



October 17, 2006

CIRCULAR LETTER TO ALL MEMBER COMPANIES

Re: Ceded Premium Volume by Company or Group

The Board of Governors has authorized the annual release of a report of Facility ceded written premium. This report compares total written premium in North Carolina by company or group, and the ratio of ceded written premium to total written premium.

The report for calendar year 2005 is attached. Listed on the report, in alphabetical order, are all companies that had Facility ceded premium activity during the year.

- Groups are identified by one member company and marked with an asterisk (*).
- Shown for each company (or group) is the total direct North Carolina automobile liability written premium reported for the year on Page 15 of the annual statement(s) for North Carolina and the written premium for ceded business from the Facility's accounting reports.
- Premiums for designated agent business ceded to the Facility have been excluded.
- A segment has been added to compare total volume by year.

If you have any questions about this report, please call Summer Williamson, Data Analyst at 919-645-3187 or email her at sw@ncrb.org.

Very truly yours,

Edith Davis

Director, Reinsurance Facility

ETD: lam

Enclosure

RF-06-13

**N C AUTOMOBILE LIABILITY WRITTEN PREMIUMS
2005 CALENDAR YEAR BY NCRF CEDING MEMBER COMPANY OR GROUP
EXCLUDING DESIGNATED AGENT BUSINESS**

	2005 WRITTEN PREMIUM	2005 CEDED PREMIUM	2005 % CEDED
ALLIANCE MUT INS CO	1,864,176	916,986	49.19
* ALLSTATE INS CO	268,356,296	73,229,599	27.29
ALPHA PROP & CAS INS CO	25,671	(6,115)	(23.82)
* AMER CAS CO OF READING PA	9,156,789	(6,944)	(0.08)
AMER GUARANTY INS CO	3,133,049	3,127,087	99.81
AMER INTERNATIONAL SOUTH INS CO	1,890,139	1,351,267	71.49
AMER MANUFACTURERS MUT INS C	123,695	298	0.24
AMER MOTORISTS INS CO	26,357	2,282	8.66
AMER SOUTHERN INS CO	5,123,992	1,135,747	22.17
* AMER STATES INS CO	6,849,873	4,113,281	60.05
* AMERISURE MUT INS CO	3,689,352	99,091	2.69
AMEX ASSURANCE	1,648,784	1,719	0.10
AMICA MUT INS CO	12,834,469	715,090	5.57
ATLANTIC CAS INS CO	22,069,546	20,889,936	94.66
* AUTO-OWNERS INS CO	39,711,697	656,109	1.65
* BITUMINOUS CAS CORP	3,243,746	25,786	0.79
BUILDERS MUT INS CO	4,446,552	11,850	0.27
* CENTRAL MUT INS CO	21,361,283	1,971,562	9.23
* CINCINNATI INS CO	18,823,652	507,643	2.70
* CLARENDON NATIONAL INS CO	5,544,888	1,408,288	25.40
COMPANION PROP & CAS INS CO	684,548	48,853	7.14
DISCOVERY INS CO	11,730,873	12,746,229	108.66
ELECTRIC INS CO	2,308,311	58,663	2.54
EMPLOYERS MUT CAS CO	8,970,072	1,448,843	16.15
ENCOMPASS INDEMNITY	3,555,883	44,601	1.25
* ERIE INS CO	68,856,791	2,196,653	3.19
* FARMERS INS EXCHANGE	13,647,242	1,511,921	11.08
* FEDERAL INS CO	6,414,175	98,640	1.54
* FIREMANS FUND INS CO	5,204,909	56,809	1.09
FIREMENS INS CO WASHINGTON DC	7,315,227	28,359	0.39
* FOREMOST INS CO	1,154,248	260,051	22.53
GEICO IND CO	43,126,233	43,126,070	100.00
* GOVERNMENT EMPLOYEES INS CO	89,200,462	213,685	0.24
GRAIN DEALERS MUT INS CO	3,686,523	1,462,764	39.68
GUARANTY NATL (ORION AUTO)	16,473,468	13,842,145	84.03
* HANOVER INS CO	5,586,736	414,212	7.41
* HARLEYSVILLE MUT INS CO	9,980,621	2,209,670	22.14
* HARTFORD CAS INS CO	5,007,038	2,396,396	47.86
* HORACE MANN INS CO	17,689,426	1,831,041	10.35
INS CORP OF HANNOVER	1,236,671	3,485	0.28
* INTEGON GENERAL INS CORP	228,116,157	166,215,473	72.86
INTERSTATE IND CO	3,687,383	1	0.00
* LIBERTY MUT INS CO	43,759,705	3,196,100	7.30
LUMBERMENS MUT CAS CO	73,642	248	0.34
* MARYLAND CAS CO	3,009,729	263,520	8.76
MERASTAR INS CO	789,975	208,273	26.36
* METROPOLITAN PROP & CAS INS CO	22,376,983	6,301,195	28.16
NATIONAL GRANGE MUTUAL (NGM)	10,180,472	666,050	6.54
NATIONAL SPECIALTY INS CO	1,088,761	5,488	0.50

**N C AUTOMOBILE LIABILITY WRITTEN PREMIUMS
2005 CALENDAR YEAR BY NCRF CEDING MEMBER COMPANY OR GROUP
EXCLUDING DESIGNATED AGENT BUSINESS**

	2005 WRITTEN PREMIUM	2005 CEDED PREMIUM	2005 % CEDED
* NATIONWIDE MUT INS CO	510,668,697	131,599,099	25.77
* NEW HAMPSHIRE INS CO	25,128,374	1,786,719	7.11
* N C FARM BUR MUT INS CO	287,754,691	46,505,084	16.16
* OHIO CAS INS CO	15,362,985	2,091,843	13.62
OMNI INS CO	491,469	379,021	77.12
PEAK PROP & CAS INS	7,505,373	6,698,008	89.24
* PEERLESS INS CO	22,264,798	809,882	3.64
* PENN NATIONAL MUT CAS INS CO	28,631,161	2,973,758	10.39
* PROGRESSIVE CAS INS CO	85,294,579	56,117,425	65.79
PROGRESSIVE PREMIER INS CO OF IL	6,544,974	3,368,341	51.46
PROGRESSIVE UNIVERSAL INS CO	8,748,789	7,852,163	89.75
QBE INS CORP	1,371,848	1,268,753	92.48
* ROYAL IND CO	(29,403)	2,114	(7.19)
* SAFECO INS CO OF AMERICA	9,862,144	2,451,220	24.85
* SELECTIVE INS CO OF SOUTHEAST	10,278,975	88,695	0.86
* SENTRY INS - A MUT CO	8,099,843	32,147	0.40
SOUTHERN GENERAL INS CO	8,297,246	8,272,450	99.70
* SOUTHERN GUARANTY INS CO	12,982,532	2,425,420	18.68
SOUTHERN INS CO OF VA	2,711,482	53,415	1.97
* ST PAUL FIRE & MARINE INS CO	9,918,948	167,309	1.69
STATE AUTO PROP & CAS INS CO	16,874,746	2,412,720	14.30
STATE FARM MUT AUTO INS CO	373,564,102	36,485,633	9.77
STATE NATL INS CO INC	9,171,300	9,182,655	100.12
* TRAVELERS INDEMNITY CO	91,992,039	6,793,781	7.39
UNITRIN AUTO & HOME INS CO	45,470,852	3,654,862	8.04
* USAA CAS INS CO	107,989,794	11,962,047	11.08
UNIVERSAL INS CO (NC)	23,191,690	22,012,852	94.92
* UTICA MUT INS CO	6,902,507	317,779	4.60
VIRGINIA MUT INS CO	5,673,112	491,289	8.66
All other companies combined:	229,997,992	6,950,540	-
Total	3,037,553,909	746,213,022	24.57

*includes all companies in a group

Comparison of Previous Years:

2004	2,981,516,557	735,572,192	24.67
2003	2,782,356,685	712,259,984	25.60
2002	2,568,723,925	634,106,746	24.69
2001	2,428,207,592	591,005,582	24.34

NOTE: Written Premiums are from Company annual statements (as written).
Ceded Premiums are from amounts reported to NCRF (as reported) and may include adjustments for prior periods, thus ceded could exceed written on this exhibit.