

A.I. 23 (2003)

**IN THE MATTER OF THE AUTOMOBILE
INSURANCE ACT, CHAPTER A - 22,
R.S.N. 1990**

AND

IN THE MATTER OF AN APPLICATION BY
L'Union Canadienne Compagnie D'Assurances
on behalf of The Sovereign General Insurance Company
to implement revised rates for its
Private Passenger class of business.

WHEREAS The Sovereign General Insurance Company and Colonial Fire and General
Insurance Company Limited are members of the Co-operators Group of Companies;

WHEREAS, by Board Order No. 15 (2003) dated April 30, 2003, the Board approved a
revised rating program for the Private Passenger class of business of Colonial Fire and General
Insurance Company Limited;

WHEREAS by application, received April 11, 2003, L'Union Canadienne Compagnie D'Assurances, on behalf of The Sovereign General Insurance Company, applied to the Board for approval to adopt, without deviation, the rating program of Colonial Fire and General Insurance Company Limited for its own Private Passenger class of business;

AND WHEREAS, the Board, after due examination and analysis of the application, finds that it should be approved as filed.

IT IS THEREFORE ORDERED THAT

1. Order No. A.I. 25 (2001-2002) as it relates to private passenger automobile insurance be and it is hereby rescinded.
2. The following base rates are hereby approved for use by the company for its private passenger class of business:

| Territory | 1 | 2 | 3 |
|--------------------|----------|----------|----------|
| Third Party | \$ 957 | \$ 507 | \$ 395 |
| Collision | 250 | 280 | 302 |
| Comprehensive | 106 | 85 | 106 |
| All Perils | 333 | 347 | 385 |
| Specified Perils | 41 | 23 | 21 |
| Accident Benefits | 109 | 87 | 76 |
| Uninsured Motorist | 30 | 18 | 14 |

and differentials as submitted with the filing.

3. The following discounts are approved for use subject to the eligibility criteria set out in the company's underwriting manual:

| | | | | |
|------|------------------------|-------|-----|--|
| i. | multi-vehicle | | 10% | third party liability, collision |
| ii. | mature driver | 34-44 | 5% | third party liability, collision |
| | | 45-54 | 10% | third party liability, collision |
| | | 55-64 | 15% | third party liability, collision |
| | | 65-69 | 10% | third party liability, collision |
| | | 70+ | 5% | third party liability, collision |
| iii. | female driver | | 5% | third party liability, collision, |
| ii. | student away from home | | 50% | third party liability, collision - class 05 and 06 only |

4. These rates established by way of this Order are to be implemented on July 14, 2003 for new business and September 16, 2003 for renewals.

DATED at St. John's, Newfoundland and Labrador, this 30th day of May, 2003.

Robert Noseworthy
Chairperson & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chairperson

Cheryl Blundon
Board Secretary