

**A.I. 2 (2005)**

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

**AND**

**IN THE MATTER OF AN APPLICATION BY  
Royal & SunAlliance Insurance Company of Canada  
to implement revised rates for its Commercial class of business**

**WHEREAS**, by application received May 30, 2005, Royal & SunAlliance Insurance Company of Canada applied to the Board for approval to implement a revised rating program for its Commercial class of business, and

**WHEREAS**, upon preliminary review by Board staff, it was determined that a number of the proposed base rates represented increases in previously approved rates, and

**WHEREAS**, the applicant has submitted actuarial analysis in support of the establishment of increased rates, and

**WHEREAS**, the actuarial analysis was reviewed by the Board's consulting actuary and was found to support the establishment of increased rates, and

**WHEREAS**, the Board, after due examination and analysis of the proposed rating program, finds that it should be approved as filed.

**IT IS THEREFORE ORDERED THAT:**

1. Order No. A.I. 1 (2004) be and it is hereby rescinded.
2. Approval be and it is hereby granted Royal & SunAlliance Insurance Company of Canada for the implementation of a revised rating program for its Commercial class of business with base rates as follows:

Territory	1	2 & 3
Third Party	\$ 767.40	\$ 592.01
Collision	240.55	219.23
Comprehensive	131.07	131.15
Specified Perils	68.15	68.12
Accident Benefits	45.35	45.35
Uninsured Motorist	12.98	12.98
All Perils	365.02	343.78

and differentials as submitted with this filing.

3. The following discounts are approved for use subject to the eligibility criteria set out in the company's underwriting manual:
  - i Preferred Client Discount    5%    Third Party Liability,  
Collision,  
Accident Benefits
  - ii Loyalty Discount                5%    Third Party Liability,  
Collision,  
Accident Benefits

4. These rates shall be effective from September 15, 2005 for new business and October 1, 2005 for renewals.

**DATED** at St. John's, Newfoundland and Labrador, this 9th day of September, 2005.

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Robert Noseworthy  
Chairperson & Chief Executive Officer

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Darlene Whalen, P.Eng.  
Vice-Chairperson

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Cheryl Blundon  
Board Secretary