

FACILITY ASSOCIATION
 NEWFOUNDLAND --- AMBULANCES
 SUMMARY OF RATE LEVEL CHANGE CALCULATION

THIRD PARTY LIABILITY - TOTAL

Acc. Years	Earned Premium (1)	On-Level Factor (2)	SC 907 Adj. (3)	On-Level Earned Premium (4)	Reported Inc. Loss (5)	Loss Devel (6)	PROD (7)	Ultimate Inc. Loss (8)	Proj. Factor (9)	Projected Inc. Loss (10)
2001	8,111	1.0000	1.0000	8,111		1.0351	0.9650		1.4384	
2002	15,108	1.0000	1.0000	15,108		0.9960	0.9650		1.3665	
2003	21,360	1.0000	1.0000	21,360		1.0510	0.9650		1.2838	
2004	34,388	1.0000	1.0000	34,388		2.2221	0.9793		1.2208	
2005	47,443	1.0000	1.0000	47,443		1.4217	1.0000		1.1567	
Total	126,410			126,410						

Acc. Years	Reported # Claims (11)	Counts Devel (12)	Ultimate # Claims (13)	Projected On-Level LR (14)	Rate Level Change (15)	Assigned Credibility (16)	Cred Wtd Rate Level Change (17)
2001		1.0000			-85.1%		
2002		1.0000			-85.1%		
2003		0.9737			-85.1%		
2004		1.0000			-85.1%		
2005		0.9714			-85.1%		
Total					-85.1%		+5.8%

Notes :

- (4) = (1) x (2) x (3)
 - (8) = (5) x (6) x (7)
 - (10) = (8) x (9)
 - (13) = (11) x (12)
 - (14) = (10) / (4)
 - (15) = {[(14) x LDF] + FE} / [PDF - VE - PR] - 1 where PR = 7.22%, FE= 9.58%, VE= 28.17%, LDF= 0.8899, and PDF= 0.9953
 - (16) = SQRT [(13) / FCS] where FCS= 5,410 ultimate number of claims
 - (17) = [(16) x (15)] + [1 - (16)] x TR where TR = one year's trend = 5.76%
- The assumed future average accident date is 16/Feb/2008

FACILITY ASSOCIATION
NEWFOUNDLAND --- AMBULANCES
SUMMARY OF RATE LEVEL CHANGE CALCULATION

UNINSURED AUTOMOBILE

Acc. Years	Earned Premium (1)	On-Level Factor (2)	SC 907 Adj. (3)	On-Level Earned Premium (4)	Reported Inc. Loss (5)	Loss Devel (6)	PROD (7)	Ultimate Inc. Loss (8)	Proj. Factor (9)	Projected Inc. Loss (10)
2001	39	1.0000	1.0000	39		1.0149	0.9650		1.4384	
2002	74	1.0000	1.0000	74		1.0554	0.9650		1.3665	
2003	189	1.0000	1.0000	189		1.0995	0.9650		1.2838	
2004	363	1.0000	1.0000	363		1.2824	0.9793		1.2208	
2005	312	1.0000	1.0000	312		1.7754	1.0000		1.1567	
Total	977			977						

Acc. Years	Reported # Claims (11)	Counts Devel (12)	Ultimate # Claims (13)	Projected On-Level LR (14)	Rate Level Change (15)	Assigned Credibility (16)	Cred Wtd Rate Level Change (17)
2001		0.9920			-86.9%		
2002		0.9893			-86.9%		
2003		0.9747			-86.9%		
2004		0.9578			-86.9%		
2005		1.0305			-86.9%		
Total					-86.9%		+5.8%

Notes :

- (4) = (1) x (2) x (3)
 - (8) = (5) x (6) x (7)
 - (10) = (8) x (9)
 - (13) = (11) x (12)
 - (14) = (10) / (4)
 - (15) = {[(14) x LDF] + FE} / [PDF - VE - PR] - 1 where PR = 7.22%, FE= 8.55%, VE= 27.07%, LDF= 0.8675, and PDF= 0.9953
 - (16) = SQRT [(13) / FCS] where FCS= 2,164 ultimate number of claims
 - (17) = [(16) x (15)] + [1 - (16)] x TR where TR = one year's trend = 5.76%
- The assumed future average accident date is 16/Feb/2008