	1.4096
Dec-03	4,521,445	62,555	1.3835
Mar-04	4,529,860	61,816	1.3646
Jun-04	4,551,923	61,354	1.3479
Sep-04	4,576,988	60,674	1.3256
Dec-04	4,615,995	59,958	1.2989
Mar-05	4,670,206	59,478	1.2736
Jun-05	4,717,196	59,246	1.2560
Sep-05	4,755,565	59,584	1.2529
Dec-05	4,782,499	59,379	1.2416
Mar-06	4,803,998	60,025	1.2495
Jun-06	4,838,249	59,736	1.2347
Sep-06	4,873,424	59,239	1.2156
Dec-06	4,912,612	60,575	1.2331
Mar-07	4,949,155	60,642	1.2253
Jun-07	4,975,256	61,387	1.2338
Sep-07	4,998,637	61,930	1.2389
Dec-07	5,017,698	60,969	1.2151
Mar-08	5,036,058	61,432	1.2198
Jun-08	5,057,392	61,602	1.2181
Sep-08	5,080,510	60,899	1.1987
Dec-08	5,099,040	61,108	1.1984
Mar-09	5,109,479	60,214	1.1785
Jun-09	5,110,449	60,755	1.1888

(5) RATE OF CHANGE IN PAID
CLAIM FREQS FOR ANY 12 MONTH
INTERVAL ON THE EXPONENTIAL
CURVE OF BEST FIT:

	<u>MEDICAL</u> <u>PAYMENTS</u>
6-points	-2.6%
9-points	-2.3%
12-points	-1.4%
15-points	-1.3%
24-points	-2.5%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ALL CARRIERS

BODILY INJURY 30/60 BASIC

COST	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
15 points	4.6%	5.1%	5.2%
12 points	4.7%	5.0%	5.1%
9 points	4.0%	4.1%	4.2%
6 points	1.6%	1.6%	1.7%

FREQ	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
24 points	-3.9%	-3.5%	-3.4%
15 points	-4.4%	-4.1%	-4.0%
12 points	-4.4%	-4.2%	-4.1%
9 points	-5.0%	-4.7%	-4.6%
6 points	-3.2%	-3.1%	-3.1%

PROPERTY DAMAGE TOTAL LIMITS

COST	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
15 points	2.3%	2.4%	2.4%
12 points	1.8%	1.8%	1.9%
9 points	1.5%	1.5%	1.6%
6 points	1.5%	1.5%	1.5%

FREQ	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
24 points	-2.4%	-2.3%	-2.2%
15 points	-2.6%	-2.4%	-2.4%
12 points	-2.8%	-2.7%	-2.7%
9 points	-3.7%	-3.5%	-3.5%
6 points	-2.3%	-2.3%	-2.2%

MEDICAL PAYMENTS TOTAL LIMITS

COST	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
15 points	0.4%	0.4%	0.4%
12 points	0.5%	0.5%	0.5%
9 points	1.0%	1.0%	1.0%
6 points	1.3%	1.3%	1.3%

FREQ	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
24 points	-2.8%	-2.6%	-2.5%
15 points	-1.3%	-1.3%	-1.3%
12 points	-1.4%	-1.4%	-1.4%
9 points	-2.3%	-2.3%	-2.3%
6 points	-2.7%	-2.6%	-2.6%

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ALL CARRIERS

BODILY INJURY 30/60 EXCESS

COST	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
15 points	7.3%	8.5%	9.1%
12 points	4.4%	4.6%	4.7%
9 points	4.5%	4.7%	4.8%
6 points	8.5%	8.9%	9.4%

BODILY INJURY TOTAL LIMITS

COST	STRAIGHT LINE		EXPONENTIAL
	END POINT	MID POINT	
15 points	5.1%	5.6%	5.8%
12 points	4.6%	4.9%	5.1%
9 points	4.0%	4.2%	4.3%
6 points	2.8%	2.8%	2.9%

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ALL CARRIERS

BODILY INJURY 30/60 BASIC

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.98	0.98
12 points	0.96	0.96
9 points	0.91	0.91
6 points	0.77	0.77

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.98	-0.97
15 points	-0.98	-0.98
12 points	-0.97	-0.97
9 points	-0.96	-0.96
6 points	-0.90	-0.90

PROPERTY DAMAGE TOTAL LIMITS

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.97	0.97
12 points	0.97	0.97
9 points	0.97	0.97
6 points	0.92	0.92

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.94	-0.94
15 points	-0.95	-0.94
12 points	-0.93	-0.93
9 points	-0.95	-0.95
6 points	-0.85	-0.85

MEDICAL PAYMENTS TOTAL LIMITS

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.60	0.60
12 points	0.64	0.64
9 points	0.88	0.88
6 points	0.92	0.92

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.91	-0.92
15 points	-0.87	-0.87
12 points	-0.81	-0.81
9 points	-0.94	-0.93
6 points	-0.90	-0.90

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ALL CARRIERS

BODILY INJURY 30/60 EXCESS

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.89	0.88
12 points	0.86	0.86
9 points	0.76	0.76
6 points	0.96	0.96

BODILY INJURY TOTAL LIMITS

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.99	0.98
12 points	0.98	0.98
9 points	0.96	0.96
6 points	0.90	0.90

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM COSTS

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
FULL COVERAGE COMPREHENSIVE				
Sep-03	\$17,421,689	36,890	\$472	\$439.47
Dec-03	17,235,550	36,796	468	440.46
Mar-04	16,867,908	36,577	461	441.47
Jun-04	16,538,918	36,664	451	442.47
Sep-04	16,095,080	36,090	446	443.47
Dec-04	15,848,626	35,750	443	444.48
Mar-05	15,147,281	33,886	447	445.49
Jun-05	14,540,215	32,386	449	446.51
Sep-05	14,265,802	31,613	451	447.52
Dec-05	13,818,911	30,506	453	448.54
Mar-06	13,341,761	29,939	446	449.56
Jun-06	12,779,208	28,498	448	450.58
Sep-06	12,046,807	27,108	444	451.60
Dec-06	11,621,909	26,360	441	452.63
Mar-07	11,292,677	25,187	448	453.66
Jun-07	11,019,302	24,851	443	454.69
Sep-07	10,803,835	24,176	447	455.72
Dec-07	10,642,836	23,498	453	456.76
Mar-08	10,568,560	23,056	458	457.80
Jun-08	10,395,519	22,260	467	458.84
Sep-08	10,007,499	21,650	462	459.88
Dec-08	9,713,990	21,185	459	460.92
Mar-09	9,411,329	20,851	451	461.97
Jun-09	9,153,789	20,763	441	463.02

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-3.4%
9-points	0.3%
12-points	0.9%
15-points	0.6%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM COSTS

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$50 DEDUCTIBLE COMPREHENSIVE				
Sep-03	\$1,859,369	3,848	\$483	\$523.99
Dec-03	1,872,856	3,843	487	516.91
Mar-04	1,793,388	3,748	478	509.92
Jun-04	1,679,263	3,745	448	503.03
Sep-04	1,647,832	3,666	449	496.23
Dec-04	1,526,059	3,554	429	489.53
Mar-05	1,560,098	3,418	456	482.91
Jun-05	1,518,053	3,231	470	476.39
Sep-05	1,470,404	3,276	449	469.95
Dec-05	1,461,723	3,173	461	463.60
Mar-06	1,339,489	3,102	432	457.33
Jun-06	1,360,893	3,023	450	451.15
Sep-06	1,317,960	2,831	466	445.06
Dec-06	1,275,573	2,765	461	439.04
Mar-07	1,251,523	2,672	468	433.11
Jun-07	1,222,086	2,630	465	427.25
Sep-07	1,210,293	2,627	461	421.48
Dec-07	1,186,470	2,592	458	415.79
Mar-08	1,190,823	2,571	463	410.17
Jun-08	1,198,442	2,565	467	404.62
Sep-08	1,166,897	2,576	453	399.16
Dec-08	1,089,162	2,499	436	393.76
Mar-09	1,027,502	2,518	408	388.44
Jun-09	961,305	2,521	381	383.19

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-15.0%
9-points	-8.2%
12-points	-5.3%
15-points	-2.7%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM COSTS

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1) YEAR ENDED	(2) PAID LOSSES(A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$100 DEDUCTIBLE COMPREHENSIVE				
Sep-03	\$14,756,270	27,127	\$544	\$511.13
Dec-03	14,553,712	27,075	538	510.06
Mar-04	14,193,938	27,033	525	508.99
Jun-04	14,040,779	27,301	514	507.92
Sep-04	13,872,778	27,057	513	506.85
Dec-04	13,515,666	26,971	501	505.79
Mar-05	13,127,822	25,946	506	504.73
Jun-05	12,726,450	24,992	509	503.67
Sep-05	12,098,449	24,150	501	502.61
Dec-05	11,632,853	23,153	502	501.56
Mar-06	11,175,824	22,580	495	500.50
Jun-06	10,747,037	21,649	496	499.45
Sep-06	10,328,933	21,039	491	498.40
Dec-06	10,192,765	20,681	493	497.36
Mar-07	10,064,763	20,240	497	496.31
Jun-07	10,083,891	19,971	505	495.27
Sep-07	9,939,145	19,497	510	494.23
Dec-07	9,784,596	19,103	512	493.20
Mar-08	9,634,698	18,798	513	492.16
Jun-08	9,380,361	18,517	507	491.13
Sep-08	9,186,292	18,106	507	490.10
Dec-08	8,828,311	17,704	499	489.07
Mar-09	8,400,361	17,300	486	488.04
Jun-09	8,135,289	17,328	469	487.02

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-6.5%
9-points	-3.3%
12-points	-0.8%
15-points	-0.4%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM COSTS

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$250 DEDUCTIBLE COMPREHENSIVE				
Sep-03	\$5,482,063	7,613	\$720	\$777.95
Dec-03	5,817,508	7,557	770	768.79
Mar-04	5,602,868	7,513	746	759.74
Jun-04	5,571,716	7,525	740	750.80
Sep-04	5,494,132	7,411	741	741.96
Dec-04	5,038,343	7,366	684	733.23
Mar-05	4,929,399	7,124	692	724.60
Jun-05	4,709,646	6,880	685	716.07
Sep-05	4,555,283	6,711	679	707.64
Dec-05	4,497,377	6,473	695	699.31
Mar-06	4,379,901	6,442	680	691.08
Jun-06	4,323,467	6,299	686	682.94
Sep-06	4,294,213	6,149	698	674.90
Dec-06	4,281,679	6,177	693	666.96
Mar-07	4,210,845	6,091	691	659.11
Jun-07	4,404,845	6,156	716	651.35
Sep-07	4,244,186	6,121	693	643.68
Dec-07	4,410,628	6,126	720	636.11
Mar-08	4,482,166	6,170	726	628.62
Jun-08	4,218,988	6,207	680	621.22
Sep-08	4,198,443	6,291	667	613.91
Dec-08	3,984,398	6,225	640	606.68
Mar-09	3,867,832	6,096	634	599.54
Jun-09	3,708,968	6,167	601	592.49

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-12.8%
9-points	-8.2%
12-points	-4.6%
15-points	-2.7%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM COSTS

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$500 DEDUCTIBLE COMPREHENSIVE				
Sep-03	\$4,886,525	3,931	\$1,243	\$1,327.49
Dec-03	5,007,908	4,077	1,228	1,308.16
Mar-04	5,095,522	4,147	1,229	1,289.11
Jun-04	5,144,031	4,251	1,210	1,270.34
Sep-04	5,396,322	4,363	1,237	1,251.84
Dec-04	5,417,940	4,421	1,226	1,233.61
Mar-05	5,160,604	4,450	1,160	1,215.64
Jun-05	5,150,934	4,483	1,149	1,197.94
Sep-05	4,756,613	4,381	1,086	1,180.49
Dec-05	4,888,634	4,357	1,122	1,163.30
Mar-06	4,987,935	4,398	1,134	1,146.36
Jun-06	4,913,804	4,392	1,119	1,129.67
Sep-06	5,118,093	4,385	1,167	1,113.22
Dec-06	5,024,931	4,399	1,142	1,097.01
Mar-07	5,179,916	4,376	1,184	1,081.03
Jun-07	5,126,394	4,430	1,157	1,065.29
Sep-07	5,444,606	4,567	1,192	1,049.78
Dec-07	5,709,925	4,753	1,201	1,034.49
Mar-08	5,706,447	4,997	1,142	1,019.42
Jun-08	6,071,335	5,333	1,138	1,004.58
Sep-08	6,227,729	5,630	1,106	989.95
Dec-08	5,919,724	5,694	1,040	975.53
Mar-09	5,908,440	5,579	1,059	961.33
Jun-09	5,461,658	5,715	956	947.33

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-12.5%
9-points	-9.1%
12-points	-5.7%
15-points	-3.0%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM FREQUENCY

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) (2)/(3)

FULL COVERAGE COMPREHENSIVE

Sep-03	662,826	36,890	5.5656
Dec-03	657,518	36,796	5.5962
Mar-04	653,156	36,577	5.6000
Jun-04	649,472	36,664	5.6452
Sep-04	646,509	36,090	5.5823
Dec-04	643,949	35,750	5.5517
Mar-05	639,892	33,886	5.2956
Jun-05	633,385	32,386	5.1132
Sep-05	623,904	31,613	5.0670
Dec-05	611,217	30,506	4.9910
Mar-06	597,133	29,939	5.0138
Jun-06	582,150	28,498	4.8953
Sep-06	567,039	27,108	4.7806
Dec-06	552,552	26,360	4.7706
Mar-07	539,035	25,187	4.6726
Jun-07	526,658	24,851	4.7186
Sep-07	515,163	24,176	4.6929
Dec-07	504,921	23,498	4.6538
Mar-08	495,759	23,056	4.6506
Jun-08	487,771	22,260	4.5636
Sep-08	480,847	21,650	4.5025
Dec-08	474,165	21,185	4.4679
Mar-09	467,418	20,851	4.4609
Jun-09	460,376	20,763	4.5100

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE
EXPONENTIAL CURVE OF BEST FIT:

6-points	-2.6%
9-points	-2.9%
12-points	-2.6%
15-points	-3.2%
24-points	-4.5%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM FREQUENCY

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2) / (3)</u>
\$50 DEDUCTIBLE COMPREHENSIVE			
Sep-03	79,558	3,848	4.8367
Dec-03	78,611	3,843	4.8886
Mar-04	77,749	3,748	4.8206
Jun-04	77,067	3,745	4.8594
Sep-04	76,544	3,666	4.7894
Dec-04	76,144	3,554	4.6675
Mar-05	75,734	3,418	4.5132
Jun-05	75,115	3,231	4.3014
Sep-05	74,256	3,276	4.4118
Dec-05	73,145	3,173	4.3380
Mar-06	71,935	3,102	4.3122
Jun-06	70,732	3,023	4.2739
Sep-06	69,602	2,831	4.0674
Dec-06	68,551	2,765	4.0335
Mar-07	67,596	2,672	3.9529
Jun-07	66,774	2,630	3.9387
Sep-07	66,026	2,627	3.9787
Dec-07	65,363	2,592	3.9655
Mar-08	64,712	2,571	3.9730
Jun-08	64,054	2,565	4.0044
Sep-08	63,418	2,576	4.0619
Dec-08	62,741	2,499	3.9830
Mar-09	62,018	2,518	4.0601
Jun-09	61,268	2,521	4.1147

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	2.3%
9-points	1.8%
12-points	0.6%
15-points	-1.6%
24-points	-3.9%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM FREQUENCY

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$100 DEDUCTIBLE COMPREHENSIVE			
Sep-03	470,789	27,127	5.7620
Dec-03	471,952	27,075	5.7368
Mar-04	473,621	27,033	5.7077
Jun-04	475,804	27,301	5.7379
Sep-04	478,593	27,057	5.6534
Dec-04	481,530	26,971	5.6011
Mar-05	482,841	25,946	5.3736
Jun-05	481,339	24,992	5.1922
Sep-05	476,714	24,150	5.0659
Dec-05	468,850	23,153	4.9383
Mar-06	459,938	22,580	4.9094
Jun-06	450,816	21,649	4.8022
Sep-06	442,129	21,039	4.7586
Dec-06	434,778	20,681	4.7567
Mar-07	428,728	20,240	4.7209
Jun-07	423,484	19,971	4.7159
Sep-07	418,504	19,497	4.6587
Dec-07	413,681	19,103	4.6178
Mar-08	408,824	18,798	4.5981
Jun-08	404,192	18,517	4.5812
Sep-08	399,749	18,106	4.5293
Dec-08	395,014	17,704	4.4819
Mar-09	389,804	17,300	4.4381
Jun-09	384,432	17,328	4.5074

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE
EXPONENTIAL CURVE OF BEST FIT:

6-points	-2.3%
9-points	-2.6%
12-points	-2.5%
15-points	-2.8%
24-points	-4.9%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM FREQUENCY

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$250 DEDUCTIBLE COMPREHENSIVE			
Sep-03	185,475	7,613	4.1046
Dec-03	188,059	7,557	4.0184
Mar-04	190,887	7,513	3.9358
Jun-04	193,930	7,525	3.8803
Sep-04	196,946	7,411	3.7630
Dec-04	199,872	7,366	3.6854
Mar-05	201,986	7,124	3.5270
Jun-05	202,892	6,880	3.3910
Sep-05	202,611	6,711	3.3123
Dec-05	201,241	6,473	3.2165
Mar-06	199,606	6,442	3.2274
Jun-06	198,017	6,299	3.1810
Sep-06	196,690	6,149	3.1262
Dec-06	196,089	6,177	3.1501
Mar-07	196,124	6,091	3.1057
Jun-07	196,340	6,156	3.1354
Sep-07	196,517	6,121	3.1147
Dec-07	196,428	6,126	3.1187
Mar-08	196,049	6,170	3.1472
Jun-08	195,737	6,207	3.1711
Sep-08	195,476	6,291	3.2183
Dec-08	194,964	6,225	3.1929
Mar-09	194,182	6,096	3.1393
Jun-09	193,201	6,167	3.1920

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	0.4%
9-points	1.1%
12-points	0.8%
15-points	-0.1%
24-points	-4.3%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COMPREHENSIVE CLAIM FREQUENCY

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$500 DEDUCTIBLE COMPREHENSIVE			
Sep-03	192,702	3,931	2.0399
Dec-03	198,331	4,077	2.0557
Mar-04	204,099	4,147	2.0319
Jun-04	210,420	4,251	2.0202
Sep-04	216,844	4,363	2.0120
Dec-04	223,224	4,421	1.9805
Mar-05	228,947	4,450	1.9437
Jun-05	233,627	4,483	1.9189
Sep-05	237,124	4,381	1.8476
Dec-05	239,768	4,357	1.8172
Mar-06	242,360	4,398	1.8147
Jun-06	244,997	4,392	1.7927
Sep-06	248,070	4,385	1.7676
Dec-06	252,172	4,399	1.7444
Mar-07	257,350	4,376	1.7004
Jun-07	263,058	4,430	1.6840
Sep-07	268,781	4,567	1.6992
Dec-07	273,959	4,753	1.7349
Mar-08	278,531	4,997	1.7941
Jun-08	282,906	5,333	1.8851
Sep-08	287,173	5,630	1.9605
Dec-08	290,771	5,694	1.9582
Mar-09	293,464	5,579	1.9011
Jun-09	295,160	5,715	1.9362

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE
EXPONENTIAL CURVE OF BEST FIT:

6-points	4.7%
9-points	8.5%
12-points	5.6%
15-points	2.8%
24-points	-1.7%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

FULL COVERAGE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	0.6%	0.6%	0.6%
12 points	0.9%	0.9%	0.9%
9 points	0.3%	0.3%	0.3%
6 points	-3.5%	-3.4%	-3.4%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-5.3%	-4.6%	-4.5%
15 points	-3.4%	-3.2%	-3.2%
12 points	-2.7%	-2.6%	-2.6%
9 points	-3.1%	-3.0%	-2.9%
6 points	-2.7%	-2.6%	-2.6%

\$50 DEDUCTIBLE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	-2.8%	-2.6%	-2.7%
12 points	-5.6%	-5.2%	-5.3%
9 points	-9.0%	-8.2%	-8.2%
6 points	-17.6%	-15.9%	-15.0%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-4.6%	-4.0%	-3.9%
15 points	-1.7%	-1.6%	-1.6%
12 points	0.6%	0.6%	0.6%
9 points	1.8%	1.8%	1.8%
6 points	2.2%	2.3%	2.3%

\$100 DEDUCTIBLE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	-0.4%	-0.4%	-0.4%
12 points	-0.8%	-0.8%	-0.8%
9 points	-3.4%	-3.3%	-3.3%
6 points	-7.0%	-6.7%	-6.5%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-6.0%	-5.1%	-4.9%
15 points	-3.0%	-2.8%	-2.8%
12 points	-2.7%	-2.6%	-2.5%
9 points	-2.8%	-2.7%	-2.6%
6 points	-2.4%	-2.4%	-2.3%

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

\$250 DEDUCTIBLE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	-2.8%	-2.6%	-2.7%
12 points	-4.9%	-4.6%	-4.6%
9 points	-9.2%	-8.4%	-8.2%
6 points	-15.0%	-13.7%	-12.8%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-5.3%	-4.6%	-4.3%
15 points	-0.1%	-0.1%	-0.1%
12 points	0.8%	0.8%	0.8%
9 points	1.1%	1.1%	1.1%
6 points	0.4%	0.4%	0.4%

\$500 DEDUCTIBLE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	-3.1%	-2.9%	-3.0%
12 points	-6.1%	-5.7%	-5.7%
9 points	-10.3%	-9.3%	-9.1%
6 points	-14.3%	-13.1%	-12.5%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-1.8%	-1.7%	-1.7%
15 points	2.7%	2.9%	2.8%
12 points	5.1%	5.5%	5.6%
9 points	7.5%	8.2%	8.5%
6 points	4.4%	4.5%	4.7%

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

FULL COVERAGE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.37	0.36
12 points	0.43	0.43
9 points	0.10	0.10
6 points	-0.79	-0.79

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.96	-0.97
15 points	-0.96	-0.96
12 points	-0.95	-0.95
9 points	-0.93	-0.93
6 points	-0.78	-0.78

\$50 DEDUCTIBLE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.53	-0.53
12 points	-0.77	-0.76
9 points	-0.83	-0.83
6 points	-0.95	-0.94

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.89	-0.90
15 points	-0.55	-0.54
12 points	0.38	0.38
9 points	0.85	0.85
6 points	0.77	0.77

\$100 DEDUCTIBLE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.17	-0.18
12 points	-0.28	-0.29
9 points	-0.78	-0.78
6 points	-0.94	-0.94

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.95	-0.96
15 points	-0.98	-0.98
12 points	-0.97	-0.97
9 points	-0.94	-0.94
6 points	-0.82	-0.82

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ISO ONLY, EXCLUDING WIND AND WATER AND "ALL OTHER"

\$250 DEDUCTIBLE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.59	-0.60
12 points	-0.74	-0.75
9 points	-0.90	-0.90
6 points	-0.98	-0.98

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.84	-0.84
15 points	-0.06	-0.05
12 points	0.66	0.66
9 points	0.65	0.65
6 points	0.18	0.18

\$500 DEDUCTIBLE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.57	-0.58
12 points	-0.79	-0.79
9 points	-0.90	-0.89
6 points	-0.93	-0.92

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.48	-0.47
15 points	0.61	0.60
12 points	0.83	0.83
9 points	0.91	0.91
6 points	0.65	0.65

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1)	(2)	(3)	AVERAGE PAID CLAIM COST (A)	
			(4)	(5)
YEAR ENDED	PAID LOSSES (A)	PAID CLAIMS	ACTUAL <u>(2) / (3)</u>	EXPONENTIAL CURVE OF <u>BEST FIT (B)</u>
\$50 DEDUCTIBLE COLLISION				
Sep-03	\$2,656,530	1,132	2,347	\$2,230.17
Dec-03	2,863,854	1,183	2,421	2,235.80
Mar-04	3,028,596	1,227	2,468	2,241.46
Jun-04	3,071,623	1,256	2,446	2,247.12
Sep-04	3,098,216	1,264	2,451	2,252.81
Dec-04	3,166,610	1,267	2,499	2,258.50
Mar-05	3,092,434	1,271	2,433	2,264.21
Jun-05	3,034,466	1,279	2,373	2,269.94
Sep-05	2,961,852	1,283	2,309	2,275.68
Dec-05	2,928,030	1,291	2,268	2,281.43
Mar-06	2,910,402	1,262	2,306	2,287.20
Jun-06	2,699,750	1,183	2,282	2,292.98
Sep-06	2,621,338	1,145	2,289	2,298.78
Dec-06	2,603,402	1,130	2,304	2,304.59
Mar-07	2,580,712	1,148	2,248	2,310.42
Jun-07	2,753,436	1,208	2,279	2,316.26
Sep-07	2,893,943	1,262	2,293	2,322.11
Dec-07	3,018,203	1,351	2,234	2,327.98
Mar-08	3,436,160	1,451	2,368	2,333.87
Jun-08	3,469,317	1,535	2,260	2,339.77
Sep-08	3,664,948	1,629	2,250	2,345.69
Dec-08	3,905,538	1,699	2,299	2,351.62
Mar-09	4,299,929	1,828	2,352	2,357.56
Jun-09	4,636,513	1,948	2,380	2,363.52

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	1.9%
9-points	1.7%
12-points	1.0%
15-points	0.6%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$100 DEDUCTIBLE COLLISION				
Sep-03	\$46,389,376	19,846	2,337	\$2,414.80
Dec-03	45,790,619	19,734	2,320	2,411.09
Mar-04	45,145,533	19,556	2,309	2,407.39
Jun-04	44,170,615	19,173	2,304	2,403.70
Sep-04	43,706,347	18,787	2,326	2,400.01
Dec-04	43,010,933	18,211	2,362	2,396.33
Mar-05	41,801,275	17,756	2,354	2,392.65
Jun-05	41,062,354	17,536	2,342	2,388.98
Sep-05	39,861,833	17,107	2,330	2,385.32
Dec-05	39,175,816	16,847	2,325	2,381.66
Mar-06	38,932,366	16,728	2,327	2,378.00
Jun-06	38,516,916	16,328	2,359	2,374.35
Sep-06	38,578,012	16,167	2,386	2,370.71
Dec-06	39,273,410	16,299	2,410	2,367.07
Mar-07	39,101,029	16,255	2,405	2,363.44
Jun-07	39,482,313	16,511	2,391	2,359.81
Sep-07	38,644,770	16,391	2,358	2,356.19
Dec-07	37,287,932	16,055	2,323	2,352.58
Mar-08	37,196,996	15,814	2,352	2,348.97
Jun-08	37,112,621	15,546	2,387	2,345.36
Sep-08	36,938,977	15,559	2,374	2,341.76
Dec-08	37,396,168	15,750	2,374	2,338.17
Mar-09	37,281,652	15,682	2,377	2,334.58
Jun-09	36,743,153	15,735	2,335	2,331.00

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-0.6%
9-points	-0.1%
12-points	-0.6%
15-points	0.1%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2) / (3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$200 DEDUCTIBLE COLLISION				
Sep-03	\$7,694,173	2,870	2,681	\$2,938.89
Dec-03	7,768,089	2,816	2,759	2,923.08
Mar-04	7,609,548	2,776	2,741	2,907.36
Jun-04	7,442,858	2,743	2,713	2,891.72
Sep-04	7,159,456	2,667	2,684	2,876.17
Dec-04	6,999,601	2,553	2,742	2,860.70
Mar-05	6,648,105	2,441	2,724	2,845.31
Jun-05	6,795,688	2,459	2,764	2,830.01
Sep-05	6,426,171	2,463	2,609	2,814.79
Dec-05	6,416,636	2,448	2,621	2,799.65
Mar-06	6,771,920	2,551	2,655	2,784.59
Jun-06	6,878,747	2,473	2,782	2,769.61
Sep-06	6,815,533	2,475	2,754	2,754.72
Dec-06	6,970,039	2,489	2,800	2,739.90
Mar-07	7,068,138	2,419	2,922	2,725.16
Jun-07	6,757,494	2,418	2,795	2,710.50
Sep-07	6,861,074	2,342	2,930	2,695.93
Dec-07	6,448,990	2,292	2,814	2,681.42
Mar-08	6,058,284	2,252	2,690	2,667.00
Jun-08	6,048,469	2,267	2,668	2,652.66
Sep-08	6,156,384	2,328	2,644	2,638.39
Dec-08	6,450,788	2,398	2,690	2,624.20
Mar-09	6,725,132	2,441	2,755	2,610.08
Jun-09	6,656,738	2,465	2,701	2,596.05

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	1.5%
9-points	-2.8%
12-points	-2.1%
15-points	-0.3%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$250 DEDUCTIBLE COLLISION				
Sep-03	\$275,613,860	103,949	2,651	\$2,704.30
Dec-03	272,751,569	103,084	2,646	2,703.82
Mar-04	270,703,463	102,600	2,638	2,703.34
Jun-04	264,561,787	101,423	2,608	2,702.86
Sep-04	259,009,698	99,499	2,603	2,702.39
Dec-04	255,603,813	97,644	2,618	2,701.91
Mar-05	249,129,895	95,741	2,602	2,701.43
Jun-05	249,207,633	95,034	2,622	2,700.95
Sep-05	247,143,879	93,999	2,629	2,700.48
Dec-05	245,482,182	93,138	2,636	2,700.00
Mar-06	244,103,523	91,358	2,672	2,699.52
Jun-06	242,255,582	90,225	2,685	2,699.04
Sep-06	242,099,774	89,548	2,704	2,698.57
Dec-06	244,726,279	90,193	2,713	2,698.09
Mar-07	243,896,437	90,339	2,700	2,697.61
Jun-07	246,076,705	91,064	2,702	2,697.14
Sep-07	243,986,955	91,058	2,679	2,696.66
Dec-07	241,444,823	90,128	2,679	2,696.18
Mar-08	241,701,779	89,600	2,698	2,695.71
Jun-08	240,609,895	88,828	2,709	2,695.23
Sep-08	239,964,646	88,660	2,707	2,694.76
Dec-08	240,483,769	88,670	2,712	2,694.28
Mar-09	239,884,475	88,735	2,703	2,693.80
Jun-09	236,989,197	88,422	2,680	2,693.33

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-0.4%
9-points	0.1%
12-points	-0.1%
15-points	0.3%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1) YEAR <u>ENDED</u>	(2) PAID <u>LOSSES (A)</u>	(3) PAID <u>CLAIMS</u>	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL <u>(2) / (3)</u>	(5) EXPONENTIAL CURVE OF <u>BEST FIT (B)</u>
\$500 DEDUCTIBLE COLLISION				
Sep-03	\$248,057,653	74,145	3,346	\$3,494.37
Dec-03	249,199,132	74,849	3,329	3,487.16
Mar-04	253,664,660	76,284	3,325	3,479.98
Jun-04	254,225,617	76,879	3,307	3,472.80
Sep-04	254,057,711	76,836	3,306	3,465.65
Dec-04	256,120,714	77,039	3,325	3,458.50
Mar-05	254,872,594	76,894	3,315	3,451.38
Jun-05	258,727,025	77,692	3,330	3,444.26
Sep-05	259,876,589	78,608	3,306	3,437.16
Dec-05	263,044,633	79,159	3,323	3,430.08
Mar-06	266,503,925	79,462	3,354	3,423.01
Jun-06	271,376,760	80,404	3,375	3,415.96
Sep-06	278,124,509	81,668	3,406	3,408.91
Dec-06	291,014,660	84,461	3,446	3,401.89
Mar-07	298,468,742	86,658	3,444	3,394.88
Jun-07	307,179,953	88,765	3,461	3,387.88
Sep-07	308,444,226	89,790	3,435	3,380.90
Dec-07	306,542,795	89,893	3,410	3,373.93
Mar-08	310,351,324	90,721	3,421	3,366.98
Jun-08	312,641,242	91,631	3,412	3,360.04
Sep-08	316,289,052	93,256	3,392	3,353.11
Dec-08	322,319,676	94,760	3,401	3,346.20
Mar-09	327,197,291	96,587	3,388	3,339.30
Jun-09	326,994,720	98,062	3,335	3,332.42

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-1.7%
9-points	-1.3%
12-points	-0.8%
15-points	0.1%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM COSTS

ALL CARRIERS

(1) YEAR ENDED	(2) PAID LOSSES (A)	(3) PAID CLAIMS	AVERAGE PAID CLAIM COST (A)	
			(4) ACTUAL (2)/(3)	(5) EXPONENTIAL CURVE OF BEST FIT (B)
\$1,000 DEDUCTIBLE COLLISION				
Sep-03	\$13,090,327	2,819	4,644	\$4,897.27
Dec-03	13,470,147	2,937	4,586	4,883.19
Mar-04	13,692,314	3,063	4,470	4,869.16
Jun-04	14,290,570	3,212	4,449	4,855.17
Sep-04	14,653,950	3,285	4,461	4,841.22
Dec-04	15,741,994	3,437	4,580	4,827.31
Mar-05	16,573,515	3,550	4,669	4,813.44
Jun-05	17,146,084	3,725	4,603	4,799.61
Sep-05	17,472,734	3,823	4,570	4,785.82
Dec-05	17,763,480	3,895	4,561	4,772.06
Mar-06	18,068,985	3,952	4,572	4,758.35
Jun-06	19,033,039	3,944	4,826	4,744.68
Sep-06	19,586,153	4,095	4,783	4,731.05
Dec-06	20,586,509	4,284	4,805	4,717.45
Mar-07	21,543,428	4,487	4,801	4,703.90
Jun-07	21,407,928	4,610	4,644	4,690.38
Sep-07	22,210,194	4,673	4,753	4,676.90
Dec-07	22,422,302	4,694	4,777	4,663.47
Mar-08	23,041,842	4,788	4,812	4,650.07
Jun-08	24,020,471	4,969	4,834	4,636.70
Sep-08	24,261,424	5,095	4,762	4,623.38
Dec-08	24,715,940	5,260	4,699	4,610.10
Mar-09	24,856,729	5,358	4,639	4,596.85
Jun-09	25,295,594	5,554	4,554	4,583.64

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	-4.6%
9-points	-1.3%
12-points	-1.1%
15-points	0.0%

(A) INCLUDES A FACTOR OF 1.000 TO INCLUDE ALL LOSS ADJUSTMENT.

(B) USING THE 12-POINT AVERAGE ANNUAL RATE OF CHANGE.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR <u>ENDED</u>	EARNED <u>EXPOSURES</u>	PAID <u>CLAIMS</u>	PAID CLAIM FREQUENCY (A) <u>(2) / (3)</u>
\$50 DEDUCTIBLE COLLISION			
Sep-03	15,716	1,132	7.2029
Dec-03	16,104	1,183	7.3460
Mar-04	16,409	1,227	7.4776
Jun-04	16,352	1,256	7.6810
Sep-04	16,214	1,264	7.7957
Dec-04	16,163	1,267	7.8389
Mar-05	16,110	1,271	7.8895
Jun-05	16,192	1,279	7.8990
Sep-05	16,173	1,283	7.9330
Dec-05	16,134	1,291	8.0017
Mar-06	16,161	1,262	7.8089
Jun-06	16,220	1,183	7.2935
Sep-06	16,345	1,145	7.0052
Dec-06	16,492	1,130	6.8518
Mar-07	16,681	1,148	6.8821
Jun-07	17,035	1,208	7.0913
Sep-07	17,528	1,262	7.1999
Dec-07	18,124	1,351	7.4542
Mar-08	18,799	1,451	7.7185
Jun-08	19,490	1,535	7.8758
Sep-08	20,169	1,629	8.0768
Dec-08	20,806	1,699	8.1659
Mar-09	21,380	1,828	8.5500
Jun-09	21,925	1,948	8.8848

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	11.6%
9-points	11.6%
12-points	9.9%
15-points	4.5%
24-points	1.2%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$100 DEDUCTIBLE COLLISION			
Sep-03	418,932	19,846	4.7373
Dec-03	411,164	19,734	4.7995
Mar-04	403,000	19,556	4.8526
Jun-04	395,276	19,173	4.8505
Sep-04	388,824	18,787	4.8317
Dec-04	384,540	18,211	4.7358
Mar-05	381,185	17,756	4.6581
Jun-05	378,115	17,536	4.6377
Sep-05	374,016	17,107	4.5739
Dec-05	368,822	16,847	4.5678
Mar-06	363,565	16,728	4.6011
Jun-06	358,640	16,328	4.5528
Sep-06	353,852	16,167	4.5689
Dec-06	349,661	16,299	4.6614
Mar-07	346,248	16,255	4.6946
Jun-07	343,408	16,511	4.8080
Sep-07	341,095	16,391	4.8054
Dec-07	338,856	16,055	4.7380
Mar-08	336,471	15,814	4.7000
Jun-08	334,287	15,546	4.6505
Sep-08	332,236	15,559	4.6831
Dec-08	330,087	15,750	4.7715
Mar-09	327,564	15,682	4.7875
Jun-09	324,408	15,735	4.8504

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	3.1%
9-points	0.2%
12-points	1.1%
15-points	1.4%
24-points	0.0%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR <u>ENDED</u>	EARNED <u>EXPOSURES</u>	PAID <u>CLAIMS</u>	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>

\$200 DEDUCTIBLE COLLISION

Sep-03	65,128	2,870	4.4067
Dec-03	64,071	2,816	4.3951
Mar-04	63,090	2,776	4.4001
Jun-04	62,227	2,743	4.4081
Sep-04	61,476	2,667	4.3383
Dec-04	60,887	2,553	4.1930
Mar-05	60,411	2,441	4.0407
Jun-05	59,901	2,459	4.1051
Sep-05	59,368	2,463	4.1487
Dec-05	58,803	2,448	4.1631
Mar-06	58,220	2,551	4.3817
Jun-06	57,662	2,473	4.2888
Sep-06	57,124	2,475	4.3327
Dec-06	56,606	2,489	4.3971
Mar-07	56,087	2,419	4.3129
Jun-07	55,649	2,418	4.3451
Sep-07	55,291	2,342	4.2358
Dec-07	54,951	2,292	4.1710
Mar-08	54,634	2,252	4.1220
Jun-08	54,285	2,267	4.1761
Sep-08	53,880	2,328	4.3207
Dec-08	53,447	2,398	4.4867
Mar-09	52,967	2,441	4.6085
Jun-09	52,458	2,465	4.6990

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	12.0%
9-points	5.2%
12-points	2.1%
15-points	1.6%
24-points	0.5%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$250 DEDUCTIBLE COLLISION			
Sep-03	1,904,236	103,949	5.4588
Dec-03	1,892,940	103,084	5.4457
Mar-04	1,879,932	102,600	5.4576
Jun-04	1,868,280	101,423	5.4287
Sep-04	1,857,418	99,499	5.3568
Dec-04	1,855,161	97,644	5.2634
Mar-05	1,858,035	95,741	5.1528
Jun-05	1,861,622	95,034	5.1049
Sep-05	1,861,937	93,999	5.0485
Dec-05	1,854,840	93,138	5.0213
Mar-06	1,844,260	91,358	4.9536
Jun-06	1,845,111	90,225	4.8899
Sep-06	1,835,833	89,548	4.8778
Dec-06	1,829,329	90,193	4.9304
Mar-07	1,825,382	90,339	4.9490
Jun-07	1,813,111	91,064	5.0225
Sep-07	1,812,187	91,058	5.0248
Dec-07	1,810,591	90,128	4.9778
Mar-08	1,808,013	89,600	4.9557
Jun-08	1,806,748	88,828	4.9165
Sep-08	1,805,653	88,660	4.9101
Dec-08	1,803,254	88,670	4.9172
Mar-09	1,797,223	88,735	4.9373
Jun-09	1,787,630	88,422	4.9463

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	0.1%
9-points	-1.0%
12-points	-0.1%
15-points	-0.1%
24-points	-1.8%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>
\$500 DEDUCTIBLE COLLISION			
Sep-03	1,525,523	74,145	4.8603
Dec-03	1,549,875	74,849	4.8294
Mar-04	1,568,465	76,284	4.8636
Jun-04	1,587,975	76,879	4.8413
Sep-04	1,607,622	76,836	4.7795
Dec-04	1,635,208	77,039	4.7113
Mar-05	1,669,731	76,894	4.6052
Jun-05	1,704,067	77,692	4.5592
Sep-05	1,737,927	78,608	4.5231
Dec-05	1,765,802	79,159	4.4829
Mar-06	1,792,611	79,462	4.4328
Jun-06	1,827,567	80,404	4.3995
Sep-06	1,860,990	81,668	4.3884
Dec-06	1,896,015	84,461	4.4547
Mar-07	1,930,510	86,658	4.4889
Jun-07	1,961,345	88,765	4.5257
Sep-07	1,993,042	89,790	4.5052
Dec-07	2,024,330	89,893	4.4406
Mar-08	2,055,065	90,721	4.4145
Jun-08	2,086,943	91,631	4.3907
Sep-08	2,117,159	93,256	4.4048
Dec-08	2,142,501	94,760	4.4229
Mar-09	2,162,679	96,587	4.4661
Jun-09	2,177,125	98,062	4.5042

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	1.8%
9-points	-0.4%
12-points	0.0%
15-points	0.0%
24-points	-1.6%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
DETERMINATION OF AVERAGE ANNUAL CHANGE
IN COLLISION CLAIM FREQUENCY

ALL CARRIERS

(1)	(2)	(3)	(4)
YEAR ENDED	EARNED EXPOSURES	PAID CLAIMS	PAID CLAIM FREQUENCY (A) <u>(2)/(3)</u>

\$1,000 DEDUCTIBLE COLLISION

Sep-03	91,470	2,819	3.0819
Dec-03	96,348	2,937	3.0483
Mar-04	100,681	3,063	3.0423
Jun-04	104,748	3,212	3.0664
Sep-04	108,839	3,285	3.0182
Dec-04	113,467	3,437	3.0291
Mar-05	118,476	3,550	2.9964
Jun-05	123,558	3,725	3.0148
Sep-05	128,544	3,823	2.9741
Dec-05	133,379	3,895	2.9202
Mar-06	138,310	3,952	2.8573
Jun-06	143,946	3,944	2.7399
Sep-06	149,651	4,095	2.7364
Dec-06	155,430	4,284	2.7562
Mar-07	161,055	4,487	2.7860
Jun-07	165,993	4,610	2.7772
Sep-07	170,703	4,673	2.7375
Dec-07	175,160	4,694	2.6798
Mar-08	179,494	4,788	2.6675
Jun-08	183,935	4,969	2.7015
Sep-08	188,382	5,095	2.7046
Dec-08	192,676	5,260	2.7300
Mar-09	196,914	5,358	2.7210
Jun-09	200,970	5,554	2.7636

(6) RATE OF CHANGE IN PAID CLAIM COSTS FOR ANY 12 MONTH INTERVAL ON THE EXPONENTIAL CURVE OF BEST FIT:

6-points	2.4%
9-points	0.1%
12-points	-0.5%
15-points	-1.3%
24-points	-2.6%

(A) AVERAGE PAID CLAIM FREQUENCY PER 100 CARS.

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ALL CARRIERS

\$50 DEDUCTIBLE COLLISION

		STRAIGHT LINE		
COST	END POINT	MID POINT		EXPONENTIAL
15 points	0.6%	0.7%		0.6%
12 points	1.0%	1.0%		1.0%
9 points	1.7%	1.7%		1.7%
6 points	1.9%	1.9%		1.9%

		STRAIGHT LINE		
FREQ	END POINT	MID POINT		EXPONENTIAL
24 points	1.3%	1.3%		1.2%
15 points	4.2%	4.6%		4.5%
12 points	8.4%	9.5%		9.9%
9 points	9.9%	11.1%		11.6%
6 points	10.3%	11.1%		11.6%

\$100 DEDUCTIBLE COLLISION

		STRAIGHT LINE		
COST	END POINT	MID POINT		EXPONENTIAL
15 points	0.1%	0.1%		0.1%
12 points	-0.6%	-0.6%		-0.6%
9 points	-0.1%	-0.1%		-0.1%
6 points	-0.6%	-0.6%		-0.6%

		STRAIGHT LINE		
FREQ	END POINT	MID POINT		EXPONENTIAL
24 points	0.0%	0.0%		0.0%
15 points	1.4%	1.4%		1.4%
12 points	1.1%	1.1%		1.1%
9 points	0.2%	0.2%		0.2%
6 points	3.0%	3.0%		3.1%

\$200 DEDUCTIBLE COLLISION

		STRAIGHT LINE		
COST	END POINT	MID POINT		EXPONENTIAL
15 points	-0.3%	-0.3%		-0.3%
12 points	-2.2%	-2.2%		-2.1%
9 points	-3.0%	-2.9%		-2.8%
6 points	1.5%	1.5%		1.5%

		STRAIGHT LINE		
FREQ	END POINT	MID POINT		EXPONENTIAL
24 points	0.5%	0.5%		0.5%
15 points	1.5%	1.6%		1.6%
12 points	2.1%	2.2%		2.1%
9 points	4.9%	5.2%		5.2%
6 points	10.5%	11.3%		12.0%

NORTH CAROLINA
TREND SUMMARY
DATA ENDED JUNE 2009

ALL CARRIERS

\$250 DEDUCTIBLE COLLISION

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	0.3%	0.3%	0.3%
12 points	-0.1%	-0.1%	-0.1%
9 points	0.1%	0.1%	0.1%
6 points	-0.4%	-0.4%	-0.4%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-2.0%	-1.9%	-1.8%
15 points	-0.1%	-0.1%	-0.1%
12 points	-0.1%	-0.1%	-0.1%
9 points	-1.0%	-1.0%	-1.0%
6 points	0.1%	0.1%	0.1%

\$500 DEDUCTIBLE COLLISION

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	0.1%	0.1%	0.1%
12 points	-0.8%	-0.8%	-0.8%
9 points	-1.4%	-1.4%	-1.3%
6 points	-1.7%	-1.7%	-1.7%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-1.7%	-1.7%	-1.6%
15 points	0.0%	0.0%	0.0%
12 points	0.0%	0.0%	0.0%
9 points	-0.4%	-0.4%	-0.4%
6 points	1.8%	1.8%	1.8%

\$1,000 DEDUCTIBLE COLLISION

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	0.0%	0.0%	0.0%
12 points	-1.2%	-1.1%	-1.1%
9 points	-1.3%	-1.3%	-1.3%
6 points	-4.8%	-4.7%	-4.6%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
24 points	-2.9%	-2.7%	-2.6%
15 points	-1.4%	-1.3%	-1.3%
12 points	-0.5%	-0.5%	-0.5%
9 points	0.1%	0.1%	0.1%
6 points	2.3%	2.4%	2.4%

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ALL CARRIERS

\$50 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.39	0.38
12 points	0.44	0.44
9 points	0.51	0.51
6 points	0.37	0.37

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	0.35	0.33
15 points	0.63	0.62
12 points	0.97	0.98
9 points	0.99	0.99
6 points	0.98	0.98

\$100 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.09	0.09
12 points	-0.50	-0.49
9 points	-0.08	-0.08
6 points	-0.32	-0.32

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.01	-0.01
15 points	0.76	0.76
12 points	0.57	0.57
9 points	0.11	0.11
6 points	0.89	0.89

\$200 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.10	-0.09
12 points	-0.58	-0.58
9 points	-0.60	-0.60
6 points	0.52	0.52

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	0.25	0.24
15 points	0.47	0.46
12 points	0.49	0.48
9 points	0.75	0.74
6 points	0.99	0.99

NORTH CAROLINA
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

ALL CARRIERS

\$250 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.47	0.47
12 points	-0.14	-0.14
9 points	0.20	0.20
6 points	-0.47	-0.48

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.84	-0.84
15 points	-0.15	-0.15
12 points	-0.09	-0.09
9 points	-0.77	-0.77
6 points	0.06	0.07

\$500 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.06	0.07
12 points	-0.76	-0.76
9 points	-0.91	-0.90
6 points	-0.87	-0.87

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.81	-0.81
15 points	0.04	0.04
12 points	-0.02	-0.01
9 points	-0.23	-0.23
6 points	0.86	0.86

\$1,000 DEDUCTIBLE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	-0.02	-0.02
12 points	-0.57	-0.57
9 points	-0.45	-0.45
6 points	-0.96	-0.96

FREQ	STRAIGHT LINE	EXPONENTIAL
24 points	-0.91	-0.91
15 points	-0.63	-0.63
12 points	-0.30	-0.30
9 points	0.04	0.05
6 points	0.94	0.94

NORTH CAROLINA

PRIVATE PASSENGER LIABILITY INSURANCE
UNINSURED MOTORISTS
PURE PREMIUM TREND

(1) Accident <u>Year Ended</u>	(2) Basic Limit <u>Losses (A) (B)</u>	(3) <u>Exposures</u>	(4) UM Pure Premium <u>(2) / (3)</u>
12/31/1997	50,661,246	4,851,832	10.44
12/31/1998	49,738,954	5,036,177	9.88
12/31/1999	49,502,865	5,253,680	9.42
12/31/2000	50,162,804	5,381,629	9.32
12/31/2001	51,708,399	5,495,729	9.41
12/31/2002	55,404,822	5,646,981	9.81
12/31/2003	57,682,233	5,753,498	10.03
12/31/2004	54,456,228	5,919,084	9.20
12/31/2005	56,923,642	6,074,771	9.37
12/31/2006	59,578,255	6,259,907	9.52
12/31/2007	61,397,428	6,400,822	9.59
12/31/2008	60,411,231	6,514,913	9.27

Annual Rates of Change based on the Exponential Curve of Best Fit:

4 points	-0.2%
6 points	-0.7%
9 points	-0.2%
12 points	-0.5%

(A) Includes all loss adjustment expense and loss development for voluntary and ceded business combined.

(B) 25/50/15 limits from 12/31/1997 - 12/31/2008.

NORTH CAROLINA

PRIVATE PASSENGER LIABILITY INSURANCE
 UNDERINSURED MOTORISTS
 PURE PREMIUM TREND

(1) Accident <u>Year Ended</u>	(2) Total Limit <u>Losses (A)</u>	(3) <u>Exposures</u>	(4) UIM Pure Premium <u>(2) / (3)</u>
12/31/2000	55,377,602	3,346,995	16.55
12/31/2001	56,931,338	3,417,955	16.66
12/31/2002	60,752,864	3,512,024	17.30
12/31/2003	61,202,116	3,605,614	16.97
12/31/2004	73,996,769	3,844,061	19.25
12/31/2005	69,609,023	4,009,773	17.36
12/31/2006	81,246,822	4,308,499	18.86
12/31/2007	92,737,653	4,405,487	21.05
12/31/2008	83,257,896	4,484,012	18.57

Annual Rates of Change based on the Exponential Curve of Best Fit:

4 points	3.2%
6 points	2.3%
9 points	2.3%

(A) Includes all loss adjustment expense and loss development for voluntary and ceded business combined.

65

QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	NO. OF CLAIMS ARISING	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME		PURE PREMIUM	PCT. CHANGE FROM SAME		CLAIM ARISING FREQ.	PCT. CHANGE FROM SAME	
						QTR PRIOR YEAR	AVERAGE LOSS		QTR PRIOR YEAR	YEAR		QTR PRIOR YEAR	YEAR
3/2004	911,581	10,242	15,456	76,141,108	1.12		7,434	83.53			1.70		
6/2004	923,689	10,322	16,389	79,259,585	1.12		7,679	85.81			1.77		
9/2004	933,020	10,538	16,704	86,760,932	1.13		8,233	92.99			1.79		
12/2004	938,330	11,077	17,581	84,545,317	1.18		7,633	90.10			1.87		
3/2005	942,274	10,339	15,512	80,805,900	1.10	-1.8	7,816	85.76	5.1	2.7	1.65	-2.9	
6/2005	952,419	11,002	16,777	83,409,006	1.16	3.6	7,581	87.58	-1.3	2.1	1.76	-0.6	
9/2005	963,146	10,722	15,440	84,710,625	1.11	-1.8	7,901	87.95	-4.0	-5.4	1.60	-10.6	
12/2005	970,436	11,153	16,441	89,596,329	1.15	-2.5	8,033	92.33	5.2	2.5	1.69	-9.6	
3/2006	977,137	10,636	15,909	87,001,024	1.09	-0.9	8,180	89.04	4.7	3.8	1.63	-1.2	
6/2006	989,438	10,378	15,953	84,628,727	1.05	-9.5	8,155	85.53	7.6	-2.3	1.61	-8.5	
9/2006	998,126	10,028	15,428	85,831,218	1.00	-9.9	9,856	99.02	24.7	12.6	1.55	-3.1	
12/2006	1,005,982	11,592	17,818	97,349,096	1.15	0.0	8,398	96.77	4.5	4.8	1.77	4.7	
3/2007	1,013,992	10,522	15,923	91,784,136	1.04	-4.6	8,723	90.52	6.6	1.7	1.57	-3.7	
6/2007	1,026,945	11,033	15,888	102,527,065	1.07	1.9	9,293	99.84	14.0	16.7	1.55	-3.7	
9/2007	1,035,487	10,666	15,052	98,707,501	1.03	3.0	9,254	95.32	-6.1	-3.7	1.45	-6.5	
12/2007	1,041,949	10,828	16,741	105,791,912	1.04	-9.6	9,770	101.53	16.3	4.9	1.61	-9.0	
3/2008	1,046,977	10,485	15,268	92,888,393	1.00	-3.8	8,859	88.72	1.6	-2.0	1.46	-7.0	
6/2008	1,057,423	10,586	15,355	100,235,211	1.00	-6.5	9,469	94.79	1.9	-5.1	1.45	-6.5	
9/2008	1,061,556	10,488	14,556	105,405,728	0.99	-3.9	10,050	99.29	8.6	4.2	1.37	-5.5	
12/2008	1,061,407	10,799	17,013	105,481,658	1.02	-1.9	9,768	99.38	-0.0	-2.1	1.60	-0.6	
3/2009	1,056,825	10,410	15,282	99,216,467	0.99	-1.0	9,531	93.88	7.6	5.8	1.45	-0.7	
6/2009	1,058,501	10,753	16,299	103,375,857	1.02	2.0	9,614	97.66	1.5	3.0	1.54	6.2	
4 QTRS ENDING													
12/2004	3,706,620	42,179	66,130	326,706,942	1.14		7,746	88.14			1.78		
3/2005	3,737,313	42,276	66,186	331,371,734	1.13		7,838	88.67			1.77		
6/2005	3,766,043	42,956	66,574	335,521,155	1.14		7,811	89.09			1.77		
9/2005	3,796,169	43,140	65,310	333,470,848	1.14		7,730	87.84			1.72		
12/2005	3,828,275	43,216	64,170	338,521,860	1.13	-0.9	7,833	88.43	1.1	0.3	1.68	-5.6	
3/2006	3,863,138	43,513	64,567	344,716,984	1.13	0.0	7,922	89.23	1.1	0.6	1.67	-5.6	
6/2006	3,900,157	42,889	63,743	345,936,705	1.10	-3.5	8,066	88.70	3.3	-0.4	1.63	-7.9	
9/2006	3,935,137	42,195	63,731	360,057,298	1.07	-6.1	8,533	91.50	10.4	4.2	1.62	-5.8	
12/2006	3,970,683	42,634	65,108	367,810,065	1.07	-5.3	8,627	92.63	10.1	4.7	1.64	-2.4	
3/2007	4,007,538	42,520	65,122	372,593,177	1.06	-6.2	8,763	92.97	10.6	4.2	1.62	-3.0	
6/2007	4,045,045	43,175	65,057	390,491,515	1.07	-2.7	9,044	96.54	12.1	8.8	1.61	-1.2	
9/2007	4,082,406	43,813	64,681	390,367,798	1.07	0.0	8,910	95.62	4.4	4.5	1.58	-2.5	
12/2007	4,118,373	43,049	63,604	398,810,614	1.05	-1.9	9,264	96.84	7.4	4.5	1.54	-6.1	
3/2008	4,151,358	43,012	62,949	399,914,871	1.04	-1.9	9,298	96.33	6.1	3.6	1.52	-6.2	
6/2008	4,181,836	42,565	62,416	397,623,017	1.02	-4.7	9,342	95.08	3.3	-1.5	1.49	-7.5	
9/2008	4,207,905	42,387	61,920	404,321,244	1.01	-5.6	9,539	96.09	7.1	0.5	1.47	-7.0	
12/2008	4,227,363	42,358	62,192	404,010,990	1.00	-4.8	9,538	95.57	3.0	-1.3	1.47	-4.5	
3/2009	4,237,211	42,283	62,206	410,339,064	1.00	-3.8	9,705	96.84	4.4	0.5	1.47	-3.3	
6/2009	4,238,289	42,450	63,150	413,479,710	1.00	-2.0	9,740	97.56	4.3	2.6	1.49	0.0	
ANNUAL RATE OF CHANGE(19 PT.)					-3.3		6.1	2.6			-4.5		
ANNUAL RATE OF CHANGE(12 PT.)					-3.0		5.0	1.8			-4.4		
ANNUAL RATE OF CHANGE(9 PT.)					-3.9		4.3	0.3			-4.3		
ANNUAL RATE OF CHANGE(6 PT.)					-3.0		4.0	1.3			-1.6		

QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME		PCT. CHANGE FROM SAME		PURE PREMIUM	PCT. CHANGE FROM SAME QTR PRIOR YEAR
					QTR PRIOR YEAR	AVERAGE LOSS	QTR PRIOR YEAR	PURE PREMIUM		
3/2004	911,581	32,031	79,414,539	3.51		2,479		87.12		
6/2004	923,689	31,799	77,132,913	3.44		2,426		83.51		
9/2004	933,020	31,977	79,044,384	3.43		2,472		84.72		
12/2004	938,330	31,796	81,703,290	3.39		2,570		87.07		
3/2005	942,274	32,843	82,125,713	3.49	-0.6	2,501	0.9	87.16	0.0	
6/2005	952,419	32,822	80,661,135	3.45	0.3	2,458	1.3	84.69	1.4	
9/2005	963,146	32,357	80,340,025	3.36	-2.0	2,483	0.4	83.41	-1.5	
12/2005	970,436	30,676	79,338,198	3.16	-6.8	2,586	0.6	81.76	-6.1	
3/2006	977,137	33,260	86,497,844	3.40	-2.6	2,601	4.0	88.52	1.6	
6/2006	989,438	31,007	80,999,315	3.13	-9.3	2,612	6.3	81.86	-3.3	
9/2006	998,126	31,869	83,413,204	3.19	-5.1	2,617	5.4	83.57	0.2	
12/2006	1,005,982	34,421	89,451,361	3.42	8.2	2,599	0.5	88.92	8.8	
3/2007	1,013,992	34,444	93,333,525	3.40	0.0	2,710	4.2	92.05	4.0	
6/2007	1,026,945	33,804	87,577,155	3.29	5.1	2,591	-0.8	85.28	4.2	
9/2007	1,035,487	33,112	88,065,103	3.20	0.3	2,660	1.6	85.05	1.8	
12/2007	1,041,949	33,707	90,786,859	3.23	-5.6	2,693	3.6	87.13	-2.0	
3/2008	1,046,977	33,837	91,841,814	3.23	-5.0	2,714	0.1	87.72	-4.7	
6/2008	1,057,423	33,211	89,757,268	3.14	-4.6	2,703	4.3	84.88	-0.5	
9/2008	1,061,556	32,290	86,963,883	3.04	-5.0	2,693	1.2	81.92	-3.7	
12/2008	1,061,407	33,087	91,889,460	3.12	-3.4	2,777	3.1	86.57	-0.6	
3/2009	1,056,825	34,079	94,469,192	3.22	-0.3	2,772	2.1	89.39	1.9	
6/2009	1,058,501	33,825	90,743,095	3.20	1.9	2,683	-0.7	85.73	1.0	
4 QTRS ENDING										
12/2004	3,706,620	127,603	317,295,126	3.44		2,487		85.60		
3/2005	3,737,313	128,415	320,006,300	3.44		2,492		85.62		
6/2005	3,766,043	129,438	323,534,522	3.44		2,500		85.91		
9/2005	3,796,169	129,818	324,830,163	3.42		2,502		85.57		
12/2005	3,828,275	128,698	322,465,071	3.36	-2.3	2,506	0.8	84.23	-1.6	
3/2006	3,863,138	129,115	326,837,202	3.34	-2.9	2,531	1.6	84.60	-1.2	
6/2006	3,900,157	127,300	327,175,382	3.26	-5.2	2,570	2.8	83.89	-2.4	
9/2006	3,935,137	126,812	330,248,561	3.22	-5.8	2,604	4.1	83.92	-1.9	
12/2006	3,970,683	130,557	340,361,724	3.29	-2.1	2,607	4.0	85.72	1.8	
3/2007	4,007,538	131,741	347,197,405	3.29	-1.5	2,635	4.1	86.64	2.4	
6/2007	4,045,045	134,538	353,775,245	3.33	2.1	2,630	2.3	87.46	4.3	
9/2007	4,082,406	135,781	358,427,144	3.33	3.4	2,640	1.4	87.80	4.6	
12/2007	4,118,373	135,067	359,762,642	3.28	-0.3	2,664	2.2	87.36	1.9	
3/2008	4,151,358	134,460	358,270,931	3.24	-1.5	2,665	1.1	86.30	-0.4	
6/2008	4,181,836	133,867	360,451,044	3.20	-3.9	2,693	2.4	86.19	-1.5	
9/2008	4,207,905	133,045	359,349,824	3.16	-5.1	2,701	2.3	85.40	-2.7	
12/2008	4,227,363	132,425	360,452,425	3.13	-4.6	2,722	2.2	85.27	-2.4	
3/2009	4,237,211	132,667	363,079,803	3.13	-3.4	2,737	2.7	85.69	-0.7	
6/2009	4,238,289	133,281	364,065,630	3.14	-1.9	2,732	1.4	85.90	-0.3	
ANNUAL RATE OF CHANGE(19 PT.)				-2.1		2.4		0.3		
ANNUAL RATE OF CHANGE(12 PT.)				-2.0		2.0		-0.1		
ANNUAL RATE OF CHANGE(9 PT.)				-3.5		2.1		-1.4		
ANNUAL RATE OF CHANGE(6 PT.)				-2.6		2.1		-0.5		

QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME QTR PRIOR YEAR	AVERAGE LOSS	PCT. CHANGE FROM SAME QTR PRIOR YEAR	PURE PREMIUM	PCT. CHANGE FROM SAME QTR PRIOR YEAR
3/2004	736,685	51,714	39,889,443	7.02		771		54.15	
6/2004	743,535	50,608	34,050,708	6.81		673		45.80	
9/2004	750,418	51,000	42,064,936	6.80		825		56.06	
12/2004	753,744	47,342	42,987,956	6.28		908		57.03	
3/2005	756,257	44,623	36,927,966	5.90	-16.0	828	7.4	48.83	-9.8
6/2005	761,791	47,930	34,325,480	6.29	-7.6	716	6.4	45.06	-1.6
9/2005	769,504	48,691	36,424,201	6.33	-6.9	748	-9.3	47.33	-15.6
12/2005	774,795	44,689	44,228,920	5.77	-8.1	990	9.0	57.08	0.1
3/2006	778,189	44,457	38,968,150	5.71	-3.2	877	5.9	50.08	2.6
6/2006	786,274	51,053	44,970,268	6.49	3.2	881	23.0	57.19	26.9
9/2006	794,977	49,965	43,513,959	6.29	-0.6	871	16.4	54.74	15.7
12/2006	803,122	46,700	47,859,664	5.81	0.7	1,025	3.5	59.59	4.4
3/2007	809,596	43,893	41,197,729	5.42	-5.1	939	7.1	50.89	1.6
6/2007	820,305	49,757	42,590,342	6.07	-6.5	856	-2.8	51.92	-9.2
9/2007	828,942	48,757	41,104,880	5.88	-6.5	843	-3.2	49.59	-9.4
12/2007	835,590	46,772	50,131,697	5.60	-3.6	1,072	4.6	60.00	0.7
3/2008	840,470	46,720	45,470,785	5.56	2.6	973	3.6	54.10	6.3
6/2008	848,490	53,470	52,510,276	6.30	3.8	982	14.7	61.89	19.2
9/2008	852,774	51,767	51,563,695	6.07	3.2	996	18.1	60.47	21.9
12/2008	853,497	46,885	55,304,729	5.49	-2.0	1,180	10.1	64.80	8.0
3/2009	847,943	45,398	45,131,765	5.35	-3.8	994	2.2	53.22	-1.6
6/2009	846,619	50,941	43,460,596	6.02	-4.4	853	-13.1	51.33	-17.1
4 QTRS ENDING									
12/2004	2,984,382	200,664	158,993,043	6.72		792		53.28	
3/2005	3,003,954	193,573	156,031,566	6.44		806		51.94	
6/2005	3,022,210	190,895	156,306,338	6.32		819		51.72	
9/2005	3,041,296	188,586	150,665,603	6.20		799		49.54	
12/2005	3,062,347	185,933	151,906,567	6.07	-9.7	817	3.2	49.60	-6.9
3/2006	3,084,279	185,767	153,946,751	6.02	-6.5	829	2.9	49.91	-3.9
6/2006	3,108,762	188,890	164,591,539	6.08	-3.8	871	6.3	52.94	2.4
9/2006	3,134,235	190,164	171,681,297	6.07	-2.1	903	13.0	54.78	10.6
12/2006	3,162,562	192,175	175,312,041	6.08	0.2	912	11.6	55.43	11.8
3/2007	3,193,969	191,611	177,541,620	6.00	-0.3	927	11.8	55.59	11.4
6/2007	3,228,000	190,315	175,161,694	5.90	-3.0	920	5.6	54.26	2.5
9/2007	3,261,965	189,107	172,752,615	5.80	-4.4	914	1.2	52.96	-3.3
12/2007	3,294,433	189,179	175,024,648	5.74	-5.6	925	1.4	53.13	-4.1
3/2008	3,325,307	192,006	179,297,704	5.77	-3.8	934	0.8	53.92	-3.0
6/2008	3,353,492	195,719	189,217,638	5.84	-1.0	967	5.1	56.42	4.0
9/2008	3,377,324	198,729	199,676,453	5.88	1.4	1,005	10.0	59.12	11.6
12/2008	3,395,231	198,842	204,849,485	5.86	2.1	1,030	11.4	60.33	13.6
3/2009	3,402,704	197,520	204,510,465	5.80	0.5	1,035	10.8	60.10	11.5
6/2009	3,400,833	194,991	195,460,785	5.73	-1.9	1,002	3.6	57.47	1.9
ANNUAL RATE OF CHANGE (19 PT.)				-2.6		6.2		3.5	
ANNUAL RATE OF CHANGE (12 PT.)				-1.7		5.2		3.5	
ANNUAL RATE OF CHANGE (9 PT.)				-0.4		6.9		6.6	
ANNUAL RATE OF CHANGE (6 PT.)				-0.7		6.9		6.2	

PRIVATE PASSENGER AUTOMOBILE - ALL COLLISION COMBINED

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QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME QTR PRIOR YEAR	AVERAGE LOSS	PCT. CHANGE FROM SAME QTR PRIOR YEAR	PURE PREMIUM	PCT. CHANGE FROM SAME QTR PRIOR YEAR
3/2004	681,241	36,854	107,652,658	5.41		2,921		158.02	
6/2004	687,591	33,001	86,926,209	4.80		2,634		126.42	
9/2004	693,717	34,083	93,901,431	4.91		2,755		135.36	
12/2004	696,337	31,571	90,540,334	4.53		2,868		130.02	
3/2005	698,271	34,863	99,695,171	4.99	-7.8	2,860	-2.1	142.77	-9.7
6/2005	703,023	33,661	89,552,980	4.79	-0.2	2,660	1.0	127.38	0.8
9/2005	710,053	33,661	92,677,741	4.74	-3.5	2,753	-0.1	130.52	-3.6
12/2005	714,638	32,039	93,284,990	4.48	-1.1	2,912	1.5	130.53	0.4
3/2006	717,412	34,596	102,539,802	4.82	-3.4	2,964	3.6	142.93	0.1
6/2006	724,946	32,759	92,096,712	4.52	-5.6	2,811	5.7	127.04	-0.3
9/2006	733,063	33,984	96,935,925	4.64	-2.1	2,852	3.6	132.23	1.3
12/2006	740,931	34,765	105,424,456	4.69	4.7	3,032	4.1	142.29	9.0
3/2007	747,161	37,247	109,825,222	4.99	3.5	2,949	-0.5	146.99	2.8
6/2007	757,585	36,112	101,296,403	4.77	5.5	2,805	-0.2	133.71	5.3
9/2007	766,059	36,204	100,215,248	4.73	1.9	2,768	-2.9	130.82	-1.1
12/2007	772,500	36,216	106,036,904	4.69	0.0	2,928	-3.4	137.26	-3.5
3/2008	777,414	37,796	114,067,639	4.86	-2.6	3,018	2.3	146.73	-0.2
6/2008	785,168	36,765	103,551,013	4.68	-1.9	2,817	0.4	131.88	-1.4
9/2008	789,058	37,100	102,996,523	4.70	-0.6	2,776	0.3	130.53	-0.2
12/2008	789,286	36,708	112,161,820	4.65	-0.9	3,056	4.4	142.11	3.5
3/2009	783,408	39,100	118,324,769	4.99	2.7	3,026	0.3	151.04	2.9
6/2009	781,622	36,911	99,436,380	4.72	0.9	2,694	-4.4	127.22	-3.5
4 QTRS ENDING									
12/2004	2,758,886	135,509	379,020,632	4.91		2,797		137.38	
3/2005	2,775,916	133,518	371,063,145	4.81		2,779		133.67	
6/2005	2,791,348	134,178	373,689,916	4.81		2,785		133.87	
9/2005	2,807,684	133,756	372,466,226	4.76		2,785		132.66	
12/2005	2,825,985	134,224	375,210,882	4.75	-3.3	2,795	-0.1	132.77	-3.4
3/2006	2,845,126	133,957	378,055,513	4.71	-2.1	2,822	1.5	132.88	-0.6
6/2006	2,867,049	133,055	380,599,245	4.64	-3.5	2,860	2.7	132.75	-0.8
9/2006	2,890,059	133,378	384,857,429	4.62	-2.9	2,885	3.6	133.17	0.4
12/2006	2,916,352	136,104	396,996,895	4.67	-1.7	2,917	4.4	136.13	2.5
3/2007	2,946,101	138,755	404,282,315	4.71	0.0	2,914	3.3	137.23	3.3
6/2007	2,978,740	142,108	413,482,006	4.77	2.8	2,910	1.7	138.81	4.6
9/2007	3,011,736	144,328	416,761,329	4.79	3.7	2,888	0.1	138.38	3.9
12/2007	3,043,305	145,779	417,373,777	4.79	2.6	2,863	-1.9	137.14	0.7
3/2008	3,073,558	146,328	421,616,194	4.76	1.1	2,881	-1.1	137.18	-0.0
6/2008	3,101,141	146,981	423,870,804	4.74	-0.6	2,884	-0.9	136.68	-1.5
9/2008	3,124,140	147,877	426,652,079	4.73	-1.3	2,885	-0.1	136.57	-1.3
12/2008	3,140,926	148,369	432,776,995	4.72	-1.5	2,917	1.9	137.79	0.5
3/2009	3,146,920	149,673	437,034,125	4.76	0.0	2,920	1.4	138.88	1.2
6/2009	3,143,374	149,819	432,919,492	4.77	0.6	2,890	0.2	137.72	0.8
ANNUAL RATE OF CHANGE(19 PT.)				-0.2		1.0		0.8	
ANNUAL RATE OF CHANGE(12 PT.)				0.6		-0.0		0.6	
ANNUAL RATE OF CHANGE(9 PT.)				-0.4		0.3		-0.1	
ANNUAL RATE OF CHANGE(6 PT.)				0.2		0.7		0.9	

NORTH CAROLINA
FAST TRACK TREND SUMMARY
DATA ENDED JUNE 2009

NORTH CAROLINA BODILY INJURY

STRAIGHT LINE				
COST	END POINT	MID POINT		EXPONENTIAL
15 points	5.6%	6.3%		6.5%
12 points	4.6%	4.9%		5.0%
9 points	4.1%	4.3%		4.3%
6 points	3.9%	4.0%		4.0%

STRAIGHT LINE				
FREQ	END POINT	MID POINT		EXPONENTIAL
15 points	-3.8%	-3.6%		-3.5%
12 points	-3.2%	-3.1%		-3.0%
9 points	-4.2%	-4.0%		-3.9%
6 points	-3.1%	-3.1%		-3.0%

NORTH CAROLINA PROPERTY DAMAGE

STRAIGHT LINE				
COST	END POINT	MID POINT		EXPONENTIAL
15 points	2.2%	2.3%		2.4%
12 points	1.9%	1.9%		2.0%
9 points	2.1%	2.1%		2.1%
6 points	2.0%	2.1%		2.1%

STRAIGHT LINE				
FREQ	END POINT	MID POINT		EXPONENTIAL
15 points	-1.9%	-1.8%		-1.8%
12 points	-2.1%	-2.0%		-2.0%
9 points	-3.7%	-3.6%		-3.5%
6 points	-2.7%	-2.7%		-2.6%

NORTH CAROLINA COMPREHENSIVE

STRAIGHT LINE				
COST	END POINT	MID POINT		EXPONENTIAL
15 points	5.4%	6.0%		6.2%
12 points	4.8%	5.1%		5.2%
9 points	6.3%	6.7%		6.9%
6 points	6.3%	6.5%		6.9%

STRAIGHT LINE				
FREQ	END POINT	MID POINT		EXPONENTIAL
15 points	-1.7%	-1.7%		-1.7%
12 points	-1.8%	-1.7%		-1.7%
9 points	-0.4%	-0.4%		-0.4%
6 points	-0.7%	-0.7%		-0.7%

NORTH CAROLINA COLLISION

STRAIGHT LINE				
COST	END POINT	MID POINT		EXPONENTIAL
15 points	0.6%	0.7%		0.7%
12 points	0.0%	0.0%		0.0%
9 points	0.3%	0.3%		0.3%
6 points	0.7%	0.7%		0.7%

STRAIGHT LINE				
FREQ	END POINT	MID POINT		EXPONENTIAL
15 points	0.5%	0.5%		0.5%
12 points	0.6%	0.6%		0.6%
9 points	-0.4%	-0.4%		-0.4%
6 points	0.2%	0.2%		0.2%

NORTH CAROLINA
 FAST TRACK TREND SUMMARY
 CORRELATION COEFFICIENTS
 DATA ENDED JUNE 2009

NORTH CAROLINA BODILY INJURY

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.98	0.97
12 points	0.98	0.98
9 points	0.96	0.96
6 points	0.97	0.97

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.96	-0.97
12 points	-0.95	-0.95
9 points	-0.96	-0.97
6 points	-0.90	-0.90

NORTH CAROLINA PROPERTY DAMAGE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.98	0.98
12 points	0.99	0.99
9 points	0.98	0.98
6 points	0.95	0.95

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.82	-0.82
12 points	-0.78	-0.78
9 points	-0.96	-0.96
6 points	-0.89	-0.89

NORTH CAROLINA COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.95	0.95
12 points	0.90	0.91
9 points	0.91	0.91
6 points	0.79	0.79

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.84	-0.84
12 points	-0.75	-0.75
9 points	-0.25	-0.25
6 points	-0.32	-0.32

NORTH CAROLINA COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.59	0.59
12 points	-0.01	-0.01
9 points	0.31	0.31
6 points	0.56	0.56

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	0.50	0.50
12 points	0.54	0.54
9 points	-0.48	-0.48
6 points	0.27	0.27

QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	NO. OF CLAIMS ARISING	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME		PCT. CHANGE FROM SAME		PCT. CHANGE FROM SAME		PCT. CHANGE FROM SAME	
						QTR PRIOR YEAR	AVERAGE LOSS	QTR PRIOR YEAR	PURE PREMIUM	QTR PRIOR YEAR	CLAIM FREQ.	QTR PRIOR YEAR	CLAIM FREQ.
3/2004	18,809,132	216,860	305,857	2,011,728,948	1.15		9,277		106.95			1.63	
6/2004	19,204,536	215,518	313,885	2,095,648,499	1.12		9,724		109.12			1.63	
9/2004	19,345,921	210,870	313,832	2,079,754,213	1.09		9,863		107.50			1.62	
12/2004	19,394,561	216,318	321,403	2,152,868,939	1.12		9,952		111.00			1.66	
3/2005	19,404,560	210,415	303,987	2,024,015,770	1.08	-6.1	9,619	3.7	104.31	-2.5	1.57	1.57	-3.7
6/2005	19,656,092	210,406	310,603	2,097,652,089	1.07	-4.5	9,970	2.5	106.72	-2.2	1.58	1.58	-3.1
9/2005	19,823,164	204,871	301,029	2,070,705,276	1.03	-5.5	10,107	2.5	104.46	-2.8	1.52	1.52	-6.2
12/2005	19,862,477	204,607	306,577	2,088,164,892	1.03	-8.0	10,206	2.6	105.13	-5.3	1.54	1.54	-7.2
3/2006	19,850,540	205,762	297,545	2,081,253,072	1.04	-3.7	10,115	5.2	104.85	0.5	1.50	1.50	-4.5
6/2006	20,085,457	204,590	294,561	2,110,107,608	1.02	-4.7	10,314	3.5	105.06	-1.6	1.47	1.47	-7.0
9/2006	20,181,386	199,862	286,973	2,106,019,941	0.99	-3.9	10,537	4.3	104.35	-0.1	1.42	1.42	-6.6
12/2006	20,155,205	205,684	304,009	2,222,070,146	1.02	-1.0	10,803	5.8	110.25	4.9	1.51	1.51	-1.9
3/2007	20,122,445	199,316	285,645	2,120,016,232	0.99	-4.8	10,636	5.2	105.36	0.5	1.42	1.42	-5.3
6/2007	20,319,433	198,128	281,166	2,164,245,990	0.98	-3.9	10,923	5.9	106.51	1.4	1.38	1.38	-6.1
9/2007	20,381,032	192,584	277,759	2,162,197,831	0.94	-5.1	11,227	6.5	106.09	1.7	1.36	1.36	-4.2
12/2007	20,332,662	196,970	289,749	2,272,294,150	0.97	-4.9	11,536	6.8	111.76	1.4	1.43	1.43	-5.3
3/2008	20,343,520	191,302	270,522	2,159,154,042	0.94	-5.1	11,287	6.1	106.13	0.7	1.33	1.33	-6.3
6/2008	20,507,197	193,609	261,731	2,230,522,518	0.94	-4.1	11,521	5.5	108.77	2.1	1.28	1.28	-7.2
9/2008	20,577,367	187,039	251,793	2,229,417,528	0.91	-3.2	11,920	6.2	108.34	2.1	1.22	1.22	-10.3
12/2008	20,498,482	189,107	268,339	2,322,706,355	0.92	-5.2	12,282	6.5	113.31	1.4	1.31	1.31	-8.4
3/2009	20,409,431	184,986	259,224	2,144,184,172	0.91	-3.2	11,591	2.7	105.06	-1.0	1.27	1.27	-4.5
6/2009	20,541,678	185,882	268,758	2,256,003,428	0.90	-4.3	12,137	5.3	109.83	1.0	1.31	1.31	2.3
4 QTRS ENDING													
12/2004	76,754,150	859,566	1254977	8,340,000,599	1.12		9,703		108.66			1.64	
3/2005	77,349,578	853,121	1253107	8,352,287,421	1.10		9,790		107.98			1.62	
6/2005	77,801,134	848,009	1249825	8,354,291,011	1.09		9,852		107.38			1.61	
9/2005	78,278,377	842,010	1237022	8,345,242,074	1.08		9,911		106.61			1.58	
12/2005	78,746,293	830,299	1222196	8,280,538,027	1.05	-6.3	9,973	2.8	105.15	-3.2	1.55	1.55	-5.5
3/2006	79,192,273	825,646	1215754	8,337,775,329	1.04	-5.5	10,098	3.1	105.29	-2.5	1.54	1.54	-4.9
6/2006	79,621,638	819,830	1199712	8,350,230,848	1.03	-5.5	10,185	3.4	104.87	-2.3	1.51	1.51	-6.2
9/2006	79,979,860	814,821	1185656	8,385,545,513	1.02	-5.6	10,291	3.8	104.85	-1.7	1.48	1.48	-6.3
12/2006	80,272,588	815,898	1183088	8,519,450,767	1.02	-2.9	10,442	4.7	106.13	0.9	1.47	1.47	-5.2
3/2007	80,544,493	809,452	1171188	8,558,213,927	1.00	-3.8	10,573	4.7	106.25	0.9	1.45	1.45	-5.8
6/2007	80,778,469	802,990	1157793	8,612,352,309	0.99	-3.9	10,725	5.3	106.62	1.7	1.43	1.43	-5.3
9/2007	80,978,115	795,712	1148579	8,668,530,199	0.98	-3.9	10,894	5.9	107.05	2.1	1.42	1.42	-4.1
12/2007	81,155,572	786,998	1134319	8,718,754,203	0.97	-4.9	11,078	6.1	107.43	1.2	1.40	1.40	-4.8
3/2008	81,376,647	778,984	1119196	8,757,892,013	0.96	-4.0	11,243	6.3	107.62	1.3	1.38	1.38	-4.8
6/2008	81,564,411	774,465	1099761	8,824,168,541	0.95	-4.0	11,394	6.2	108.19	1.5	1.35	1.35	-5.6
9/2008	81,760,746	768,920	1073795	8,891,388,238	0.94	-4.1	11,563	6.1	108.75	1.6	1.31	1.31	-7.7
12/2008	81,926,566	761,057	1052385	8,941,800,443	0.93	-4.1	11,749	6.1	109.14	1.6	1.28	1.28	-8.6
3/2009	81,992,477	754,741	1041087	8,926,830,573	0.92	-4.2	11,828	5.2	108.87	1.2	1.27	1.27	-8.0
6/2009	82,026,958	747,014	1048114	8,952,311,483	0.91	-4.2	11,984	5.2	109.14	0.9	1.28	1.28	-5.2
ANNUAL RATE OF CHANGE(19 PT.)					-4.4		5.1		0.5			-5.7	
ANNUAL RATE OF CHANGE(12 PT.)					-4.2		5.8		1.4			-6.0	
ANNUAL RATE OF CHANGE(9 PT.)					-4.1		5.7		1.2			-6.5	
ANNUAL RATE OF CHANGE(6 PT.)					-4.2		5.2		1.1			-6.4	

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QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME		PURE PREMIUM	PCT. CHANGE FROM SAME	
					QTR PRIOR YEAR	AVERAGE LOSS		QTR PRIOR YEAR	QTR PRIOR YEAR
3/2004	25,864,277	1055518	2,632,001,410	4.08		2,494	101.76		
6/2004	26,390,113	987,961	2,451,078,559	3.74		2,481	92.88		
9/2004	26,585,135	985,315	2,477,555,307	3.71		2,514	93.19		
12/2004	26,616,037	987,437	2,518,670,247	3.71		2,551	94.63		
3/2005	26,637,185	1054961	2,689,012,203	3.96	-2.9	2,549	100.95	-0.8	
6/2005	27,001,576	1012420	2,582,150,902	3.75	0.3	2,550	95.63	3.0	
9/2005	27,223,520	1009568	2,608,909,448	3.71	0.0	2,584	95.83	2.8	
12/2005	27,242,152	971,935	2,573,069,415	3.57	-3.8	2,647	94.45	-0.2	
3/2006	27,240,582	1039874	2,765,346,091	3.82	-3.5	2,659	101.52	0.6	
6/2006	27,613,962	982,147	2,603,424,931	3.56	-5.1	2,651	94.28	-1.4	
9/2006	27,757,365	972,785	2,600,008,103	3.50	-5.7	2,673	93.67	-2.3	
12/2006	27,705,708	996,582	2,704,311,164	3.60	0.8	2,714	97.61	3.3	
3/2007	27,686,266	1047703	2,858,336,333	3.78	-1.0	2,728	103.24	1.7	
6/2007	28,006,014	1014222	2,742,115,662	3.62	1.7	2,704	97.91	3.9	
9/2007	28,100,195	994,504	2,722,015,996	3.54	1.1	2,737	96.87	3.4	
12/2007	27,989,476	1017916	2,800,242,939	3.64	1.1	2,751	100.05	2.5	
3/2008	28,038,626	1051151	2,934,834,961	3.75	-0.8	2,792	104.67	1.4	
6/2008	28,314,009	999,450	2,757,685,901	3.53	-2.5	2,759	97.40	-0.5	
9/2008	28,407,751	966,228	2,685,899,543	3.40	-4.0	2,780	94.55	-2.4	
12/2008	28,280,672	957,251	2,696,095,918	3.38	-7.1	2,816	95.33	-4.7	
3/2009	28,175,404	1039529	2,906,840,738	3.69	-1.6	2,796	103.17	-1.4	
6/2009	28,377,583	992,424	2,738,555,779	3.50	-0.8	2,759	96.50	-0.9	
4 QTRS ENDING									
12/2004	105455562	4016231	10,079,305,523	3.81		2,510	95.58		
3/2005	106228470	4015674	10,136,316,316	3.78		2,524	95.42		
6/2005	106839933	4040133	10,267,388,659	3.78		2,541	96.10		
9/2005	107478318	4064386	10,398,742,800	3.78		2,559	96.75		
12/2005	108104433	4048884	10,453,141,968	3.75	-1.6	2,582	96.69	1.2	
3/2006	108707830	4033797	10,529,475,856	3.71	-1.9	2,610	96.86	1.5	
6/2006	109320216	4003524	10,550,749,885	3.66	-3.2	2,635	96.51	0.4	
9/2006	109854061	3966741	10,541,848,540	3.61	-4.5	2,658	95.96	-0.8	
12/2006	110317617	3991388	10,673,090,289	3.62	-3.5	2,674	96.75	0.1	
3/2007	110763301	3999217	10,766,080,531	3.61	-2.7	2,692	97.20	0.4	
6/2007	111155353	4031292	10,904,771,262	3.63	-0.8	2,705	98.10	1.6	
9/2007	111498183	4053011	11,026,779,155	3.64	0.8	2,721	98.90	3.1	
12/2007	111781951	4074345	11,122,710,930	3.64	0.6	2,730	99.50	2.8	
3/2008	112134311	4077793	11,199,209,558	3.64	0.8	2,746	99.87	2.7	
6/2008	112442306	4063021	11,214,779,797	3.61	-0.6	2,760	99.74	1.7	
9/2008	112749862	4034745	11,178,663,344	3.58	-1.6	2,771	99.15	0.3	
12/2008	113041058	3974080	11,074,516,323	3.52	-3.3	2,787	97.97	-1.5	
3/2009	113177836	3962458	11,046,522,100	3.50	-3.8	2,788	97.60	-2.3	
6/2009	113241410	3955432	11,027,391,978	3.49	-3.3	2,788	97.38	-2.4	
ANNUAL RATE OF CHANGE(19 PT.)				-1.7		2.5	0.8		
ANNUAL RATE OF CHANGE(12 PT.)				-1.3		1.9	0.5		
ANNUAL RATE OF CHANGE(9 PT.)				-2.4		1.6	-0.7		
ANNUAL RATE OF CHANGE(6 PT.)				-3.6		1.3	-2.3		

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QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME		PCT. CHANGE FROM SAME		PURE PREMIUM	PCT. CHANGE FROM SAME QTR PRIOR YEAR
					QTR PRIOR YEAR	AVERAGE LOSS	QTR PRIOR YEAR	PURE PREMIUM		
3/2004	22,805,719	1525730	1,333,903,317	6.69		874		58.49		
6/2004	23,088,947	1789502	1,621,991,052	7.75		906		70.25		
9/2004	23,187,046	1837703	1,793,605,253	7.93		976		77.35		
12/2004	23,212,285	1582448	1,700,131,272	6.82		1,074		73.24		
3/2005	23,249,308	1510406	1,358,582,353	6.50	-2.8	899	2.9	58.44		-0.1
6/2005	23,452,287	1721545	1,548,704,066	7.34	-5.3	900	-0.7	66.04		-6.0
9/2005	23,606,179	1728712	1,812,608,003	7.32	-7.7	1,049	7.5	76.79		-0.7
12/2005	23,692,440	1686277	2,622,871,390	7.12	4.4	1,555	44.8	110.70		51.1
3/2006	23,688,540	1457488	1,520,780,334	6.15	-5.4	1,043	16.0	64.20		9.9
6/2006	23,931,560	1702778	1,827,140,631	7.12	-3.0	1,073	19.2	76.35		15.6
9/2006	24,061,445	1549447	1,621,236,702	6.44	-12.0	1,046	-0.3	67.38		-12.3
12/2006	24,094,239	1415639	1,703,764,201	5.88	-17.4	1,204	-22.6	70.71		-36.1
3/2007	24,125,266	1334504	1,398,582,646	5.53	-10.1	1,048	0.5	57.97		-9.7
6/2007	24,363,275	1545754	1,545,414,392	6.34	-11.0	1,000	-6.8	63.43		-16.9
9/2007	24,477,848	1549075	1,658,776,556	6.33	-1.7	1,071	2.4	67.77		0.6
12/2007	24,505,845	1393516	1,659,469,355	5.69	-3.2	1,191	-1.1	67.72		-4.2
3/2008	24,552,138	1353767	1,500,029,554	5.51	-0.4	1,108	5.7	61.10		5.4
6/2008	24,725,887	1693898	2,047,752,308	6.85	8.0	1,209	20.9	82.82		30.6
9/2008	24,786,440	1589400	1,906,358,207	6.41	1.3	1,190	12.0	76.91		13.5
12/2008	24,722,748	1356133	1,818,779,978	5.49	-3.5	1,341	12.6	73.57		8.6
3/2009	24,627,678	1351546	1,447,267,517	5.49	-0.4	1,071	-3.3	58.77		-3.8
6/2009	24,675,891	1599197	1,769,223,130	6.48	-5.4	1,106	-8.5	71.70		-13.4
4 QTRS ENDING										
12/2004	92,293,997	6735383	6,449,630,894	7.30		958		69.88		
3/2005	92,737,586	6720059	6,474,309,930	7.25		963		69.81		
6/2005	93,100,926	6652102	6,401,022,944	7.15		962		68.75		
9/2005	93,520,059	6543111	6,420,025,694	7.00		981		68.65		
12/2005	94,000,214	6646940	7,342,765,812	7.07	-3.2	1,105	15.3	78.11		11.8
3/2006	94,439,446	6594022	7,504,963,793	6.98	-3.7	1,138	18.2	79.47		13.8
6/2006	94,918,719	6575255	7,783,400,358	6.93	-3.1	1,184	23.1	82.00		19.3
9/2006	95,373,985	6395990	7,592,029,057	6.71	-4.1	1,187	21.0	79.60		16.0
12/2006	95,775,784	6125352	6,672,921,868	6.40	-9.5	1,089	-1.4	69.67		-10.8
3/2007	96,212,510	6002368	6,550,724,180	6.24	-10.6	1,091	-4.1	68.09		-14.3
6/2007	96,644,225	5845344	6,268,997,941	6.05	-12.7	1,072	-9.5	64.87		-20.9
9/2007	97,060,628	5844972	6,306,537,795	6.02	-10.3	1,079	-9.1	64.98		-18.4
12/2007	97,472,234	5822849	6,262,242,949	5.97	-6.7	1,075	-1.3	64.25		-7.8
3/2008	97,899,106	5842112	6,363,689,857	5.97	-4.3	1,089	-0.2	65.00		-4.5
6/2008	98,261,718	5990256	6,866,027,773	6.10	0.8	1,146	6.9	69.87		7.7
9/2008	98,570,310	6030581	7,113,609,424	6.12	1.7	1,180	9.4	72.17		11.1
12/2008	98,787,213	5993198	7,272,920,047	6.07	1.7	1,214	12.9	73.62		14.6
3/2009	98,862,753	5990977	7,220,158,010	6.06	1.5	1,205	10.7	73.03		12.4
6/2009	98,812,757	5896276	6,941,628,832	5.97	-2.1	1,177	2.7	70.25		0.5
ANNUAL RATE OF CHANGE(19 PT.)				-5.0		4.2		-1.0		
ANNUAL RATE OF CHANGE(12 PT.)				-2.6		3.2		0.5		
ANNUAL RATE OF CHANGE(9 PT.)				0.2		7.1		7.2		
ANNUAL RATE OF CHANGE(6 PT.)				-0.3		6.7		6.4		

QTR YEAR	EARNED CAR YEARS	NO. OF PAID CLAIMS	PAID LOSSES	PAID CLAIM FREQ.	PCT. CHANGE FROM SAME QTR PRIOR YEAR	AVERAGE LOSS	PCT. CHANGE FROM SAME QTR PRIOR YEAR	PURE PREMIUM	PCT. CHANGE FROM SAME QTR PRIOR YEAR
3/2004	21,590,323	1438507	4,154,408,516	6.66		2,888		192.42	
6/2004	21,931,436	1273085	3,357,738,031	5.80		2,637		153.10	
9/2004	22,053,834	1276518	3,534,148,612	5.79		2,769		160.25	
12/2004	22,034,181	1271968	3,687,086,274	5.77		2,899		167.33	
3/2005	22,032,294	1409670	4,252,880,537	6.40	-3.9	3,017	4.5	193.03	0.3
6/2005	22,296,475	1285999	3,562,974,743	5.77	-0.5	2,771	5.1	159.80	4.4
9/2005	22,476,690	1291069	3,640,168,409	5.74	-0.9	2,819	1.8	161.95	1.1
12/2005	22,476,692	1277904	3,845,852,543	5.69	-1.4	3,010	3.8	171.10	2.3
3/2006	22,478,832	1370895	4,267,400,052	6.10	-4.7	3,113	3.2	189.84	-1.7
6/2006	22,778,241	1259325	3,627,676,843	5.53	-4.2	2,881	4.0	159.26	-0.3
9/2006	22,929,080	1270907	3,700,796,611	5.54	-3.5	2,912	3.3	161.40	-0.3
12/2006	22,909,833	1289622	3,949,834,714	5.63	-1.1	3,063	1.8	172.41	0.8
3/2007	22,923,652	1434527	4,471,153,142	6.26	2.6	3,117	0.1	195.05	2.7
6/2007	23,217,660	1323738	3,795,853,340	5.70	3.1	2,868	-0.5	163.49	2.7
9/2007	23,354,366	1312147	3,837,287,883	5.62	1.4	2,924	0.4	164.31	1.8
12/2007	23,319,763	1344619	4,116,312,327	5.77	2.5	3,061	-0.1	176.52	2.4
3/2008	23,337,135	1460520	4,683,970,068	6.26	0.0	3,207	2.9	200.71	2.9
6/2008	23,557,057	1319844	3,751,319,561	5.60	-1.8	2,842	-0.9	159.24	-2.6
9/2008	23,637,023	1281100	3,672,591,025	5.42	-3.6	2,867	-1.9	155.37	-5.4
12/2008	23,499,589	1282454	3,983,728,246	5.46	-5.4	3,106	1.5	169.52	-4.0
3/2009	23,364,857	1437885	4,483,530,890	6.15	-1.8	3,118	-2.8	191.89	-4.4
6/2009	23,469,916	1275457	3,524,513,067	5.43	-3.0	2,763	-2.8	150.17	-5.7
4 QTRS ENDING									
12/2004	87,609,774	5260078	14,733,381,433	6.00		2,801		168.17	
3/2005	88,051,745	5231241	14,831,853,454	5.94		2,835		168.44	
6/2005	88,416,784	5244155	15,037,090,166	5.93		2,867		170.07	
9/2005	88,839,640	5258706	15,143,109,963	5.92		2,880		170.45	
12/2005	89,282,151	5264642	15,301,876,232	5.90	-1.7	2,907	3.8	171.39	1.9
3/2006	89,728,689	5225867	15,316,395,747	5.82	-2.0	2,931	3.4	170.70	1.3
6/2006	90,210,455	5199193	15,381,097,847	5.76	-2.9	2,958	3.2	170.50	0.3
9/2006	90,662,845	5179031	15,441,726,049	5.71	-3.5	2,982	3.5	170.32	-0.1
12/2006	91,095,986	5190749	15,545,708,220	5.70	-3.4	2,995	3.0	170.65	-0.4
3/2007	91,540,806	5254381	15,749,461,310	5.74	-1.4	2,997	2.3	172.05	0.8
6/2007	91,980,225	5318794	15,917,637,807	5.78	0.3	2,993	1.2	173.05	1.5
9/2007	92,405,511	5360034	16,054,129,079	5.80	1.6	2,995	0.4	173.74	2.0
12/2007	92,815,441	5415031	16,220,606,692	5.83	2.3	2,995	0.0	174.76	2.4
3/2008	93,228,924	5441024	16,433,423,618	5.84	1.7	3,020	0.8	176.27	2.5
6/2008	93,568,321	5437130	16,388,889,839	5.81	0.5	3,014	0.7	175.15	1.2
9/2008	93,850,978	5406083	16,224,192,981	5.76	-0.7	3,001	0.2	172.87	-0.5
12/2008	94,030,804	5343918	16,091,608,900	5.68	-2.6	3,011	0.5	171.13	-2.1
3/2009	94,058,526	5321283	15,891,169,722	5.66	-3.1	2,986	-1.1	168.95	-4.2
6/2009	93,971,385	5276896	15,664,363,228	5.62	-3.3	2,968	-1.5	166.69	-4.8
ANNUAL RATE OF CHANGE(19 PT.)				-1.0		1.3		0.3	
ANNUAL RATE OF CHANGE(12 PT.)				-0.4		-0.0		-0.5	
ANNUAL RATE OF CHANGE(9 PT.)				-1.7		-0.3		-1.9	
ANNUAL RATE OF CHANGE(6 PT.)				-3.2		-1.3		-4.4	

NORTH CAROLINA
FAST TRACK TREND SUMMARY
DATA ENDED JUNE 2009

MULTISTATE BODILY INJURY

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	5.0%	5.5%	5.6%
12 points	5.3%	5.7%	5.8%
9 points	5.3%	5.6%	5.7%
6 points	4.9%	5.1%	5.2%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
15 points	-4.4%	-4.1%	-4.0%
12 points	-4.5%	-4.3%	-4.2%
9 points	-4.4%	-4.2%	-4.1%
6 points	-4.4%	-4.3%	-4.2%

MULTISTATE PROPERTY DAMAGE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	2.1%	2.2%	2.2%
12 points	1.8%	1.8%	1.9%
9 points	1.6%	1.6%	1.6%
6 points	1.3%	1.3%	1.3%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
15 points	-1.6%	-1.5%	-1.5%
12 points	-1.3%	-1.3%	-1.3%
9 points	-2.4%	-2.4%	-2.4%
6 points	-3.7%	-3.7%	-3.6%

MULTISTATE COMPREHENSIVE

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	1.5%	1.5%	1.5%
12 points	3.0%	3.1%	3.2%
9 points	6.4%	6.9%	7.1%
6 points	6.1%	6.4%	6.7%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
15 points	-5.3%	-4.8%	-4.6%
12 points	-2.8%	-2.7%	-2.6%
9 points	0.2%	0.2%	0.2%
6 points	-0.3%	-0.3%	-0.3%

MULTISTATE COLLISION

STRAIGHT LINE			
COST	END POINT	MID POINT	EXPONENTIAL
15 points	0.6%	0.6%	0.6%
12 points	0.0%	0.0%	0.0%
9 points	-0.3%	-0.3%	-0.3%
6 points	-1.3%	-1.3%	-1.3%

STRAIGHT LINE			
FREQ	END POINT	MID POINT	EXPONENTIAL
15 points	-0.6%	-0.6%	-0.6%
12 points	-0.4%	-0.4%	-0.4%
9 points	-1.7%	-1.7%	-1.7%
6 points	-3.3%	-3.3%	-3.2%

NORTH CAROLINA
FAST TRACK TREND SUMMARY
CORRELATION COEFFICIENTS
DATA ENDED JUNE 2009

MULTISTATE BODILY INJURY

COST	STRAIGHT LINE	EXPONENTIAL
15 points	1.00	1.00
12 points	1.00	1.00
9 points	1.00	1.00
6 points	1.00	1.00

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-1.00	-1.00
12 points	-1.00	-1.00
9 points	-1.00	-1.00
6 points	-1.00	-1.00

MULTISTATE PROPERTY DAMAGE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.98	0.98
12 points	0.99	0.99
9 points	0.98	0.98
6 points	0.94	0.94

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.87	-0.87
12 points	-0.76	-0.76
9 points	-0.92	-0.92
6 points	-0.98	-0.98

MULTISTATE COMPREHENSIVE

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.37	0.36
12 points	0.57	0.57
9 points	0.90	0.91
6 points	0.76	0.76

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.85	-0.85
12 points	-0.68	-0.68
9 points	0.12	0.12
6 points	-0.14	-0.14

MULTISTATE COLLISION

COST	STRAIGHT LINE	EXPONENTIAL
15 points	0.62	0.62
12 points	-0.01	-0.01
9 points	-0.33	-0.33
6 points	-0.91	-0.91

FREQ	STRAIGHT LINE	EXPONENTIAL
15 points	-0.53	-0.53
12 points	-0.33	-0.33
9 points	-0.82	-0.82
6 points	-0.99	-0.99

CPI GASOLINE INDEX
ANNUAL PERCENT CHANGE

<u>Quarter</u>	(1) <u>Index</u>	(2) <u>Annual Percentage Change</u>
1999:4	1.099	24.3%
2000:1	1.200	42.1%
2000:2	1.313	31.4%
2000:3	1.325	24.7%
2000:4	1.305	18.8%
2001:1	1.253	4.4%
2001:2	1.400	6.7%
2001:3	1.256	-5.2%
2001:4	1.049	-19.6%
2002:1	1.006	-19.7%
2002:2	1.204	-14.0%
2002:3	1.208	-3.8%
2002:4	1.223	16.5%
2003:1	1.376	36.7%
2003:2	1.333	10.8%
2003:3	1.383	14.5%
2003:4	1.313	7.4%
2004:1	1.428	3.8%
2004:2	1.659	24.5%
2004:3	1.621	17.2%
2004:4	1.679	27.9%
2005:1	1.647	15.3%
2005:2	1.883	13.5%
2005:3	2.189	35.1%
2005:4	2.069	23.3%
2006:1	2.000	21.4%
2006:2	2.438	29.5%
2006:3	2.423	10.7%
2006:4	1.937	-6.4%
2007:1	2.022	1.1%
2007:2	2.555	4.8%
2007:3	2.423	0.0%
2007:4	2.519	30.0%
2008:1	2.646	30.8%
2008:2	3.189	24.8%
2008:3	3.275	35.1%
2008:4	1.989	-21.0%
2009:1	1.628	-38.5%
2009:2	1.987	-37.7%
2009:3	2.212	-32.4%

NORTH CAROLINA
PERSONAL AUTO INSURANCE

RETAIL PRICES OF MOTOR FUEL

<u>Date</u>	<u>Regular Gasoline</u>	<u>Midgrade Gasoline</u>	<u>Premium Gasoline</u>
Jan-05	\$1.776	\$1.875	\$1.959
Feb-05	1.846	1.944	2.027
Mar-05	2.000	2.097	2.169
Apr-05	2.187	2.288	2.373
May-05	2.086	2.195	2.274
Jun-05	2.084	2.181	2.273
Jul-05	2.208	2.312	2.400
Aug-05	2.446	2.544	2.618
Sep-05	2.921	3.024	3.134
Oct-05	2.810	2.924	3.004
Nov-05	2.260	2.359	2.454
Dec-05	2.120	2.220	2.311
Jan-06	2.314	2.412	2.511
Feb-06	2.224	2.348	2.438
Mar-06	2.399	2.500	2.586
Apr-06	2.774	2.876	2.946
May-06	2.791	2.899	2.981
Jun-06	2.770	2.874	2.963
Jul-06	2.894	2.997	3.086
Aug-06	2.889	2.992	3.077
Sep-06	2.431	2.551	2.640
Oct-06	2.156	2.260	2.358
Nov-06	2.190	2.297	2.392
Dec-06	2.264	2.375	2.471
Jan-07	2.163	2.273	2.366
Feb-07	2.186	2.293	2.393
Mar-07	2.481	2.586	2.686
Apr-07	2.764	2.876	2.983
May-07	2.991	3.100	3.241
Jun-07	2.924	3.038	3.177
Jul-07	2.854	2.966	3.108
Aug-07	2.679	2.794	2.938
Sep-07	2.717	2.830	2.975
Oct-07	2.739	2.851	3.000
Nov-07	3.003	3.117	3.252
Dec-07	2.937	3.053	3.188
Jan-08	2.989	3.113	3.242
Feb-08	3.006	3.118	3.246
Mar-08	3.213	3.323	3.453
Apr-08	3.386	3.502	3.639
May-08	3.736	3.846	3.994
Jun-08	3.933	4.051	4.190
Jul-08	3.962	4.089	4.228
Aug-08	3.672	3.795	3.938
Sep-08	3.767	3.879	4.014
Oct-08	3.190	3.263	3.420
Nov-08	2.062	2.183	2.363
Dec-08	1.617	1.733	1.886
Jan-09	1.720	1.840	1.986
Feb-09	1.861	1.979	2.123
Mar-09	1.903	2.021	2.129
Apr-09	1.991	2.110	2.220
May-09	2.232	2.350	2.465
Jun-09	2.565	2.687	2.799

Source: U.S. Dept. of Transportation, Federal Highway Administration

Monthly Gasoline Sales (in thousands of gallons/day)

Source: U.S. Energy Information Administration

Total Gasoline - All Sales/Deliveries by Prime Suppliers

		Average Daily Gasoline Sales for <u>North Carolina</u>	% change from month one year prior	Year Ending Average Daily Gasoline Sales for <u>North Carolina</u>	% change from one year prior
Jan	2003	10,746.0	3.5%	11,668.6	2.8%
Feb	2003	11,063.7	-2.5%	11,644.7	2.4%
Mar	2003	11,284.2	-1.0%	11,635.2	2.2%
Apr	2003	11,715.7	-0.8%	11,626.9	1.9%
May	2003	12,075.9	1.7%	11,643.4	1.8%
Jun	2003	11,961.4	1.6%	11,658.8	1.8%
Jul	2003	12,285.4	1.0%	11,669.1	1.4%
Aug	2003	12,384.4	0.1%	11,670.1	1.1%
Sep	2003	11,885.7	3.7%	11,705.3	1.1%
Oct	2003	12,016.2	1.1%	11,716.2	1.1%
Nov	2003	11,455.9	-1.9%	11,697.2	0.7%
Dec	2003	11,745.7	2.2%	11,718.4	0.7%
Jan	2004	10,668.6	-0.7%	11,711.9	0.4%
Feb	2004	11,061.1	0.0%	11,711.7	0.6%
Mar	2004	12,018.0	6.5%	11,772.8	1.2%
Apr	2004	12,201.6	4.1%	11,813.3	1.6%
May	2004	12,091.3	0.1%	11,814.6	1.5%
Jun	2004	12,036.3	0.6%	11,820.9	1.4%
Jul	2004	12,274.3	-0.1%	11,819.9	1.3%
Aug	2004	12,106.1	-2.2%	11,796.7	1.1%
Sep	2004	11,781.5	-0.9%	11,788.1	0.7%
Oct	2004	11,718.1	-2.5%	11,763.2	0.4%
Nov	2004	11,664.9	1.8%	11,780.6	0.7%
Dec	2004	11,779.6	0.3%	11,783.5	0.6%
Jan	2005	10,521.8	-1.4%	11,771.2	0.5%
Feb	2005	11,291.0	2.1%	11,790.4	0.7%
Mar	2005	11,512.3	-4.2%	11,748.2	-0.2%
Apr	2005	11,529.0	-5.5%	11,692.2	-1.0%
May	2005	11,729.7	-3.0%	11,662.1	-1.3%
Jun	2005	11,953.9	-0.7%	11,655.2	-1.4%
Jul	2005	11,968.4	-2.5%	11,629.7	-1.6%
Aug	2005	12,392.4	2.4%	11,653.6	-1.2%
Sep	2005	10,965.7	-6.9%	11,585.6	-1.7%
Oct	2005	11,237.0	-4.1%	11,545.5	-1.9%
Nov	2005	11,577.1	-0.8%	11,538.2	-2.1%
Dec	2005	11,582.7	-1.7%	11,521.8	-2.2%
Jan	2006	10,608.9	0.8%	11,529.0	-2.1%
Feb	2006	11,456.9	1.5%	11,542.8	-2.1%
Mar	2006	11,532.8	0.2%	11,544.5	-1.7%
Apr	2006	11,690.9	1.4%	11,558.0	-1.1%
May	2006	11,705.3	-0.2%	11,556.0	-0.9%

Monthly Gasoline Sales (in thousands of gallons/day)

Source: U.S. Energy Information Administration

Total Gasoline - All Sales/Deliveries by Prime Suppliers

		Average Daily Gasoline Sales for <u>North Carolina</u>	% change from month one year prior	Year Ending Average Daily Gasoline Sales for <u>North Carolina</u>	% change from one year prior
Jun	2006	11,971.8	0.1%	11,557.5	-0.8%
Jul	2006	11,699.9	-2.2%	11,535.1	-0.8%
Aug	2006	12,180.3	-1.7%	11,517.4	-1.2%
Sep	2006	11,559.5	5.4%	11,566.9	-0.2%
Oct	2006	11,681.3	4.0%	11,604.0	0.5%
Nov	2006	11,643.2	0.6%	11,609.5	0.6%
Dec	2006	11,582.2	0.0%	11,609.4	0.8%
Jan	2007	11,207.6	5.6%	11,659.3	1.1%
Feb	2007	11,484.0	0.2%	11,661.6	1.0%
Mar	2007	11,971.4	3.8%	11,698.1	1.3%
Apr	2007	11,496.7	-1.7%	11,681.9	1.1%
May	2007	11,746.1	0.3%	11,685.3	1.1%
Jun	2007	11,798.8	-1.4%	11,670.9	1.0%
Jul	2007	11,569.9	-1.1%	11,660.1	1.1%
Aug	2007	11,881.2	-2.5%	11,635.2	1.0%
Sep	2007	11,526.4	-0.3%	11,632.4	0.6%
Oct	2007	11,681.8	0.0%	11,632.4	0.2%
Nov	2007	11,466.6	-1.5%	11,617.7	0.1%
Dec	2007	11,025.5	-4.8%	11,571.3	-0.3%
Jan	2008	10,703.5	-4.5%	11,529.3	-1.1%
Feb	2008	11,270.9	-1.9%	11,511.6	-1.3%
Mar	2008	11,062.6	-7.6%	11,435.8	-2.2%
Apr	2008	11,253.3	-2.1%	11,415.6	-2.3%
May	2008	11,257.0	-4.2%	11,374.8	-2.7%
Jun	2008	11,147.4	-5.5%	11,320.5	-3.0%
Jul	2008	11,080.0	-4.2%	11,279.7	-3.3%
Aug	2008	11,178.4	-5.9%	11,221.1	-3.6%
Sep	2008	9,985.5	-13.4%	11,092.7	-4.6%
Oct	2008	11,571.7	-0.9%	11,083.5	-4.7%
Nov	2008	10,893.7	-5.0%	11,035.8	-5.0%
Dec	2008	11,080.6	0.5%	11,040.4	-4.6%
Jan	2009	10,342.5	-3.4%	11,010.3	-4.5%
Feb	2009	11,296.3	0.2%	11,012.4	-4.3%
Mar	2009	11,024.8	-0.3%	11,009.3	-3.7%
Apr	2009	11,623.0	3.3%	11,040.1	-3.3%
May	2009	11,299.4	0.4%	11,043.6	-2.9%
Jun	2009	11,793.3	5.8%	11,097.4	-2.0%
Jul	2009	11,567.5	4.4%	11,138.1	-1.3%
Aug	2009	11,503.2	2.9%	11,165.1	-0.5%
Sep	2009	11,236.0	12.5%	11,269.3	1.6%
Oct	2009	11,014.5	-4.8%	11,222.9	1.3%

MILES DRIVEN AND GASOLINE CONSUMPTION - U.S. TOTAL

	Miles Driven (billions of miles)	Year ending Miles Driven (billions of miles)	% Change from Year Prior	Average Gasoline Consumption* (million gallons/day)	Year ending Avg. Gasoline Consumption* (million gallons/day)	% Change from Year Prior
1/03	218.3	2,833.4	1.7%	347.1	370.4	2.1%
2/03	203.1	2,830.1	1.3%	351.4	369.6	1.6%
3/03	237.1	2,833.2	1.4%	354.5	369.0	1.3%
4/03	238.9	2,837.4	1.4%	364.5	368.4	0.8%
5/03	253.6	2,841.3	1.3%	377.6	368.1	0.4%
6/03	252.1	2,847.1	1.4%	380.9	367.9	0.2%
7/03	261.3	2,854.5	1.5%	389.8	368.4	0.1%
8/03	260.3	2,858.8	1.5%	390.5	368.5	-0.1%
9/03	236.4	2,864.3	1.5%	376.0	369.6	0.1%
10/03	253.8	2,874.8	1.7%	382.4	370.3	0.1%
11/03	235.4	2,881.7	2.0%	364.9	370.2	0.0%
12/03	240.6	2,890.9	2.2%	369.8	370.8	0.1%
1/04	222.0	2,894.6	2.2%	347.5	370.8	0.1%
2/04	213.5	2,905.0	2.6%	354.2	371.1	0.4%
3/04	252.1	2,920.0	3.1%	369.0	372.3	0.9%
4/04	251.7	2,932.8	3.4%	375.4	373.2	1.3%
5/04	257.1	2,936.3	3.3%	373.9	372.9	1.3%
6/04	257.8	2,942.0	3.3%	383.4	373.1	1.4%
7/04	266.2	2,946.9	3.2%	385.5	372.7	1.2%
8/04	262.9	2,949.5	3.2%	384.2	372.2	1.0%
9/04	242.9	2,956.0	3.2%	375.7	372.2	0.7%
10/04	253.7	2,955.9	2.8%	370.6	371.2	0.2%
11/04	238.6	2,959.1	2.7%	368.1	371.4	0.3%
12/04	243.9	2,962.4	2.5%	379.5	372.3	0.4%
1/05	224.2	2,964.6	2.4%	350.4	372.5	0.5%
2/05	220.1	2,971.2	2.3%	369.8	373.8	0.7%
3/05	253.6	2,972.7	1.8%	378.0	374.5	0.6%
4/05	250.9	2,971.9	1.3%	380.8	375.0	0.5%
5/05	262.1	2,976.9	1.4%	388.2	376.2	0.9%
6/05	264.0	2,983.1	1.4%	395.3	377.2	1.1%
7/05	267.4	2,984.3	1.3%	390.7	377.6	1.3%
8/05	265.3	2,986.7	1.3%	399.1	378.9	1.8%
9/05	241.6	2,985.4	1.0%	368.9	378.3	1.6%
10/05	252.1	2,983.8	0.9%	368.9	378.1	1.9%
11/05	243.5	2,988.7	1.0%	373.8	378.6	1.9%
12/05	244.9	2,989.7	0.9%	377.1	378.4	1.7%
1/06	232.9	2,998.4	1.1%	349.5	378.3	1.6%
2/06	220.8	2,999.1	0.9%	370.8	378.4	1.2%
3/06	256.6	3,002.1	1.0%	375.2	378.2	1.0%
4/06	250.4	3,001.6	1.0%	379.2	378.1	0.8%

Source: U. S. Department of Transportation, Federal Highway Administration
U. S. Energy Information Administration

* All Sales/Deliveries by Prime Suppliers

MILES DRIVEN AND GASOLINE CONSUMPTION - U.S. TOTAL

	Miles Driven (billions of miles)	Year ending Miles Driven (billions of miles)	% Change from Year Prior	Average Gasoline Consumption* (million gallons/day)	Year ending Avg. Gasoline Consumption* (million gallons/day)	% Change from Year Prior
5/06	264.2	3,003.7	0.9%	381.5	377.5	0.4%
6/06	263.2	3,002.9	0.7%	391.0	377.1	0.0%
7/06	262.8	2,998.3	0.5%	384.6	376.6	-0.3%
8/06	266.5	2,999.5	0.4%	392.5	376.1	-0.7%
9/06	246.4	3,004.3	0.6%	377.4	376.8	-0.4%
10/06	258.1	3,010.3	0.9%	378.4	377.6	-0.1%
11/06	245.8	3,012.6	0.8%	377.1	377.9	-0.2%
12/06	246.3	3,014.0	0.8%	373.9	377.6	-0.2%
1/07	233.7	3,014.8	0.5%	359.1	378.4	0.0%
2/07	218.7	3,012.7	0.5%	372.6	378.5	0.0%
3/07	259.3	3,015.4	0.4%	376.3	378.6	0.1%
4/07	252.4	3,017.4	0.5%	374.1	378.2	0.0%
5/07	267.2	3,020.4	0.6%	385.2	378.5	0.3%
6/07	265.3	3,022.5	0.7%	390.0	378.4	0.3%
7/07	267.0	3,026.7	0.9%	381.3	378.2	0.4%
8/07	271.5	3,031.7	1.1%	391.7	378.1	0.5%
9/07	246.2	3,031.5	0.9%	375.4	377.9	0.3%
10/07	261.6	3,035.0	0.8%	380.4	378.1	0.1%
11/07	246.0	3,035.2	0.8%	370.6	377.6	-0.1%
12/07	240.9	3,029.8	0.5%	362.6	376.6	-0.3%
1/08	229.5	3,025.6	0.4%	352.2	376.0	-0.6%
2/08	217.6	3,024.5	0.4%	364.6	375.4	-0.8%
3/08	248.2	3,013.4	-0.1%	364.8	374.4	-1.1%
4/08	248.1	3,009.1	-0.3%	371.6	374.2	-1.1%
5/08	257.1	2,999.0	-0.7%	369.0	372.9	-1.5%
6/08	251.8	2,985.5	-1.2%	367.3	371.0	-2.0%
7/08	257.6	2,976.1	-1.7%	363.0	369.4	-2.3%
8/08	257.1	2,961.7	-2.3%	367.1	367.4	-2.8%
9/08	234.9	2,950.4	-2.7%	350.4	365.3	-3.3%
10/08	252.1	2,940.9	-3.1%	367.4	364.2	-3.7%
11/08	233.1	2,928.0	-3.5%	356.4	363.0	-3.8%
12/08	238.6	2,925.7	-3.4%	361.6	363.0	-3.6%
1/09	222.9	2,919.1	-3.5%	341.7	362.1	-3.7%
2/09	215.6	2,917.1	-3.6%	355.3	361.3	-3.7%
3/09	245.3	2,914.2	-3.3%	356.4	360.6	-3.7%
4/09	248.7	2,914.8	-3.1%	366.9	360.2	-3.7%
5/09	256.4	2,914.1	-2.8%	367.8	360.1	-3.4%
6/09	256.5	2,918.8	-2.2%	376.1	360.8	-2.7%
7/09	263.4	2,924.6	-1.7%	376.0	361.9	-2.0%
8/09	259.0	2,926.5	-1.2%	372.1	362.3	-1.4%
9/09	240.3	2,931.9	-0.6%	365.2	363.6	-0.5%
10/09	250.8	2,930.6	-0.4%	360.5	363.0	-0.3%

Source: U. S. Department of Transportation, Federal Highway Administration
U. S. Energy Information Administration
* All Sales/Deliveries by Prime Suppliers

COMPONENTS OF THE CPI INDEX
MONTHLY PERCENT CHANGES

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	CPI-U:	CPI-U:	CPI-U:	CPI-U:	Weekly	CPI-U:	PPI:	PPI:
<u>Month</u>	<u>All Items</u>	<u>Med. Care</u>	<u>Phys. Serv.</u>	<u>Hospital & Other Related Services</u>	<u>Income</u>	<u>Auto Bodywork</u>	<u>All Items</u>	<u>Metal/MPR</u>
1/2005	0.2%	0.6%	0.4%	0.7%	0.0%	-0.1%	0.5%	0.7%
2/2005	0.6%	0.8%	1.1%	0.9%	0.2%	0.1%	0.5%	0.2%
3/2005	0.8%	0.4%	0.2%	0.6%	0.3%	0.3%	1.4%	-0.1%
4/2005	0.7%	0.2%	0.3%	0.0%	0.5%	0.7%	0.8%	0.4%
5/2005	-0.1%	0.2%	0.3%	0.0%	-0.1%	0.5%	-0.5%	-1.1%
6/2005	0.1%	0.2%	0.0%	0.1%	0.2%	0.3%	0.0%	-1.1%
7/2005	0.5%	0.4%	0.2%	0.7%	0.4%	0.4%	1.3%	-0.1%
8/2005	0.5%	-0.1%	0.1%	-0.3%	0.2%	0.3%	0.8%	0.6%
9/2005	1.2%	0.2%	0.1%	0.0%	0.5%	1.1%	2.9%	1.7%
10/2005	0.2%	0.5%	0.1%	0.9%	0.5%	0.2%	2.5%	0.5%
11/2005	-0.8%	0.6%	0.0%	1.4%	0.2%	0.3%	-1.5%	1.9%
12/2005	-0.4%	0.1%	0.1%	0.0%	0.3%	0.5%	-0.4%	1.0%
1/2006	0.8%	0.3%	-0.3%	0.9%	0.7%	0.2%	0.8%	1.1%
2/2006	0.2%	0.8%	0.5%	1.5%	0.1%	0.9%	-1.5%	1.4%
3/2006	0.6%	0.5%	0.6%	0.6%	0.3%	0.2%	0.2%	0.6%
4/2006	0.9%	0.3%	0.0%	0.3%	0.8%	-0.4%	1.3%	2.8%
5/2006	0.5%	0.3%	0.1%	0.3%	-0.2%	0.4%	0.9%	4.1%
6/2006	0.2%	0.1%	0.0%	0.3%	0.7%	0.4%	0.2%	0.4%
7/2006	0.3%	0.3%	0.1%	0.4%	0.3%	0.4%	0.4%	1.4%
8/2006	0.2%	0.2%	0.1%	0.4%	0.3%	0.3%	0.7%	-0.3%
9/2006	-0.5%	0.2%	0.0%	0.2%	0.0%	0.4%	-1.5%	0.4%
10/2006	-0.5%	0.3%	0.2%	0.5%	0.7%	0.0%	-1.9%	-0.2%
11/2006	-0.1%	0.2%	0.2%	0.7%	0.3%	0.4%	1.5%	-0.7%
12/2006	0.1%	0.0%	0.2%	-0.1%	0.8%	0.3%	0.6%	0.3%
1/2007	0.3%	1.0%	1.2%	1.1%	-0.3%	0.7%	-1.0%	-0.4%
2/2007	0.5%	0.9%	1.3%	1.2%	0.3%	0.4%	1.7%	0.8%
3/2007	0.9%	0.2%	0.1%	0.5%	0.6%	0.1%	1.5%	2.1%
4/2007	0.6%	0.3%	0.0%	0.4%	0.1%	0.1%	1.2%	2.3%
5/2007	0.6%	0.2%	0.1%	0.4%	0.6%	-0.1%	1.1%	0.5%
6/2007	0.2%	0.1%	0.1%	0.2%	0.5%	0.0%	0.3%	-0.2%
7/2007	0.0%	0.6%	0.4%	0.9%	0.0%	0.1%	0.7%	0.4%
8/2007	-0.2%	0.4%	0.2%	0.3%	0.2%	0.2%	-1.5%	-0.6%
9/2007	0.3%	0.2%	0.0%	0.6%	0.3%	0.3%	0.6%	-0.5%
10/2007	0.2%	0.5%	0.4%	1.2%	0.2%	0.9%	0.7%	0.3%
11/2007	0.6%	0.4%	0.0%	1.0%	0.3%	0.3%	2.5%	-0.4%
12/2007	-0.1%	0.2%	0.2%	0.1%	0.3%	0.3%	-0.2%	-0.1%
1/2008	0.5%	0.8%	0.6%	1.5%	0.0%	0.2%	1.3%	1.8%
2/2008	0.3%	0.5%	-0.1%	0.9%	0.6%	-0.2%	0.9%	2.2%
3/2008	0.9%	0.2%	0.2%	0.2%	0.4%	0.1%	2.8%	3.1%
4/2008	0.6%	0.1%	0.0%	0.2%	0.2%	0.0%	1.6%	4.6%
5/2008	0.8%	0.1%	0.7%	0.2%	0.0%	0.3%	3.0%	2.7%
6/2008	1.0%	0.1%	0.1%	0.1%	0.0%	0.4%	2.0%	1.6%
7/2008	0.5%	0.1%	0.1%	0.4%	0.3%	0.2%	2.5%	2.2%
8/2008	-0.4%	0.1%	0.5%	0.4%	0.7%	0.9%	-3.2%	-0.4%
9/2008	-0.1%	0.2%	0.3%	0.4%	-0.1%	0.8%	-1.1%	-3.1%
10/2008	-1.0%	0.2%	0.1%	0.6%	0.1%	0.9%	-5.3%	-6.5%
11/2008	-1.9%	0.2%	0.2%	0.4%	0.0%	0.2%	-5.2%	-6.3%
12/2008	-1.0%	0.1%	0.2%	0.1%	0.0%	0.2%	-3.3%	-3.2%
1/2009	0.4%	0.7%	0.5%	1.4%	0.2%	0.4%	0.2%	-1.4%
2/2009	0.5%	0.7%	0.3%	1.3%	0.2%	-0.3%	-1.1%	-1.7%
3/2009	0.2%	0.2%	0.4%	0.5%	-0.4%	0.4%	-0.7%	-1.2%
4/2009	0.2%	0.3%	0.0%	0.7%	0.0%	0.5%	0.6%	-1.0%
5/2009	0.3%	0.2%	0.7%	-0.1%	0.2%	0.2%	1.0%	0.3%
6/2009	0.9%	0.0%	0.1%	0.1%	-0.2%	0.1%	1.9%	0.7%
7/2009	-0.2%	0.2%	0.2%	0.7%	0.6%	0.2%	-0.9%	1.0%
8/2009	0.2%	0.2%	0.1%	0.3%	0.4%	-0.1%	1.5%	2.9%
9/2009	0.1%	0.3%	0.1%	0.5%	0.1%	0.5%	-0.3%	2.1%

COMPONENTS OF THE CPI INDEX
ANNUAL PERCENT CHANGES

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
	CPI-U:	CPI-U:	CPI-U:	CPI-U:	Weekly	CPI-U:	PPI:	PPI:
Month	All Items	Med. Care	Phys. Serv.	Hospital & Other Related Services	Income	Auto Bodywork	All Items	Metal/MPR
1/2005	3.0%	4.3%	3.9%	5.2%	2.5%	2.5%	6.7%	17.8%
2/2005	3.0%	4.3%	3.7%	5.4%	2.4%	2.4%	6.7%	14.5%
3/2005	3.1%	4.3%	3.1%	5.7%	2.6%	2.3%	7.4%	11.5%
4/2005	3.5%	4.3%	3.3%	5.7%	3.0%	2.6%	7.0%	10.0%
5/2005	2.8%	4.3%	3.5%	5.5%	2.3%	2.6%	5.1%	8.4%
6/2005	2.5%	4.2%	3.4%	5.0%	2.9%	3.1%	4.8%	7.0%
7/2005	3.2%	4.2%	3.6%	5.2%	2.8%	3.4%	6.0%	4.0%
8/2005	3.6%	3.9%	3.1%	5.0%	2.7%	3.4%	6.5%	2.9%
9/2005	4.7%	3.9%	3.1%	4.6%	3.0%	4.0%	9.8%	4.1%
10/2005	4.3%	4.1%	3.0%	5.0%	3.3%	3.8%	10.8%	3.1%
11/2005	3.5%	4.5%	3.0%	5.8%	3.3%	4.0%	8.1%	4.0%
12/2005	3.4%	4.3%	3.1%	5.1%	3.2%	4.8%	8.5%	4.8%
1/2006	4.0%	4.0%	2.3%	5.2%	3.9%	5.1%	8.9%	5.3%
2/2006	3.6%	4.0%	1.6%	5.9%	3.8%	6.0%	6.7%	6.5%
3/2006	3.4%	4.1%	1.9%	5.9%	3.9%	5.8%	5.5%	7.2%
4/2006	3.5%	4.1%	1.6%	6.3%	4.2%	4.7%	6.0%	9.8%
5/2006	4.2%	4.2%	1.4%	6.6%	4.1%	4.5%	7.5%	15.6%
6/2006	4.3%	4.1%	1.4%	6.8%	4.7%	4.6%	7.6%	17.3%
7/2006	4.1%	4.0%	1.3%	6.4%	4.5%	4.6%	6.7%	19.1%
8/2006	3.8%	4.3%	1.4%	7.2%	4.6%	4.5%	6.5%	18.1%
9/2006	2.1%	4.2%	1.2%	7.3%	4.1%	3.8%	2.0%	16.5%
10/2006	1.3%	4.0%	1.4%	6.9%	4.3%	3.6%	-2.4%	15.7%
11/2006	2.0%	3.7%	1.5%	6.3%	4.4%	3.7%	0.5%	12.7%
12/2006	2.5%	3.6%	1.7%	6.1%	4.9%	3.4%	1.6%	11.9%
1/2007	2.1%	4.3%	3.2%	6.3%	3.9%	3.9%	-0.2%	10.1%
2/2007	2.4%	4.3%	4.1%	6.0%	4.1%	3.5%	3.1%	9.5%
3/2007	2.8%	4.0%	3.6%	5.8%	4.4%	3.4%	4.4%	11.1%
4/2007	2.6%	4.0%	3.7%	5.9%	3.6%	3.9%	4.3%	10.5%
5/2007	2.7%	4.0%	3.6%	6.0%	4.4%	3.4%	4.5%	6.6%
6/2007	2.7%	4.0%	3.8%	5.8%	4.1%	3.1%	4.6%	5.9%
7/2007	2.4%	4.3%	4.0%	6.4%	3.9%	2.8%	5.0%	4.9%
8/2007	2.0%	4.5%	4.1%	6.4%	3.7%	2.8%	2.7%	4.5%
9/2007	2.8%	4.6%	4.1%	6.8%	4.1%	2.6%	4.9%	3.6%
10/2007	3.5%	4.8%	4.3%	7.6%	3.6%	3.5%	7.7%	4.1%
11/2007	4.3%	5.0%	4.1%	7.9%	3.6%	3.5%	8.7%	4.5%
12/2007	4.1%	5.2%	4.1%	8.1%	3.1%	3.5%	7.9%	4.1%
1/2008	4.3%	4.9%	3.5%	8.5%	3.5%	3.0%	10.4%	6.4%
2/2008	4.0%	4.5%	2.1%	8.2%	3.8%	2.4%	9.5%	7.8%
3/2008	4.0%	4.6%	2.1%	7.9%	3.6%	2.3%	11.0%	8.8%
4/2008	3.9%	4.3%	2.1%	7.7%	3.8%	2.2%	11.4%	11.4%
5/2008	4.2%	4.1%	2.8%	7.5%	3.1%	2.6%	13.4%	13.8%
6/2008	5.0%	4.0%	2.8%	7.4%	2.6%	2.9%	15.4%	15.8%
7/2008	5.6%	3.5%	2.4%	6.8%	2.9%	3.1%	17.4%	17.9%
8/2008	5.4%	3.3%	2.7%	6.9%	3.5%	3.7%	15.4%	18.1%
9/2008	4.9%	3.2%	3.0%	6.6%	3.0%	4.2%	13.5%	15.0%
10/2008	3.7%	2.8%	2.7%	6.0%	2.9%	4.2%	6.7%	7.2%
11/2008	1.1%	2.7%	2.9%	5.4%	2.6%	4.1%	-1.2%	0.8%
12/2008	0.1%	2.6%	2.9%	5.4%	2.4%	3.9%	-4.3%	-2.3%
1/2009	0.0%	2.6%	2.8%	5.3%	2.5%	4.1%	-5.4%	-5.3%
2/2009	0.2%	2.8%	3.2%	5.8%	2.0%	4.0%	-7.3%	-8.9%
3/2009	-0.4%	2.8%	3.4%	6.1%	1.2%	4.4%	-10.5%	-12.6%
4/2009	-0.7%	3.0%	3.3%	6.5%	1.0%	4.9%	-11.4%	-17.3%
5/2009	-1.3%	3.2%	3.3%	6.2%	1.2%	4.8%	-13.1%	-19.2%
6/2009	-1.4%	3.2%	3.3%	6.2%	0.9%	4.5%	-13.2%	-19.9%
7/2009	-2.1%	3.2%	3.4%	6.5%	1.2%	4.4%	-16.1%	-20.8%
8/2009	-1.5%	3.3%	3.1%	6.5%	0.8%	3.4%	-12.0%	-18.2%
9/2009	-1.3%	3.5%	2.9%	6.6%	1.1%	3.1%	-11.3%	-13.8%

CPI ALL ITEMS (URBAN) - LESS ENERGY
ANNUAL PERCENT CHANGE

	(1)	(2)		(1)	(2)
<u>Month</u>	<u>Index</u>	<u>Annual Percentage Change</u>	<u>Month</u>	<u>Index</u>	<u>Annual Percentage Change</u>
7/2003	1.905	1.6%	7/2006	2.039	2.6%
8/2003	1.908	1.4%	8/2006	2.044	2.8%
9/2003	1.910	1.4%	9/2006	2.049	2.9%
10/2003	1.917	1.5%	10/2006	2.056	2.7%
11/2003	1.916	1.4%	11/2006	2.053	2.5%
12/2003	1.915	1.5%	12/2006	2.051	2.5%
1/2004	1.919	1.5%	1/2007	2.060	2.6%
2/2004	1.927	1.6%	2/2007	2.071	2.7%
3/2004	1.937	1.8%	3/2007	2.079	2.6%
4/2004	1.941	2.1%	4/2007	2.082	2.6%
5/2004	1.943	2.1%	5/2007	2.084	2.5%
6/2004	1.944	2.2%	6/2007	2.086	2.5%
7/2004	1.945	2.1%	7/2007	2.090	2.5%
8/2004	1.947	2.0%	8/2007	2.094	2.4%
9/2004	1.952	2.2%	9/2007	2.100	2.5%
10/2004	1.960	2.2%	10/2007	2.107	2.5%
11/2004	1.960	2.3%	11/2007	2.109	2.7%
12/2004	1.958	2.2%	12/2007	2.109	2.8%
1/2005	1.964	2.3%	1/2008	2.118	2.8%
2/2005	1.973	2.4%	2/2008	2.125	2.6%
3/2005	1.983	2.4%	3/2008	2.134	2.7%
4/2005	1.986	2.3%	4/2008	2.139	2.7%
5/2005	1.986	2.2%	5/2008	2.141	2.7%
6/2005	1.985	2.1%	6/2008	2.146	2.9%
7/2005	1.987	2.2%	7/2008	2.153	3.0%
8/2005	1.989	2.2%	8/2008	2.159	3.1%
9/2005	1.992	2.0%	9/2008	2.164	3.0%
10/2005	2.001	2.1%	10/2008	2.167	2.8%
11/2005	2.002	2.1%	11/2008	2.164	2.6%
12/2005	2.001	2.2%	12/2008	2.159	2.4%
1/2006	2.008	2.2%	1/2009	2.166	2.2%
2/2006	2.016	2.2%	2/2009	2.173	2.2%
3/2006	2.026	2.2%	3/2009	2.180	2.2%
4/2006	2.030	2.2%	4/2009	2.184	2.1%
5/2006	2.033	2.4%	5/2009	2.183	2.0%
6/2006	2.036	2.6%	6/2009	2.184	1.8%
			7/2009	2.184	1.4%
			8/2009	2.186	1.3%
			9/2009	2.191	1.2%

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
FOR 2010 BASE
CALCULATION OF MODEL YEAR RELATIVITY
BEFORE OCTOBER 1, 2010

Automobile Model Year	Comprehensive		Collision	
	Exposure Distribution	Model Year Relativity	Exposure Distribution	Model Year Relativity
2010	0.052	1.000	0.053	1.000
2009	0.080	0.970	0.083	0.930
2008	0.081	0.930	0.085	0.870
2007	0.086	0.890	0.092	0.810
2006	0.088	0.860	0.094	0.750
2005	0.084	0.820	0.089	0.700
2004	0.081	0.780	0.085	0.660
2003	0.073	0.740	0.077	0.610
2002	0.073	0.710	0.075	0.570
2001 & PRIOR	0.302	0.650	0.267	0.470
(1) Average		0.791		0.683

AFTER OCTOBER 1, 2010 (INTRODUCTION OF 2011 MODEL)

Automobile Model Year	Comprehensive		Collision	
	Exposure Distribution	Model Year Relativity	Exposure Distribution	Model Year Relativity
2011	0.052	1.030	0.053	1.070
2010	0.080	1.000	0.083	1.000
2009	0.081	0.970	0.085	0.930
2008	0.086	0.930	0.092	0.870
2007	0.088	0.890	0.094	0.810
2006	0.084	0.860	0.089	0.750
2005	0.081	0.820	0.085	0.700
2004	0.073	0.780	0.077	0.660
2003	0.073	0.740	0.075	0.610
2002	0.063	0.710	0.063	0.570
2001 & PRIOR	0.239	0.650	0.204	0.470
(2) Average		0.820		0.730

AFTER OCTOBER 1, 2011 (INTRODUCTION OF 2012 MODEL)

Automobile Model Year	Comprehensive		Collision	
	Exposure Distribution	Model Year Relativity	Exposure Distribution	Model Year Relativity
2012	0.052	1.050	0.053	1.110
2011	0.080	1.030	0.083	1.070
2010	0.081	1.000	0.085	1.000
2009	0.086	0.970	0.092	0.930
2008	0.088	0.930	0.094	0.870
2007	0.084	0.890	0.089	0.810
2006	0.081	0.860	0.085	0.750
2005	0.073	0.820	0.077	0.700
2004	0.073	0.780	0.075	0.660
2003	0.063	0.740	0.063	0.610
2002	0.050	0.710	0.049	0.570
2001 & PRIOR	0.189	0.650	0.155	0.470
(3) Average		0.849		0.778

(4) Number of months from effective date to 10/1/2011: 12

(5) Average relativity based on an effective date of 10/1/2010:

Comp: $(0.82 \times (4) + 0.849 \times (12 - (4))) / 12 = 0.820$

Coll: $(0.73 \times (4) + 0.778 \times (12 - (4))) / 12 = 0.730$

(6) Model year trend factor:

Comp: $(5) / 0.791 = 1.037$

Coll: $(5) / 0.683 = 1.069$

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
SYMBOL TREND

COMPREHENSIVE(a)

Year <u>Ended</u>	Full Coverage		\$50 Deductible		\$100 Deductible		\$250 Deductible		\$500 Deductible		\$1000 Deductible	
	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>	<u>WRITTEN</u> <u>EXPOSURES</u>	<u>SYMBOL</u> <u>FACTOR</u>
12/31/03	1,519,590	1.026	280,898	1.092	988,122	1.139	426,628	1.200	376,079	1.283	39,061	1.486
12/31/04	1,566,869	1.022	274,753	1.090	1,009,604	1.147	442,607	1.211	413,905	1.296	46,333	1.491
12/31/05	1,495,388	1.070	259,596	1.129	1,019,037	1.176	461,472	1.236	472,593	1.315	57,074	1.501
12/31/06	1,468,818	1.083	245,816	1.139	1,026,616	1.186	476,005	1.245	540,403	1.325	68,275	1.497
12/31/07	1,423,711	1.096	239,525	1.151	1,003,425	1.198	483,112	1.258	588,543	1.336	77,921	1.507
12/31/08	1,369,675	1.105	232,022	1.159	957,628	1.205	476,711	1.264	599,396	1.335	84,148	1.500

Average Annual Rate of Change:

6 points *	1.7%	1.4%	1.2%	1.1%	0.9%	0.2%
4 points *	1.1%	0.9%	0.8%	0.8%	0.5%	0.0%
2 year	1.0%	0.9%	0.8%	0.8%	0.4%	0.1%
1 year	0.8%	0.7%	0.6%	0.5%	-0.1%	-0.5%

Correlation Coefficients:

6 points *	0.95	0.96	0.98	0.98	0.97	0.81
4 points *	1.00	1.00	1.00	0.99	0.93	0.22

* Based on exponential curve of best fit.

(a) Voluntary business only.

NORTH CAROLINA
PRIVATE PASSENGER AUTOMOBILE INSURANCE
SYMBOL TREND

COLLISION (a)

Year Ended	\$50 Deductible		\$100 Deductible		\$200 Deductible		\$250 Deductible		\$500 Deductible		\$1000 Deductible	
	WRITTEN EXPOSURES	SYMBOL FACTOR	WRITTEN EXPOSURES	SYMBOL FACTOR	WRITTEN EXPOSURES	SYMBOL FACTOR	WRITTEN EXPOSURES	SYMBOL FACTOR	WRITTEN EXPOSURES	SYMBOL FACTOR	WRITTEN EXPOSURES	SYMBOL FACTOR
12/31/03	14,126	0.736	367,076	0.743	63,806	0.815	1,582,949	0.819	1,276,931	0.892	91,597	0.964
12/31/04	14,645	0.723	362,284	0.731	59,510	0.817	1,583,688	0.815	1,348,774	0.892	104,735	0.966
12/31/05	14,048	0.765	330,906	0.755	56,053	0.828	1,547,065	0.826	1,434,510	0.899	121,910	0.971
12/31/06	14,608	0.773	311,622	0.753	52,789	0.826	1,517,916	0.823	1,522,965	0.898	137,714	0.965
12/31/07	16,021	0.788	296,629	0.754	51,098	0.825	1,461,882	0.820	1,578,818	0.895	150,451	0.961
12/31/08	17,481	0.794	278,888	0.750	49,189	0.818	1,380,106	0.812	1,578,826	0.886	158,402	0.950

Average Annual Rate of Change:

6 points *	1.9%	0.4%	0.1%	-0.1%	-0.1%	-0.3%
4 points *	1.3%	-0.2%	-0.4%	-0.5%	-0.5%	-0.7%
2 year	1.3%	-0.2%	-0.5%	-0.7%	-0.7%	-0.8%
1 year	0.8%	-0.5%	-0.8%	-1.0%	-1.0%	-1.1%

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∞

Correlation Coefficients:

6 points *	0.93	0.59	0.36	-0.24	-0.25	-0.69
4 points *	0.99	-0.84	-0.92	-0.96	-0.92	-0.98

* Based on exponential curve of best fit.

(a) Voluntary business only.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers Voluntary and Ceded Combined

Bodily Injury Basic Limits(a) Incurred Losses as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					507,711,940
1996				507,972,820	508,379,926
1997			510,093,020	513,062,431	515,054,841
1998		489,118,175	494,730,117	499,079,295	500,235,007
1999	484,067,233	497,444,285	506,104,335	511,660,823	514,137,414
2000	467,248,204	494,966,053	505,863,721	512,898,543	515,188,246
2001	468,576,304	486,718,769	497,255,745	504,797,761	506,516,812
2002	502,055,673	533,149,260	548,869,443	557,723,529	557,289,176
2003	515,817,257	559,094,357	578,617,400	585,187,725	587,656,474
2004	539,624,419	573,780,470	593,251,141	599,181,659	601,362,192
2005	534,184,208	576,962,347	592,877,647	599,250,274	
2006	555,212,150	598,097,338	613,392,032		
2007	564,072,152	614,531,808			
2008	572,928,712				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.001
1997			1.006	1.004
1998		1.011	1.009	1.002
1999	1.028	1.017	1.011	1.005
2000	1.059	1.022	1.014	1.004
2001	1.039	1.022	1.015	1.003
2002	1.062	1.029	1.016	0.999
2003	1.084	1.035	1.011	1.004
2004	1.063	1.034	1.010	1.004
2005	1.080	1.028	1.011	
2006	1.077	1.026		
2007	1.089			
Five Year Average	1.079	1.030	1.013	1.003
Three Year Average	1.082	1.029	1.011	1.002
		Five Year	Three Year	
39 to 63 months:		1.016	1.013	
27 to 63 months:		1.046	1.042	
15 to 63 months:		1.129	1.127	

(a) Losses are on a 30/60 level for 2002-2008.
Losses are on a 25/50 level for 1995-2001.

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Property Damage Basic Limits(a) Incurred Losses as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					387,183,990
1996				434,999,549	434,974,174
1997			441,423,147	441,741,292	441,578,911
1998		452,317,568	452,935,631	452,975,900	453,159,687
1999	478,925,504	483,717,639	485,252,017	485,572,450	485,440,645
2000	499,816,464	510,105,451	508,023,076	508,052,039	508,060,163
2001	494,139,577	501,761,686	502,671,629	503,203,863	502,958,797
2002	521,387,936	529,534,675	531,145,335	532,186,698	531,950,120
2003	537,475,817	547,204,102	549,683,599	549,242,647	549,474,560
2004	540,779,130	552,344,575	560,950,492	561,749,173	561,677,462
2005	560,372,482	572,679,307	574,144,621	574,489,789	
2006	585,759,190	596,197,749	597,541,905		
2007	590,039,880	601,092,934			
2008	586,290,214				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.000
1997			1.001	1.000
1998		1.001	1.000	1.000
1999	1.010	1.003	1.001	1.000
2000	1.021	0.996	1.000	1.000
2001	1.015	1.002	1.001	1.000
2002	1.016	1.003	1.002	1.000
2003	1.018	1.005	0.999	1.000
2004	1.021	1.016	1.001	1.000
2005	1.022	1.003	1.001	
2006	1.018	1.002		
2007	1.019			
Five Year Average	1.020	1.006	1.001	1.000
Three Year Average	1.020	1.007	1.000	1.000
		Five Year	Three Year	
39 to 63 months:		1.001	1.000	
27 to 63 months:		1.007	1.007	
15 to 63 months:		1.027	1.027	

(a) Losses are on a \$25,000 level for 2002-2008.
Losses are on a \$15,000 level for 1995-2001.

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Bodily Injury Basic Limits(a) Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					31,176,700
1996				32,306,324	31,794,036
1997			35,901,298	36,875,978	36,519,975
1998		34,066,749	34,181,670	33,882,419	33,680,968
1999	29,239,280	32,978,345	33,190,330	33,444,514	33,492,209
2000	31,236,093	32,637,501	33,073,301	33,677,305	33,379,655
2001	31,401,868	33,755,318	35,021,950	35,507,827	35,426,244
2002	32,704,663	37,596,181	39,565,990	39,583,086	39,653,863
2003	35,307,464	39,489,354	40,993,396	41,853,946	41,929,146
2004	34,894,192	37,454,484	39,846,551	40,160,252	40,566,220
2005	35,135,790	39,433,924	41,021,443	41,261,672	
2006	37,169,628	41,684,546	43,054,563		
2007	37,203,739	43,283,210			
2008	36,583,564				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.984
1997			1.027	0.990
1998		1.003	0.991	0.994
1999	1.128	1.006	1.008	1.001
2000	1.045	1.013	1.018	0.991
2001	1.075	1.038	1.014	0.998
2002	1.150	1.052	1.000	1.002
2003	1.118	1.038	1.021	1.002
2004	1.073	1.064	1.008	1.010
2005	1.122	1.040	1.006	
2006	1.121	1.033		
2007	1.163			

Five Year Average	1.119	1.045	1.010	1.001
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Three Year Average	1.135	1.046	1.012	1.005
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	Five Year	Three Year
39 to 63 months:	1.011	1.017
27 to 63 months:	1.056	1.064
15 to 63 months:	1.182	1.208

(a) Losses are on a 30/60 level for 2002-2008.
Losses are on a 25/50 level for 1995-2001.

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Property Damage Basic Limits(a) Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					
1996				10,190,734	10,047,584
1997			10,938,146	10,658,220	10,566,331
1998		11,271,321	10,965,606	10,864,638	10,831,683
1999	12,485,180	11,385,922	11,252,921	11,143,920	11,257,504
2000	12,175,598	11,758,667	11,563,960	11,413,456	11,324,557
2001	11,522,357	11,260,876	11,051,061	10,921,388	10,833,455
2002	12,734,308	11,995,876	11,782,745	11,588,557	11,589,837
2003	12,929,486	12,177,961	11,919,457	11,701,679	11,632,875
2004	11,802,989	11,227,531	11,105,182	10,978,101	10,878,304
2005	12,302,623	11,786,546	11,640,863	11,622,775	
2006	11,776,886	11,309,214	11,335,808		
2007	11,037,624	10,721,584			
2008	10,863,663				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.986
1997			0.974	0.991
1998		0.973	0.991	0.997
1999	0.912	0.988	0.990	1.010
2000	0.966	0.983	0.987	0.992
2001	0.977	0.981	0.988	0.992
2002	0.942	0.982	0.984	1.000
2003	0.942	0.979	0.982	0.994
2004	0.951	0.989	0.989	0.991
2005	0.958	0.988	0.998	
2006	0.960	1.002		
2007	0.971			
Five Year Average	0.956	0.988	0.988	0.994
Three Year Average	0.963	0.993	0.990	0.995
		Five Year	Three Year	
39 to 63 months:		0.982	0.985	
27 to 63 months:		0.970	0.978	
15 to 63 months:		0.927	0.942	

(a) Losses are on a \$25,000 level for 2002-2008.
Losses are on a \$15,000 level for 1996-2001.

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Bodily Injury Total Limits Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					604,190,862
1996				607,877,793	607,527,453
1997			600,807,278	607,377,686	609,373,618
1998		571,090,594	585,827,205	594,262,071	595,538,970
1999	547,858,022	584,450,486	607,315,095	616,343,115	618,962,876
2000	528,771,428	584,171,819	607,343,649	619,331,394	621,691,752
2001	540,606,810	590,573,084	615,270,128	627,427,574	627,806,583
2002	568,917,216	626,297,432	650,597,403	662,372,926	660,826,093
2003	590,218,744	662,896,265	695,233,004	702,075,913	703,472,072
2004	629,424,611	687,246,213	726,032,756	732,396,630	732,337,058
2005	622,795,154	693,338,754	718,541,814	725,404,593	
2006	655,183,999	728,020,260	753,197,903		
2007	669,468,509	752,585,269			
2008	680,079,319				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.999
1997			1.011	1.003
1998		1.026	1.014	1.002
1999	1.067	1.039	1.015	1.004
2000	1.105	1.040	1.020	1.004
2001	1.092	1.042	1.020	1.001
2002	1.101	1.039	1.018	0.998
2003	1.123	1.049	1.010	1.002
2004	1.092	1.056	1.009	1.000
2005	1.113	1.036	1.010	
2006	1.111	1.035		
2007	1.124			
Five Year Average	1.113	1.043	1.013	1.001
Three Year Average	1.116	1.042	1.010	1.000
		Five Year	Three Year	
39 to 63 months:		1.014	1.010	
27 to 63 months:		1.058	1.052	
15 to 63 months:		1.178	1.174	

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Property Damage Total Limits Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					392,734,006
1996				442,801,982	442,611,518
1997			450,122,589	450,323,753	450,139,184
1998		462,733,971	463,368,820	463,408,859	463,353,715
1999	491,215,772	495,074,602	496,620,194	496,760,747	496,603,613
2000	512,061,856	522,380,676	520,124,759	520,292,907	520,234,996
2001	509,607,662	516,507,961	517,508,923	517,801,842	517,592,358
2002	523,908,951	532,151,212	533,775,479	534,777,466	534,427,287
2003	542,796,004	551,748,287	553,314,103	552,864,078	553,069,531
2004	545,709,696	555,915,798	564,500,217	565,387,941	565,282,354
2005	564,664,269	576,768,472	578,203,291	578,469,647	
2006	589,948,039	600,460,752	601,810,514		
2007	593,936,320	605,618,994			
2008	591,061,126				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.000
1997			1.000	1.000
1998		1.001	1.000	1.000
1999	1.008	1.003	1.000	1.000
2000	1.020	0.996	1.000	1.000
2001	1.014	1.002	1.001	1.000
2002	1.016	1.003	1.002	0.999
2003	1.016	1.003	0.999	1.000
2004	1.019	1.015	1.002	1.000
2005	1.021	1.002	1.000	
2006	1.018	1.002		
2007	1.020			
Five Year Average	1.019	1.005	1.001	1.000
Three Year Average	1.020	1.006	1.000	1.000
		Five Year	Three Year	
39 to 63 months:		1.001	1.000	
27 to 63 months:		1.006	1.006	
15 to 63 months:		1.025	1.026	

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Medical Payments Total Limits Incurred Losses as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					83,224,393
1996				82,511,325	82,792,510
1997			81,147,852	81,794,233	81,862,986
1998		76,331,709	77,410,266	77,964,001	78,054,472
1999	74,292,734	78,073,695	79,055,962	79,796,175	80,738,717
2000	74,828,822	78,803,485	80,270,062	80,892,530	80,916,479
2001	77,445,610	82,072,374	83,604,663	84,189,088	84,208,944
2002	84,407,330	89,375,713	90,811,468	91,440,492	91,468,157
2003	85,399,350	91,379,102	91,931,978	92,675,518	92,750,269
2004	85,271,787	89,295,154	91,165,945	92,016,430	92,157,614
2005	84,730,224	89,100,195	90,329,957	90,613,434	
2006	91,005,311	92,565,563	93,444,624		
2007	91,030,009	91,895,954			
2008	89,019,235				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.003
1997			1.008	1.001
1998		1.014	1.007	1.001
1999	1.051	1.013	1.009	1.012
2000	1.053	1.019	1.008	1.000
2001	1.060	1.019	1.007	1.000
2002	1.059	1.016	1.007	1.000
2003	1.070	1.006	1.008	1.001
2004	1.047	1.021	1.009	1.002
2005	1.052	1.014	1.003	
2006	1.017	1.009		
2007	1.010			
Five Year Average	1.039	1.013	1.007	1.001
Three Year Average	1.026	1.015	1.007	1.001

	Five Year	Three Year
39 to 63 months:	1.008	1.008
27 to 63 months:	1.021	1.023
15 to 63 months:	1.061	1.050

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Bodily Injury Total Limits Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					40,244,972
1996				42,138,160	41,897,880
1997			43,089,067	45,023,830	45,597,964
1998		39,335,195	40,232,839	40,165,311	39,676,840
1999	33,844,288	39,401,625	40,895,619	41,968,526	42,065,404
2000	34,492,399	39,823,570	40,854,460	42,011,925	41,324,158
2001	38,089,800	42,975,232	45,262,195	46,148,079	46,341,896
2002	38,918,375	47,611,602	50,400,213	50,208,191	50,666,563
2003	42,683,852	48,534,844	50,786,129	52,305,914	52,299,269
2004	44,012,059	48,971,187	51,836,511	52,026,941	52,216,497
2005	43,302,325	49,506,298	51,967,884	54,437,931	
2006	46,363,207	54,782,444	57,278,982		
2007	47,875,364	59,208,818			
2008	47,375,955				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.994
1997			1.045	1.013
1998		1.023	0.998	0.988
1999	1.164	1.038	1.026	1.002
2000	1.155	1.026	1.028	0.984
2001	1.128	1.053	1.020	1.004
2002	1.223	1.059	0.996	1.009
2003	1.137	1.046	1.030	1.000
2004	1.113	1.059	1.004	1.004
2005	1.143	1.050	1.048	
2006	1.182	1.046		
2007	1.237			
Five Year Average	1.162	1.052	1.020	1.000
Three Year Average	1.187	1.052	1.027	1.004
		Five Year	Three Year	
39 to 63 months:		1.020	1.031	
27 to 63 months:		1.073	1.085	
15 to 63 months:		1.247	1.288	

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Property Damage Total Limits Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					
1996				10,203,061	10,076,383
1997			11,008,017	10,743,091	10,651,143
1998		11,394,293	11,114,149	11,012,708	10,944,152
1999	12,646,423	11,537,251	11,423,295	11,369,299	11,482,883
2000	12,388,721	12,006,427	11,819,962	11,638,277	11,537,925
2001	11,822,624	11,591,092	11,354,463	11,189,105	11,098,552
2002	12,833,292	12,129,687	11,933,562	11,679,374	11,680,654
2003	12,994,158	12,324,915	12,034,219	11,810,327	11,741,523
2004	12,196,649	11,581,589	11,458,158	11,331,060	11,231,280
2005	12,810,536	12,700,498	12,487,533	12,658,290	
2006	11,779,484	11,311,783	11,513,673		
2007	11,085,196	10,796,951			
2008	10,999,933				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.988
1997			0.976	0.991
1998		0.975	0.991	0.994
1999	0.912	0.990	0.995	1.010
2000	0.969	0.984	0.985	0.991
2001	0.980	0.980	0.985	0.992
2002	0.945	0.984	0.979	1.000
2003	0.948	0.976	0.981	0.994
2004	0.950	0.989	0.989	0.991
2005	0.991	0.983	1.014	
2006	0.960	1.018		
2007	0.974			
Five Year Average	0.965	0.990	0.990	0.994
Three Year Average	0.975	0.997	0.995	0.995
		Five Year	Three Year	
39 to 63 months:		0.984	0.990	
27 to 63 months:		0.974	0.987	
15 to 63 months:		0.940	0.962	

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
LOSS DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Underinsured Motorists Bodily Injury Total Limits Incurred Losses as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					39,545,528
1996				45,507,696	45,933,358
1997			36,908,717	39,911,030	40,453,064
1998		30,462,809	36,458,420	40,879,625	42,204,871
1999	22,430,098	34,418,359	40,993,481	44,827,131	45,514,430
2000	24,055,149	36,995,866	44,712,621	47,905,237	48,554,944
2001	24,421,662	37,415,497	46,420,538	51,011,821	51,502,208
2002	23,147,591	39,559,551	49,215,193	52,127,755	52,109,200
2003	24,095,268	44,137,295	49,768,667	53,408,780	53,363,216
2004	33,532,085	53,425,768	61,714,574	65,515,307	65,210,994
2005	32,329,148	51,262,138	57,958,809	60,080,015	
2006	37,987,530	59,914,174	67,123,539		
2007	43,909,227	65,042,896			
2008	36,478,244				

Loss Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.009
1997			1.081	1.014
1998		1.197	1.121	1.032
1999	1.534	1.191	1.094	1.015
2000	1.538	1.209	1.071	1.014
2001	1.532	1.241	1.099	1.010
2002	1.709	1.244	1.059	1.000
2003	1.832	1.128	1.073	0.999
2004	1.593	1.155	1.062	0.995
2005	1.586	1.131	1.037	
2006	1.577	1.120		
2007	1.481			
Five Year Average	1.614	1.156	1.066	1.004
Three Year Average	1.548	1.135	1.057	0.998

Five Year Three Year

39 to 63 months:	1.070	1.055
27 to 63 months:	1.237	1.197
15 to 63 months:	1.997	1.853

Losses exclude unallocated loss adjustment expense.

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Bodily Injury Incurred Claims as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					89,961
1996				93,916	93,519
1997			93,811	93,427	93,082
1998		91,239	90,712	90,465	89,985
1999	96,503	93,415	93,145	92,547	92,151
2000	94,009	92,101	91,137	90,663	90,349
2001	92,965	89,243	88,410	88,149	87,694
2002	96,845	93,413	92,563	92,015	91,069
2003	98,407	94,411	93,472	92,709	92,448
2004	98,867	95,352	94,812	94,243	93,921
2005	96,834	93,155	92,088	91,295	
2006	96,429	92,256	91,075		
2007	92,006	88,202			
2008	89,326				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.996
1997			0.996	0.996
1998		0.994	0.997	0.995
1999	0.968	0.997	0.994	0.996
2000	0.980	0.990	0.995	0.997
2001	0.960	0.991	0.997	0.995
2002	0.965	0.991	0.994	0.990
2003	0.959	0.990	0.992	0.997
2004	0.964	0.994	0.994	0.997
2005	0.962	0.989	0.991	
2006	0.957	0.987		
2007	0.959			
Five Year Average	0.960	0.990	0.994	0.995
Three Year Average	0.959	0.990	0.992	0.995
		Five Year	Three Year	
39 to 63 months:		0.989	0.987	
27 to 63 months:		0.979	0.977	
15 to 63 months:		0.940	0.937	

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Property Damage Incurred Claims as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					203,511
1996				215,218	215,208
1997			215,487	215,587	215,600
1998		216,238	216,588	216,617	216,601
1999	221,998	223,310	223,277	223,319	223,301
2000	221,905	225,602	223,938	223,917	223,876
2001	221,341	222,619	222,858	222,923	222,788
2002	225,129	226,768	227,050	227,280	227,151
2003	235,482	236,947	237,345	236,866	236,927
2004	239,528	241,668	244,848	245,053	245,030
2005	242,482	245,096	245,287	245,325	
2006	243,912	245,951	246,131		
2007	242,462	244,404			
2008	235,332				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.000
1997			1.000	1.000
1998		1.002	1.000	1.000
1999	1.006	1.000	1.000	1.000
2000	1.017	0.993	1.000	1.000
2001	1.006	1.001	1.000	0.999
2002	1.007	1.001	1.001	0.999
2003	1.006	1.002	0.998	1.000
2004	1.009	1.013	1.001	1.000
2005	1.011	1.001	1.000	
2006	1.008	1.001		
2007	1.008			
Five Year Average	1.008	1.004	1.000	1.000
Three Year Average	1.009	1.005	1.000	1.000
		Five Year	Three Year	
39 to 63 months:		1.000	1.000	
27 to 63 months:		1.004	1.005	
15 to 63 months:		1.012	1.014	

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Medical Payments Incurred Claims as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					69,057
1996				68,706	68,723
1997			66,352	66,463	66,475
1998		61,536	61,751	61,932	61,904
1999	59,632	60,882	61,170	61,296	61,270
2000	58,978	60,351	60,685	60,899	60,840
2001	58,107	59,050	59,472	59,598	59,579
2002	60,999	61,948	62,273	62,406	62,393
2003	59,036	60,027	60,458	60,586	60,594
2004	56,892	57,641	58,405	58,675	58,672
2005	56,522	57,491	57,769	57,838	
2006	59,284	59,249	59,545		
2007	55,847	55,977			
2008	52,883				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.000
1997			1.002	1.000
1998		1.003	1.003	1.000
1999	1.021	1.005	1.002	1.000
2000	1.023	1.006	1.004	0.999
2001	1.016	1.007	1.002	1.000
2002	1.016	1.005	1.002	1.000
2003	1.017	1.007	1.002	1.000
2004	1.013	1.013	1.005	1.000
2005	1.017	1.005	1.001	
2006	0.999	1.005		
2007	1.002			
Five Year Average	1.010	1.007	1.002	1.000
Three Year Average	1.006	1.008	1.003	1.000
		Five Year	Three Year	
39 to 63 months:		1.002	1.003	
27 to 63 months:		1.009	1.011	
15 to 63 months:		1.019	1.017	

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Bodily Injury Incurred Claims as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					5,244
1996				5,923	5,921
1997			6,527	6,543	6,508
1998		6,296	6,277	6,261	6,245
1999	5,790	6,012	6,033	6,040	6,016
2000	6,050	6,100	6,127	6,114	6,082
2001	6,123	6,048	6,072	6,028	5,989
2002	6,506	6,480	6,498	6,426	6,113
2003	6,583	6,533	6,544	6,484	6,366
2004	6,254	6,110	6,207	6,173	6,162
2005	6,348	6,284	6,264	6,234	
2006	6,300	6,192	6,128		
2007	5,887	5,807			
2008	5,511				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.000
1997			1.002	0.995
1998		0.997	0.997	0.997
1999	1.038	1.003	1.001	0.996
2000	1.008	1.004	0.998	0.995
2001	0.988	1.004	0.993	0.994
2002	0.996	1.003	0.989	0.951
2003	0.992	1.002	0.991	0.982
2004	0.977	1.016	0.995	0.998
2005	0.990	0.997	0.995	
2006	0.983	0.990		
2007	0.986			
Five Year Average	0.986	1.002	0.993	0.984
Three Year Average	0.986	1.001	0.994	0.977
		Five Year	Three Year	
39 to 63 months:		0.977	0.971	
27 to 63 months:		0.979	0.972	
15 to 63 months:		0.965	0.958	

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Accident Year	Uninsured Motorists Property Damage Injury Incurred Claims as of				
	15 Months	27 Months	39 Months	51 Months	63 Months
1995					
1996				8,561	8,591
1997			9,348	9,351	9,364
1998		9,621	9,615	9,616	9,645
1999	9,870	9,909	9,954	10,039	10,063
2000	9,827	9,910	9,992	10,061	10,067
2001	9,343	9,517	9,627	9,684	9,673
2002	9,342	9,463	9,493	9,481	9,383
2003	9,339	9,354	9,314	9,205	9,187
2004	9,078	9,071	9,150	9,123	9,129
2005	9,203	9,224	9,189	9,192	
2006	8,781	8,712	8,715		
2007	7,830	7,890			
2008	6,991				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				1.004
1997			1.000	1.001
1998		0.999	1.000	1.003
1999	1.004	1.005	1.009	1.002
2000	1.008	1.008	1.007	1.001
2001	1.019	1.012	1.006	0.999
2002	1.013	1.003	0.999	0.990
2003	1.002	0.996	0.988	0.998
2004	0.999	1.009	0.997	1.001
2005	1.002	0.996	1.000	
2006	0.992	1.000		
2007	1.008			
Five Year Average				
	1.001	1.001	0.998	0.998
Three Year Average				
	1.001	1.002	0.995	0.996
Five Year Three Year				
39 to 63 months:		0.996	0.991	
27 to 63 months:		0.997	0.993	
15 to 63 months:		0.998	0.994	

NORTH CAROLINA
AUTOMOBILE LIABILITY INSURANCE - PRIVATE PASSENGER CARS
CLAIM DEVELOPMENT

All Carriers

Voluntary and Ceded Combined

Underinsured Motorists Bodily Injury Incurred Claims as of

Accident Year	15 Months	27 Months	39 Months	51 Months	63 Months
1995					1,157
1996				1,326	1,253
1997			1,213	1,263	1,203
1998		1,072	1,215	1,282	1,187
1999	967	1,191	1,357	1,446	1,366
2000	807	1,188	1,322	1,368	1,325
2001	708	1,063	1,243	1,332	1,245
2002	696	1,087	1,311	1,308	1,266
2003	721	1,107	1,260	1,317	1,230
2004	943	1,356	1,503	1,517	1,460
2005	837	1,203	1,356	1,376	
2006	957	1,402	1,541		
2007	1,124	1,462			
2008	979				

Claim Development Factors

Accident Year	15-27 Mo.	27-39 Mo.	39-51 Mo.	51-63 Mo.
1996				0.945
1997			1.041	0.952
1998		1.133	1.055	0.926
1999	1.232	1.139	1.066	0.945
2000	1.472	1.113	1.035	0.969
2001	1.501	1.169	1.072	0.935
2002	1.562	1.206	0.998	0.968
2003	1.535	1.138	1.045	0.934
2004	1.438	1.108	1.009	0.962
2005	1.437	1.127	1.015	
2006	1.465	1.099		
2007	1.301			

Five Year Average	1.435	1.136	1.028	0.954
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Three Year Average	1.401	1.111	1.023	0.955
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	Five Year	Three Year
39 to 63 months:	0.981	0.977
27 to 63 months:	1.114	1.085
15 to 63 months:	1.599	1.520