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10 **NO. A. I. 10 (2008)**

11 **IN THE MATTER OF** the *Automobile,*
12 *Insurance Act*, RSNL 1990, c. A-22, as
13 amended (the “*Act*”);

14 **AND**

15
16 **IN THE MATTER OF** an application by
17 The Sovereign General Insurance Company (the “Applicant”)
18 to adopt the rates and rating program of
19 Canadian Union Insurance Company (“Canadian Union”)
20 for its private passenger class of business.
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24 **WHEREAS** on April 25, 2008 the Applicant applied to adopt the rates and rating program of Canadian
25 Union for its private passenger class of business; and
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27 **WHEREAS** by Order No. A.I. 1 (2008) dated February 14, 2008, the Board approved a revised rating
28 program for the Private Passenger class of business of Canadian Union; and
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30 **WHEREAS** the Applicant and Canadian Union are member companies of Co-operators Group Limited;
31 and
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33 **WHEREAS** the Applicant shares Canadian Union’s claims management and settlement processes; and
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35 **WHEREAS** the Applicant writes principally commercial automobile insurance in the Province and writes
36 limited private passenger automobile insurance to accommodate its commercial clients; and
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38 **WHEREAS** in 2007 the Applicant wrote seven private passenger vehicles in the Province with a total
39 written premium of \$8,269; and
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41 **WHEREAS** Canadian Union is principally a writer of private passenger automobile insurance in the
42 Province; and

1 **WHEREAS** the Applicant has, since 2003, with Board approval utilized the rating program of Canadian
2 Union; and

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4 **WHEREAS** the Applicant's private passenger automobile insurance experience in the Province is
5 insufficient on which to base an actuarially-justified rate filing; and

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7 **WHEREAS** the Board is satisfied that the use by the Applicant of Canadian Union's rating manual and
8 rating program is appropriate under the circumstances.

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11 **IT IS THEREFORE ORDERED THAT:**

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13 1. The application by The Sovereign General Insurance Company to utilize the private-passenger rating
14 program of Canadian Union Insurance Company is approved with effect from July 7, 2008.
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16 2. The Sovereign General Insurance Company shall annually, commencing no later than March 30, 2009
17 and continuing thereafter until otherwise ordered by the Board, report to the Board the numbers of
18 private passenger automobiles written and the premiums associated therewith.

DATED at St. John's, Newfoundland and Labrador, this 15th day of May 2008.

Andy Wells
Chairperson & Chief Executive Officer

Darlene Whalen, P.Eng.
Vice-Chairperson

G. Cheryl Blundon,
Board Secretary